

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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 & Natural Resources

Form C-104
Revised June 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit to Appropriate District Office
5 Copies

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

| | | |
|---|---|--|
| ¹ Operator name and Address Lance Oil & Gas Company, Inc. P. O. Box 70 Kirtland, NM 87417 | | ² OGRID Number 229938 |
| | | ³ Reason for Filing Code/ Effective Date Completion 7/8/06 |
| ⁴ API Number 30-045-33328 | ⁵ Pool Name Basin Fruitland Coal 320 S/2 | ⁶ Pool Code 71629 |
| ⁷ Property Code 35061 | ⁸ Property Name F-RPC 16 | ⁹ Well Number #1 |

II. ¹⁰ Surface Location

| | | | | | | | | | |
|--------------------|---------------|-----------------|--------------|---------|----------------------|---------------------------|-----------------------|------------------------|--------------------|
| UL or lot no. N | Section 16 | Township 29N | Range 13W | Lot.Idn | Feet from the 780 | North/South Line South | Feet from the 1825 | East/West line West | County San Juan |
|--------------------|---------------|-----------------|--------------|---------|----------------------|---------------------------|-----------------------|------------------------|--------------------|

¹¹ Bottom Hole Location

| | | | | | | | | | |
|------------------------|--|--------------------------------------|-----------------------------------|------------------------------------|-------------------------------------|------------------|---------------|----------------|--------|
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
| ¹² Lse Code | ¹³ Producing Method Code | ¹⁴ Gas Connection Date | ¹⁵ C-129 Permit Number | ¹⁶ C-129 Effective Date | ¹⁷ C-129 Expiration Date | | | | |

III. Oil and Gas Transporters

| | | | | |
|------------------------------------|---|-------------------|-------------------|---|
| ¹⁸ Transporter OGRID | ¹⁹ Transporter Name and Address | ²⁰ POD | ²¹ O/G | ²² POD ULSTR Location and Description |
| 151618 | Enterprise Products | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |

IV. Produced Water

| | |
|-------------------|--|
| ²³ POD | ²⁴ POD ULSTR Location and Description |
|-------------------|--|

V. Well Completion Data

| | | | | | |
|-------------------------------------|--|-------------------------------|---------------------------------|---|-----------------------|
| ²⁵ Spud Date 2/4/2006 | ²⁶ Ready Date 07/08/2006 | ²⁷ TD 1,430' KB | ²⁸ PBDT 1,347' KB | ²⁹ Perforations 1,052 - 1,061' KB, 968 - 973' KB | ³⁰ DHC, MC |
| ³¹ Hol/e Size | ³² Casing & Tubing Size | ³³ Depth Set | ³⁴ Sacks Cement | | |
| 12-1/4" | 8-5/8" J-55, 24# weight | 184' KB | 200 sx STD | | |
| 7-7/8" | 5-1/2" J55, 15.5# weight | 1,380.62' KB | 125 sx Type III | | |
| | 2-3/8" 4.7# J-55 | 1,110' KB | | | |
| | | | | | |

VI. Well Test Data

| | | | | | |
|----------------------------|---------------------------------|--------------------------|---------------------------|-----------------------------|---|
| ³⁵ Date New Oil | ³⁶ Gas Delivery Date | ³⁷ Test Date | ³⁸ Test Length | ³⁹ Tbg. Pressure | ⁴⁰ Csg. Pressure |
| ⁴¹ Choke Size | ⁴² Oil | ⁴³ Water 0 | ⁴⁴ Gas | ⁴⁵ AOF | ⁴⁶ Test Method Sundry of test to follow |

| | | |
|---|------------------------------------|---|
| ⁴⁷ I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature: <i>Tod H. Haanes</i> | | <i>7-17-06</i> OIL CONSERVATION DIVISION Approved by: <i>Charles R. 7-18</i> |
| Printed name: Tod H. Haanes. | | Title: SUPERVISOR DISTRICT # 3 |
| Title: Production Engineer | | Approval Date: JUL 17 2006 |
| E-mail Address: thaanes@westerngas.com | | |
| Date: <i>7-13-06</i> | Phone: (505) 598-5601 Ext. 5564 | |