

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103

July 2, 2004

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-045-31191

5. Indicate Type of Lease

STATE ☐ FEE ☐

6. State Oil & Gas Lease No.

14-20-603-2172

7. Lease Name or Unit Agreement Name

NV Navajo 36

8. Well Number #2

9. OGRID Number

19219

10. Pool name or Wildcat

Basin Fruitland Coal & W. Kutz PC

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" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well Gas Well ☒ Other

2. Name of Operator

Richardson Operating Company

3. Address of Operator

3100 La Plata Highway, Farmington, NM 87401

4. Well Location

Unit Letter E : 1980 feet from the North line and 665 feet from the West line

Section 36 Township 29N Range 14W NMPM San Juan County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

5916' GL

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐

TEMPORARILY ABANDON ☐ CHANGE PLANS ☐

PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ P AND A ☐

CASING/CEMENT JOB ☐

OTHER: DHC request ☒

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

The NV Navajo 36 #2 is a newly drilled Basin Fruitland Coal/West Kutz Pictured Cliffs well.

Pursuant to Order R-11363, Richardson Operating Company seeks approval to downhole commingle the "Pre-approved pools and areas": Basin-Fruitland Coal (71629) and West Kutz Pictured Cliffs (79680) in this well.

The Basin Fruitland Coal is perforated at 1326'; 1350'; 1367'; 1425' - 1432' and 1442' - 1446', 39 holes.

The West Kutz Pictured Cliffs is perforated at 1446' - 1450', 8 holes.

Due to the intermingled nature of the pools and since neither pool has enough data to prepare a reliable production forecast or predict the ultimate reserves, therefore, based on production from the surrounding sections, Richardson will allocate production as follows:

Pictured Cliffs Production = 0.50 x Total Production.

Fruitland Coal Production = 0.50 x Total Production.

The downhole commingling will not reduce the value of the total remaining production of this well.

Ownership between the two pools is identical.

Richardson Operating Company requests downhole commingling approval for the proration acreage referenced on the attached plat.

A copy of this application has been submitted via Sundry Notice Form 3160-5 to the Bureau of Land Management.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Charles H. Williams TITLE Engineering Operations Manager DATE 08/13/2004

Type or print name Charles H. Williams E-mail address: cwilliams@richardsonoil.com Telephone No. 303.830.8000

For State Use Only

APPROVED BY: [Signature] TITLE DEPUTY OIL & GAS INSPECTOR, DIST. #2 DATE AUG 16 2004

Conditions of Approval (if any): operator must supply allocation data

State of New Mexico
Energy, Minerals & Mining Resources Department
OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Form C - 102

☒ AMENDED REPORT

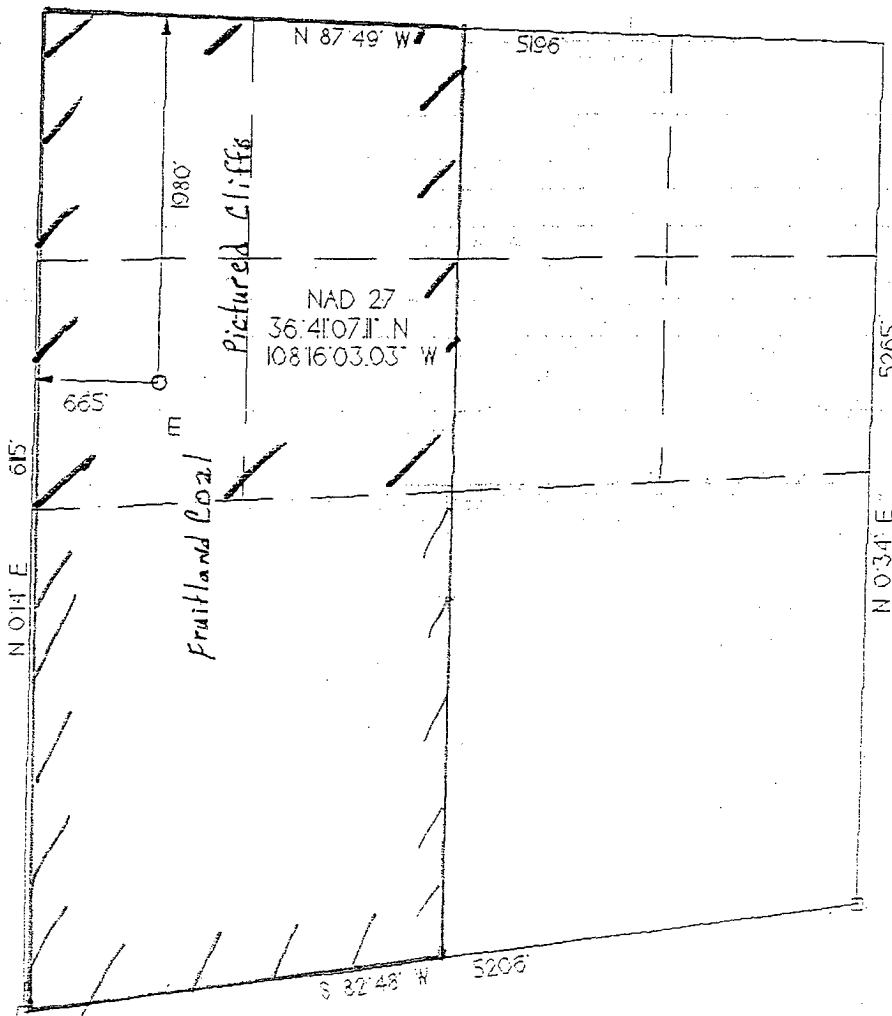
WELL LOCATION AND ACREAGE DEDICATION PLAT

APA Number 30-045-31191	Pool Code 79680 & 71629	Pool Name WEST KUTZ PICTURED CLIFFS & Basin Fruit. Coal
Property Code 31905	Property Name NV NAVAJO 36	Well Number 2
OGFD No. 019219	Operator Name RICHARDSON OPERATING COMPANY	Elevation 5916'

Surface Location									
UL or Lot	Sec.	Twp.	Rge.	Lot Idn.	Feet from	North/South	Feet from	East/West	County
E	36	29 N.	14 W.		1980'	NORTH	665'	WEST	SAN JUAN

Bottom Hole Location if Different From Surface									
UL or Lot	Sec.	Twp.	Rge.	Lot Idn.	Feet from	North/South	Feet from	East/West	County
Dedication	Joint ?	Consolidation	Order No.						

NO ALLOWABLE WELL ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT 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 <i>Brian Wood</i>	
Printed Name BRIAN WOOD	
Title CONSULTANT	
Date AUG. 31, 2002	
SURVEYOR CERTIFICATION I hereby certify that the well location 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 belief. Date of Survey 10 JULY 2002	
Signature and Seal of Professional Surveyor 	