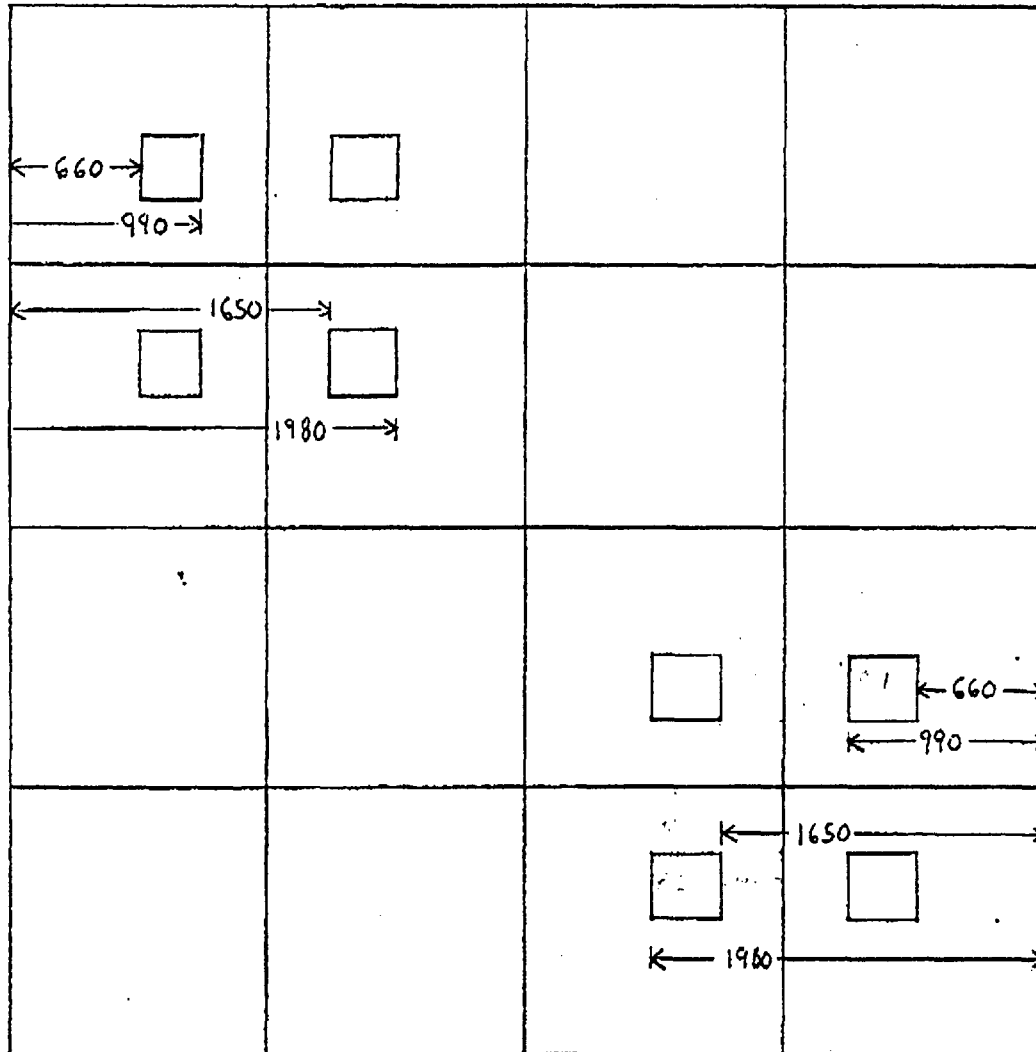


F

SPECIAL OIL SPACING

No closer than 660' to the drill tract boundary.

No closer than 330' to the inner boundaries or governmental 1/4 1/4 section lines.

No closer than 1320' to the nearest well drilling to or capable of producing from the same pool.

BEFORE EXAMINER STOGNER

Oil Conservation Division

BANNER Exhibit No. 1Case No. 9858

Exhibits 1 through 6
Complete set

Counselor: Gallup only

71 51 1:62 500)



UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

Bannon Energy, Inc.

3. ADDRESS OF OPERATOR

P.O. Box 2058, Farmington NM 87499

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

At surface

538' FSL, 2138' FEL

At proposed prod. zone
same

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

2 1/2 miles NW from Counselors Trading Post

15. DISTANCE FROM PROPOSED*

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

16. NO. OF ACRES IN LEASE

2462

17. NO. OF ACRES ASSIGNED

TO THIS WELL
160

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

19. PROPOSED DEPTH

5800'

20. ROTARY OR CABLE TOOLS

Rotary

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

6896' GR

22. APPROX. DATE WORK WILL START*

October 10, 1989

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"	24.0 lb.J-55	300'	Cement to Surface
7 7/8"	4 1/2"	10.5 lb.K-55	5800'	800 sx - volumes to be calculated subsequent t logging.

Well to be drilled to penetrate the Gallup Formation. All producing intervals in the Gallup will be stimulated as necessary.

EXHIBITS:

- "A" Location and Elevation Plat
- "B" Ten point compliance program
- "C" Blowout preventor diagram
- "D" Multi-point requirements of APD
- The gas from this lease is committed.

- "E" Site specific checklist for roads
- "F" Drill rig layout
- "G" Completion program layout
- "H" Location Profile
- "I" Proposed Pipeline

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

B. R. Salzman

TITLE Agent for Bannon Energy Inc. 7-27-89

(This space for Federal or State office use)

PERMIT NO.

APPROVAL DATE

APPROVED BY

TITLE

CONDITIONS OF APPROVAL, IF ANY:

BEFORE EXAMINER STOGNER

Oil Conservation Division

Exhibit No. 5

Case No. 9858

*See Instructions On Reverse Side

All distances must be from the outer boundaries of the Section.

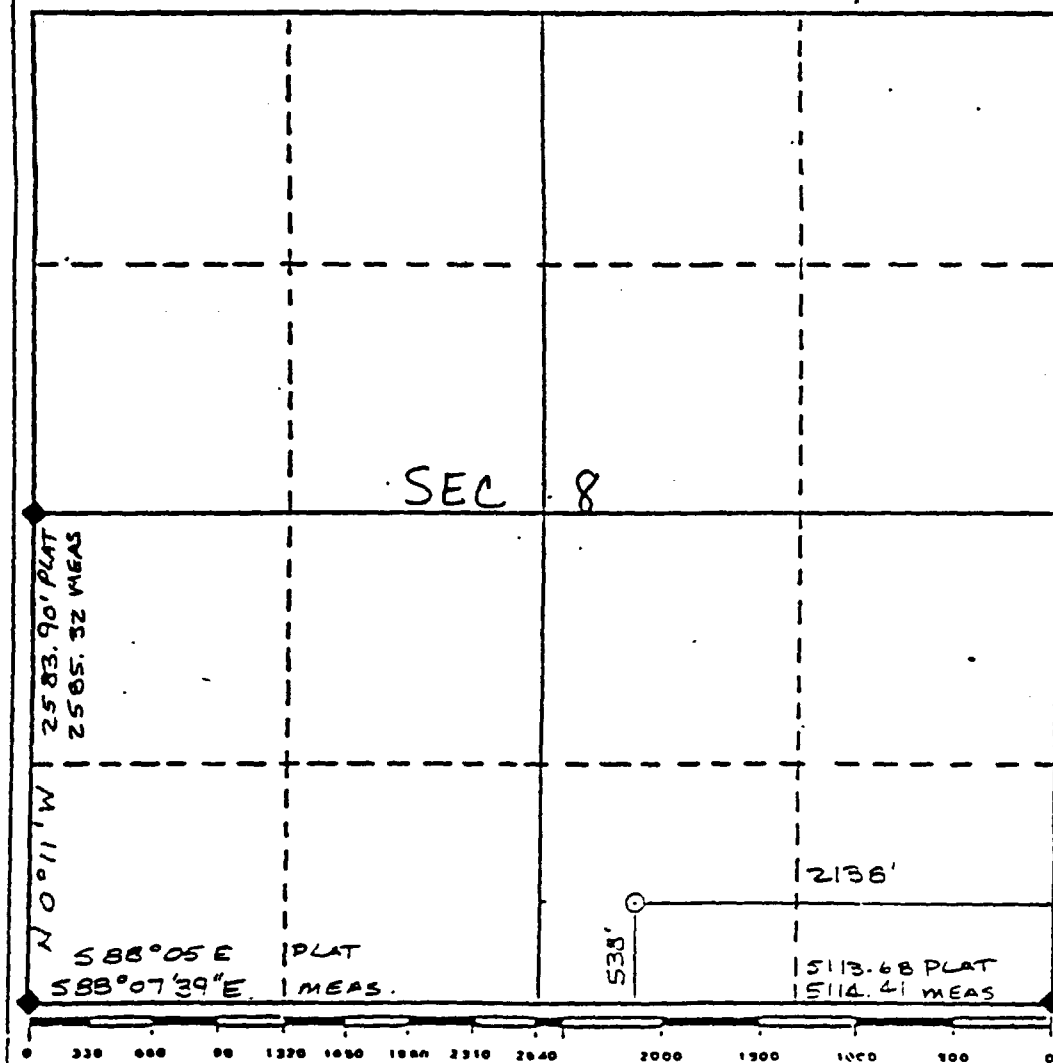
Operator Bannon Energy, Inc.			Lease Federal		Well No. 8-2
Unit Letter O	Section Sec. 8	Township T-23-N	Range R-6-W	County Rio Arriba County	
Actual Postage Location of Well: 538 feet from the South line and 2138 feet from the East line					
Ground Level Elev. 6896 ft.	Producing Formation Gallup	Pool Counselor Gallup-Dakota		Dedicated Acreages 160 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure 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?

☐ 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 communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Division.



CERTIFICATION

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

B. R. Salzman

Name

Operating Agent

Position

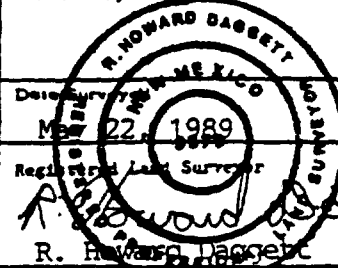
Bannon Energy, Inc.

Company

July 21, 1989

Date

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 of Survey

MAY 22, 1989

Registered Land Surveyor

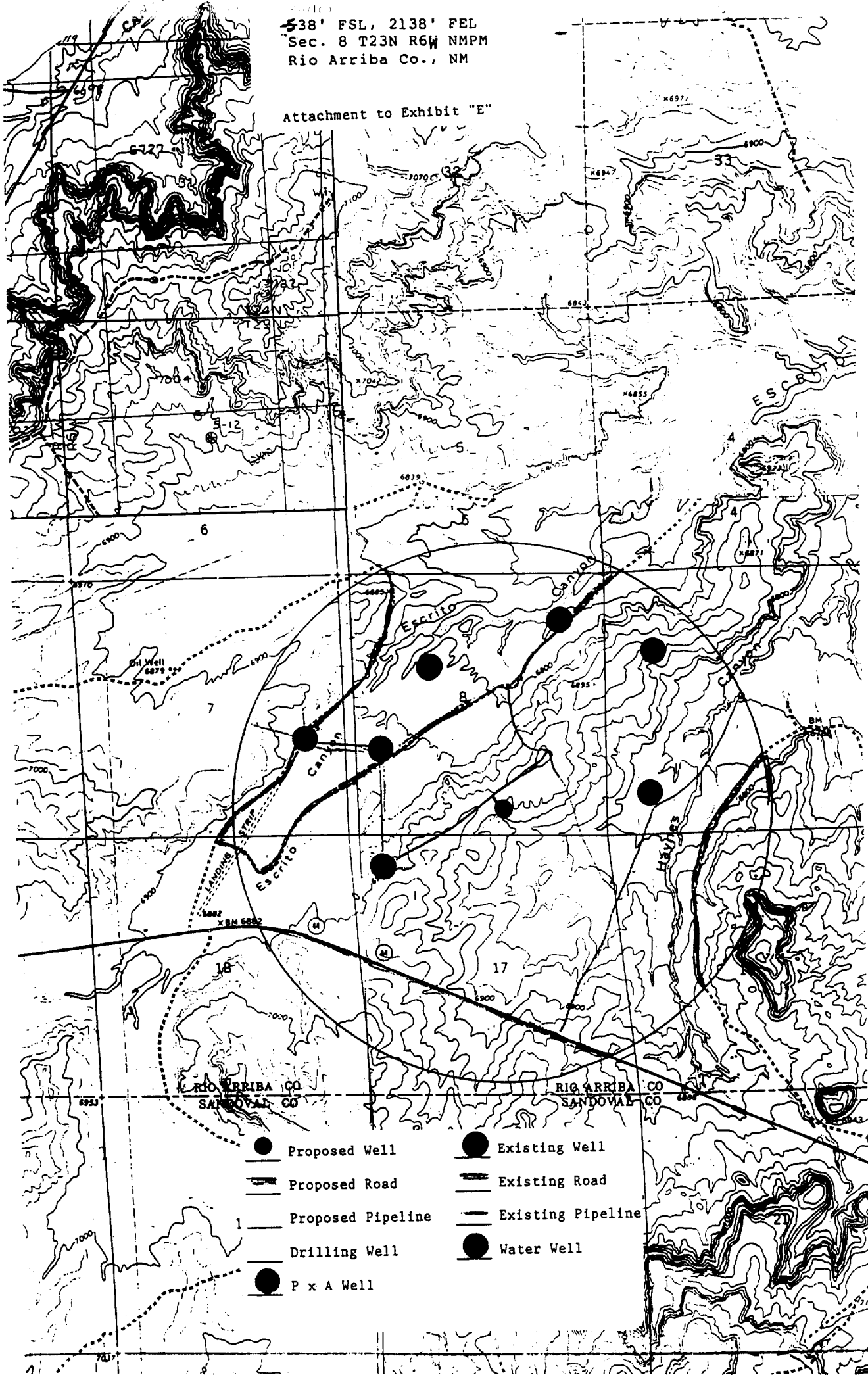
R. Howard Baggett

Certificate No.

NM 79679

538' FSL, 2138' FEL
 Sec. 8 T23N R6W NMPM
 Rio Arriba Co., NM

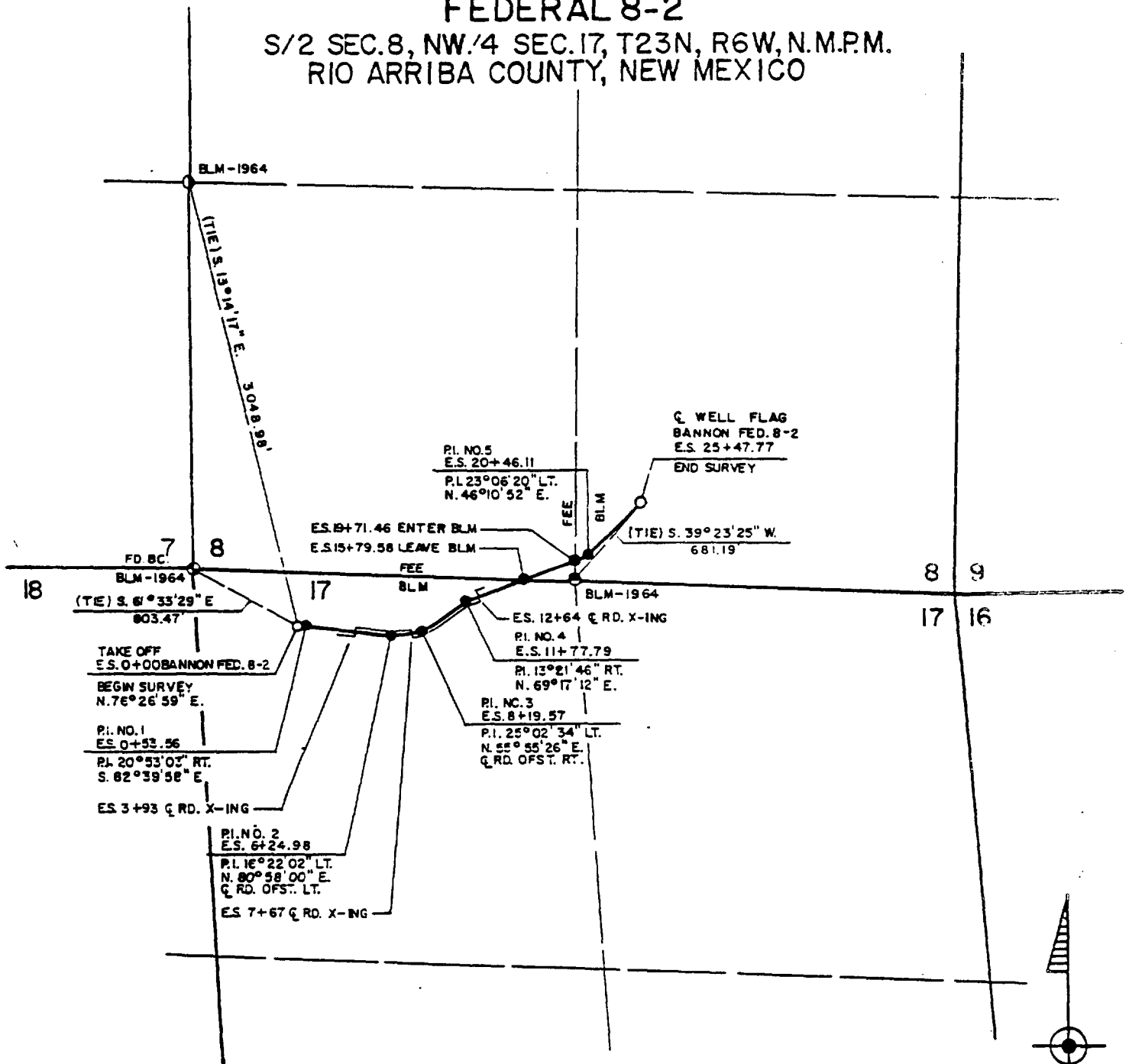
Attachment to Exhibit "E"



A SURVEY FOR BANNON ENERGY, INC. GAS PIPELINE FEDERAL 8-2

Attachment to Exhibit "I"

S/2 SEC. 8, NW 1/4 SEC. 17, T23N, R6W, N.M.P.M.
RIO ARriba COUNTY, NEW MEXICO



NOTE:

1. BASIS OF BEARING: WEST LINE OF THE SW 1/4 SEC. 8, T23N, R6W, N.M.P.M.,
BEARING = N. 00° 11' E.

O = SET CAPPED IRON PINS AT REFERENCE POINTS

OWNER	STATION	FT. / RODS
BLM	0+00 to 15+79.58	1579.58 / 95.73
FEE	15+79.58 to 19+71.46	391.88 / 23.75
BLM	19+71.46 to 25+47.77	576.31 / 34.93



0 500 1000

SCALE: 1" = 1000'

DATE: 6/28/89

R. Howard Daggett
R. HOWARD DAGGETT

I, R. HOWARD DAGGETT, A FULLY QUALIFIED LAND SURVEYOR
LICENSED UNDER THE LAWS OF THE STATE OF NEW MEXICO,
DO HEREBY CERTIFY THAT THIS PLAT CORRECTLY REPRESENTS
A SURVEY MADE BY ME OR UNDER MY DIRECT SUPERVISION AND
THAT THIS SURVEY MEETS THE AMENDED MINIMUM STANDARDS
FOR LAND SURVEYING IN NEW MEXICO

NAME CHNG	A.L.B	7/24/89
REVISION	REV BY	DATE

DAGGETT SURVEYING, INC.
1414 SCHOFIELD LANE
FARMINGTON, NEW MEXICO.
(505) 326-1772
REGISTERED LAND SURVEYOR
R. HOWARD DAGGETT N.MEX. NO. 9679

(November 1988)
(Formerly 9-331)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

(Other instructions on reverse side)

Expires August 31, 1989

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals.)

1. OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>		5. LEASE DESIGNATION AND SERIAL NO. SF 078359	
2. NAME OF OPERATOR Bannon Energy, Incorporated		6. IF INDIAN, ALLOTTEE OR TRIBE NAME	
3. ADDRESS OF OPERATOR c/o Holcomb Oil & Gas, Inc PO Box 2058 Farmington NM		7. UNIT AGREEMENT NAME	
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.* See also space 17 below.) At surface Unit 0 351' FSL and 2171' FEL		8. FARM OR LEASE NAME Federal 8	
		9. WELL NO. 2	
		10. FIELD AND POOL, OR WILDCAT Counselors Gallup Dakota	
		11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA	
14. PERMIT NO.	15. ELEVATIONS (Show whether DF, RT, GR, etc.) 6896' GR	12. COUNTY OR PARISH Rio Arriba	13. STATE NM

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

SUBSEQUENT REPORT OF:

TEST WATER SHUT-OFF <input type="checkbox"/>	PULL OR ALTER CASING <input type="checkbox"/>
FRACTURE TREAT <input type="checkbox"/>	MULTIPLE COMPLETE <input type="checkbox"/>
SHOOT OR ACIDIZE <input type="checkbox"/>	ABANDON* <input type="checkbox"/>
REPAIR WELL <input type="checkbox"/>	CHANGE PLANT <input type="checkbox"/>
(Other) <input type="checkbox"/>	

WATER SHUT-OFF <input type="checkbox"/>	REPAIRING WELL <input type="checkbox"/>
FRACTURE TREATMENT <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
SHOOTING OR ACIDIZING <input type="checkbox"/>	ABANDONMENT* <input type="checkbox"/>
** (Other) Location Change. <input type="checkbox"/>	
(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)	

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.) *

** Location change from 538' FSL x 2138' FEL to meet archaeology clearance.
(see attached plat and cut & fill diagram)

18. I hereby certify that the foregoing is true and correct

W.J. Holcomb

SIGNED W.J. Holcomb

TITLE Agent for Bannon Energy DATE 11-14-89

(This space for Federal or State office use)

APPROVED BY _____
CONDITIONS OF APPROVAL, IF ANY:

TITLE _____

DATE _____

*See Instructions on Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

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

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

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 BANNON ENERGY, INC.		Lease FEDERAL		Well No. 8-2	
Unit Letter 0	Section 8	Township T.23 N.	Range R.6 W.	County RIO ARriba COUNTY	
Actual Footage Location of Well: 351 feet from the SOUTH line and 2171 feet from the EAST line					
Ground level Elev. 6901	Producing Formation		Pool	Dedicated Acreage: Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.

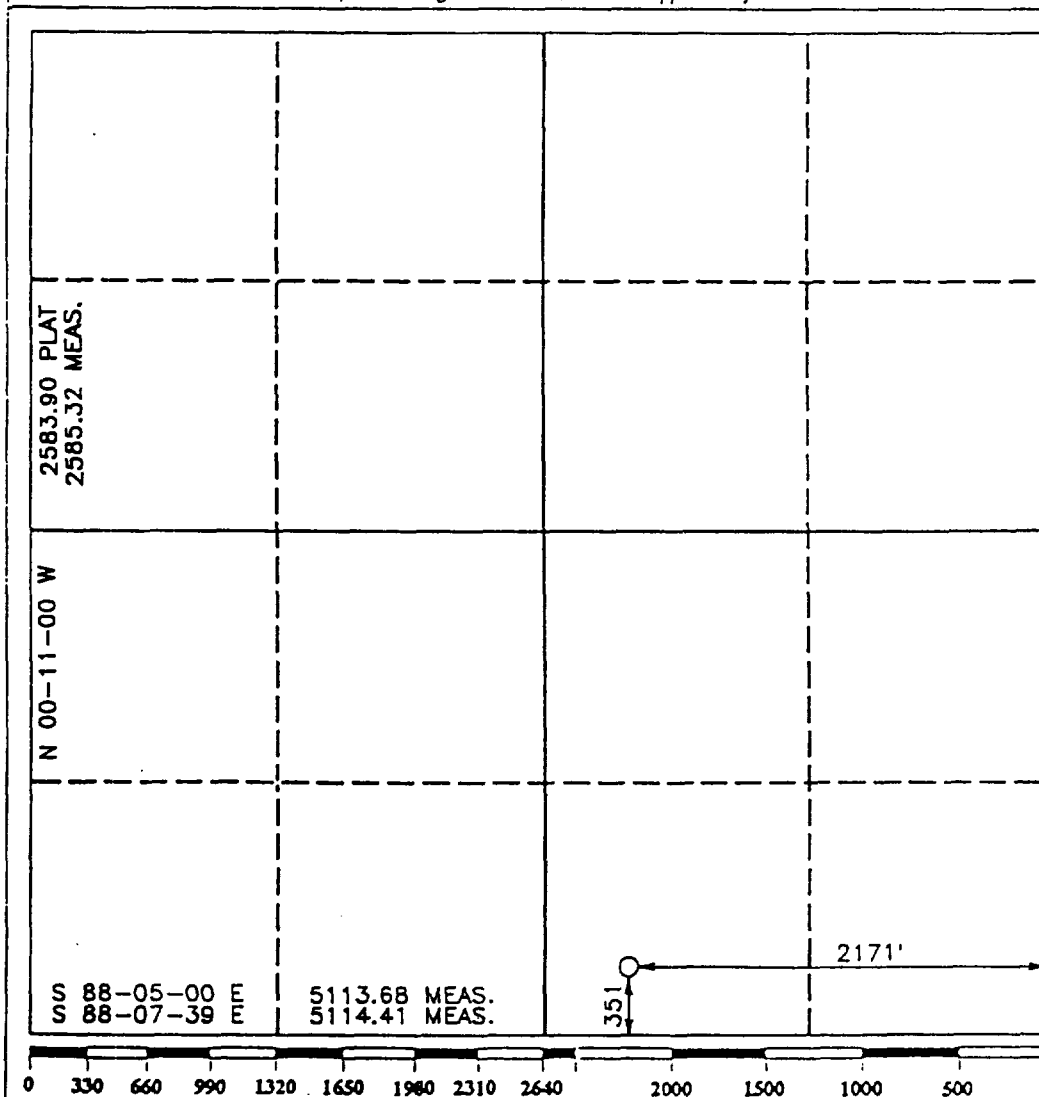
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).

3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, 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 communitization, 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

W. J. Holcomb

Printed Name

W. J. Holcomb

Position

Agent

Company

Bannon Energy, Inc.

Date

11-14-89

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

NOV. 10, 1989

Signature & Seal of
Professional Surveyor

R. HOWARD DAGGETT

Certificate No.

9679

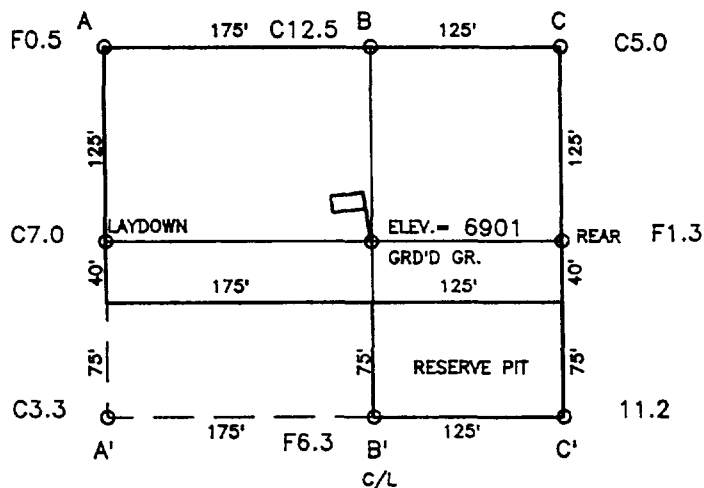
COMPANY: BANNON ENERGY, INC.

LEASE: FEDERAL 8-2

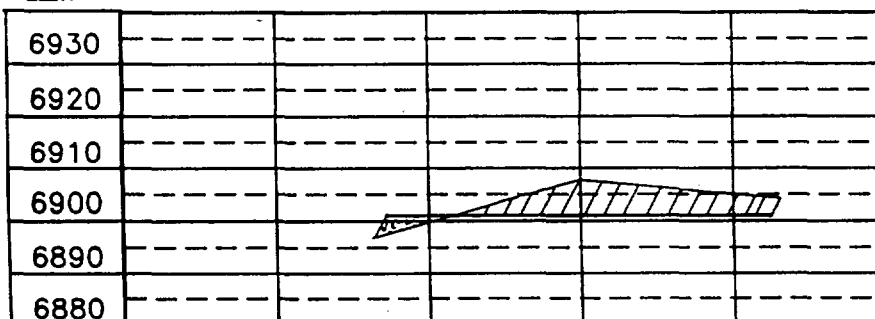
FOOTAGE: 351 FSL, 2171 FEL

SEC.: 8 TWN: 23 N. RNG: 6 W. NMPM

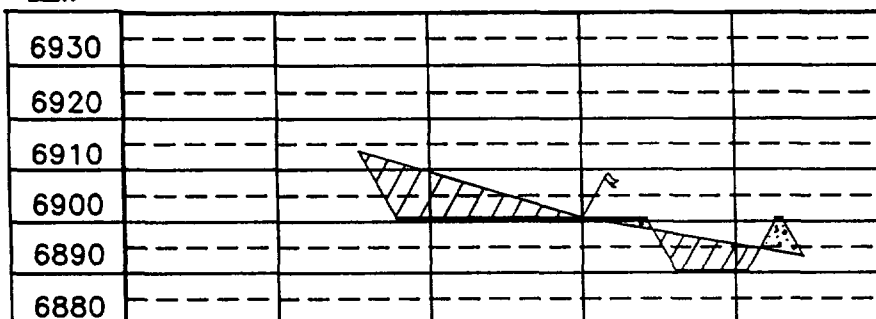
ELEVATION: 6901



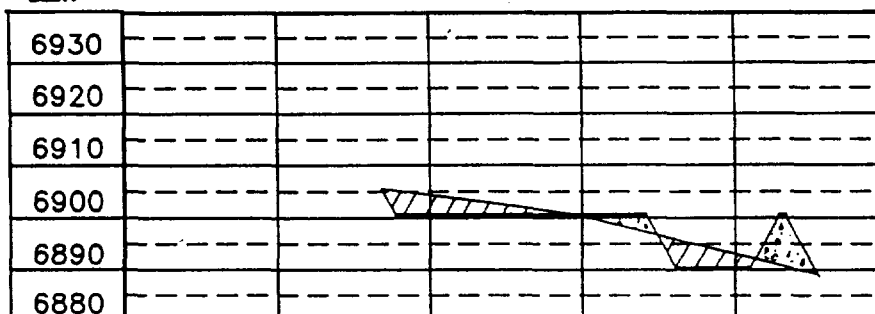
ELEV. A-A'



ELEV. B-B'



ELEV. C-C'



BEFORE EXAMINER STOGNER

Oil Conservation Division

~~BANNON~~ Exhibit No. 4

Case No. 985B

BANNON ENERGY INCORPORATED

3934 F.M. 1960 West, Suite 240
Houston, Texas 77068
(713) 537-9000
FAX (713) 537-8624

November 22, 1989

Mr. Mike Stogner
Energy and Minerals Dept.
Oil Conservation Division
310 Old Santa Fe Trail, Room 206
Santa Fe, New Mexico 87503

Re: Approval of Non Standard Location - Federal 8-2
Section 8, T23N-R6W
351' FSL x 2171' FEL
Counselors Gallup Dakota
Rio Arriba County, New Mexico

Dear Mr. Stogner

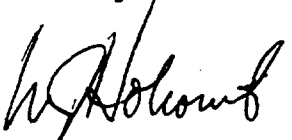
Please accept this letter as request for approval of non-standard location for the above referenced well.

We request your approval of a location exception based on the following:

The archaeological survey Technical Report No. 1740 was conducted on November 1989. Due to extensive archaeological constraints the well could not be located in an orthodox location. Please find enclosed the report no. 1740 as ATTACHMENT NO. 1 recommended clearance for the proposed well pad. ATTACHMENT NO. 2 is a map of offset leases within a one mile radius of the proposed location. The offset operators have been notified of this non-standard location request and copies of the requested Registered Receipts are shown as ATTACHMENT NO. 3.

Should you have any questions regarding this matter, please call me at (505) 326-0550. Thank you for your consideration in this matter.

Sincerely


W. J. Holcomb
Operating Agent,
Bannon Energy, Inc.

WKH:ck

Enclosures

BEFORE EXAMINER STOGNER

Oil Conservation Division

BANNON Exhibit No. 5

Case No. 9858



DIVISION OF CONSERVATION ARCHAEOLOGY

San Juan County
Museum Association

November 16, 1989

Mr. Bradley Salzman
Holcomb Oil and Gas
P.O. Box 2058
Farmington, New Mexico 87499

Dear Mr. Salzman:

Our addendum to the archaeological survey of the proposed Bannon Federal 8-2 well pad located southeast of Lybrook, Rio Arriba County, New Mexico is enclosed. No cultural manifestations were found. Two previously recorded sites, DCA-89-309 and DCA-89-458, lie adjacent to the project boundaries. They are at least 100 ft from construction activities and should not be affected.

We have recommended clearance for the restaked located of the Bannon Federal 8-2 well pad.

The Bureau of Land Management will review this report and make the final decision on archaeological clearance for your project.

Also enclosed is an invoice for our services. Please contact us if you have any questions concerning the report or invoice.

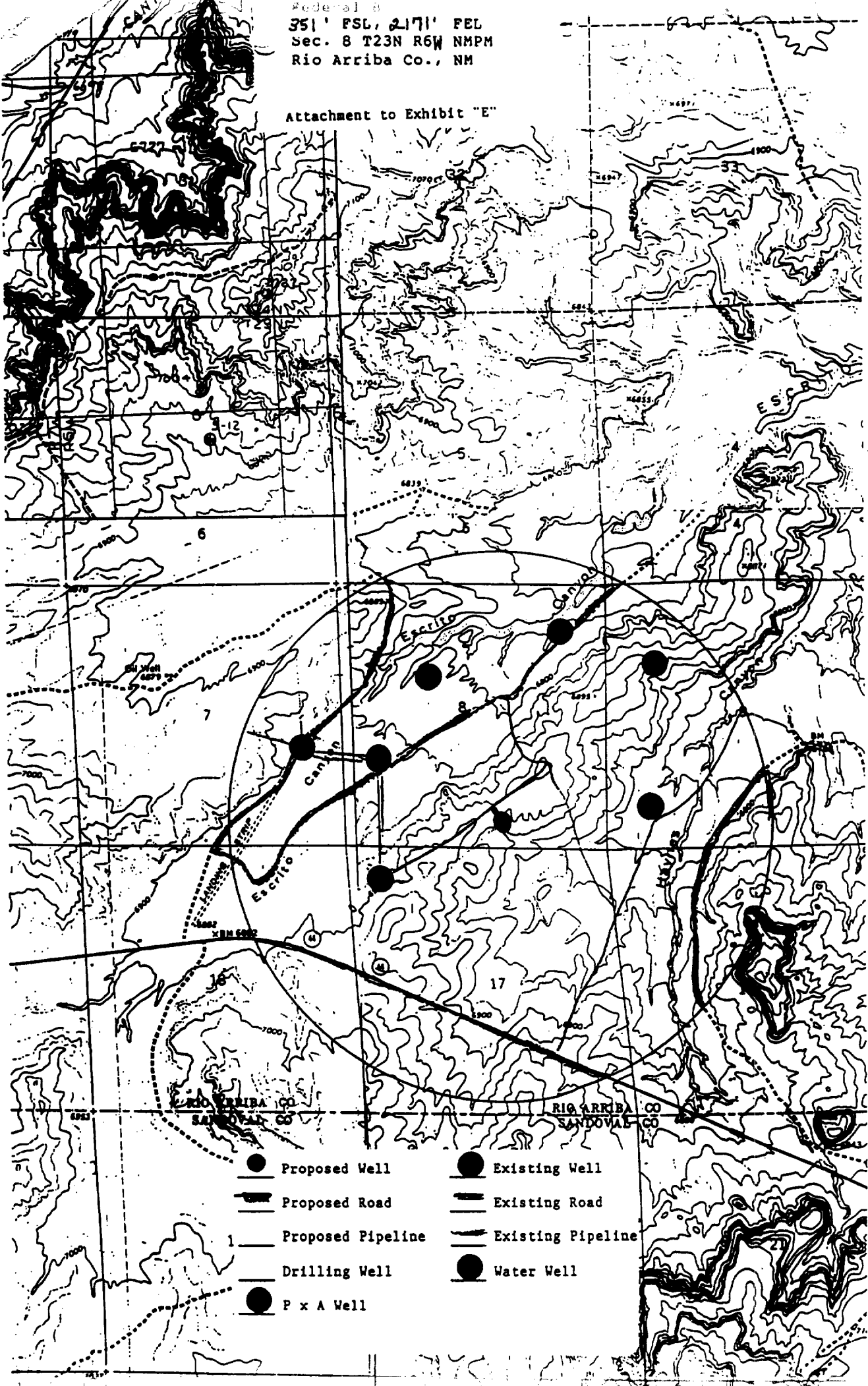
Sincerely,

Patricia Walker-Buchanan
Supervisory Archaeologist

cc: Resource Area Manager, BLM, Farmington (2)

Federal #
 351' FSL, 2171' FEL
 Sec. 8 T23N R6W NMPM
 Rio Arriba Co., NM

Attachment to Exhibit "E"



HOLCOMB OIL AND GAS

P. O. Box 2058 • Phone: (505) 326-0550 • Farmington, New Mexico 87499

January 5, 1990

RETURN RECEIPT REQUESTED
P-117-124-025

Merrion Oil and Gas Corporation
610 Reilly
Farmington, New Mexico 87499

Re: Unorthodox Oil Well Location and
Simultaneous Dedication - Federal 8-2
Section 8, T23N-R6W
351' FSL x 2171' FEL
Counselors Gallup Oil Pool
Rio Arriba County, New Mexico

This letter is to notify you of Bannon Energy, Inc.'s application for permit to drill the Federal 8-2 at a non-standard location as stated above. This application has been set to hearing at the next Examiner Hearing scheduled for January 24, 1990 in Santa Fe, New Mexico.

Should you have any questions regarding this matter, please call William Holcomb at (505) 326-0550. Thank you for your consideration in this matter.

Sincerely

W. J. Holcomb
W. J. Holcomb *ck*
Operating Agent,
Bannon Energy, Inc.

WKH:ck

BEFORE EXAMINER STOGNER

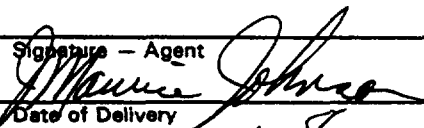
Oil Conservation Division

~~BANNON~~ Exhibit No. 6

Case No. 9858

● **SENDER:** Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
 Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. (Extra charge)
 2. ☐ Restricted Delivery (Extra charge)

3. Article Addressed to: Merriam Oil + Gas Corp 610 Reilly Farmington, Nm 87401	4. Article Number P 117 124025 Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise Always obtain signature of addressee or agent and DATE DELIVERED .
5. Signature — Address X	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature — Agent X 	
7. Date of Delivery 1-8	

HOLCOMB OIL AND GAS

P. O. Box 2058 • Phone: (505) 326-0550 • Farmington, New Mexico 87499

January 5, 1990

RETURN RECEIPT REQUESTED
P-117-124-024

J. A. Cole Production
P.O. Box 191
Farmington, New Mexico 87499

Re: Unorthodox Oil Well Location and
Simultaneous Dedication - Federal 8-2
Section 8, T23N-R6W
351' FSL x 2171' FEL
Counselors Gallup Oil Pool
Rio Arriba County, New Mexico

This letter is to notify you of Bannon Energy, Inc.'s application for permit to drill the Federal 8-2 at a non-standard location as stated above. This application has been set to hearing at the next Examiner Hearing scheduled for January 24, 1990 in Santa Fe, New Mexico.

Should you have any questions regarding this matter, please call William Holcomb at (505) 326-0550. Thank you for your consideration in this matter.

Sincerely

W. J. Holcomb/cc

W. J. Holcomb
Operating Agent,
Bannon Energy, Inc.

WKH:ck

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
 Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. (Extra charge)
 2. ☐ Restricted Delivery (Extra charge)

3. Article Addressed to: J.A. Cole Prod. P.O. Box 191 Farmington, NM 87499	4. Article Number P117 124 024 Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise Always obtain signature of addressee or agent and DATE DELIVERED.
5. Signature — Address X	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature — Agent X <i>[Signature]</i>	
7. Date of Delivery	

HOLCOMB OIL AND GAS

P. O. Box 2058 • Phone: (505) 326-0550 • Farmington, New Mexico 87499

January 5, 1990

RETURN RECEIPT REQUESTED
P-117-124-026

Ramsey Property Management
P.O. Box 13237
Oklahoma City, Oklahoma 73113

Re: Unorthodox Oil Well Location and
Simultaneous Dedication - Federal 8-2
Section 8, T23N-R6W
351' FSL x 2171' FEL
Counselors Gallup Oil Pool
Rio Arriba County, New Mexico

This letter is to notify you of Bannon Energy, Inc.'s application for permit to drill the Federal 8-2 at a non-standard location as stated above. This application has been set to hearing at the next Examiner Hearing scheduled for January 24, 1990 in Santa Fe, New Mexico.

Should you have any questions regarding this matter, please call William Holcomb at (505) 326-0550. Thank you for your consideration in this matter.

Sincerely

W J Holcomb ck

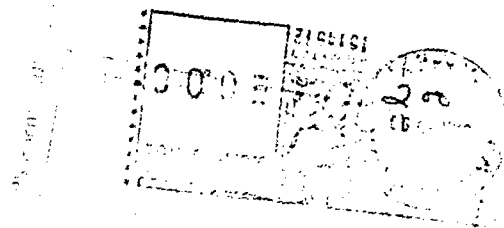
W. J. Holcomb
Operating Agent,
Bannon Energy, Inc.

WKH:ck

P 117 124 026

Ramsey Property
PO Box 13237
OKla. City, OK 73113

2.00



BANNON ENERGY INCORPORATED

3934 F.M. 1960 West, Suite 240
Houston, Texas 77068
(713) 537-9000
FAX (713) 537-8624

November 22, 1989

RETURN RECEIPT REQUESTED
P-117-124-018

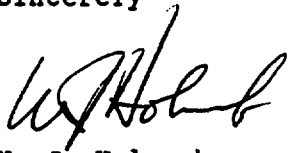
Merrion Oil and Gas Corporation
610 Reilly
Farmington, New Mexico 87499

Re: Approval of Non Standard Location - Federal 8-2
Section 8, T23N-R6W
351' FSL x 2171' FEL
Counselors Gallup Dakota
Rio Arriba County, New Mexico

This letter is to notify you of Bannon Energy, Inc.'s application for permit to drill the Federal 8-2 at a non-standard location as stated above due to extensive archaeologic constraints.

Should you have any questions regarding this matter, please call Brad Salzman at (505) 326-0550. Thank you for your consideration in this matter.

Sincerely



W. J. Holcomb
Operating Agent,
Bannon Energy, Inc.

WKH:ck

<p>● Instructions: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.</p> <p>Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check boxes for additional service(s) requested.</p> <p>1. <input type="checkbox"/> Shipment whom delivered, date, and addressee's address. (Extra charge) 2. <input type="checkbox"/> Restricted Delivery (Extra charge)</p>	
<p>3. Article Addressed to:</p> <p>Merran Oil + Gas 610 Reilly Farmington, N.M. 87401</p>	<p>4. Article Number</p> <p>P117-124-018</p> <p>Type of Service:</p> <p><input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise</p> <p>Always obtain signature of addressee or agent and DATE DELIVERED.</p>
<p>5. Signature - Address</p> <p>X</p>	<p>8. Addressee's Address (ONLY if requested and fee paid)</p>
<p>6. Signature - Agent</p> <p>X <i>[Signature]</i></p>	
<p>7. Date of Delivery</p> <p>11-27</p>	

BANNON ENERGY INCORPORATED

3934 F.M. 1960 West, Suite 240
Houston, Texas 77068
(713) 537-9000
FAX (713) 537-8624

November 22, 1989

RETURN RECEIPT REQUESTED
P-117-124-017

J. A. Cole Production
P.O. Box 191
Farmington, New Mexico 87499

Re: Approval of Non Standard Location - Federal 8-2
Section 8, T23N-R6W
351' FSL x 2171' FEL
Counselors Gallup Dakota
Rio Arriba County, New Mexico

This letter is to notify you of Bannon Energy, Inc.'s application for permit to drill the Federal 8-2 at a non-standard location as stated above due to extensive archaeological constraints.

Should you have any questions regarding this matter, please call Brad Salzman at (505) 326-0550. Thank you for your consideration in this matter.

Sincerely



W. J. Holcomb
Operating Agent,
Bannon Energy, Inc.

WKH:ck

Feed 8-2

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.

Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. (Extra charge) 2. ☐ Restricted Delivery (Extra charge)

<p>3. Article Addressed to:</p> <p>J.A. Cole Production PO Box 191 Farm, NM 87499</p>	<p>4. Article Number</p> <p>D117-124-017</p> <p>Type of Service:</p> <p><input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise</p> <p>Always obtain signature of addressee or agent and DATE DELIVERED.</p>
<p>5. Signature - Address</p> <p>X <i>[Signature]</i></p>	<p>8. Addressee's Address (ONLY if requested and fee paid)</p>
<p>6. Signature - Agent</p> <p>X <i>[Signature]</i></p>	
<p>7. Date of Delivery</p> <p><i>[Signature]</i></p>	

BANNON ENERGY INCORPORATED

3934 F.M. 1960 West, Suite 240
Houston, Texas 77068
(713) 537-9000
FAX (713) 537-8624

November 22, 1989

RETURN RECEIPT REQUESTED
P-117-123-986

Ramsey Property Management
P.O. Box 13237
Oklahoma City, Oklahoma 73113

Re: Approval of Non Standard Location - Federal 8-2
Section 8, T23N-R6W
351' FSL x 2171' FEL
Counselors Gallup Dakota
Rio Arriba County, New Mexico

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● **Instructions:** Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.

Put your address in the "RETURN TO" Space on the reverse side. Failure to do so will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. See postmaster for fees and check boxes for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. 2. ☐ Registered Delivery (Extra charge)

<p>3. Article Addressed to:</p> <p>Ramsey Property Management.</p> <p>70 Box 13237</p> <p>Oklahoma City, Oklahoma</p> <p>73113</p>	<p>4. Article Number</p> <p>7-117-125</p> <p>Type of Service:</p> <p><input type="checkbox"/> Registered <input type="checkbox"/> Insured</p> <p><input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD</p> <p><input type="checkbox"/> Express Mail <input type="checkbox"/> Priority Mail</p> <p>Always sign in duplicate as addressee or agent and DATE DELIVERED</p>
<p>5. Signature - Addressee</p> <p>X <i>Ray Math</i></p>	<p>8. Addressee's Address (ONLY if requested and for mail)</p>
<p>6. Signature - Agent</p> <p>X</p>	
<p>7. Date of Delivery</p> <p>11-29-89</p>	

PS Form 3811, Mar. 1988

* U.S.G.P.O. 1988-212-665

DOMESTIC RETURN RECEIPT

1. If you want the receipt, the receipt is not extra charge.
2. If you want the article adjacent to receipt card, the receipt is not extra charge.
3. If you want the article adjacent to receipt card, the receipt is not extra charge.
4. If you want the article adjacent to receipt card, the receipt is not extra charge.
5. Enter (a) receipt is not extra charge.
6. Save this receipt.