

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0136
Expires March 31, 2007

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. Jicarilla Contract 102	
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name Jicarilla Apache	
2. Name of Operator CDX RIO, LLC.		7. If Unit or CA Agreement, Name and No. Jicarilla 102 #8F	
3a. Address 2010 Afton Place, Farmington, New Mexico 87401		8. Lease Name and Well No. Jicarilla 102 #8F	
3b. Phone No. (include area code) (505) 326-3003		9. API Well No. 30-039- 29665	
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface 430' FSL, 965' FEL Lat. 36 30' 33.6" Long. 107 13' 59.0" At proposed prod. zone 660' FSL, 2100' FEL		10. Field and Pool, or Exploratory Blanco Mesaverde, Basin Dakota	
14. Distance in miles and direction from nearest town or post office* 30 miles east of Lindrieth, New Mexico		11. Sec., T., R., M., or Blk. and Survey or Area P Section 3, T-26-N, R-4-W	
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 430'		12. County or Parish Rio Arriba	
16. No. of Acres in lease		13. State NM	
17. Spacing Unit dedicated to this well 321.14 E/2 MV sh 320 Dak.		18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 1500'	
19. Proposed Depth 7750'		20. BLM/BIA Bond No. on file National bond on file	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 6880' GR		22. Approximate date work will start*	
23. Estimated duration		24. Attachments	

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

- | | |
|---|--|
| 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 shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

25. Signature <i>Richard Corcoran</i>	Name (Printed/Typed) Richard Corcoran	Date 8/18/05
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Title

Land Manager

Approved by (Signature) <i>[Signature]</i>	Name (Printed/Typed) AFM	Date 4/12/06
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Title

Office

PFO

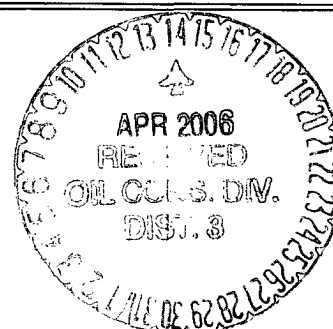
Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

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, or to any member within its jurisdiction.

*(Instructions on reverse)

HOLD C104 FOR *NSL-MV*
directional survey



NMOCD

This action is subject to technical and procedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4

DRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHED "GENERAL REQUIREMENTS".

DISTRICT II
811 South First, Artesia, N.M. 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, N.M. 87410

DISTRICT IV
2040 South Pacheco, Santa Fe, NM 87505

Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

P.O. Box 2088
Santa Fe, NM 87504-2088

☐ AMENDED REPORT

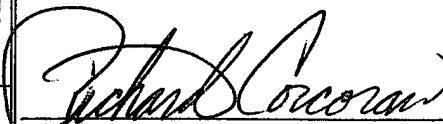
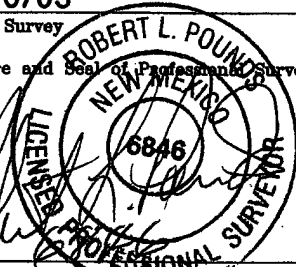
*API Number 30-039- 29665		*Pool Code 72319/71599	*Pool Name Blanco Mesaverde/Basin Dakota
*Property Code 33455 ✓	*Property Name Apache JICARILLA 102		*Well Number 8F ✓
*OGRID No. 222374 ✓	*Operator Name CDX RIO, LLC		*Elevation 6880 ✓

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	3	26 N	4 W		430	SOUTH	965	EAST	RIO ARRIBA

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	3	26 N	4 W		660'	SOUTH	2100'	EAST	RIO ARRIBA

¹² Dedicated Acres MV - E/321.14 DK - 1 /321.14 Y	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

18	WEST			5280'	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.  Signature <u>Richard Corcoran</u> Printed Name <u>Land Manager</u> Title Date <u>8/18/05</u> <u>9/15/05</u>
5311.68'				5294.52'	
SECTION 3					
○ = SURFACE HOLE LOCATION ● = BOTTOM HOLE LOCATION					
SOUTH				NORTH	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 best of my belief. Date of Survey <u>6/30/05</u> Signature and Seal of Professional Surveyor: 
				2100'	
				965'	
EAST				5278.68'	
		660'		430'	

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
May 27, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-039-	29665
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>	
6. State Oil & Gas Lease No. Jicarilla Contract 102	
7. Lease Name or Unit Agreement Name Jicarilla 102	
8. Well Number 8F	
9. OGRID Number 222734	
10. Pool name or Wildcat Blanco Mesaverde/Basin Dakota	

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type New Drill Depth to Groundwater < 100' Distance from nearest fresh water well < 1000' Distance from nearest surface water > 200' < 1000'

Pit Liner Thickness: 12 mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

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 <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>
2. Name of Operator CDX RIO, LLC
3. Address of Operator 2010 Afton Place, Farmington, New Mexico 87401
4. Well Location Unit Letter <u>P</u> : <u>430'</u> feet from the <u>South</u> line and <u>965'</u> feet from the <u>East</u> line Section <u>3</u> Township <u>26N</u> Range <u>4W</u> NMPM <u>Rio Arriba</u> County
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6880' GR

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

NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
PLUG AND ABANDON <input type="checkbox"/>	P AND A <input type="checkbox"/>
CHANGE PLANS <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>
MULTIPLE COMPL <input type="checkbox"/>	
OTHER: <u>New Drill Pit Sundry</u>	OTHER: <input type="checkbox"/>

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.

CDX RIO, LLC requests approval to construct a drilling pit in accordance with CDX RIO, LLC General Construction Plan submitted August, 2004. The pit will be a lined as per the general plan. The pit will be closed within 180 days from completion of project as per General Closure Plan submitted August, 2004.

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 Nancy Oltmanns TITLE Agent DATE 8/18/05

Type or print name Nancy Oltmanns E-mail address: nancy.oltmanns@cdxgas.com Telephone No. (505) 326-3003
For State Use Only

APPROVED BY: [Signature] TITLE DEPUTY OIL & GAS INSPECTOR, DIST. 4 DATE APR 14 2006
Conditions of Approval (if any):

Jicarilla 102 No. 8F
General Drilling Plan
CDX Rio, LLC
Rio Arriba County, New Mexico

1. LOCATION:

Surface: 430' FSL & 965' FEL, Section 3, T26N, R4W
 Bottom Hole: 660' FNL & 2100' FEL, Section 3, T26N, R4W
 Both in Rio Arriba County, New Mexico
 UGL: 6880' Estimated KB: 6892'

Field: Blanco Mesa Verde and Basin Dakota
 Surface: Jicarilla Contract #102
 Minerals: Jicarilla Contract #102

Directional Plan: Drill a vertical 12 ¼" hole and set 9 5/8" surface casing at 250'.
 Drill out of surface casing with 8 ¾" bit, build angle and hold at an average of 19.5 deg in a N 78.544 deg W direction, drop angel to vertical approximately 200' before setting 7" intermediate casing at 4200' MD; total horizontal displacement = 1158'.

2. SURFACE FORMATION – SAN JOSE, ESTIMATED TOPS AND WATER, OIL, GAS OR MINERAL BEARING FORMATIONS (TVD):

Formation Tops	Top MD/TVD (KB)	Top Subsea	Rock Type	Comments
Ojo Alamo Sandstone	3235/3036	3856	Sandstone	Possible Differential Sticking, Gas, Water
Kirtland Formation	3644/3445	3447	Shale	
Fruitland Formation	3728/3529	3367	Coal,Shale,Sandstone	Possible Lost Circulation Zone, Gas, Water
Pictured Cliffs Sandstone	3852/3653	3239	Sandstone	Possible Lost Circulation Zone, Gas, Water
Lewis Shale	3961/3762	3130	Shale	Sloughing Shale
Huerfano Bentonite Bed	4300/4101	2791	Shale	
Chacra Interval	4758/4559	2333	Siltstone	Gas, Water
Mesaverde Formation (MVRD)	5510/5311	1581	Coal,Sandstone,Shale	Possible Lost Circulation, Gas, Water
Cliff House Sandstone (MVRD)	5510/5311	1581	Sandstone	Possible Lost Circulation, Gas, Water
Menefee Member (MVRD)	5618/5419	1473	Coal,Sandstone,Shale	Possible Lost Circulation, Gas, Water
Point Lookout Sandstone(MVRD)	5974/5775	1117	Sandstone	Possible Lost Circulation, Gas, Water
Mancos Shale	6188/5989	903	Shale	Sloughing Shale
Gallup Formation (GLLP)	7170/6971	-79	Siltstone, Shale	Gas, Oil
Greenhorn Limestone	7912/7713	-821	Limestone	Gas, Oil
Graneros Shale	7968/7769	-877	Shale	Gas, Oil, Water
Dakota Formation (DKOT)	7990/7791	-899	Sandstone,Shale,Coal	Gas, Oil, Water
Two Wells Sandstone (DKOT)	7990/7791	-899	Sandstone	Gas, Oil, Water
Paguate Sandstone (DKOT)	8105/7906	-1014	Sandstone	Gas, Oil, Water
Upper Cubero Sandstone(DKOT)	8131/7932	-1040	Sandstone	Gas, Oil, Water
Main Body (DKOT)			Shale, Sandstone	Gas, Oil, Water
Lower Cubero (DKOT)	8168/7969	-1077	Shale, Sandstone	Gas, Oil, Water
Burro Canyon (DKOT)	8238/8039	-1147	Sandstone	Gas, Water (Avoid), Poss Under-pressure
Morrison Formation			Shale, Sandstone	Gas, Water, Possible Under-pressure
Proposed TD	8228/8029	-1137		

All fresh water and prospectively valuable minerals encountered during drilling will be recorded by depth and adequately protected.

3. **PRESSURE CONTROL EQUIPMENT:**

BOP equipment will be tested to its rated working pressure or 70-percent of the internal yield of the surface casing, but not to exceed 1,000 psi. See attachments for BOP and choke manifold diagrams.

Production Hole BOP Requirements and Test Plan

11" – 2,000 psi single ram (blind)
11" – 2,000 psi single ram (pipe)

Test as follows:

a) Pipe rams:	1,000 psi (High)	250 psi (low)
b) Choke manifold and lines:	1,000 psi (High)	250 psi (low)

All ram type preventers and related equipment will be hydraulically tested at nipple-up. They will also be retested in either of the following events:

- A pressure seal is broken.
- 30 days have elapsed since the last successful test of the equipment.

Furthermore, BOP's will be checked daily as to mechanical operating condition. All ram type preventers will have hand wheels, which will be operative and accessible at the time the preventers are installed. See attached Exhibit for details on the BOP equipment.

AUXILIARY EQUIPMENT:

- a) Manually operated kelly cock (upper and lower)
- b) Full opening manually operated safety valves in the full open position, capable of fitting all drill stem connections.

4. CASING AND CEMENTING DESIGN:

Casing Program:

<u>Hole Size</u>	<u>Depth MD/TVD</u>	<u>Casing Size</u>
12 1/4"	250'/250'	9 5/8"
8 3/4"	4200'/4001 +/- Lewis seat	7"
6 1/4"	8228'/8029'	4 1/2"

Hole Size	Casing Type	Top (MD)	Bottom (MD)	Wt. (lb./ft)	Grade	Thread	Condition
9-5/8"	Surface	0'	250'	36.0	J55	STC	New
7"	Intermediate	0'	4200' +/-	23.0	N80	LTC	New
4 1/2"	Prod Liner	4080'	8228'	11.6	N80	LTC	New

Casing Data				Collapse (psi)	Burst (psi)	Min. Tensile (Lbs.)
OD	Wt/Ft	Grade	Thread			
9-5/8"	36.0 lbs.	J55	STC	2,020	3,520	394,000
7"	23.0 lbs.	N80	LTC	3,830	6,340	442,000
4 1/2"	11.6 lbs.	N80	LTC	6,350	7,780	223,000

MINIMUM CASING DESIGN FACTORS:

COLLAPSE: 1.125
 BURST: 1.00
 TENSION: 1.80

Area Fracture Gradient Range: 0.7 – 0.8 psi/foot
 Maximum anticipated reservoir pressure: 2,500 psi
 Maximum anticipated mud weight: 9.0 ppg
 Maximum surface treating pressure: 3,500 - 3,750 psi

Float Equipment:

Surface Casing: Guide shoe on bottom and 3 centralizers on the bottom 3 joints.

Intermediate Casing: Float shoe on bottom joint and a float collar one joint up from float shoe. One centralizer 10 ft above float shoe and nine centralizers spaced every joint above the float collar. Stage tool above the Kirtland formation. One centralizer below stage tool and one centralizer above stage tool.

Production Casing: 4 1/2" cement nosed guide shoe and a float collar on top of bottom joint with centralizers over potential hydrocarbon bearing zones.

Cementing Program:

9-5/8" Surface casing: 250'

137 sxs Type III cement with 2% CaCl_2 , 1/4#/sx celloflake. 100% excess to circulate cement to surface. WOC 12 hrs.

Slurry weight: 15.2 ppg
Slurry yield: 1.27 ft³/sack

Volume basis:	40' of 9-5/8" shoe joint	17.4 cu ft
	250' of 12-1/4" x 9-5/8" annulus	78.3 cu ft
	<u>100% excess (annulus)</u>	<u>78.3 cu ft</u>
	Total	174 cu ft

Note:

1. Design top of cement is the surface.
2. Have available 100 sx Type III cement with 2% CaCl_2 for top out purposes.

7" Intermediate Casing: 4200' MD

1st Stage: 105 sacks of Type III cement

Slurry weight: 14.5 ppg
Slurry yield: 1.4 ft³/sack

2nd Stage: (Stage tool at 3550' MD +/-): 410 sacks of Premium Lite FM

Slurry weight: 12.4 ppg
Slurry yield: 1.92 ft³/sack

<u>Volume Basis:</u>	40' of 7" shoe joint	9.0 cu ft
	3950' of 7" x 8 3/4" annulus	594.0 cu ft
	250' of 7" x 9 5/8" csg	34.0 cu ft
	<u>50% excess (annulus)</u>	<u>297.0 cu ft</u>
	Total	934.0 cu ft

Note:

1. Design top of cement is surface.
2. Actual cement volumes to be based on caliper log plus 30%.

4 1/2" Production casing: Air Drilled Hole 4200' MD- 8228' MD (4028')
Stage 1: 260 sacks of Premium Lite High Strength FM out guide shoe.

Slurry weight: 12.3 ppg
Slurry yield: 2.13 ft³/sack

Volume basis:	40' of 4 1/2" shoe joint	3.5 cu ft
	4028' of 4 1/2 " x 6 1/4" hole	413.3 cu ft
	120' of 4 1/2" x 7" casing	13.3 cu ft
	<u>30% excess (annulus)</u>	<u>124.0 cu ft</u>
	Total	554.1 cu ft

Note:

1. Design top of cement is 4080' MD +/- ft. or 120 ft. into 7" intermediate casing.
2. Actual cement volumes to be based on caliper log plus 30%.

5. MUD PROGRAM:

The surface hole will be drilled with spud mud. Gel and polymer sweeps will be used from surface to 250 feet as necessary to keep hole clean.

The intermediate hole will be drilled with water till mud up at about 2300 ft. From 2300' to 4200' MD, intermediate casing depth, will be drilled with LSND mud. Anticipated mud weight ranges from 8.5 – 9.0 ppg. Mud weight will be increased as required to maintain hole stability and control gas influx.

The production hole will be drilled with air or air/mist.

Sufficient mud materials to maintain stable wellbore conditions (for either well control or lost circulation scenarios) will be maintained at the well site.

No chrome-based additives will be used in the mud system.

5 8✓

6. EVALUATION PROGRAM:

Mud logger: None Planned

Testing: No DST is planned

Coring: None Planned

Electric logs:
Intermediate Hole: Non Planned

Production Hole: TMD-L or Open Hole Platform Express

7. ABNORMAL PRESSURE AND TEMPERATURE:

H ₂ S	None
Coal	Fruitland
Minerals	None
Water	None
Static BHT	175° F
Lost Circulation	Possible
Hole Deviation	None
Abnormal Pressures	None
Unusual Drilling Problems	None

8. ANTICIPATED STARTING DATE: November 1, 2005

Anticipated duration: 16 days

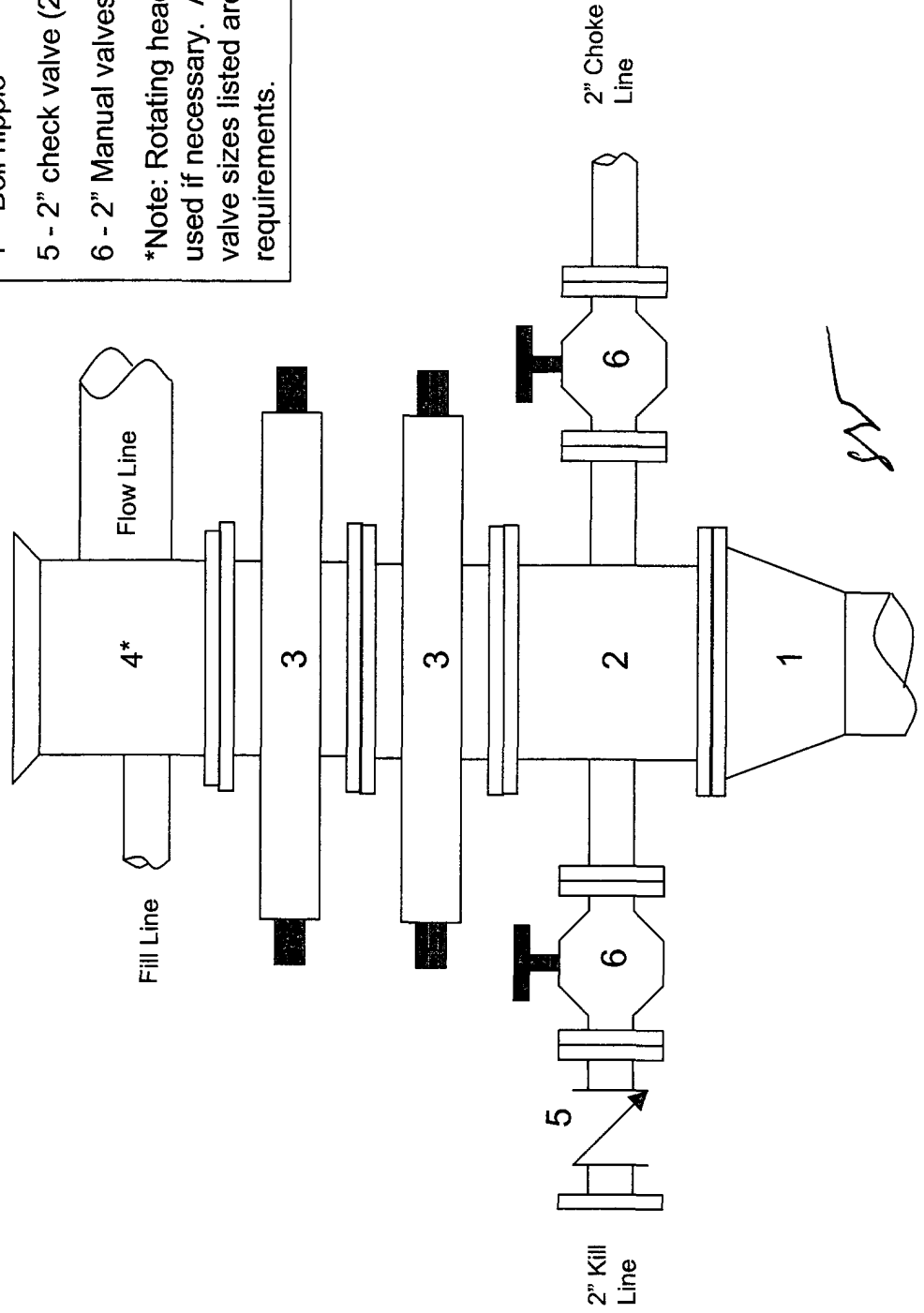
Jicarilla 102 No. 8F

2000 psi BOP stack
Minimum requirements

Components

- 1 - Wellhead 9-5/8" (2M)
- 2 - Drilling spool 11" (2M)
- 3 - A double or two single rams with blinds on bottom 11" (2M)
- 4 - Bell nipple*
- 5 - 2" check valve (2M)
- 6 - 2" Manual valves (2M)

*Note: Rotating head may also be used if necessary. Also, all line and valve sizes listed are minimum requirements.



Jicarilla 102 No. 8F

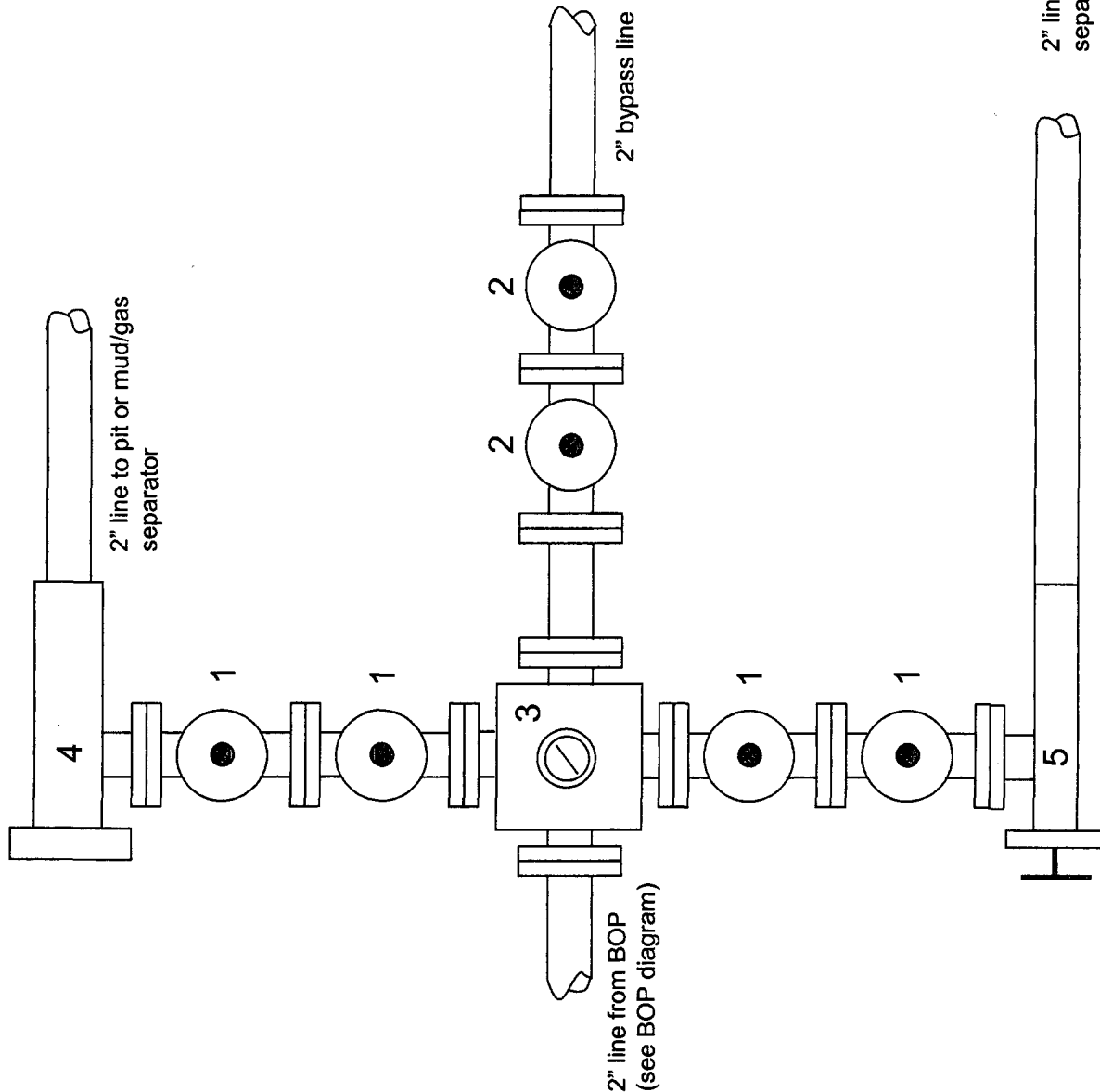
2000 psi Choke Manifold

Minimum requirements

Components

- 1 – 2" Valve (2M)
- 2 – 2" Valve (2M)
- 3 – Mud cross with gauge (2M) flanged below the gauge.
- 4 – Replaceable beam choke (2M)
- 5 – Adjustable needle choke (2M)

Note: All line and valve sizes listed are minimum requirements.



2" line to pit or mud/gas separator

- 8F

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Sundry Notices and Reports on Wells

2005 OCT 11 PM 3 00

1. Type of Well
GAS

RECEIVED
070 FARMINGTON NM

5. Lease Number
Jicarilla Contract 102
6. If Indian, All. or
Tribe Name
Jicarilla Apache
7. Unit Agreement Name

2. Name of Operator
CDX RIO, LLC

8. Well Name & Number

3. Address & Phone No. of Operator

Jicarilla 102 #8F
9. API Well No.

2010 Afton Place, Farmington, New Mexico 87401 (505) 326-3003

4. Location of Well, Footage, Sec., T, R, M
430' FSL, 965' FEL, Sec.3, T-26-N, R-4-W, NMPM

30-039-24065
10. Field and Pool

Blanco Mesaverde/Basin Dakota
11. County and State

Rio Arriba Co, NM

12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OTHER DATA

Type of Submission	Type of Action
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment <input type="checkbox"/> Change of Plans
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion <input type="checkbox"/> New Construction
<input type="checkbox"/> Final Abandonment	<input type="checkbox"/> Plugging <input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Casing Repair <input type="checkbox"/> Water Shut off
	<input type="checkbox"/> Altering Casing <input type="checkbox"/> Conversion to Injection
	<input checked="" type="checkbox"/> Other - Projected Deviation Survey

13. Describe Proposed or Completed Operations

Attached are the revised first page of the drilling plan and the Directional Plan Calculation for the subject well. Copies of this sundry are being submitted to the Jicarilla Apache Oil and Gas Administration and the Bureau of Indian Affairs.



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

Signed Nancy Oltmann Title Agent Date 10/11/05

(This space for Federal or State Office use)
APPROVED BY [Signature] Title AFM Date 4/12/06
CONDITION OF APPROVAL, if any:

**Jicarilla 102 No. 8F
General Drilling Plan
CDX Rio, LLC
Rio Arriba County, New Mexico**

1. LOCATION:

Surface: 430' FSL & 965' FEL, Section 3, T26N, R4W
Bottom Hole: 660' FNL & 2100' FEL, Section 3, T26N, R4W
 Both in Rio Arriba County, New Mexico
 UGL: 6880' Estimated KB: 6892'

Field: Blanco Mesa Verde and Basin Dakota
 Surface: Jicarilla Contract #102
 Minerals: Jicarilla Contract #102

Directional Plan: Drill a vertical 12 1/4" hole and set 9 5/8" surface casing at 250'.
 Drill out of surface casing with 8 3/4" bit, build angle and hold at an average of 19.5
 deg in a N 78.544 deg W direction, drop angel to vertical approximately 200' before
 setting 7" intermediate casing at 4200' MD; total horizontal displacement = 1158'.
 See 'Directional Plan Calculations' (Projected Deviation Survey) attached.

**2. SURFACE FORMATION – SAN JOSE, ESTIMATED TOPS AND WATER, OIL,
GAS OR MINERAL BEARING FORMATIONS (TVD):**

Formation Tops	Top MD/TVD (KB)	Top Subsea	Rock Type	Comments
Ojo Alamo Sandstone	3235/3036	3856	Sandstone	Possible Differential Sticking, Gas, Water
Kirtland Formation	3644/3445	3447	Shale	
Fruitland Formation	3728/3529	3367	Coal, Shale, Sandstone	Possible Lost Circulation Zone, Gas, Water
Pictured Cliffs Sandstone	3852/3653	3239	Sandstone	Possible Lost Circulation Zone, Gas, Water
Lewis Shale	3961/3762	3130	Shale	Sloughing Shale
Huerfano Bentonite Bed	4299/4101	2791	Shale	
Chacra Interval	4757/4559	2333	Siltstone	Gas, Water
Mesaverde Formation (MVRD)	5509/5311	1581	Coal, Sandstone, Shale	Possible Lost Circulation, Gas, Water
Cliff House Sandstone (MVRD)	5509/5311	1581	Sandstone	Possible Lost Circulation, Gas, Water
Menefee Member (MVRD)	5617/5419	1473	Coal, Sandstone, Shale	Possible Lost Circulation, Gas, Water
Point Lookout Sandstone (MVRD)	5973/5775	1117	Sandstone	Possible Lost Circulation, Gas, Water
Mancos Shale	6187/5989	903	Shale	Sloughing Shale
Gallup Formation (GLLP)	7169/6971	-79	Siltstone, Shale	Gas, Oil
Greenhorn Limestone	7911/7713	-821	Limestone	Gas, Oil
Graneros Shale	7967/7769	-877	Shale	Gas, Oil, Water
Dakota Formation (DKOT)	7989/7791	-899	Sandstone, Shale, Coal	Gas, Oil, Water
Two Wells Sandstone (DKOT)	7989/7791	-899	Sandstone	Gas, Oil, Water
Paguate Sandstone (DKOT)	8104/7906	-1014	Sandstone	Gas, Oil, Water
Upper Cubero Sandstone (DKOT)	8130/7932	-1040	Sandstone	Gas, Oil, Water
Main Body (DKOT)			Shale, Sandstone	Gas, Oil, Water
Lower Cubero (DKOT)	8167/7969	-1077	Shale, Sandstone	Gas, Oil, Water
Burro Canyon (DKOT)	8237/8039	-1147	Sandstone	Gas, Water (Avoid), Poss Under-pressure
Morrison Formation			Shale, Sandstone	Gas, Water, Possible Under-pressure
Proposed TD	8228/8029	-1137		