

Submit 3 Copies To Appropriate District Office

State of New Mexico Energy, Minerals & Natural Resources

Form C-103 Revised March 25, 1999

District I 1625 N. French Dr. Hobbs, NM 88240
District II 811 South First, Artesia, NM 88210
District III 1000 Rio Brazos Rd., Aztec, NM 87410
District IV 2040 South Pacheco, Santa Fe, NM 87505

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

WELL API NO. 30-039-26690
5. Indicate Type of Lease STATE [] FEE [] FEDERAL SF-079360
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name RINCON UNIT
8. Well No. 185R
9. Pool name or Wildcat Blanco Mesa Verde
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 6560'

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 [X] Other
2. Name of Operator PURE RESOURCES L.P.
3. Address of Operator P.O. BOX 850, BLOOMFIELD, NM 87413
4. Well Location Unit Letter G : 1402' feet from the NORTH line and 1913' feet from the EAST line Section 22 Township 27N Range 07W NMPM RIO ARRIBA County
11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

SUBSEQUENT REPORT OF:

PERFORM REMEDIAL WORK [] PLUG AND ABANDON [] REMEDIAL WORK [] ALTERING CASING []
TEMPORARILY ABANDON [] CHANGE PLANS [] COMMENCE DRILLING OPNS [] PLUG AND ABANDONMENT []
PULL OR ALTER CASING [] MULTIPLE COMPLETION [X] CASING TEST AND CEMENT JOB []
OTHER: [] OTHER: []

12. 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 recompliation

SEE ATTACHED



I hereby certify that the information above is true and complete to the best of my knowledge and belief.
SIGNATURE [Signature] TITLE Drilling/Production Foreman DATE 08/07/01
Type or print name Micheal C. Phillips TELEPHONE NO. (505) 632-1811

APPROVED BY Original Signed by STEVEN N. HAYDEN TITLE DEPUTY OIL & GAS INSPECTOR, DIST. 3 DATE AUG - 9 2001
Conditions of approval, if any:

In accordance with Division Order - NO. R-11383.19.5.5.303 (C)-c, Pure Resources request permission to down hole commingle blanco Mesa Verde formation and Basin Dakota in the following well.

**Rincon Unit No. 185R
1402' FNL & 1913' FEL
"G" Sec 22, T27N - R07W
Rio Arriba County, New Mexico**

Perforated Intervals

(Basin Dakota)	Graneros Dakota
(Blanco Mesa Verde)	Cliff House Menefee Pt Lookout

Allocation of production will be at a later date using established production of the Dakota minus the total production of the commingled well.

The Blanco Mesa Verde formation is uneconomic to drill as a stand-alone well. To develop these reserves, a dual or commingled completion is required. We estimate an ultimately recovery of approximately 750 MMCFD from the mesa Verde Horizon, which would remain otherwise undeveloped.

Both zones are of common ownership and produce essentially dry gas. Therefore the formation fluids are compatible. Also no crossflows will occur between the commingled zones.

Also a copy of the respective 3160 will be sent to the BLM for notification.