

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK

DRILL ☒DEEPEN ☐PLUG BACK ☐

b. TYPE OF WELL

OIL
WELL ☐GAS
WELL ☒

OTHER

SINGLE
ZONE ☐MULTIPLE
ZONE ☒

2. NAME OF OPERATOR

SUPRON ENERGY CORPORATION

3. ADDRESS OF OPERATOR

P.O. Box 808, Farmington, New Mexico 87401

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)*

At surface

1120 ft./South line and 880 ft./East line

At proposed prod. zone

Same as above

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*

9 miles northeast of Blanco, New Mexico

15. DISTANCE FROM PROPOSED*

LOCATION TO NEAREST

PROPERTY OR LEASE LINE, FT.

(Also to nearest drlg. unit line, if any)

880 ft.

880 ft.

18. DISTANCE FROM PROPOSED LOCATION*

TO NEAREST WELL, DRILLING, COMPLETED,

OR APPLIED FOR, ON THIS LEASE, FT.

2200 ft.

16. NO. OF ACRES IN LEASE

2047.19

19. PROPOSED DEPTH

8150

17. NO. OF ACRES ASSIGNED

TO THIS WELL

320.00 EA

20. ROTARY OR CABLE TOOLS

Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)

6546 Gr.

22. APPROX. DATE WORK WILL START*

July 1, 1980

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12-1/4"	10-3/4	32.75	250	175 SX
9-7/8"	7-5/8	26.40	3760	325 SX
6-3/4"	5-1/2"	15.50	3610' to 8150'	500 SX

Surface hole will be drilled to T.D. of +250 ft. Casing will be run and cement circulated to the surface. The intermediate hole will be drilled to T.D. of 3760' using mud as the circulating medium. Pipe will be run and cemented w/325 sx of cement with the estimated top of the cement at 2050 ft. The remainder of the hole will be drilled, using gas as the circulating medium to +8080 ft. A liner will be run to T.D. and hung off with a liner hanger at +3620 ft. The liner will be cemented with 500 sx of cement. The Dakota zone will be perforated and sand water fraced to stimulate production. A bridge plug set above the Dakota zone. The Mesaverde zone perforated and sand water fraced to stimulate production. The Mesaverde zone cleaned up. The bridge plug will be drilled out and the Dakota zone cleaned up. Tubing will be run with a production pkr. and set above the Dakota zone. A second string of tubing will be run and landed in the Mesaverde zone. The well head will be nipped down and a packer leakage test conducted to insure isolation of the two zones.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24.

SIGNED

Rudy D. Motto

TITLE

Area Superintendent

DATE

May 2, 1980

(This space for Federal or State office use)

PERMIT NO.

APPROVAL DATE

APPROVED BY

TITLE

CONDITIONS OF APPROVAL, IF ANY:

NMOCC

APPROVED
AS AMENDEDJUN 2 1980
JAMES F. SIMS
DISTRICT ENGINEER

5/11
 CERTIFICATION
 I hereby certify that the Information con-
 tained herein is true and complete to the
 best of my knowledge and belief.
Ludy D. Math
 Name
 Area Superintendent
 Position
 SUPRON ENERGY CORPORATION
 Company
 March 19, 1980
 Date
 5/11
 I hereby certify that the information
 shown on this plot was plotted from field
 notes of a survey made by me or
 under my supervision and that the same
 is true in all respects to the best of my
 knowledge.
 REGISTERED PROFESSIONAL LAND SURVEYOR
 STATE OF ALABAMA
 NO. 1463
 JAMES P. LEESE
 Date Surveyed
 MARCH 7, 1980
 Registered Professional Engineer
 and/or Land Surveyor
James P. Leese
 James P. Leese
 Certificate No.
 1463

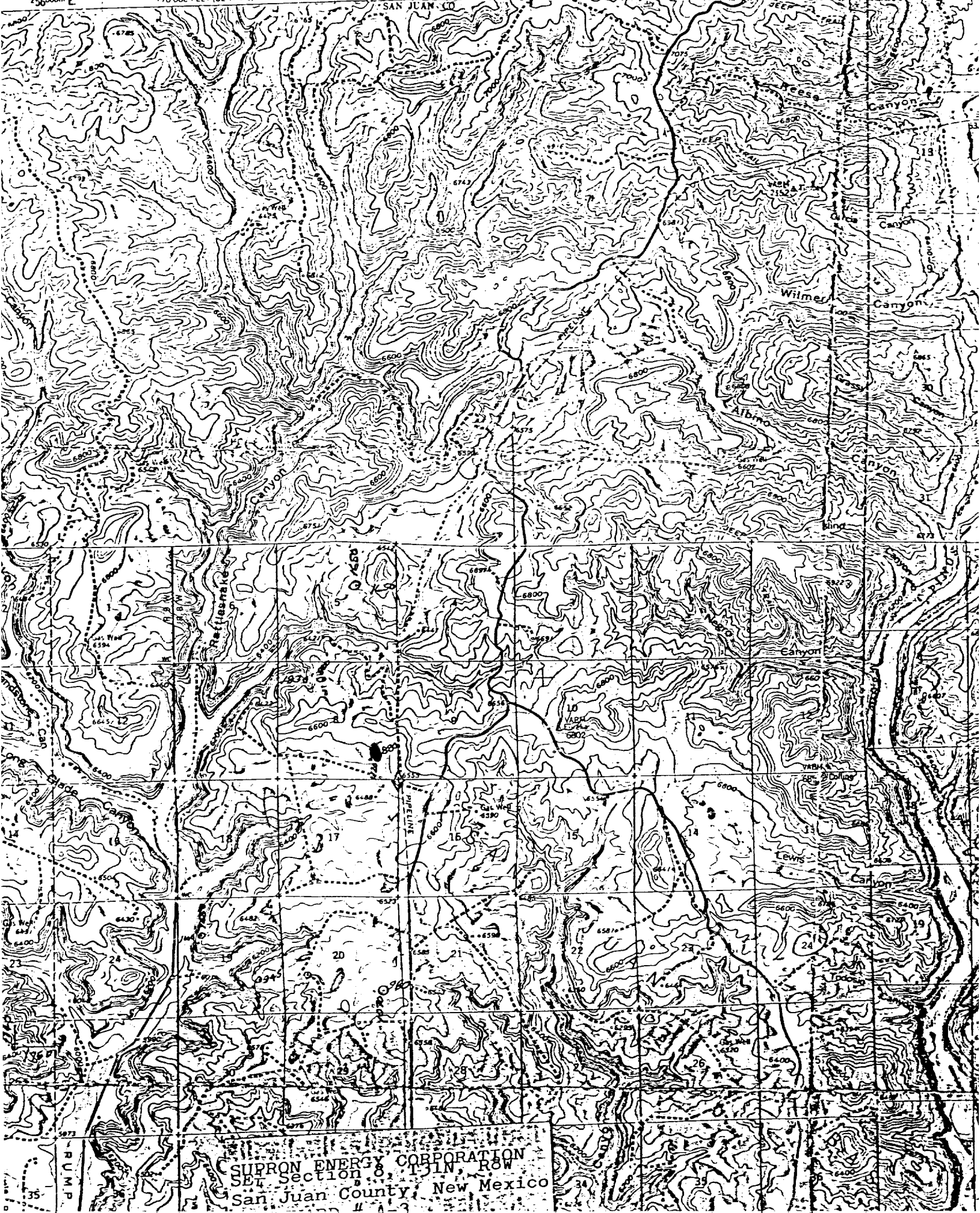
SUPRON ENERGY CORPORATION

OXNARD No. 3-A

*SE ¼ Sec. 8, T-31N, R-8W, N.M.P.M.
San Juan County, New Mexico*

The following attachments are included with this application:

- 1. Topographical map showing the proposed location and access road.*
- 2. Planned access road is 600 feet long and 20 feet wide. The road will follow the natural contours of the land and will have drainage facilities installed to meet the requirements of NTL-6. No extra surfacing materials will be used.*
- 3. Map showing existing producing facilities and access roads.*
- 4. Location of surface equipment if required.*
- 5. Drilling and completion water will be obtained from the San Juan River.*
- 6. All pits will be fenced and constructed in such a way as to prevent litter on the location.*
- 7. We will dispose of all waste by placing it in the reserve pit and burying it when the well is completed.*
- 8. There will be no camp at or near the well site.*
- 9. There will be no air strip.*
- 10. A plat is attached showing the location of the rig, mud tanks, reserve pit, burn pit and etc.*
- 11. A letter of Certification is attached. The operator representative for compliance purposes is Rudy D. Motto, Area Superintendent, P.O. Box 808, Farmington, New Mexico 87401. Phone (505) 325-3587.*
- 12. After the well is completed, the location will be cleaned up and bladed. The reserve pit will be allowed to dry and then be filled and restored to its natural state.*
- 13. The soil is sandy loam and clay, the principal vegetation is juniper, pinon, sagebrush, galleta, snakeweed, rabbit brush, prickley pear, four wing salt-brush and indian rice grass.*

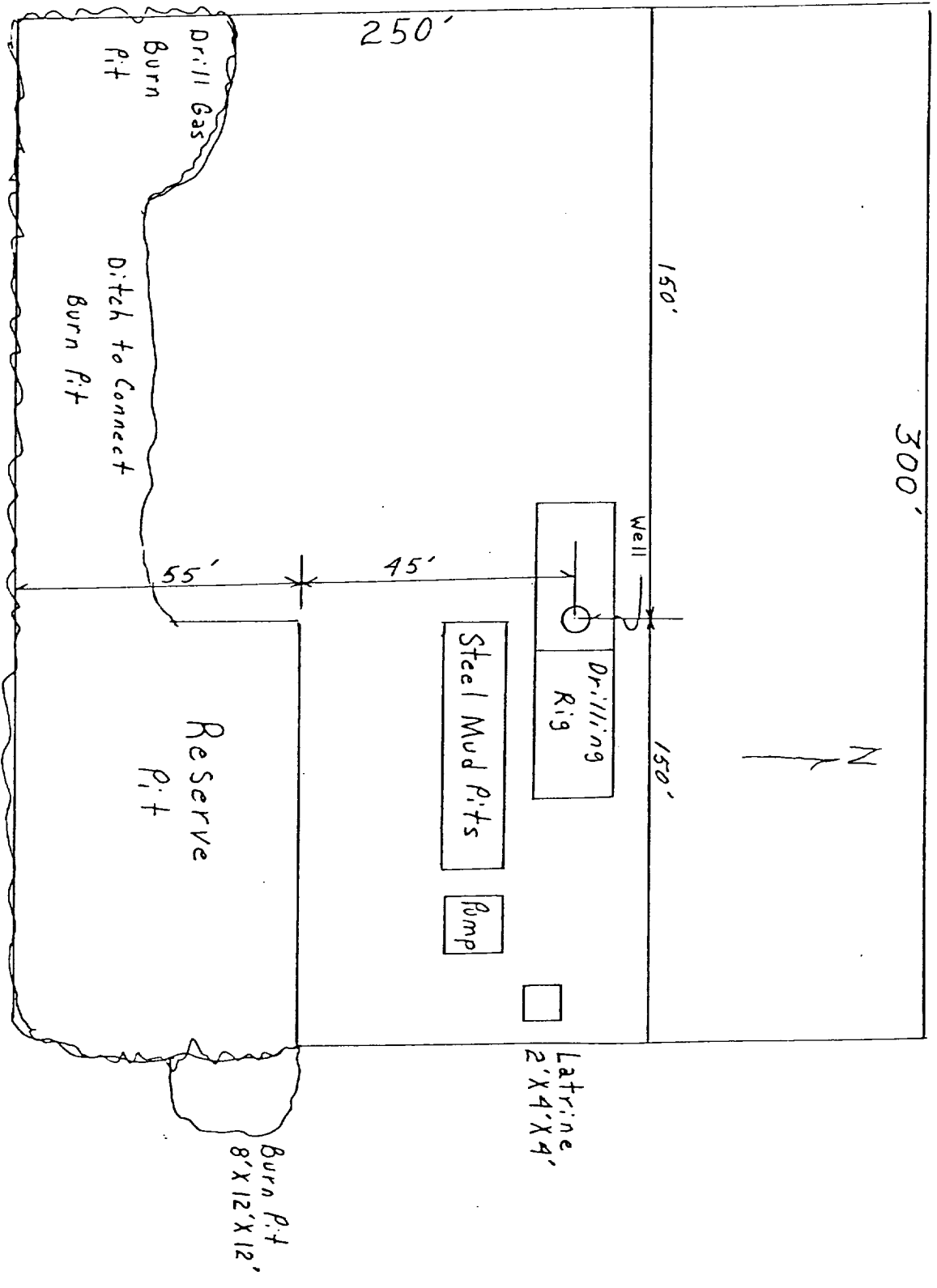


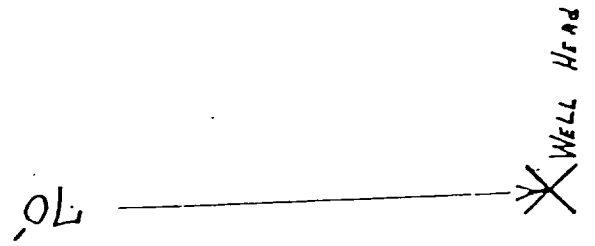
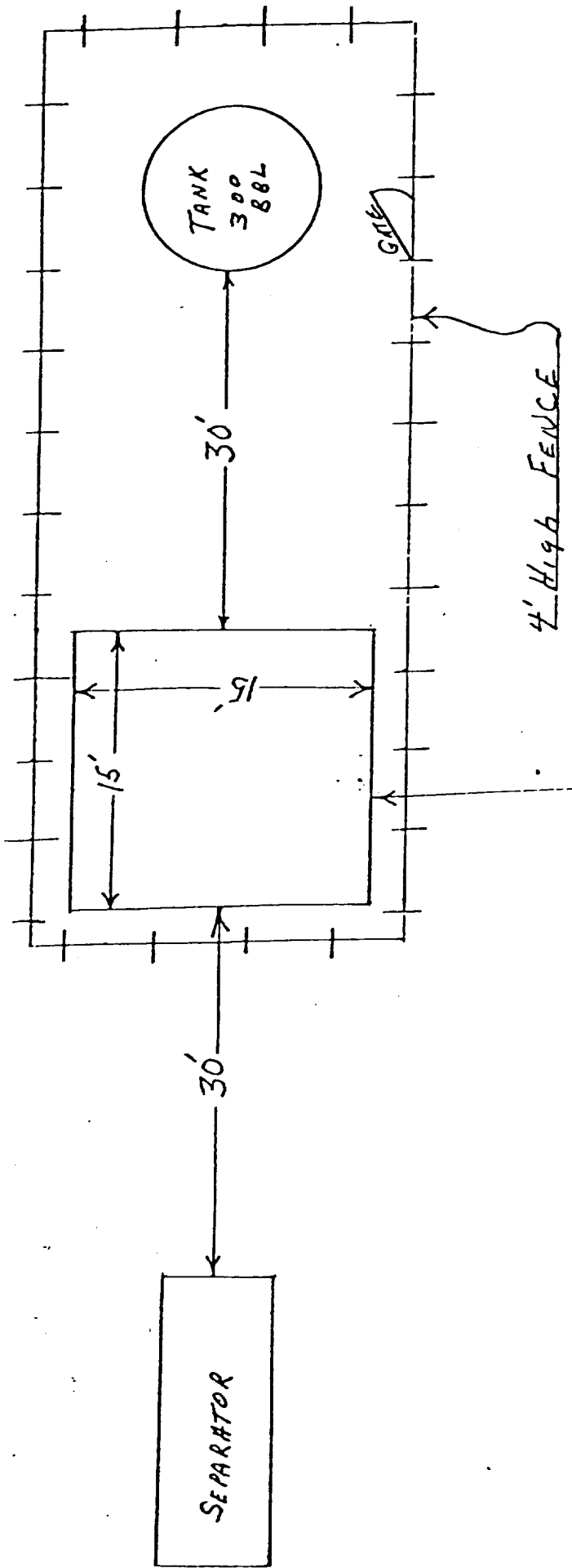
LOCATION AND EQUIPMENT LAYOUT

SUPRON ENERGY CORPORATION

Oxnard No. 3-A

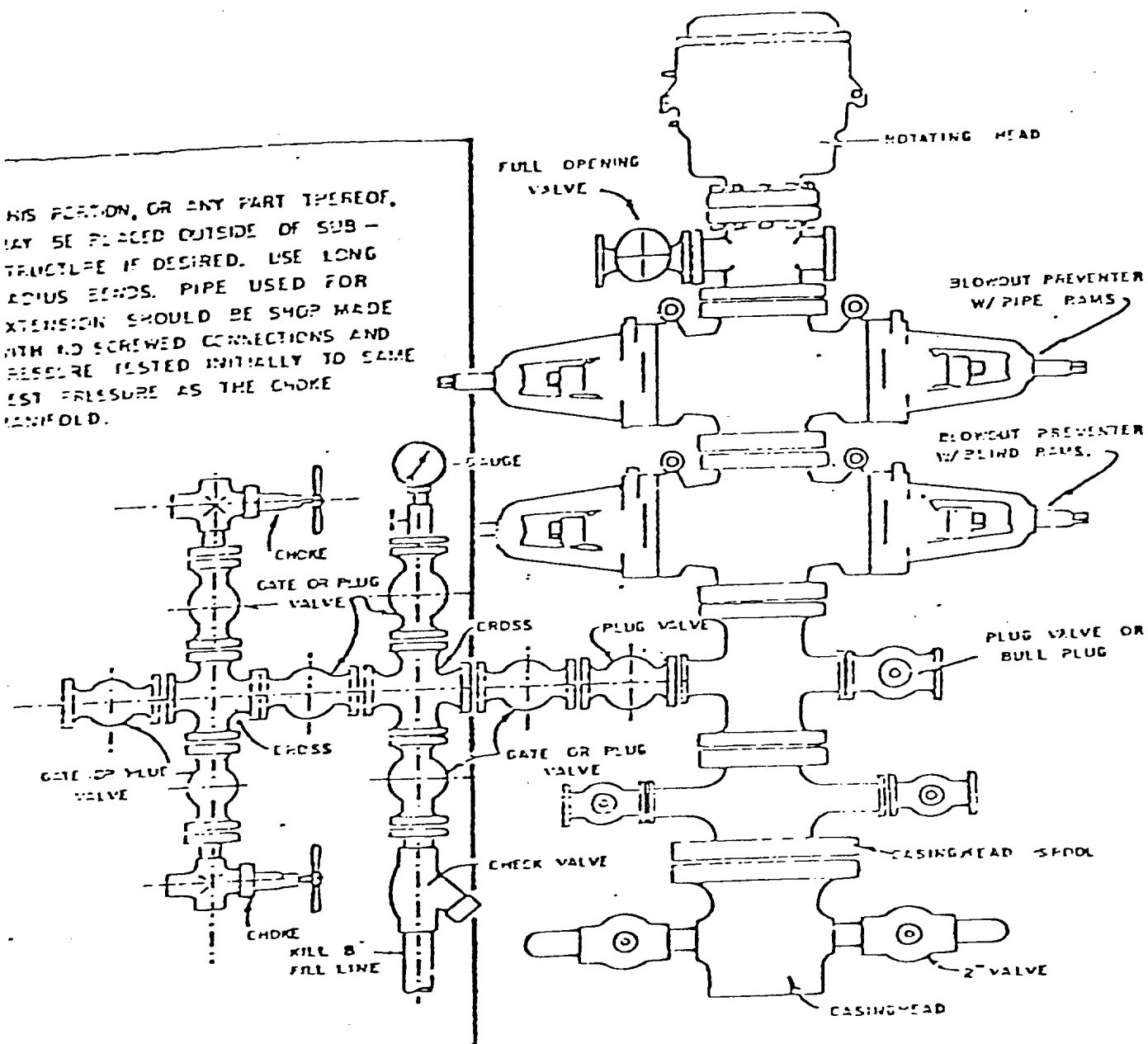
1120 feet from the South line and 880 feet from the East line of Section 8, Township 31 North, Range 8 West, N.M.P.M., San Juan County, New Mexico





Blowout Preventer will be tested daily and prior to drilling out with the results to be logged on the drillers report.

The B.O.P. and all valve and fittings are rated at 3000 psi working pressure, and hydraulically operated

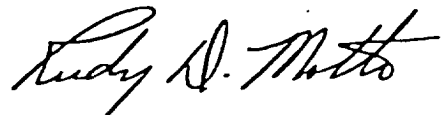


BLOWOUT PREVENTER HOOKUP

SUPRON ENERGY CORPORATION
Post Office Box 808
FARMINGTON, NEW MEXICO 87401

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be performed by SUPRON ENERGY CORPORATION and its contractors subcontractors in conformity with this plan and the terms and conditions under which it is approved.

SUPRON ENERGY CORPORATION

A handwritten signature in cursive script, reading "Rudy D. Motto".

Rudy D. Motto
Area Superintendent
Phone: 325-3587

SUPRON ENERGY CORPORATION

OXNARD No. 3-A

SE ¼ Sec. 8 T-31N, R-8W, N.M.P.M.

San Juan County, New Mexico

1. The Geologic name of the surface formation is, "Wasatch".
2. The estimated tops of important Geologic markers are:

A. Base of the Ojo Alamo	2435 ft.
B. Kirtland	2435 ft.
C. Fruitland	3115 ft.
D. Pictured Cliffs	3465 ft.
E. Chacra	4385 ft.
F. Cliff House	5086 ft.
G. Point Lookout	5788 ft.
H. Gallup	7196 ft.
I. Greenhorn	7818 ft.
J. Dakota	7950 ft.
3. The estimated depths at which anticipated water, oil or other mineral bearing formations are expected to be encountered are:

A. Ojo Alamo	2435 ft.	Water
B. Kirtland	2435 ft.	Water
C. Fruitland	3115 ft.	Water
D. Pictured Cliffs	3465 ft.	Water
E. Chacra	4385 ft.	Water
F. Cliff House	5086 ft.	Gas
G. Point Lookout	5788 ft.	Gas
H. Gallup	7196 ft.	Dry
I. Greenhorn	7818 ft.	Shale
J. Dakota	7950 ft.	Gas
4. The casing program is shown on form 9-331C and all casing is new.
5. The lessee's pressure control equipment schematics are attached, along with minimum specifications, testing procedures and frequencies.
6. The type, estimated volumes, and characteristics of the circulating medium are as follows:

A. 0 to 250 ft.	Natural Mud
B. 250 to 3760 ft.	Permaloid non dispersed mud containing approx. 90 sx gel, 35 sx of permaloid and 10 sx of CMC.
C. 3760 to 8150 ft.	Natural Gas
7. The auxiliary equipment to be used will be floats at the bit and a sub on the floor with a full opening valve to be stabbed into the drill pipe when the kelly is not in the spring.
8. The well is in an area which is partially developed; therefore we will not have a testing and coring program. The logging program is as follows:

A. E.S. Induction
B. Gamma Ray Density
C. Gamma Ray Correlation
D. Cement Bond Log
9. We do not expect to find any abnormal pressures, temperatures or hydrogen sulfide problems in this partially developed area.
10. The anticipated starting date for this well is July 1, 1980.