

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

30-045-28677

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

McKenzie Methane Corporation

3. ADDRESS OF OPERATOR

1911 Main Ave., #255, Durango, Colorado 81301

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

At surface

970' FSL, 1750' FWL

At proposed prod. zone

Same

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

6 miles NE of Aztec, NM

10. DISTANCE FROM PROPOSED*
LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT.
(Also to nearest drig. unit line, if any)

970'

16. NO. OF ACRES IN LEASE

2450.28

17. NO. OF ACRES ASSIGNED
TO THIS WELL

W/2 320.2 /

18. DISTANCE FROM PROPOSED LOCATION*
TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT.

1000'

19. PROPOSED DEPTH

3110

20. ROTARY OR CABLE TOOLS

Rotary

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

6395'

22. APPROX. DATE WORK WILL START*

May 30, 1992

23. PROPOSED CASING AND CEMENTING PROGRAM

| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH | QUANTITY OF CEMENT |
|--------------|----------------|-----------------|---------------|--------------------|
| 12-1/4 | 8-5/8 | 24 | 250 | 175 sx B |
| 7-7/8 | 4-1/2 | 10.5 | 3110 | 475 sx 65/35 POZ + |
| | | | | 125 sx 50/50 POZ |

"Approval of this action does
not warrant that the applicant
holds legal or equitable right
or title to this lease."

RECEIVED

JUN - 3 1992

OIL CON. DIV
DIST. 3

FORM 2800 ATTACHED FOR EXISTING ACCESS ROAD R-O-W

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

TR/ Sgl

TITLE

Operations Manager

DATE

4-14-92

(This space for Federal or State office use)

PERMIT NO.

APPROVAL DATE

APPROVED BY

TITLE

CONDITIONS OF APPROVAL, IF ANY:

ok

REMOVED

APPROVED
12 MAY 1992

MAY 1992

James S. Keller
F N

*See Instructions On Reverse Side

Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT I

P.O. Box 1980, Hobbs, NM 88240

DISTRICT II

P.O. Drawer DD, Artesia, NM 88210

DISTRICT III

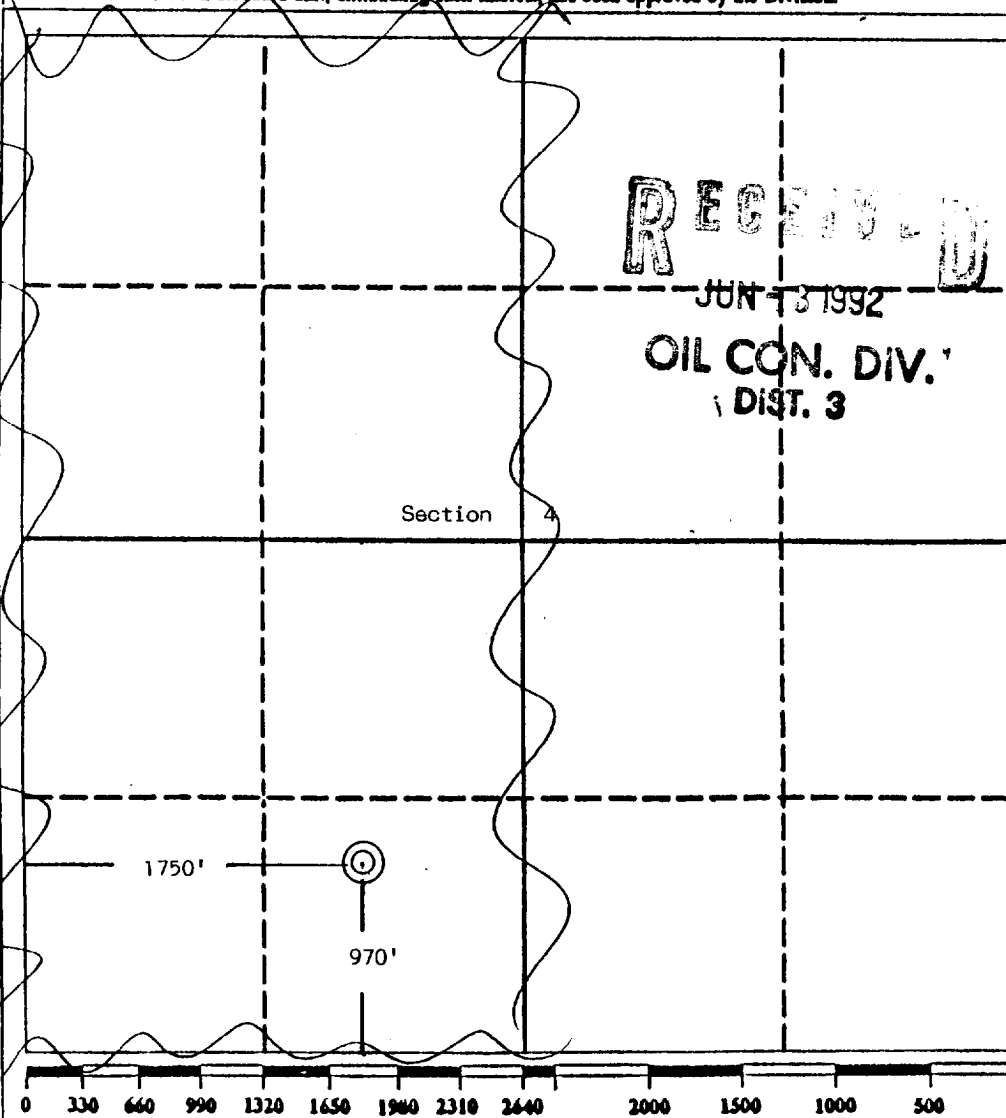
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

| | | | | | |
|---|--------------------------------|----------------------|----------------------------------|--------------------|--|
| Operator McKenzie Methane Corporation | | | Lease Atlantic 3 4 | | Well No. 1 2 |
| Unit Letter N | Section 4 | Township 30 North | Range 10 West | County San Juan | |
| Actual Footage Location of Well: 970 feet from the South line and 1750 feet from the West line | | | | | |
| Ground level Elev. 6395 | Producing Formation FT Coal | | Pool Basin FT. Coal | | Dedicated Acreage: w/2 320-21 Acres |

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communalization, unitization, force-pooling, etc.?
☐ Yes ☐ No If answer is "yes" type of consolidation _____
If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary).
No allowable will be assigned to the well until all interests have been consolidated (by communalization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature
R. J. Sagle
Printed Name
R. J. Sagle
Position
OP. MGR
Company
McKenzie Methane
Date
4-8-92

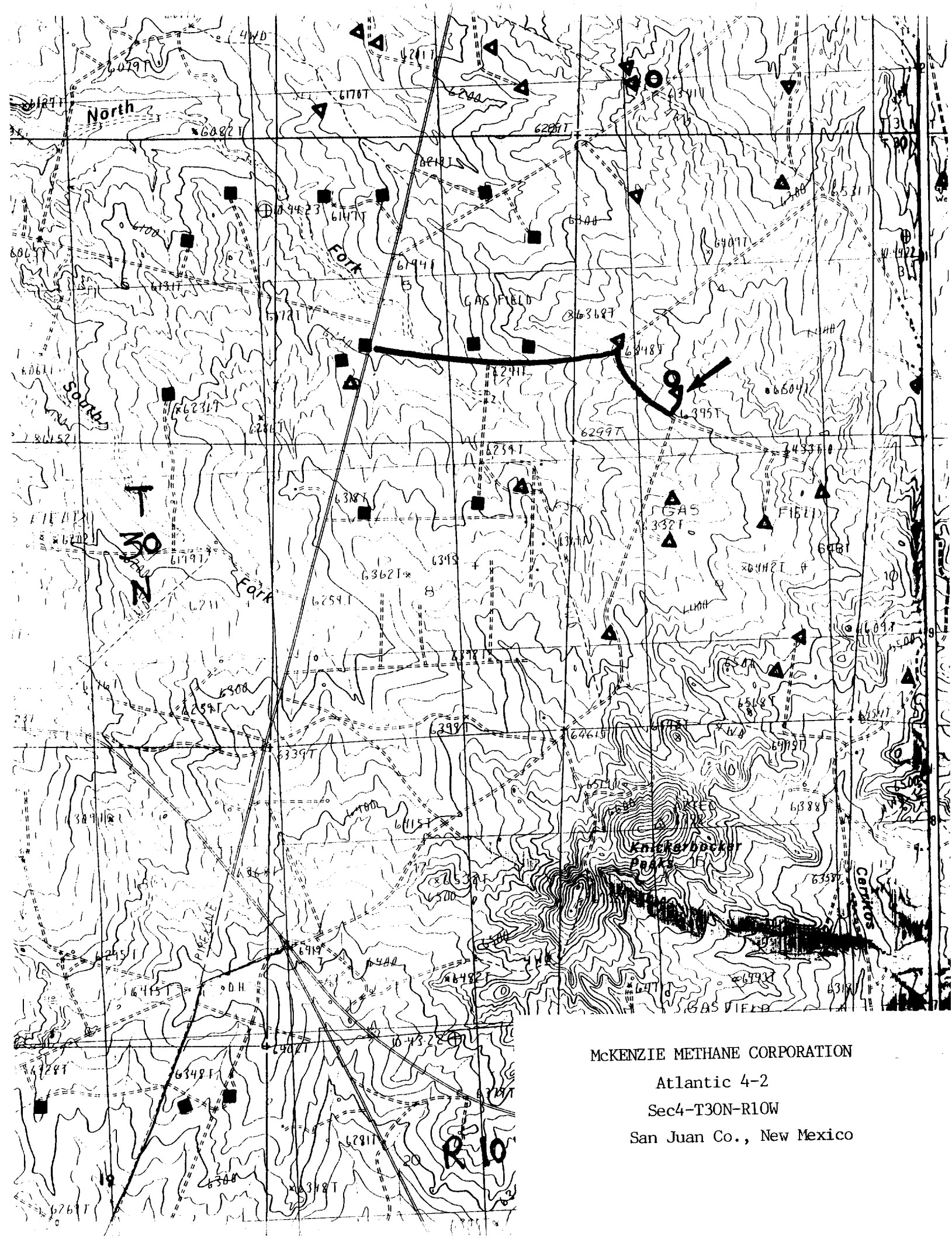
SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed
March 12, 1992

Signature & Seal of
Professional Surveyor

EDGAR L. RISENHOOVER
NEW MEXICO
5979
Edgar L. Risenhoover
REGISTERED LAND SURVEYOR



McKENZIE METHANE CORPORATION
Atlantic 4-2
Sec4-T30N-R10W
San Juan Co., New Mexico