Form 3160-5 Gune, 1990)

Approved by:

statements or representations as to any matter within its jurisdiction.

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED

Budget Bureau No. 1004-0135

| Expires: | March | 31. | 1993 |
|----------|-------|-----|------|
| | | | |

| BUREAU OF | LAND MANAGEMENT | Expires: March 31, 1993 |
|--|--|--|
| | | 5. Lease Designation and Serial No. |
| SUNDRY NOTICES | AND REPORTS ON WELL'S NOT 25 PM | , SF-079968 |
| | o drill, or to deepen or reentry to a different reservoir. | 6. If Indian, Allotte or Tribe Name |
| | OR PERMIT for such proposals | |
| SUBMIT IN TRIPLICA | 777 | 7. If Unit or CA, Agreement Designation |
| | 1111 | |
| Type of Well Oil Well X Gas Well | Other 200. | 8. Well Name and No. |
| | 60 9 2 | ROPCO 4-3 |
| Name of Operator chardson Operating Company | | 9. API Well No. |
| Address and Telephone No. | 100 | 30.045.30394 |
| 700 Lincoln, Suite 1700, Denver, Color | ado 80203 (303) 830 8000 🔬 🐔 | 10. Field and Pool, or Exploratory Area |
| Location of Well (Footage, T, R, M, or Survey Descri | | Twin Mounds FR Sand-PC/Basin FC |
| 330' FSL & 1060' FWL | 11. County or Parish, State | |
| ec. 4-T29N-R14W | | San Juan County, NM |
| | INDICATE NATURE OF NOTICE, REPORT, OR OTH | |
| | TYPE OF ACTION | |
| TYPE OF SUBMISSION | Abaridonment | Change of Plans |
| | | New Construction |
| X Notice of Intent | Recompletion | Non-Routine Fracturing |
| | Plugging Back | Water Shut-Off |
| Subsequent Report | Casing Repair | Conversion to Injection |
| | Altering Casing | Dispose Water |
| Final Abandonment Notice | Surface Casing/Cementing | (Note: Report results of multiple completion on Well |
| | X Other: see below | Completion or Recompletion Report and Log form). |
| | | , , , , , , , , , , , , , , , , , , , |
| | te all pertinent details, and give pertinent dates, including estima | |
| if well is directionally drilled, give subsurface locations an | d measured and true vertical depths for all markets and zones pe | rtinent to this work.) |
| 0.000 | rvation Division Order R-11224, Richardson Ope | erating Company seeks permission to downhol |
| Pursuant to New Mexico Oil Consei | Valion Division Order N-11224, Menaldson Option | victured Cliffs (86620) nools |
| | al (71629) and Twin Mounds Fruitland Sand - P | |
| | is estimated to be perforated at 756'-784' and | |
| | Cliffs formation is estimated to be perforated at | |
| Refer to the attached Technical Wr | ite-up for the allocation method and supporting | , uata. |
| | | akian of this woll |
| The downhole commingling will no | t reduce the value of the total remaining produc | gion of this wen. |
| | | |
| The ownership between the two po | ols is identical. | |
| | N N N N N N N N N N N N N N N N N N N | 2 102) softing out our intention to downhole |
| | as sent a like Sundry Notice to the OCD (Form C | \ |
| commingle this well. | OHC 414AZ, | 5-25-1 |
| | | |
| | | |
| | | |
| 14. I hereby certify that the foregoing is true and correct | | 2 |
| Signed: <u>Cathlen</u> Colly | Title: Land Manager | Date: May 23, 2001 |
| (This space for Federal or State office use) | | N . 13-A1 |
| Approved by: | Title: 6 to 109 NT | Oate: |

* See Instructions on Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent



RICHARDSON OPERATING COMPANY ROPCO #4-3 COMMINGLING APPLICATION

The ROPCO 4-3 is a newly drilled Basin Fruitland 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 only Pictured Cliffs and Fruitland Coal well in this section.

Two Pictured Cliffs wells have been drilled in Section 4, but neither have production history. The ROPCO 4-1 well (Unit A, Section 4, T29N-R14W) has been completed in the Pictured Cliffs and is currently shut-in, waiting on pumping unit. The ROPCO 4-4 well (Unit C, Section 4, T29N, R14W) has been completed in the Pictured Cliffs and is currently shut-in, waiting on pipeline.

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

OOIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

MENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| ٨ | PA Num | er . | Pool Code | | | | | Peral Name | | | |
|--|----------------|--------------------------------|---------------------------------------|---------------------------------------|----------|-------------|------|------------|--------|--|---|
| _ | | | 71629 & 86620 FRUIT. COAL & TWIN MOUN | | | | | | MOUND | S PC | |
| Property (| Code | | _1 | | Property | | | | | | Well Number |
| | | | • | | ROPC | | | | | | 4 - 3 |
| OGRID No | <u> </u> | | | · · · · · · · · · · · · · · · · · · · | Operator | | | | - | | Bevation |
| | | . RICHARDSON OPERATING COMPANY | | ANY | | | 5435 | | | | |
| 019219 . RICHARDSON OPERATING COMPANY | | | | | | | | | | | |
| UL or Lot | Sec | Twp. | Rge. | Lot lon | | n> North/So | | Feet from> | East/ | West | County |
| 1 | 4 | 29 N. | 14 W. | | 1830 | SOUT | - 1 | 1060 | WE | ST | SAN JUAN |
| Bottom Hole Location If Different From Surface | | | | | | | | | | | |
| UL or Lot | Sec | Тир. | Rge. | Lot lon | | | | Feet from> | East/ | West | County |
| Decication | مد | int? | Consolidat | ion | | | | Ord | er Na. | | |
| | | • | | | | | | | | | |
| | ę ^s | uit. Coal | | | | | | | 5299 | I hereby contained here | GR CERTIFICATION extrify that the information even is true and complete of my knowledge and CONSULTANT CT. 8, 2000 YOR CERTIFICATION certify that the well location that the supervision, and that the set and correct to the beautered. |
| 1060 | 1830. | oic. Cliff | | 1 | | | | | | of my bell Date of Signature of | \$ MHU07000 |