

<b>UNITED STATES</b> <b>DEPARTMENT OF THE INTERIOR</b> <b>BUREAU OF LAND MANAGEMENT</b>  <b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT--" for such proposals)		5. Lease  <div style="text-align: center;">NMNM-03547</div>									
		6. If Indian, Allottee or Tribe Name  									
		7. Unit Agreement Name  									
1. Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> <div style="text-align: center;">GAS WELL</div>		8. Well Name and No.  <div style="text-align: center;">BREECH "F" 11-M</div>									
2. Name of Operator:  <div style="text-align: center;">Caulkins Oil Company</div>		9. API Well No.  <div style="text-align: center;">30-039-22955-00-D2</div>									
3. Address of Operator: <div style="text-align: center;">(505) 632-1544 P.O. Box 340, Bloomfield, NM 87413</div>		10. Field and Pool, Exploratory Area  <div style="text-align: center;">BASIN DAKOTA, MESA VERDE</div>									
4. Location of Well (Footage, Sec., Twp., Rge.) <div style="text-align: center;">890' F/S 1120' F/E, P SEC. 35-27N-6W</div>		11. Country or Parish, State  <div style="text-align: center;">Rio Arriba Co., New Mexico</div>									
12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA											
TYPE OF SUBMISSION		TYPE OF ACTION									
<div style="position: relative; height: 100px;"> <div style="position: absolute; top: 0; left: 0; width: 100%; height: 100%; background-color: black; color: white; text-align: center; font-size: 2em; line-height: 1;">           RECEIVED            JUN 20 1997            OIL CON. DIV.            DIST. 3         </div> </div> <div style="display: flex; justify-content: space-between;"> <div style="width: 45%;"> <input checked="" type="checkbox"/> Notice of Intent  <input type="checkbox"/> Subsequent Report  <input type="checkbox"/> Final Abandonment Notice         </div> <div style="width: 45%;"> <input type="checkbox"/> Abandonment  <input type="checkbox"/> Recompletion  <input type="checkbox"/> Plugging Back  <input type="checkbox"/> Casing Repair  <input type="checkbox"/> Altering Casing  <input checked="" type="checkbox"/> Other <u>Commingling Well</u> </div> <div style="width: 45%;"> <input type="checkbox"/> Change of Plans  <input type="checkbox"/> New Construction  <input type="checkbox"/> Non-Routine Fracturing  <input type="checkbox"/> Water Shut-Off  <input type="checkbox"/> Conversion to Injection  <input type="checkbox"/> Dispose Water         </div> </div>											
17. Describe Proposed or Completed Operations:  <div style="margin-left: 20px;">           6-3-97 It is our intention to downhole commingle Basin Dakota and Blanco Mesa Verde zones in this well.             New Mexico Oil Conservation Division approved commingling of this well by Order # DHC-659.   <table style="margin-left: 40px; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Allocation</th> <th style="text-align: left;">Oil %</th> <th style="text-align: left;">Gas %</th> </tr> </thead> <tbody> <tr> <td>Mesa Verde</td> <td>13%</td> <td>7%</td> </tr> <tr> <td>Basin Dakota</td> <td>87%</td> <td>93%</td> </tr> </tbody> </table> <p style="margin-left: 40px;">Pull and salvage 1 1/4" tubing from Mesa Verde zone.</p> <p style="margin-left: 40px;">T.O.H. with 2 1/16" tubing and packer now being used for Dakota production string.</p> <p style="margin-left: 40px;">Continued on page 2.</p> </div>			Allocation	Oil %	Gas %	Mesa Verde	13%	7%	Basin Dakota	87%	93%
Allocation	Oil %	Gas %									
Mesa Verde	13%	7%									
Basin Dakota	87%	93%									
NOTE: The format is issued in lieu of U.S. BLM Form 3160-5											
18. I HEREBY CERTIFY THE FOREGOING IS TRUE AND CORRECT  <div style="display: flex; justify-content: space-between;"> <div style="width: 40%;">           SIGNED: <u>Robert L. Verquer</u>  <div style="text-align: center;">ROBERT L. VERQUER</div> </div> <div style="width: 40%;">           TITLE: <u>Superintendent</u> </div> <div style="width: 20%;">           DATE: <u>06/04/97</u> </div> </div>											
<div style="display: flex; justify-content: space-between;"> <div style="width: 40%;">           APPROVED BY: <u>/s/ Duane W. Spence</u> </div> <div style="width: 40%;">           TITLE: _____         </div> <div style="width: 20%;">           DATE: <u>JUN 18 1997</u> </div> </div> <p>CONDITIONS OF APPROVAL, IF ANY</p> <div style="margin-left: 20px;"> </div>											

NMOC

Caulkins Oil Company  
Sundry Notice  
Breech "F" 11-M  
June 4, 1997  
Page 2

T.I.H. with 2 1/16" tubing, re-dressed model R-3 packer with reverse flow check valve installed immediately above packer.

Land tubing at approximately 7600' with packer set between Dakota and Mesa Verde perforations at approximately 7300' for commingled Dakota - Mesa Verde production.

No new surface to be disturbed, location area will be cleaned up when work is completed.

Estimated starting date: August 1, 1997

---