

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  
1009 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  
Revised June 10, 2003

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

WELL API NO. 30-045-33619
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Federal
8. Well Number #100B
9. OGRID Number 233083
10. Pool name or Wildcat Basin Dakota & Blanco MV
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 5769' GR

**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  
Basin Minerals Operating Company.

3. Address of Operator  
c/o Walsh Engineering, 7415 E. Main St., Farmington, NM 87402

4. Well Location  
Unit Letter E : 2505' feet from the North line and 660' feet from the West line  
Section 27 Township 31N Range 11W NMPM San Juan County

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"/>
PLUG AND ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
CHANGE PLANS <input type="checkbox"/>	PULL OR ALTER CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>
OTHER: Down Hole Commingle <input checked="" type="checkbox"/>	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.

Basin Minerals Operating Company, seeks administrative approval to down hole commingle the gas production from the Basin Dakota (71599) pool with the Blanco Mesa Verde (72319) pool in the subject well. Both pools are on the list of pre-approved pools in NMOCD Rule 11363.

The interests in the pools are not common. All interest owners have been notified of this application by certified mail. All wellbore fluids are compatible and commingling will not reduce the value of the production. The BLM Office has also been notified of this application.

The perforated interval in the Dakota formation is 6774 - 6877' and the perforated interval in the Mesa Verde is 4504' - 4892'. Basin proposes to allocate the oil and gas production between the two pools based on the results of the production tests. The results of these tests will be reported at a later date. Basin Minerals proposes to use a fixed allocation for the Federal #100B.

DMC 2458AZ

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Paul C. Thompson TITLE Agent DATE 10/26/06

Type or print name Paul C. Thompson, P.E. E-mail address: paul@walsheng.net Telephone No. (505) 327-4892

(This space for State use)

APPROVED BY [Signature] TITLE DEPUTY OIL & GAS INSPECTOR, DIST. 4 DATE DEC 01 2006  
Conditions of approval, if any: