

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

Oil Conservation Division

1220 S. St Francis Dr.

Santa Fe, NM 87505

Form C-101

APPLICATION FOR PERMIT TO DRILL

Operator Name and Address MARALEX RESOURCES INC PO Box 338 Ignacio, CO 81137		OGRID Number 13998
Property Code 32980		API Number 30-045-32021
Property Name BLANCETT FC		Well No. 002A

Surface Location

UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
A	24	30N	12W	A	1000	N	780	W	San Juan

Proposed Pools

BASIN FRUITLAND COAL (GAS) 71629

Work Type New Well	Well Type GAS	Cable/Rotary	Lease Type Private	Ground Level Elevation 5508
Multiple N	Proposed Depth 2005	Formation Fruitland Coal	Contractor	Spud Date 12/01/2003

Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	8.625	24	250	200	0
Prod	7.875	5.5	15.5	2005	360	0

Casing/Cement Program: Additional Comments

Both sets of casing will be cemented back to surface based on fluid and/or log calipers run at total depth.

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	3000	1500	Schaffer

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

Electronically Signed By: Carla Shaw

Title:

Date: 11/25/2003

Phone: 970-563-4000

OIL CONSERVATION DIVISION

Electronically Approved By: Frank Chavez

Title: District Supervisor

Approval Date: 12/05/2003

Expiration Date: 12/05/2004

Conditions of Approval:
No Conditions

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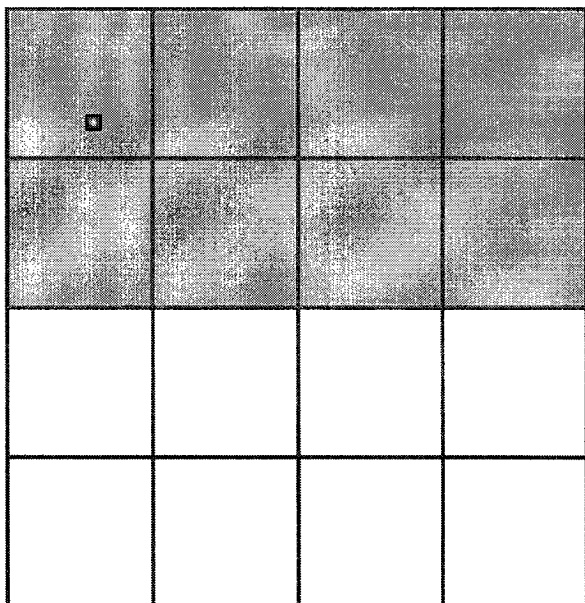
Form C-102

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-045-32021	Pool Name BASIN FRUITLAND COAL (GAS)	Pool Code 71629
Property Code 32980	Property Name BLANCETT FC	Well No. 002A
OGRID No. 13998	Operator Name MARALEX RESOURCES INC	Elevation 5508

Surface And Bottom Hole Location

UL or Lot A	Section 24	Township 30N	Range 12W	Lot Idn A	Feet From 1000	N/S Line N	Feet From 780	E/W Line W	County San Juan
Dedicated Acres 320		Joint or Infill		Consolidation Code		Order No.			

**OPERATOR CERTIFICATION**

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

Electronically Signed By: Carla Shaw

Title:

Date: 11/25/2003

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.

Surveyed By: William Mahnke

Date of Survey: 11/21/2003

Certificate Number: 8466

Permit Comments

Operator: MARALEX RESOURCES INC , 13998

Well: BLANCETT FC #002A

User Name	Comment	Comment Date
CSSHAW	We have a \$15,000 letter of credit from the Bank of Cherry Creek that covers the plugging bond for this well. Dorothy Phillips of the NMOCD, Santa Fe, NM has the information in regards to this.	11/25/2003
SHAYDEN	Permit is pending until bond is in place.	11/26/2003
SHAYDEN	Bond will be in place as soon as API# is in ONGARD, so approval is given.	12/5/2003