

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. COC 36140
1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name N/A
2. Name of Operator D. J. Simmons, Inc.		7. If Unit or CA Agreement, Name and No. N/A
3a. Address 1009 Ridgeway Place, Suite 200 Farmington, NM 87401		8. Lease Name and Well No. Pinto 3-17
3b. Phone No. (include area code) (505) 326-3753		9. API Well No.
4. Location of Well (Report location clearly and in accordance with any State requirements.)* At surface 2,498' FNL & 2,523' FWL, SE/NW Section 17, T39N, R19W, NMPM At proposed prod. zone Upper Ismay, Desert Creek		10. Field and Pool, or Exploratory Papoose Canyon
14. Distance in miles and direction from nearest town or post office* Approximately 12 miles Southwest from Dove Creek, CO		11. Sec., T. R. M. or Blk. and Survey or Area SE/NW Sec. 17, T39N, R19W, NMPM
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 145 ft. (South)	16. No. of acres in lease 160 acres	12. County or Parish Dolores County
17. Spacing Unit dedicated to this well NW 1/4 Section 17, T39N, R19W	13. State CO	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 1,800 ft. (Willie Waschke 42-7)	19. Proposed Depth 6,350 ft.	20. BLM/BIA Bond No. on file CO 38420
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 6,682' GL	22. Approximate date work will start* 12/30/2012	23. Estimated duration 90 days

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, must be attached to this form:

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| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the BLM. |

25. Signature 	Name (Printed/Typed) Chris S. Lopez	Date 10/31/2012
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Title
Regulatory Specialist

Approved by (Signature)	Name (Printed/Typed)	Date
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Title	Office
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Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.