Subject 3 Corres to Appropriate District	State of No		Form C-103
Othice District I 1625 N. French Dr., Hobbs, NM 88240	Energy, Minerals an	Revised March 25, 1999 WELL API NO. 30-045-30322	
District II 811 South First, Artesia, NM/88210	OIL CONSERVA	TION DIVISION	5. Indicate Type of Lease
District III 1000 Rio Brazos Rd. Aztec. NM 87410		th Pacheco	STATE FEE X
District IV	Santa Fe, ?	NM 87505	6. State Oil & Gas Lease No.
SUNDRY NOTICES AND (DO NOT USE THIS FORM FOR PROPOSALS.) 1. Type of Well: Oil Well Gas Well 2 2. Name of Operator Richardson Operating Co 3. Address of Operator 1700 Lincoln Street, Suit 4. Well Location Unit Letter K Section 9	Other Ot	South line and 15 Range 14W NMPM DR. RKB. RT. GR. etc.) GR	A San Juan County
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLII	NG OPNS. PLUG AND ABANDONMENT
PULL OR ALTER CASING	MULTIPLE COMPLETION	CASING TEST AND CEMENT JOB	
OTHER:		X OTHER:	L
starting any proposed work). recompilation. Pursuant to Order R-11224, Ric Twin Mounds Fruitland Sand - The Basin Fruitland Coal forma Pictured Cliffs formation is esti Refer to the attached Technical	shardson Operating Company see: Pictured Cliffs (86620) pools, ation is estimated to be perforated mated to be perforated write-up for the allocation methall not reduce the value of the total ols is not identical.	ks permission to downhole comm 1 at 643'-655', 695'-700' and 738'- 68', 6d and supporting data.	ent dates, including estimated date of lagram of proposed completion or mingle the Basin Fruitland Coal (71629) and 756'. The Twin Mounds Fruitland Sandell.
I hereby certify that the inform	1 H = 431 A= ation above is true and comple	ete to the best of my knowledg	ge and belief. 1 Manager DATE 5/23/01
SIGNATURECat	bleen Colley	TITLE Land	
tipe of printerior	hleen Colby		Telephone No. 303-830-8000
(This space for State use) Original Stores APPROVED BY Conditions of approval, if any:	d by 511 ± 910 6 21. \$1.8 97.8±34	TITLETITLE	DATE DATE

RICHARDSON OPERATING COMPANY ROPCO #9-3 COMMINGLING APPLICATION

The ROPCO 9-3 is a newly drilled Basin Fru tland Coal/Twin Mounds Fruitland Sand - Pictured Cliffs well. This is part of Richardson's development program in their WF (West Farmington) field. This is the first Pictured Cliffs and Fruitland Coal well in this section. There are currently no other wells in the Section.

Based upon recent Richardson Operating Company wells in this township, it is anticipated that both zones will have similar bottom hole pressures of approximately 200 psi. Both zones produce some water and no liquid hydrocarbons. Neither zone is fluid sensitive and fluids from the two zones are compatible.

Since neither zone has enough data to prepare a reliable production forecast, or predict the ultimate reserves, Richardson Operating proposes to allocate the production based on the initial production rates from the Pictured Cliffs formation. The well will be perforated and stimulated in the Pictured Cliffs formation. The stimulation will then be cleaned up and the well flow tested. The production based on the flow test will establish the Pictured Cliffs base rate. The Fruitland Coal formation will be completed separately but it will be produced with the Pictured Cliffs. The Fruitland Coal production will be the total measured production minus the Pictured Cliffs production.

Assuming a 7% decline rate from the Pictured Cliffs, the proposed allocation formula is as follows:

Pictured Cliffs Production = Pictured Cliffs base rate $x e^{(-Dt)}$, where D = 7%/yr and t = time in years since first production.

Fruitland Coal Production = Total Production - Pictured Cliffs production.

State of New Mexico Energy, Minerals & Mining Resources: Department

00L CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

MENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

			חבננ		CION MODI	AUKEAUE L						
30-06	Nator 3	0322	71	Рья С 629 &	86620	FRUIT.	COAL	NTWP9 &	MOUNDS PC EX			
Property Coo	*	Property None						Well Nation				
36505	ROPCO							9 - 3				
OGRO Na. Operator Name								Elevation				
019219 RICHARDSON OPERATING COMPANY								5300				
Surface Location U. or Lat Sec. Typ. Ros. Lat lah. Feet Irons Horst/South Feet Irons East/West County												
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(50	28.		Twin Mounds PC			AUGUSTON STORY		I hereby contained to the best of the best	Name BRIAN WOOL CONSULTAN AUG. 7, 2000 /EYOR CERTIFICATION y certify that the sell location plat was piotted from field if actual surveys made by me true and correct to the best bestef, if Survey 19 104 1680			

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