District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 <u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410 District IV

## State of New Mexico

Form C-101 Revised March 17, 1999

Oil Conservation Division 1220 South St. Francis Dr. Submit to appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

1220 S. St. Francis Dr., Santa Fe, NM 87505			Santa	Santa Fe, NM 87505					ENDED REPOR			
APPL	ICATI	ON FOR				ENTER	, DE	EPEN,	PLUGBAC	K, OR ADI	) A ZONE	
			Operator Name an					and a second	La La Carta	<sup>2</sup> OGRID Number 013998		
Maralex Resources, Inc. P.O. Box 338								5/	API Number	9,0		
			cio. CO	8113	7				30 - 04	5-31	70 1	
Property Code 2 7 A Property N						Name cett F	C.			° Wel 1	i No.	
	<del></del>				<sup>7</sup> Surface							
UL, or lot no.	Section	Township	Range	Lot	ldn Feet			outh line	Feet from the	East/West line	County	
Н	24	30N	12W					rth	960 <b>'</b>	East	San Juan	
		8	Proposed B	ottom	Hole Locat	ion If D	iffere	nt Fron	1 Surface	L	<u> </u>	
L or lot no.	Section	Township	Range	Lot	T	from the		outh line	Feet from the	East/West line	County	
		" P	roposed Pool 1	<u> </u>			<sup>10</sup> Proposed Pool 2					
			n Fruitla	and C	0a1					· · · · ·		
<del></del>		5401	11 11 11 11 11 11		041							
11 Work Type Code		<u> </u>	12 Well Type Code			ble/Rotary	"* L		Lease Type Code	15 Gro	<sup>15</sup> Ground Level Elevation	
N			G			tary ormation	P		P	5563		
<sup>16</sup> Multiple N			Proposed Depth 2005			rtld C	oal			ASAP		
			<sup>21</sup> P	ropose	ed Casing a	nd Ceme	nt Pr	ogram				
Hole Si	7e	Casi			g weight/foot	T	tting De		Sacks of Ce	ment	Estimated TOC	
						1	250'		200s:		Surface	
7-7/8"			8-5/8" 5-1/2"		24# 15.5#		2005 <b>'</b>		360s:		Surface	
1-11	<u>.</u>		3-1/2		15.5#				2008.		Surrace_	
<del></del>		<del> </del>				+						
				·					-			
	<u> </u>	L							<u> </u>			
escribe the blo		ntion program	application is to			x, give me u	ata on ti	ne present	productive zone and	i proposed new pr	oductive zone.	
knowledge a	and belief.	Tai.	en above is true a	nd comple	ete to the best of	Approve		OIL CO	ONSERVATI L Num GAS INSFERT	ION DIVISI	ION	
Printed name: A.M. O'Hare					1 iue:	SEP 2 4 7						
tle:	Pres	ident	<del> </del>			Approva		r 24	2003 E	epiration Date:	~ i L	
ate:	09/2	3/03	Phone:	′563 <b>–</b>	4000	Condition	ısofAp∣	proval:				
	0//	J / UJ	1 2/0/	~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~	<b>TUUU</b>	f	1 1					

District | 1625 N. French Dr., Hubbs, NM 88246 District II 1301 W. Grand Avenue, Artesia, NM 88216 District III 1800 Rie Brunes Rd., Ausec, NM 87416 District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

## State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised August 15, 2000 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

Poul Code
71629

Basin Fruitland Coal

API Numbe	- 00	<sup>2</sup> Poul Code	<sup>3</sup> Peel Na	me .
30-045-	3 (909)	71629	Basin Fruitlan	d Coal
32980		*Well Number		
<b>'OGRID No.</b> 013998			Person Russe SOURCRE, INC.	*Elevation 5503
		10 0	-Con Toursian	•

UL or but no. Scetion Township Range Lot bin Peet from the North/South lide Peet from the Engl/West line County

12 Dedicated Acres 320

13 Joint or Infill 14 Counsilidation Code 15 Order No.

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

, , , , , , , , , , , , , , , , , , ,	TANDARD UNIT HAS BEEN	The second secon	DIVISION
(589°47 16"E)	(29.45	ZÓH)	OPERATOR CERTIFICATION  [ hereby certify that the information contained herein
	1		is true and complete to the best of my knowledge and
+  		1815	belief. Signature
99.825	LAT. 36.80011°N LONG.108.04350°W	960'	· · · · · · · · · · · · · · · · · · ·
<del></del>	GC. 24	\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\	Date
SEP SEP	2000	39.75 ON	I hereby certify that the well location shown on this plat was plotted from field nates of actual surveys made by me or under my supervision, and that the same is true and convent to the best of my helief.
**************************************		×0°20'£	WALTS AT MAKING III
(589°53'26"E)	(79.765c	بيم (د	Constitute Number 107 (SME)

MARALEX RESOURCES, INC.
APD ATTACHMENT
BLANCETT FC # 1
1815' FNL; 960' FEL
SECTION 24-T30N-R12W
SAN JUAN COUNTY, NM

Maralex Resources, Inc., proposes to drill a vertical well at the above-designated location to test the Basin Fruitland Coal formation. A native mud will be used to drill the surface hole and produced water from Maralex's existing Fruitland wells will be used to drill the production hole. Both sets of casing will be cemented back to surface based on fluid and/or log calipers run at total depth.

The drilling contract has not been awarded yet, thus the BOP model to be used is not yet known. A typical model is shown on the attached page. Once out from under the surface casing, a minimum of 1,000 psi BOP and choke manifold system will be used. BOP controls will be installed before drilling the surface casing plug and used until the well is completed or abandoned.