SUBMIT IN TRIPLICATE*

(Other instructions on reverse side) UNITED STATES

Form approved. Budget Bureau No. 42-R1425.

	FD STATES OF THE INTERIOR	reverse side)	30-045- 24	<u>575</u>	
	d. hase pashakitor i	AND SERIAL NO.			
APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK			NM-02707 6. IF INDIAN, ALLOTTEE	OR TRIBE NAME	
1a. TYPE OF WORK DRILL X	REEETVED	1	N/A	N/A 7. UNIT AGREEMENT NAME	
b. Type of well	SEP (SEINGLE		None 8. farm of lease Nam	E	
OIL CAS WELL X OTHER 2. NAME OF GPERATOR			Tommy Bol	lack	
Tom Bolack 3. ADDRESS OF OPERATOR	U. S. GEOLOGICAL SUPPLEY FARMINGTON, IN. 181.		1	· ·	
P.O. Box 255, Farming to	n, NM 87401 in accordance with any State r	equirements.*)	Basin Dako	10. FIELD AND POOL, OR WILDCAT Basin Dakota	
At surface 790 ft. From the	South and west	lines	11. SEC., T., R., M., OR B AND SUEVEY OR AR	LK.	
At proposed prod. zone Same 14. DISTANCE IN MILES AND PRECTION FROM NEAR	COM TOWN OR POST OFFICE		S1-T30N-R12	2W, N.M.P.M.	
			San Juan	New Mexico	
15 miles east of Farm 15. DISTANCE FROM PROPOSED*	16. NO. OF A	ACRES IN LEASE 17.	NO. OF ACRES ASSIGNED	TOW HEATE	
LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig, unit line, if any)		160 ac.	5/320 ac.		
18. DISTANCE FROM PEOPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 12	50 ft. 19. PROPOSE	80 ft.	Rotary		
21. ELEVATIONS (Show whether DF, RT, GR, etc.)			22. APPROX. DATE WO	RK WILL START*	
DRILLING OF THE 5736A Groun	d		This coll October	1980	
SUBJECT TO THE CONTROL OF THE CONTRO	ROPOSED CASING AND CEM	MENTING PROGRAM	appear presented to bill		
SIZE OF HOLE SIZE OF CASING		SETTING DEPTH	QUANTITY OF CEMEN	· · · · · · · · · · · · · · · · · · ·	
12 1/4" 8 5/8" 7 7/8" 5 1/2"	24#, J-55 15.5#, K-55 68		50 sx. 00 sx.		
Operator proposes to	drill a Dakota	test well t	o 6880 ft. to t	est Gallup &	
Dakota gas possibilities.	8 jts of 8 5/8'	" surface cs	g. will be set	in 250 ft. of	
12 1/4" hole with cement 3,000 psi blow out preven	circulated to t	the surface.	A dual ram 10"	-900 series,	
before drilling surface c	sg. shoe. A 7 7/8	8" hole will	be drilled wit	h mud to tota	
depth estimated to be 50	ft. into the Mor	rrison Fm. C	irculating medi	um will be a	
gel-based mud with a 8.9	to 9.4#, 4 5 vi:	scosity and	low water-loss	properties to	
control lost circulation ed. At total depth an Ind	possibilities. P uction-Electric	no abnormai al. Formatio	n Density and C	ompensated	
Neutron Density log with	caliper will be	run. 5 1/2"	, 15.5# product	ion casing	
will be run to total dept	h with sufficies	nt cement to	cover all form	ations below	
the Fruitland. Possible p	roductive zones	will be per	forated, acidiz	ed, and stim-	
ulated with an appropriat Nacimiento Fm - Surface,	e sand-water fr	ac treatment	. Estimated for	mation tops:	
Cliffs Ss - 2100', Lewis	ojo Alamo as - Sh 2200° Me:	saverde Em.	- 3675'. Point	Lookout Ss	
4440', Mancos Sh 4700'	Gallup Ss - 57	05'. Lower/M	Cancos Sh - 5970)', Dakota Ss.	
200e. If proposal is to drill or deepen direction preventer program, if any.	O. Estimated Dr.	id Lingo timeo	A Social W. Some and propose	d new productive	
preventer program, if any.	C	Contraction of the second	· -	4	
SIGNED // Uliam N.C.	SEET TITLE A	gerten	DATE Sept.	4, 1980	
(This space for Federar or State office as		MULIVED			
PERMIT NO:	APPR	OVASEP 22 1980			
APPROVED BY ROLL 11/2000	TITLE	DIL CON. COM.	DATE		
CONDITIONS OF APPROVED THAT WAY		DIST. 3			
	3		- Sorregar Art		
ok 3 ml	PIN	³ 000			

Well No. Lcose Operator #1 Tommy Bolack Tom Bolack Unit Letter Section Township Hange County 12 West San Juan 30 North Actual Footage Location of Well: 790 West South 790 feet from the line and feet from the Dedicated Acreage: Ground Level Elev. Producing Formation P∞l 5735 **S/2-**320 Dakota Basin Dakota 1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling. etc? If answer is "yes," type of consolidation __ Yes If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) T. Bolack-SW/4: Southland Royalty-S/2SE/4. NW/4SE/4 No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commis-Awaiting order on compulsory pooling hearing, CaseNo. 6993, held 8/6/80 CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. William R. Speer Position Agent Company Tom Bolack September 4, I hereby certify that the wall-location Sec. E.P. MATHIAS TOM BOLACK SOUTHLAND ROYALTY under my knowledge and belief the Alan of my Chrisman Fee Date Surveyed 790 September 2, 1980 Registered Professional Engineer and/or Land Surveyor Federal 790' Federal Certificate No. Edgar L. Risenhoover, L.S.

1920 1650

1980

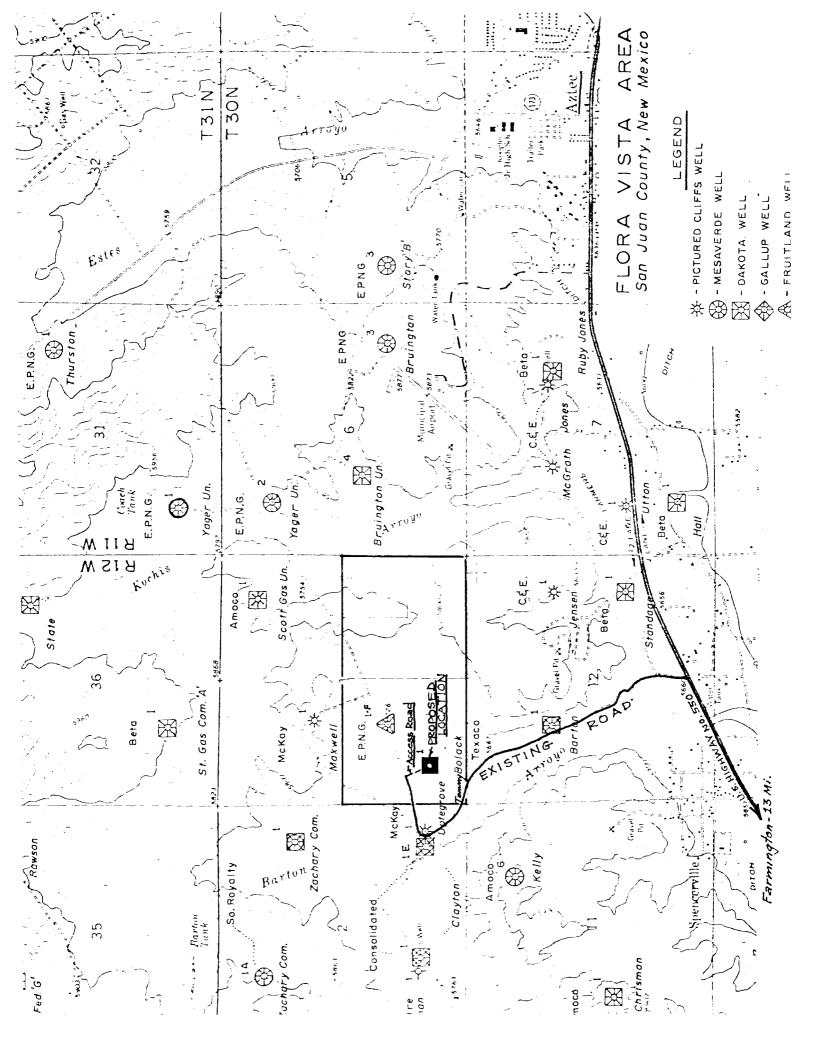
2310

2000

1500

1000

200



DEVELOPMENT PLAN FOR SURFACE USE

For proposed Tom Bolack #1 Tommy Bolack well, located 790 ft. from the south and west lines of Section 1, T30N-R12W, N.M.P.M., San Juan Co., N.M.

- 1. The attached topographic map (scale: 1 inch = 2000 ft.) indicates the proposed location of the well, as well as the location of existing roads and wells in the immediate vicinity.
- The proposed well is accessible by utilizing existing U.S. Highway 550 to approximately $1 \, 1/2$ miles from the western city limit of Aztec, where a maintained dirt road extends 1.2 miles northward to the Consolidated Oil & Gas Co. #1-E Clayton well. Eastward from this well is a maintained pipeline right-of-way road which, at 1500 ft. distance, is immediately north of the proposed location. It will be necessary to construct approximatley 500 ft. of new road southward along a ridge to the location. This road will be approximately 14 ft. wide with appropriate bar and drainage ditches and appreciably no cut or fill necessary. The surface rights of the quarter section in which the proposed well is located is privately owned by Mrs. Lela D. Scott. The Operator has negotiated a release from Mrs. Scott for surface damages for the location, access roads and pipeline right-of-way required to drill, complete and produce this well and has agreed to clean up, rehabilitate and maintain these installations in a manner acceptable to the proper authority of the U.S. Geological Survey, as indicated on the attached copy of their agreement.
- 3. All existing wells in the immediate vicinity are shown on the attached map together with their current status.
- 4. If tank batteries and production equipment (horizontal separator and heater-treater) are required, they will be placed on the constructed location within 150 ft. to 200 ft. of the wellhead for each producing zone. A tie with the existing El Paso Natural Gas Co. gathering system 500 ft. to the north is anticipated.
- 5. Water for the drilling and completion of the proposed well will be obtained from the Animas River and hauled by truck to the location for storage in portable water tanks.
- 6. No construction materials will be required.
- 7. All trash, garbage and debris will be placed in a burn pit excavated adjacent to the reserve pit. All burnable material will be burned and the remainder buried under a minimum 4 feet of dirt cover upon completion of drilling. Drilling wastes (cuttings, mud, chemicals, etc.) will be contained in the reserve pit and upon completion of drilling and any completion attempt, will be allowed to dehydrate thoroughly within the fenced reserve pit (for approximately 4-6 weeks) then buried beneath a minimum 4 feet of dirt cover, tamped and leveled to conform with the pre-existing terrain or the level of the production location. A portable toilet will be provided for human waste.

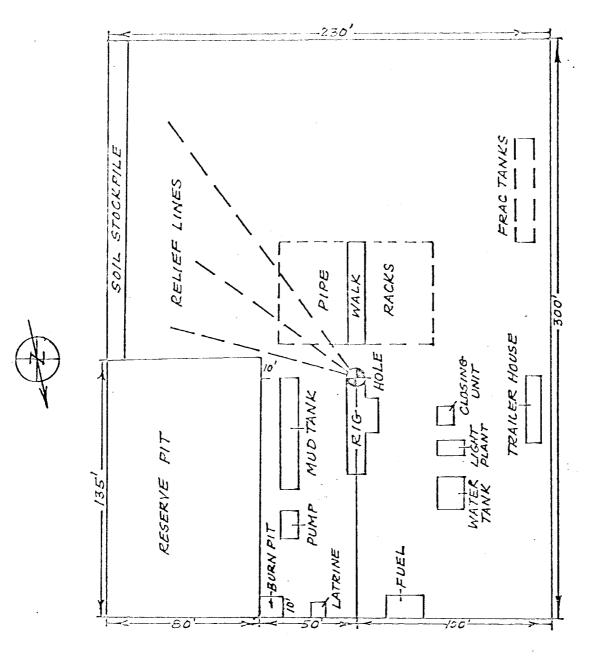
- 8. No ancillary facilities are required or planned.
- 9. The well-site layout is illustrated on the attached plat.
- 10. Cleanup of the well location will commence immediately following removal of the drilling and completion equipment. The reserve pit will be fenced and allowed to dry out sufficiently to permit proper infilling, tamping and leveling. The entire location will be leveled and if the well is productive; will be maintained free of trash, debris and weeds. Any tankage or pits will be appropriately fenced. Rehabilitation and maintainence has been discussed with the surface owner in accordance with the attached damage release.
- 11. The surface which will be disturbed is essentially barren, pebble-covered silt soil with sparse pinon and sagebrush vegetation and only minimal grass. It is not used for grazing now, nor has it been in recent years. There is no evidence of archaeological remains within the area, as determined by a careful surface examination.
- 12. The lessee and operator's representative and agent for the proposed well is William R. Speer, P.O. Box 255, Farmington, NM 87401. His office telephone number is 505-325-7789 and his residence number is 505-325-2520.
- 13. Certification:

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 Mr. Tom Bolack and his contractors and sub-contractors in conformity with this plan and the terms and conditions under which it is approved.

Sept. 4, 1980

William R. Speyr Consulting Geologist LOCATION FOR:

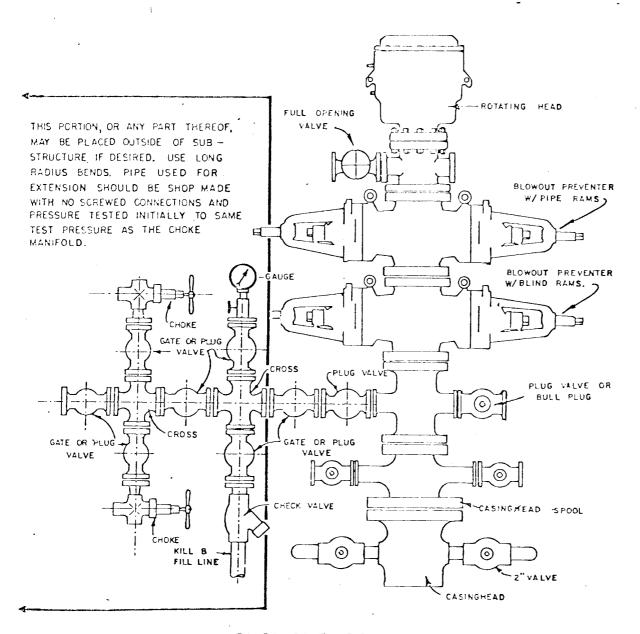
TOM BOLACK #1 TOMMY BOLACK DAKOTA TEST:
SW4SW4 SECTION 1, T30N-R12W, SAN JUAN CO., N.M.



DAKOTA WELL DRILL-SITE LAYOUT PLAT

SHOWING SIZE, LOCATION & PLACEMENT OF VARIOUS DRILL UNITS

SCALE: 1 INCH = 50 FEET



BLOWOUT PREVENTER HOOKUP

KHOW ALL MEN BY THESE PRESENTS:

MAITTED	nd in consideration of the sum of
Tom Bolack and his age contractors from all actions, ca demands whatsoever for and on ac struction of roadway, pipeline r	(\$ OMITTED) in hand the receipt and sufficiency of which ereby release and forever discharge nts, employees, contractors and subuses of action, suits, claims, and count of damages caused by the conight-of-way and drill-site locations g gas or oil wells to the real pro-
SW/4 SW/4 of section 1, Townshi	p 30 North, Range 12 West, N.M.P.M.
San Jua	n County, New Mexico
inber, growing crops, or lives ivity or operation conducted by premises, either acting through through its contractors and subclined.	mages to structures, improvements, tock thereon, arising out of any act- Tom Bolack on said its agents and employees or by and Bhiractors.
The undersigned represents and occupy the surface of said pate receive payment for the damage	that ^{she} is legally entitled to possess coperty and is, therefore, entitled es sustained thereto.
and satisfaction to Mrs. Lela n	lease also is a complete discharge Scott obligations to the date es as provided for in the existing above-described premises.
SIGNED this 17th day of	<u>August</u> 19 <u>80</u> .
-	Lela D. Scott
WITHESSES:	
7, 3	·
Don Jensen	

The operator has agreed to clean up and maintain the roads, well locations and pipeline right-of-way in a manner acceptable to the proper authority of the U.S. Geological Survey.