District I State of New Mexico Form C-101 1625 N. French Dr., Hobbs, NM 88240 Exergy Minerals and Natural Resources March 4, 2004 District II 1301 W. Grand Avenue, Artesia NM 88216 Submit to appropriate District Office District III
1000 Rio Brazos Road, Aztec, NM 87410 CONS Oil Conservation Division State Lease - 6 Copies 1220 South St. Francis Dr. Fee Lease - 5 Copies District IV 1220 S. St. Francis Dr., Santa Fe Santa Fe, NM 87505 ☐ AMENDED REPORT APPLICATION FOR RE-ENTER. DEEPEN. PLUGBACK. OR ADD A ZONE 150182 Number Robert L. Bayless, Producer LLC API Number **PO Box 168** 30-045 -33436 Farmington, NM 87499 Property Code Well No. Property 3 **Boeing** Name ⁷ Surface Location Lot Idn Feet from the North/South line Feet from the Fast/West line UL or lot no Section Township Range County 2 26N **8W** 661 North 1608 East San Juan Proposed Bottom Hole Location If Different From Surface UL or lot no. Lot Idn Feet from the North/South line Feet from the Section Township Range East/West line County 10 Proposed Pool 2 ⁹ Proposed Pool 1 **Basin Dakota** Blanco Mesa Verde Drilling Pit Location and Other Information North/South line UL or lot no. Section Township Range Lot Idn Feet from the Feet from the East/West line County 8W North 1608 2 2 26N 661 East San Juan Depth to Distance from nearest Distance from nearest ground water >100# ft fresh water well >1000 ftsurface water >100 ft15 Ground Level Elevation 11 Work Type Code Well Type Code 13 Cable/Rotary ¹⁴ Lease Type Code 16 Multiple 17 Proposed Depth 18 Formation 19 Contractor 6775 Dakota Yes ²¹ Proposed Casing and Cement Program Casing weight/foot Hole Size **Casing Size** Setting Depth Sacks of Cement **Estimated TOC** 8 5/8 12 1/4 24.0 300 210 sx (248 cf) Surface 7 7/8 4 1/2 10.5 6775 880 sx (1871 cf) Surface ²² Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. Will drill a 12 1/4" hole to 300 feet and set 300 feet of 8 5/8" J-55 24.0 #/ft casing, cemented with 210 sx Class G. Cement will be circulated to surface. Will install and test BOP as per attached diagram. Will drill 7 7/8" hole to 6775 feet with clear water, natural mud, and water loss control. Open hole induction and density logs will be run. No abnormal temperatures or pressures are expected. Will run 6775 feet of 4 ½" J-55 10.5 #/ft casing and cement with 880 sacks (1871 cf) cement in two stages, circulated to surface ²³ I hereby certify that the information given above is true and complete to the best OIL CONSERVATION DIVISION of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines , a general permit , or an (attached) alternative OCD-approved plan \Box . Approved by: Signature: Price M. Bayless Printed name:

Conditions of Approval:

Title:

E-mail Address:

Date: 11 - 17 - 05

Engineering Manager

tucker@rlbayless.com

Phone (505 | 56 4-780)

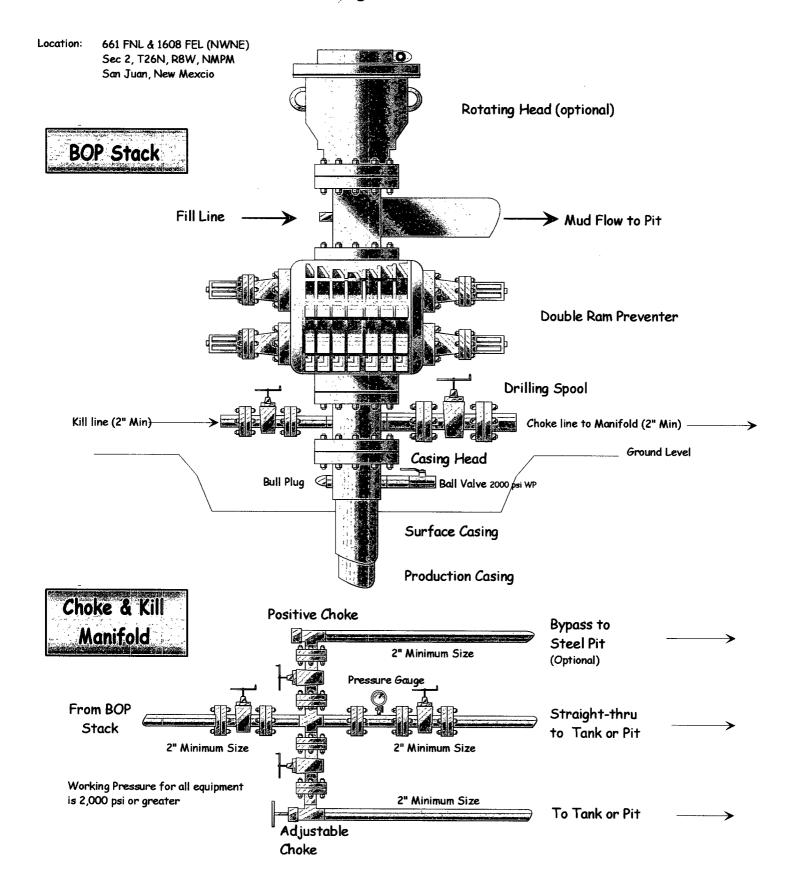
Expiration Date: NOV 18 2006

Robert L. Bayless, Producer LLC

Well Control Equipment Schematic for 2M Service

Attachment to Drilling Technical Program

Boeing #3



District I

1625 N. French Dr., Hobbs, NM 88240

District.II

1301 W. Grand Avenue, Artesia, NM 88210

District III

1600 Rio Brazos Rd., Aztec, NM 87410

State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Form C-102

Revised June 10, 2003

Submit to Appropriate District Office

State Lease - 4 Copies

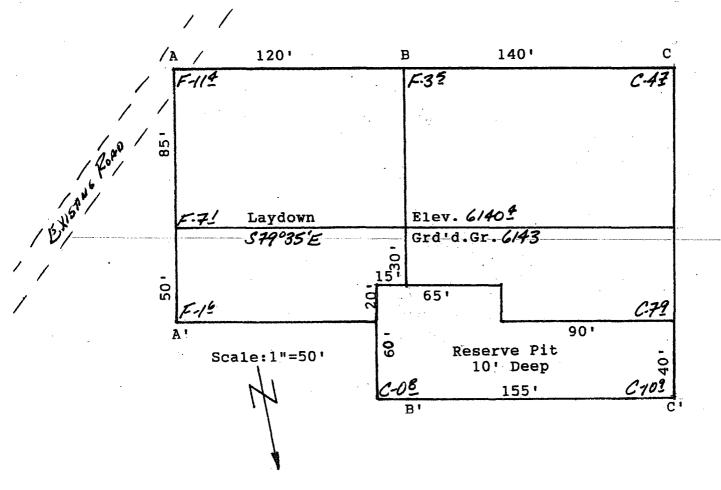
Fee Lease - 3 Copies

| District IV | | | | | Santa Fe, NI | M 87505 | A contraction | _ | - | |
|----------------------|--------------|-------------|--------------------------|--|----------------|------------------|--------------------------|----------------|--------------------|--------|
| 1220 S. St. Francis | Dr., Santa F | e, NM 87505 | | | | | | LI AMI | INDED I | REPORT |
| | | W | ELL LO | CATIO | N AND ACR | EAGE DEDIC | ATION PLA | Γ | | |
| 30-04 | API Number | 436 | 71599 | Pool Cod | | Basin Dakota/B | 'PoolNam lanco Mesa V | | | |
| 3520U | | | 'Property Name BOEING | | | | | | *Well Number 3 | |
| 'OGRID No. 150182 | | | ROBER | Operator Name OBERT L. BAYLESS, PRODUCER LLC | | | | | 'Elevation 6140 | |
| | | | | | 10 Surface | Location | | | | |
| UL or lot no. | Section | Township | Range | Lot Ida | | | Feet from the | East/West line | | County |
| 2 | 2 | 26N | 8W | | 661 | North | 1608 | East | San | Juan |
| | | | 11 Bo | ottom Ho | ole Location I | f Different Fron | n Surface | : : | | |
| UL or lot no. | Section | Township | Range | Lot Ida | | | Fect from the | East/West line | | County |
| "Dedicated Acres | " Joint or | loss "C | onsolidation (| Code 19 O | rder Nø. | | | | | |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-

| 16 NBB LorNo (74P.) 4 | °50'W 3 | Z 3 LAT. 36.52058°N LONG. 107.64883°N | 1608' S | 17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. |
|-----------------------------|---|---|-----------------|---|
| 24 8 45 m | | Louis. 107.64883 W | 6 7 to . | Signature Price M. Bayless Prinned Name |
| | | | 28 | Engineering Manager Title and E-mail Address |
| | SEC. | | 67 | tucker@rlbayless.com Dumm 10-26-2005 |
| | l | | L | In the second of the second of |
| ************ | *************************************** | Z | | 18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat |
| Z. | | Z |) E | 18 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 with completify. |
| 39.69 10.44 E | | 2 | W.S.W. 39.63 | ¹⁸ SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys mode by me or under my supervision, and that the same is true |

ROBERT L. BAYLESS, PRODUCER LLC BOEING #3 (ALT.)
661'FNL & 1608'FEL Sec.2, T26N, R8W, NMPM San Juan Co., NM



| A-A' | Vert.: I"= 30' | Hortz.: 1"= 5:0" | C/L |
|------|----------------|------------------|--|
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| B-B' | | | |
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