Submit 3 Copies To Appropriate District	State of New Mexico	Form C-103			
Office District I	Energy, Minerals and Natural Resource				
1625 N. French Dr., Hobbs, NM 87240 District II	OH COMERNIA TION STREET	WELL API NO. 30-045-34099			
1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERVATION DIVISIO 1220 South St. Francis Dr.	5. Indicate Type of Lease			
District III 1000 Rio Brazos Rd., Aztec, NM 87410	Santa Fe, NM 87505	STATE ☐ FEE ☐			
District IV. 1220 S. St. Francis Dr., Santa Fe, NM 8750:	5	6. State Oil & Gas Lease No. NMSF078019			
SUNDRY NOTIC	CES AND REPORTS ON WELLS	7. Lease Name or Unit Agreement Name:			
(DO NOT USE THIS FORM FOR PROP	OSALS TO DRILL OR TO DEEPEN OR PLUG BAC CATION FOR PERMIT" (FORM C-101) FOR SUCH	KTOA DIDETM			
1. Type of Well:		8. Well Number			
	Other	#10F			
2. Name of Operator		9. OGRID Number			
3. Address of Operator		5380			
	g. K. Ste 1 Farmington, NM 87401	BASIN DAKOTA / KUIZ GALLUP			
4. Well Location		7,000			
Unit Letter G:	1895 feet from the NORTH line	and 1475 feet from the EAST line			
	Township 27N Range 11. Elevation (Show whether DR, RKB, RT				
The Control of Market Man and Market Market Man and Market Market Market Man and Market Ma	5718' GR	RCVD JUNAO7			
Pit or Below-grade Tank Application		UIL CUNS. DIV.			
Pit type Depth to Groundwater	Distance from nearest fresh water well	Distance from nearest surface water DIST. 3			
Pit Liner Thickness: mil	Below-Grade Tank: Volumebbls; (Construction Material			
NOTICE OF INT	PLUG AND ABANDON REMEDIAL CHANGE PLANS COMMENCE MULTIPLE CASING TE	SUBSEQUENT REPORT OF: WORK ALTERING CASING E DRILLING OPNS. PLUG AND ABANDONMENT ST AND			
OTHER: DOWNHOLE COMMUNICLE	COMPLETION CEMENT JO THER:				
	13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date				
or recompletion.	of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.				
	DHE26	10AZ			
	ho $ ho$	/ / A Z			
Proposed oil & gas alloca	μ) & Kutz GP (36550) pools upon completion. recovery per well of the 8 DK wells & 9 GP			
Proposed oil & gas alloca wells in T27N-R11W. Water	\mathcal{L}	/ / A Z) & Kutz GP (36550) pools upon completion. recovery per well of the 8 DK wells & 9 GP production per well:			
Proposed oil & gas alloca wells in T27N-R11W. Water Dakota: Gas 75% Wa	C production from the Basin DK (71599 tions are based on estimated ultimate r allocations are based on EUR water ter 58% Oil 38% Gallup:	/ / A Z) & Kutz GP (36550) pools upon completion. recovery per well of the 8 DK wells & 9 GP production per well:			
Proposed oil & gas alloca wells in T27N-R11W. Water Dakota: Gas 75% Wa Both pools are included in owners are common in both	C production from the Basin DK (71599 tions are based on estimated ultimate rallocations are based on EUR water ter 58% Oil 38% Gallup: n the NMOCD pre-approved pool combina pools; no notice to owners was neces) & Kutz GP (36550) pools upon completion. recovery per well of the 8 DK wells & 9 GP production per well: Gas 25% Water 42% Oil 62% tions for DHC in the SJ Basin. Interest sary. The BLM has been notified of our			
Proposed oil & gas alloca wells in T27N-R11W. Water Dakota: Gas 75% War Both pools are included in owners are common in both intent to DHC via submitte	C production from the Basin DK (71599 tions are based on estimated ultimate rallocations are based on EUR water ter 58% Oil 38% Gallup: n the NMOCD pre-approved pool combina pools; no notice to owners was neces al of Form 3160-5. DHC will offer an) & Kutz GP (36550) pools upon completion. recovery per well of the 8 DK wells & 9 GP production per well: Gas 25% Water 42% Oil 62% tions for DHC in the SJ Basin. Interest sary. The BIM has been notified of our economical method of production while			
Proposed oil & gas alloca wells in T27N-R11W. Water Dakota: Gas 75% Wa Both pools are included in owners are common in both intent to DHC via submitte protecting against reserve	C production from the Basin DK (71599 tions are based on estimated ultimate rallocations are based on EUR water ter 58% Oil 38% Gallup: n the NMOCD pre-approved pool combina pools; no notice to owners was neces al of Form 3160-5. DHC will offer an oir damage, wasyte of reserves & viol) & Kutz GP (36550) pools upon completion. recovery per well of the 8 DK wells & 9 GP production per well: Gas 25% Water 42% Oil 62% tions for DHC in the SJ Basin. Interest sary. The BLM has been notified of our economical method of production while ation of correlative rights.			
Proposed oil & gas alloca wells in T27N-R11W. Water Dakota: Gas 75% War Both pools are included in owners are common in both intent to DHC via submitte protecting against reserve I hereby certify that the information a	C production from the Basin DK (71599 tions are based on estimated ultimate rallocations are based on EUR water ter 58% Oil 38% Gallup: n the NMOCD pre-approved pool combina pools; no notice to owners was neces al of Form 3160-5. DHC will offer an oir damage, wasyte of reserves & viol bove/is true and complete to the best of my kn) & Kutz GP (36550) pools upon completion. recovery per well of the 8 DK wells & 9 GP production per well: Gas 25% Water 42% Oil 62% tions for DHC in the SJ Basin. Interest sary. The BIM has been notified of our economical method of production while			
Proposed oil & gas alloca wells in T27N-R11W. Water Dakota: Gas 75% War Both pools are included in owners are common in both intent to DHC via submitte protecting against reserve I hereby certify that the information a grade tank has been well to go surrected are	C production from the Basin DK (71599 tions are based on estimated ultimate rallocations are based on EUR water ter 58% Oil 38% Gallup: n the NMOCD pre-approved pool combina pools; no notice to owners was necessal of Form 3160-5. DHC will offer an oir damage, wasyte of reserves & viol bove is true and complete to the best of my knowledge according to NMOCD guidelines , a general) & Kutz GP (36550) pools upon completion. recovery per well of the 8 DK wells & 9 GP production per well: Gas 25% Water 42% Oil 62% tions for DHC in the SJ Basin. Interest sary. The BIM has been notified of our economical method of production while ation of correlative rights.			
Proposed oil & gas alloca wells in T27N-R11W. Water Dakota: Gas 75% War Both pools are included in owners are common in both intent to DHC via submitte protecting against reserve I hereby certify that the information a grade tank has been well to go surrected are	C production from the Basin DK (71599 tions are based on estimated ultimate rallocations are based on EUR water ter 58% Oil 38% Gallup: n the NMOCD pre-approved pool combina pools; no notice to owners was necessal of Form 3160-5. DHC will offer an oir damage, wasyte of reserves & viol bove is true and complete to the best of my known according to NMOCD guidelines , a general control of the control of the best o) & Kutz GP (36550) pools upon completion. recovery per well of the 8 DK wells & 9 GP production per well: Gas 25% Water 42% Oil 62% tions for DHC in the SJ Basin. Interest sary. The BIM has been notified of our economical method of production while ation of correlative rights. owledge and belief. I further certify that any pit or below- all permit or an (attached) alternative OCD-approved plan			
Proposed oil & gas alloca wells in T27N-R11W. Water Dakota: Gas 75% War Both pools are included in owners are common in both intent to DHC via submitte protecting against reserve I hereby certify that the information a grade tank has been will be constructed for SIGNATURE	C production from the Basin DK (71599 tions are based on estimated ultimate rallocations are based on EUR water ter 58% Oil 38% Gallup: n the NMOCD pre-approved pool combina pools; no notice to owners was necessal of Form 3160-5. DHC will offer an oir damage, wasyte of reserves & viol bove is true and complete to the best of my known according to NMOCD guidelines , a general reserves. TITLE REGULATIONS	Exiting the second state of the second secon			
Proposed oil & gas alloca wells in T27N-R11W. Water Dakota: Gas 75% War Both pools are included in owners are common in both intent to DHC via submitte protecting against reserve I hereby certify that the information a grade tank has been well be constructed fro SIGNATURE Type or print name HOLLY C. PERK	C production from the Basin DK (71599 tions are based on estimated ultimate rallocations are based on EUR water ter 58% Oil 38% Gallup: n the NMOCD pre-approved pool combina pools; no notice to owners was necessal of Form 3160-5. DHC will offer an oir damage, wasyte of reserves & viol bove is true and complete to the best of my knowledge according to NMOCD guidelines, a general true. TITLE REGULA E-mail address:) & Kutz GP (36550) pools upon completion. recovery per well of the 8 DK wells & 9 GP production per well: Gas 25% Water 42% Oil 62% tions for DHC in the SJ Basin. Interest sary. The BIM has been notified of our economical method of production while ation of correlative rights. Towledge and belief. I further certify that any pit or below- al permit or an (attached) alternative OCD-approved plan TORY COMPLIANCE TECH DATE 5/30/2007 holly_perkins@xtoenergy.com Telephone No. 505-324-1090			

EH Pipkin #10F Allocation Percentages

The proposed gas and oil production allocation percentages are based on estimated average ultimate recovery per well of the 8 Dakota wells and 9 Gallup wells in T27N R11W. Water allocation is based on E.U.R. water production per well. Please see attached Dakota and Gallup E.U.R. analysis.

Proposed Allocation Percentages:

Pool	Oil	Water	Gas
Gallup	62%	42%	25%
Dakota	38%	58%	75%

Basin Dakota Pool (Per well avg. est. ultimate gas, oil and water recovery prod.)

ВО	BW	MCF
5,173	7,077	930,226

South Kutz Gallup Pool (Per well avg. est. ultimate gas, oil and water recovery prod.)

ВО	BW	MCF
8,551	5,221	300,325