

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL API NO.	30-045-24615
5. Indicate Type of Lease	STATE ☒ FEE ☐
6. State Oil & Gas Lease No.	B-11318
7. Lease Name or Unit Agreement Name	GALLEGOS CANYON UNIT
8. Well No.	GCU #323
9. Pool name or Wildcat	Basin Fruitland Coal

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 ☒ OTHER	
2. Name of Operator BHP PETROLEUM (AMERICAS) INC.	
3. Address of Operator P.O. BOX 977 FARMINGTON, NEW MEXICO 87499	
4. Well Location Unit Letter <u>M</u> : <u>1030</u> Feet From The <u>South</u> Line and <u>860</u> Feet From The <u>West</u> Line Section <u>32</u> Township <u>29N</u> Range <u>12W</u> NMPM <u>San Juan</u> County	
10. Elevation (Show whether OF, RKB, RT, GR, etc.) 5622' GR	

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK ☒	REMEDIAL WORK ☐
TEMPORARILY ABANDON ☐	ALTERING CASING ☐
PULL OR ALTER CASING ☐	COMMENCE DRILLING OPNS. ☐
OTHER: ☐	PLUG AND ABANDONMENT ☐
	CASING TEST AND CEMENT JOB ☐
	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.

1. Production test the Pictured Cliffs; If productive (25 MCF or more) set RBP @ +/- 1504'. If not productive, set CIBP @ same depth.
2. Pressure test casing w/2000 psi.
3. Perforate the Fruitland Coal w/4 JSPF.
4. If casing tests ok, then fracture stimulate w/a minimum of 40,000# of sand down casing; If not repair casing and frac down tubing.

B.O.P.E. will consist of a 2,000# preventer equipped with pipe rams for work string, blind rams, and a non rotating stripper head

OIL CON. DIV.
DIST. 3

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

SIGNATURE Fred Lowery TITLE OPERATIONS SUPT. DATE 06-19-93
TYPE OR PRINT NAME FRED LOWERY TELEPHONE NO 827-1639

(This space for State Use)

APPROVED BY Original Signed by FRANK T. CHAVEZ TITLE SUPERVISOR DISTRICT # 3 DATE JUL 8 1993
CONDITIONS OF APPROVAL, IF ANY:

Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

310 Old Santa Fe Trail, Room 206
Santa Fe, New Mexico 87503

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

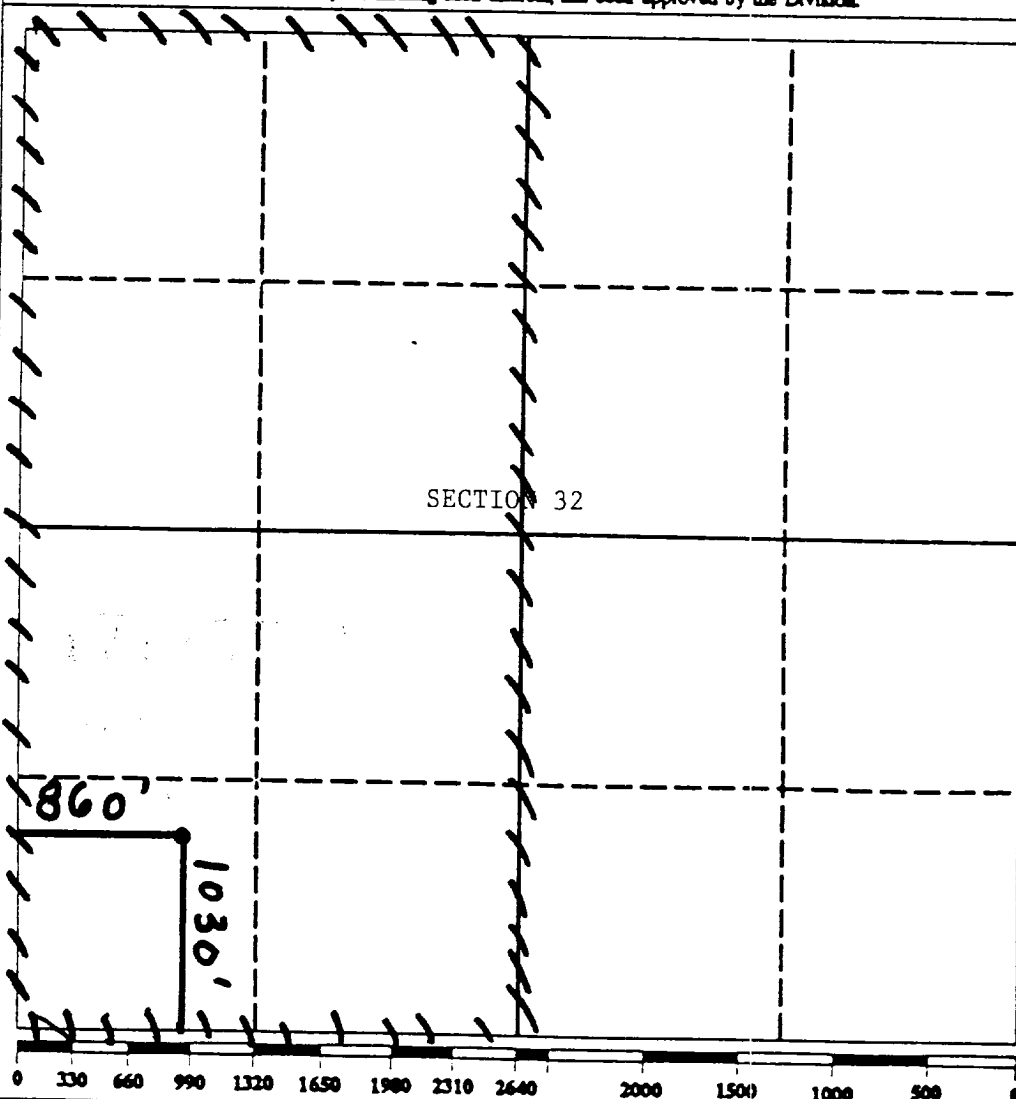
All Distances must be from the outer boundaries of the section

Operator BHP Petroleum (Americas) Inc.			Lease Gallegos Canyon Unit		Well No. 323
Unit Letter M	Section 32	Township 29 N	Range 12 W	County NMPM San Juan	

Actual Footage Location of Well:

1030 feet from the South line and	860 feet from the West line	Dedicated Acreage: 320 Acres
Ground level Elev. 5622'	Producing Formation Fruitland Coal	Pool Basin Fruitland Coal

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?
☐ Yes ☐ No If answer is "yes" type of consolidation _____
If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary).
No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

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

Signature
Carl Kolbe
Printed Name
Carl Kolbe
Position
Regulatory Affairs Rep.
Company
BHP Petr. (Americas) Inc.
Date
6/8/93

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes, actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed
Signature & Seal of Professional Surveyor
Original on file
Certificate No.