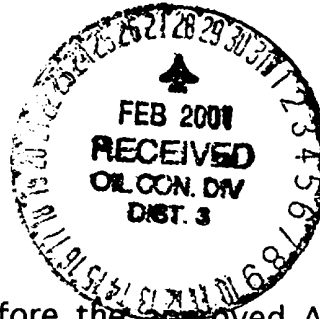


C

PERMITS WEST, INC.
PROVIDING PERMITS for LAND USERS
37 Verano Loop, Santa Fe, New Mexico 87505 (505) 466-8120

February 25, 2001

Frank Chavez
NM Oil Conservation Division
1000 Rio Brazos Rd.
Aztec, NM 87410



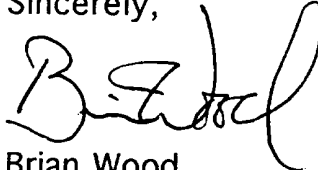
Dear Frank

While it will be several months before the approved APDs arrive from BLM due to well locations on Navajo Tribal land, I have enclosed the proofs of delivery for one Richardson APD (Navajo 27 #3) and three Dreyfus (Hancock 32 1 R, Holloway 6 1, and Mudge A 8 R) APDs. All four wells required operator notice under Rule 102 due to proposed wells in quarter-quarters with existing wells.

Please call me if you have any questions.

SH

Sincerely,


Brian Wood

PERMIT'S WEST, INC.

PROVIDING PERMITS for LAND USERS

17 Verano Loop, Santa Fe, New Mexico 87505

(505) 466-8120

January 31, 2001

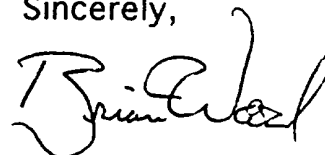
Manny Sirgo
Kenson Operating Company
P. O. Box 3531
Midland, Tx. 79702

Dear Mr. Sirgo:

In accordance with NM Oil Conservation Division Rule 102, I am providing a copy of the Navajo 27 #3 APD. It will be drilled by Richardson Operating Co. The well is within a quarter-quarter in which there is an existing NW Cha Cha Unit well. The state requires the offset operator to be notified in such a case.

Please call me if you have any questions.

Sincerely,



Brian Wood

SENDER: ■ Complete items 1 and/or 2 for additional services. ■ Complete items 3, 4a, and 4b. ■ Print your name and address on the reverse of this form so that we can return this card to you. ■ Attach this form to the front of the mailpiece, or on the back if space does not permit. ■ Write "Return Receipt Requested" on the mailpiece below the article number. ■ The Return Receipt will show to whom the article was delivered and the date delivered.		<i>Richardson</i> <i>Navajo 27-3</i> I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
3. Article Addressed to: Manny Sirgo Kenson Operating Company P. O. Box 3531 Midland, Tx. 79702		4a. Article Number 7099 3220 0006 3444 4627	
		4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD	
5. Received By: (Print Name)		7. Date of Delivery FEB 06 2001	
6. Signature: (Addressee or Agent) X <i>P A Redman</i>		8. Addressee's Address (Only if requested and fee is paid)	

PS Form 3811, December 1994

102595-97-B-0179 Domestic Return Receipt

Is your RETURN ADDRESS completed on the reverse side?

Thank you for using Return Receipt Service.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

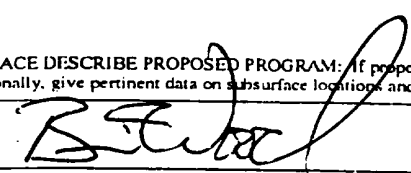
1a. TYPE OF WORK DRILL <input checked="" type="checkbox"/> DEEPEN <input type="checkbox"/>		5. LEASE DESIGNATION AND SERIAL NO. 14-20-603-2168
b. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER <input type="checkbox"/>		6. IF INDIAN, ALLOTTEE OR TRIBE NAME Navajo
2. NAME OF OPERATOR Richardson Operating Co. (303) 830-8000		7. UNIT AGREEMENT NAME N/A
3. ADDRESS AND TELEPHONE NO. 1700 Lincoln St., Suite 1700, Denver, Co. 80203		8. FARM OR LEASE NAME-WELL NO. Navajo 27 #3
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)* At surface 1278' FSL & 1211' FEL At proposed prod. zone Same		9. API WELL NO.
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 6 air miles SE of Kirtland		10. FARM AND BOOZ OP. FIELD NO. W. Kutz PC Ext.
15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any) 1211'	16. NO. OF ACRES IN LEASE 1,440	11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA 27-29n-14w NMPM
18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 150'	19. PROPOSED DEPTH 1,360'	12. COUNTY OR PARISH San Juan
21. ELEVATIONS (Show whether DF, RT, GR, etc.) 5,770' ungraded		13. STATE NM
22. APPROX. DATE WORK WILL START* July 1, 2001		

PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
8-3/4"	K-55 7"	20	120'	≈36 cu. ft. & to surface
6-1/4"	K-55 4-1/2"	10.5	1,360'	≈244 cu. ft. & to surface

cc: BIA, BLM, Colby, NAPI, OCD (via BLM), Sirgo, Tribe

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24.  Consultant (505) 466-8120 1-19-01
SIGNED _____ TITLE _____ DATE _____
(This space for Federal or State office use)

PERMIT NO. _____ APPROVAL DATE _____

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
CONDITIONS OF APPROVAL, IF ANY:

APPROVED BY _____ TITLE _____ DATE _____

*See Instructions On Reverse Side

PERMITS WEST, INC.

PROVIDING PERMITS for LAND USERS

37 Verano Loop, Santa Fe, New Mexico 87505

(505) 466-8120

January 18, 2001

Bill Franklin
Conoco Inc.
10 Desta Dr., Suite 100W
Midland, Tx. 79705-4500

Dear Bill,

In accordance with NM Oil Conservation Division rule 102, I am providing copies of the APDs for three wells to be drilled by Louis Dreyfus Natural Gas Corp. All three wells are in quarter-quarters where there are existing Conoco wells. The state requires the offset operators to be notified in such cases.

All three Dreyfus wells are proposed to have a TD of 2000 and test the Fruitland coal and/or Pictured Cliffs sandstone. All three Conoco wells produce from the Dakota sandstone.

Existing Conoco Well

Hancock 2
Holloway 3
Holloway 1 E

Q-Q, Sec., T. R.

SWNE 1-27n-12w
NENE 6-26n-11w
NWNW 6-27n-11w

Proposed Dreyfus Well

Hancock 32 1 R
Holloway 6 1
Mudge A 8 R

Please call me if you have any questions.

Best wishes,

Brian Ward

Is your RETURN ADDRESS completed on the reverse side?

SEND TO:

- Complete items 1 and/or 2 for additional service.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:
Conoco, Inc.
10 Desta Dr., Suite 100-W
Midland, Tx. 79705-4500

4a. Article Number
7099 3220 0006 3444 4653

4b. Service Type
☐ Registered ☐ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery
1-22-01

5. Received By: (Print Name)
TINA MALDONADO

6. Signature: (Addressee or Agent)
x Tina Maldonado

8. Addressee's Address (Only if requested and fee is paid)

1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

Thank you for using Return Receipt Service.

PS Form 3811, December 1994 102595-97-B-0179 Domestic Return Receipt