Submit 3 Copies To Appropriate District Office	State of New Mexico		Form C-103		
' <u>District I</u> Energy	Energy, Minerals and Natural Resources		May 27, 2004		
1625 N. French Dr., Hobbs, NM 88240 District II			WELL API NO. 30-039-29238		
1301 W. Grand Ave., Artesia, NM 88210 OIL C	CONSERVATION		5. Indicate Type o	f Lease	
District III 1000 Rio Brazos Rd., Aztec, NM 87410	220 South St. Fran		STATE [FEE	
District IV	Santa Fe, NM 87	7505	6. State Oil & Gas	Lease No.	
1220 S. St. Francis Dr., Santa Fe, NM 87505					
SUNDRY NOTICES AND R	EPORTS ON WELLS		7. Lease Name or	Unit Agreement Name	
(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.)			TRIBAL 05		
1. Type of Well: Oil Well Gas Well	₫ Other		8. Well Number	#01	
2. Name of Operator			9. OGRID Numbe	r 173252	
PATINA SAN JUAN, INC.					
3. Address of Operator 5802 US HIGHWAY 64, FARMINGTON, N.	VI 87401		10. Pool name or NBASIN DK/BLAN		
4. Well Location					
Unit Letter A : 660 feet from			feet from the E		
	wnship 26N Rang	-	NMPM RIO AF	RRIBA County	
	on (Show whether DR,	RKB, RT, GR, etc.,			
Pit or Below-grade Tank Application □ or Closure □					
Pit type reserve Depth to Groundwater >100°	Distance from nearest f	resh water well >100	M' Distance from nea	rest surface water <u>>1000'</u>	
	Bistance if oil nearest i Grade Tank: Volume		ction Material reinforce		
			<u> </u>		
12. Check Appropriate	Box to Indicate Na	ature of Notice,	Report or Other I	Jata	
NOTICE OF INTENTION	TO:	SUB	SEQUENT REP	ORT OF:	
PERFORM REMEDIAL WORK PLUG AND	ABANDON	REMEDIAL WOR		ALTERING CASING	
TEMPORARILY ABANDON CHANGE F	=	COMMENCE DRI		P AND A	
PULL OR ALTER CASING MULTIPLE	COMPL	CASING/CEMENT	T JOB		
OTHER: COMMINGLE PRODUCTION		OTHER:			
13. Describe proposed or completed operatio					
of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion					
or recompletion.					
Patina San Juan Inc. proposes the downhole co	mmingle of the Basin	Dakota (pool #71	599) and Blanco Me	esa Verde (pool #72319)	
in this wellbore. Both of these pools are pre-approved under NMOCD Order #11563. This well will be completed and					
commingled upon approval from the NMOCD	in September, 2005.		7	74178	
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			(6)		
			SE		
			LS REC	EIVED 1979	
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	/	14199	CAZ	т. э	
I hereby certify that the information above is true a	and complete to the be	st of my knowledge	and balian Acous		
grade tank has been/will be constructed or closed according	to NMOCD guidelines], a general permit	or an (attached) afternat	ige QCD approved plan .	
SIGNATURE MUSE	TITLE R	egulatory/Enginee	ring Technician DA	TE <u>09/06/2005</u>	
Type or print name	E-mail add	dress:	Tele	phone No.	
For State Use Only	1			-	
APPROVED BY	C TITLE DEPT	ity <mark>oil & gas</mark> insi	PECTOR, CUST. ()	DATE SEP 13 2005	
APPROVED BY: Conditions of Approval (if any):	TITLE			DATE SEP 13 LOUS	

Recommended Allocation for Commingle

Well: Tribal 05 #01

30-day average production based on Offset Well Performance (see attached decline curves)

G	Zone	Average MCFD	Percentage of total flow
a	MV	33	35%
s	DK	61	65%
	Total	94	100%

0	Zone	Average BOPD	Percentage of total flow
i	MV	0.05	13%
1	DK	0.35	88%
	Total	0.4	100%

Recommended allocation for future downhole commingled production

Zone	Gas	Oil
MV	35%	13%
DK	65%	88%
Total	100%	100%

Patina San Juan, Inc. 5802 US Highway 64 Farmington, NM 87401

Tribal 05 #01 API 30-039-27238 UL "A" Sec 5, T26N – R3W Rio Arriba County, New Mexico

Tribal 05 #07 API 30-039-29565 UL "G" Sec 5, T26N – R3W Rio Arriba County, New Mexico

Re: Application to Down-Hole Commingle

The commingling of the Basin Dakota and Blanco Mesa Verde pools in these wellbores will not reduce the value of the remaining production. Commingling these pools should increase the value of the remaining reserves due to using the remaining reservoir energy in both zones to produce the wells.

Commingling operations conducted on other similar wells have resulted in increased production rates and greater reserves than producing the zones separately.

Jean M. Muse

Regulatory/Engineering Technician

Patina San Juan, Inc.

Statement of Notification- BLM

Tribal 05 #01 API 30-039-27238 UL "A" Sec 5, T26N – R3W Rio Arriba County, New Mexico

Tribal 05 #07 API 30-039-29565 UL "G" Sec 5, T26N – R3W Rio Arriba County, New Mexico

The Bureau of Land Management has been sent copies of the commingling application form C-103 and form MMS 3160-5 for each of these wells.

Jean M. Muse

Regulatory/Engineering Technician

Patina San Juan, Inc.