

DATE IN 9.3.04	SUSPENSE 9/8/04	ENGINEER Jones	LOGGED IN 9.7.04	TYPE SWD	APP NO. 0425118090
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

[NSL-Non-Standard Location] **[NSP-Non-Standard Proration Unit]** **[SD-Simultaneous Dedication]**
[DHC-Downhole Commingling] **[CTB-Lease Commingling]** **[PLC-Pool/Lease Commingling]**
[PC-Pool Commingling] **[OLS - Off-Lease Storage]** **[OLM-Off-Lease Measurement]**
[WFX-Waterflood Expansion] **[PMX-Pressure Maintenance Expansion]**
[SWD-Salt Water Disposal] **[IPI-Injection Pressure Increase]**
[EOR-Qualified Enhanced Oil Recovery Certification] **[PPR-Positive Production Response]**

[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

[A] Location - Spacing Unit - Simultaneous Dedication
☐ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

[B] Commingling - Storage - Measurement
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

[C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☒ SWD ☐ IPI ☐ EOR ☐ PPR

[D] Other: Specify _____

[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or ☐ Does Not Apply

- [A] ☒ Working, Royalty or Overriding Royalty Interest Owners
 [B] ☒ Offset Operators, Leaseholders or Surface Owner
 [C] ☒ Application is One Which Requires Published Legal Notice
 [D] ☒ Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
 [E] ☒ For all of the above, Proof of Notification or Publication is Attached, and/or,
 [F] ☒ Waivers are Attached

[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] CERTIFICATION: I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Donald R. Lankford

DR Lankford

Production Manager

Print or Type Name

Signature

Title

Date

donlankford@elpaso.com

e-mail Address

VPR "V" well No. 1
 30-007-20539
 SWD-941



EL PASO ENERGY RATON, L.L.C.
P.O. Box 190 - RATON, N.M. 87740

August 31, 2004

**New Mexico Oil Conservation Division
1220 South St. Frances
Santa Fe, NM 87505**

RECEIVED

SEP 03 2004

**Oil Conservation Division
1220 S. Saint Francis Drive
Santa Fe, NM 87505**

Re: VPR V-01 WDW Application for Authority to Inject

Dear NMOCD:

Find attached Application for Authority to Inject VPR V-01 WDW with the following enclosures:

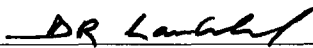
- 1. Application Checklist**
- 2. Application for Authority to Inject**
- 3. Approved APD**
- 3. Procedure**
- 4. Vicinity Map**
- 5. Geoprog**
- 6. Source Water Analyses**
- 7. Letter to Surface Owner**
- 8. Receipt of Letter to Surface Owner**
- 9. Legal Notice Publication**

Respectfully,

A handwritten signature in black ink, appearing to read "Don Lankford".

**Don Lankford
Production Manager
El Paso Energy Raton**

APPLICATION FOR AUTHORIZATION TO INJECT

- I. PURPOSE: _____ Secondary Recovery _____ Pressure Maintenance X _____ Disposal _____ Storage
Application qualifies for administrative approval? _____ Yes _____ No
- II. OPERATOR: EL PASO ENERGY RATON, L.L.C.
ADDRESS: PO BOX 190 RATON, NEW MEXICO 87740
CONTACT PARTY: DONALD R. LANKFORD PHONE: (505) 445-6721
- III. WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection.
Additional sheets may be attached if necessary.
- IV. Is this an expansion of an existing project? _____ Yes X _____ No
If yes, give the Division order number authorizing the project: _____
- V. Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.
- VI. Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.
- VII. Attach data on the proposed operation, including:
1. Proposed average and maximum daily rate and volume of fluids to be injected;
 2. Whether the system is open or closed;
 3. Proposed average and maximum injection pressure;
 4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and,
 5. If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
- *VIII. Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.
- IX. Describe the proposed stimulation program, if any.
- *X. Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted).
- *XI. Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
- XII. Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.
- XIII. Applicants must complete the "Proof of Notice" section on the reverse side of this form.
- XIV. Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.
- NAME: DONALD R. LANKFORD TITLE: PRODUCTION MANAGER
SIGNATURE:  DATE: _____
E-MAIL ADDRESS: donlankford@elpaso.com
- * If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal: _____

III. WELL DATA

A. The following well data must be submitted for each injection well covered by this application. The data must be both in tabular and schematic form and shall include:

- (1) Lease name; Well No.; Location by Section, Township and Range; and footage location within the section.
- (2) Each casing string used with its size, setting depth, sacks of cement used, hole size, top of cement, and how such top was determined.
- (3) A description of the tubing to be used including its size, lining material, and setting depth.
- (4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

Division District Offices have supplies of Well Data Sheets which may be used or which may be used as models for this purpose. Applicants for several identical wells may submit a "typical data sheet" rather than submitting the data for each well.

B. The following must be submitted for each injection well covered by this application. All items must be addressed for the initial well. Responses for additional wells need be shown only when different. Information shown on schematics need not be repeated.

- (1) The name of the injection formation and, if applicable, the field or pool name.
- (2) The injection interval and whether it is perforated or open-hole.
- (3) State if the well was drilled for injection or, if not, the original purpose of the well.
- (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations.
- (5) Give the depth to and the name of the next higher and next lower oil or gas zone in the area of the well, if any.

XIV. PROOF OF NOTICE

All applicants must furnish proof that a copy of the application has been furnished, by certified or registered mail, to the owner of the surface of the land on which the well is to be located and to each leasehold operator within one-half mile of the well location.

Where an application is subject to administrative approval, a proof of publication must be submitted. Such proof shall consist of a copy of the legal advertisement which was published in the county in which the well is located. The contents of such advertisement must include:

- (1) The name, address, phone number, and contact party for the applicant;
- (2) The intended purpose of the injection well; with the exact location of single wells or the Section, Township, and Range location of multiple wells;
- (3) The formation name and depth with expected maximum injection rates and pressures; and,
- (4) A notation that interested parties must file objections or requests for hearing with the Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, New Mexico 87505, within 15 days.

NO ACTION WILL BE TAKEN ON THE APPLICATION UNTIL PROPER PROOF OF NOTICE HAS BEEN SUBMITTED.

NOTICE: Surface owners or offset operators must file any objections or requests for hearing of administrative applications within 15 days from the date this application was mailed to them.

INJECTION WELL DATA SHEET

OPERATOR: EL PASO ENERGY RATION, L.L.C.WELL NAME & NUMBER: VPR V-01 WDWWELL LOCATION: 1640' FNL & 384' FWL E 10 30N 19E
FOOTAGE LOCATION UNIT LETTER SECTION TOWNSHIP RANGEWELLBORE SCHEMATICWELL CONSTRUCTION DATA
Surface Casing

(See Attachment A)

Hole Size: 17 1/2" Casing Size: 13 3/8"

Cemented with: 200 sx. or 350 ft³

Top of Cement: Surface Method Determined: _____

Intermediate Casing

Hole Size: 12 1/4" Casing Size: 10 3/4"

Cemented with: 500 sx. or 1600 ft³

Top of Cement: Surface Method Determined: _____

Production Casing

Hole Size: 9 7/8" Casing Size: 7 5/8"

Cemented with: 1100 sx. or 5230 ft³

Top of Cement: Surface Method Determined: _____

Total Depth: 7320'Injection Interval5810' feet to 6270'

(Perforated or Open Hole; indicate which)

Other Type of Tubing/Casing Seal (if applicable):

1. Is this a new well drilled for injection? X Yes No

If no, for what purpose was the well originally drilled? _____

2. Name of the Injection Formation: Entrada and Glorieta Sandstone
3. Name of Field or Pool (if applicable): Vermejo Park Ranch
4. Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) used. No
5. Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area:

The Raton and Vermejo coal beds overlay the area of the proposed well. They will be sealed from the wellbore by 10 3/4" intermediate and 7 5/8" production casing.

El Paso Energy Raton, L.L.C.
Vermejo Park Ranch "V", Well #01 Water Disposal
1640' FNL & 384' FWL
Section 10, T-30N, R 19E
Colfax County, New Mexico

Additional Data

V. Map attached - "Attachment B", two mile & ½ mile radius area of review.

VI. Area of Review:

There are no Water Disposal Well within one half mile of the proposed disposal well that is currently injecting produced water into the Entrada and Glorieta. ✓

VII. Operation Data:

1. Proposed average daily injection volume: 20,000 BWPD
Proposed maximum daily injection volume: 20,000 BWPD
2. This well will be a closed system.
3. Proposed average daily injection pressure: 1,500 psi
Proposed maximum daily injection pressure: 1,500 psi
4. Sources of injection/disposal water will be from the Vermejo and Raton Formation CBM wells that have been drilled or are scheduled to be drilled on the Vermejo Park Ranch.
5. Chemical analysis of water zones will be obtained by Baker Petrolite Laboratories and Roy Johnson, District 4, Oil Conservation Division, Santa Fe, NM. ✓

VIII. Geological Data (Geologic Well Prognosis Report) – "Attachment C"

Information pertaining to the lithological details and thickness have been estimated based on the VPR A 42 well, located in Section 5, T31N, R19E.

IX. Stimulation Program

No plan to stimulate WDW.

X. Logs and Test Data

Well has not been logged to date, The Oil Conservation Division, Att: Roy Johnson, Santa Fe, NM, is on the distribution list for all logs.

XI. Fresh Water

Roy Johnson, OGCD, will take fresh water samples during drilling. ✓

XII. Statement

To the best of our current knowledge of the area, there is no evidence of open faults or other hydrologic connection between and disposal zone and underground sources of drinking water.

Page 2

El Paso Energy Raton, L.L.C.
Vermejo Park Ranch "V" Well #01 Water Disposal
1640' FNL & 384' FWL
Section 10, T 30N, R 19E
Colfax County, New Mexico

XIII. Proof of Notice "Attachment D"

Surface Owner:


Pittsburg and Midway Coal Mining Company
York Canyon Mine Complex
PO Box 100
Raton, NM 87740

Working/Offset & Royalty Owners:

El Paso Energy Corporation has 100% working interest.
There are no partners.

XIV. Certification: Form C-108 "Application for Authorization to Inject".

Copies of the Oil Conservation Division, Form C-108 have been sent to the above stated parties by
Certified Mail on this 31st day of August, 2004



Donald R. Lankford, Production Manager
El Paso Energy Raton, L.L.C.
PO Box 190
Raton, NM 87740

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Form C-101
May 27, 2004

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit to appropriate District Office

☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

¹ Operator Name and Address El Paso Energy Raton, L.L.C. P.O. Box 190 Raton, New Mexico 87740		² OGRID Number 180514
		³ API Number 30-007-20539
⁴ Property Code 34235	⁵ Property Name Vermejo Park Ranch	⁶ Well No. VPR V 01 WDW
⁹ Proposed Pool 1 Entrada		¹⁰ Proposed Pool 2 Glorieta

⁷ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	10	30N	19E	E	1640	North	384	West	Colfax

⁸ Proposed Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

Additional Well Information

¹¹ Work Type Code N	¹² Well Type Code S	¹³ Cable/Rotary Air/Rotary	¹⁴ Lease Type Code P	¹⁵ Ground Level Elevation 7343'
¹⁶ Multiple No	¹⁷ Proposed Depth 6500'	¹⁸ Formation Entrada/Glorieta	¹⁹ Contractor Key	²⁰ Spud Date October 1, 2004
Depth to Groundwater		Distance from nearest fresh water well		Distance from nearest surface water
Pit: Liner: Synthetic <input type="checkbox"/> _____ mils thick Clay <input type="checkbox"/> Pit Volume: _____ bbls Drilling Method:				
Closed-Loop System <input type="checkbox"/> Fresh Water <input type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>				

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
17 1/2"	13 3/8"	48#	350'	200 sks	Surface
12 1/4"	10 3/4"	40.5#	1600'	500 sks	Surface
9 7/8"	7 5/8"	26.4#	5230'	1100 sks	Surface
6 3/4"	5 1/2"	15.5#	6,500'	175 sks	5080'

²² Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

1. Drill 17 1/2" surface hole to 350'. Set 13 3/8" casing and cement to surface with 200 sks SD 300 cement.
2. Drill 12 1/4" hole to just above Pierre Shale at approximately 2600'. Set 10 3/4" casing with 400 sks SD 300 cement. A cement bond log will be run if unable to circulate cement to surface.
3. Drill 9 7/8" hole to Dakota formation, at approximately 6440'. Set 7 5/8" casing. Cement with 1100 sks SD 300 cement. A cement bond log will be run if unable to circulate cement to surface.
4. Drill 6 3/4" hole through Entrada formation at approximately 6500'. Open hole logs to include induction, resistivity, caliper, density and gamma ray. Set 5 1/2" liner. Cement with 175 sks SD 300 cement. Top of liner at 5080'.
5. Perforate Entrada formation and attempt to catch native formation water sample.
6. Conduct injectivity test.
7. Restoration of surface location/site.

²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCDD guidelines ☐, a general permit ☐, or an (attached) alternative OCD-approved plan ☐.

Printed name: Donald R. Lankford *DR Lankford*

Title: Production Manager

E-mail Address: Donald.Lankford@elpaso.com

Date: 08/24/04

Phone:

OIL CONSERVATION DIVISION

Approved by:

Title: **DISTRICT SUPERVISOR**

Approval Date: **8/25/04**

Expiration Date: **8/25/05**

Conditions of Approval Attached ☒ *Provide reserve pit and mud program descriptions.*

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised August 15, 2000
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-07-20539		² Pool Code 96970	³ Pool Name STUBBLEFIELD CANYON - VERMEJO GAS
⁴ Property Code 24648	⁵ Property Name VERMEJO PARK RANCH		⁶ Well Number VPR'V'-01 WDW
⁷ OGRID No. 180514	⁸ Operator Name EL PASO ENERGY RATON, L.L.C.		⁹ Elevation 7343'

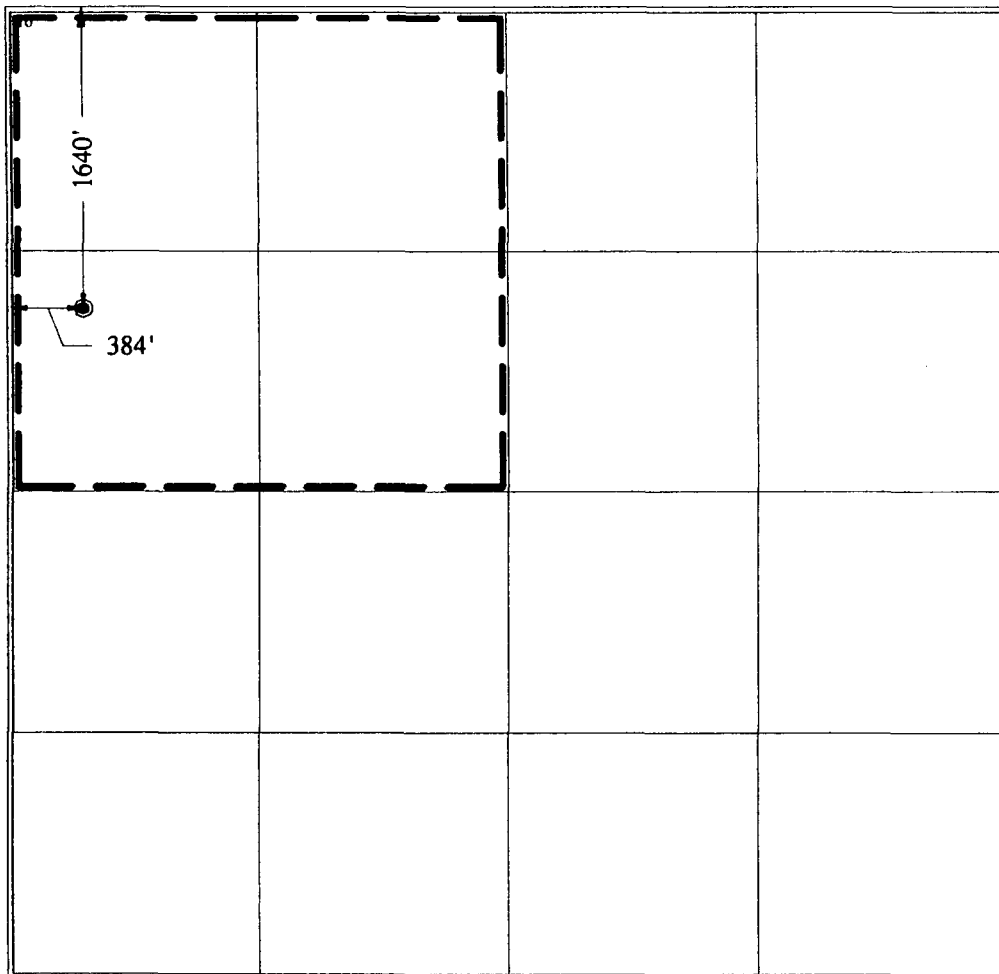
¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	10	T 30 N	R 19 E	E	1640	NORTH	384	WEST	COLFAX

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
¹² Dedicated Acres		¹³ Joint or Infill		¹⁴ Consolidation Code		¹⁵ Order No.			

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



¹⁷ OPERATOR CERTIFICATION

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

Signature

DR Lankford

Printed Name DONALD R. LANKFORD

Title SENIOR PETROLIUM ENGINEER

Date

¹⁸ SURVEYOR CERTIFICATION

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

August 23, 2004 (AMENDED)

Date of Survey

Signature and Seal of Professional Surveyor:

James Shultz

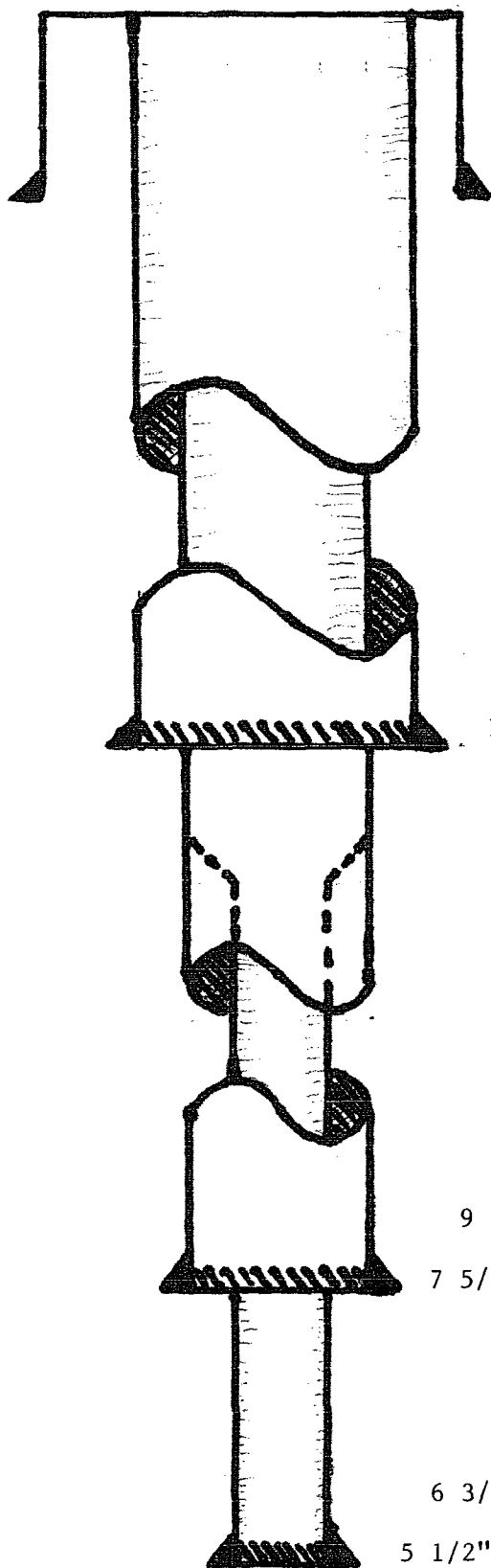
Certificate Number

NM LSN. 5103

ATTACHMENT A

PROPOSE CASING SCHEDULE

VPR V 01 WDW



17 1/2" HOLE

13 3/8" 48# csg @ 350'
200 sksSD 300 cement

12 1/4" HOLE

10 3/4" 40.5# csg @ 1600"
500 sks SD 300 cement

9 7/8" HOLE

7 5/8" 26# csg @ 5230'
1100 sks TPB cement

6 3/4" HOLE

5 1/2" 15.5 fj LINER 5080' - 6420*
175 sks TPB cement

TD 6420'

PROCEDURE

VPR V01 WDW

MI RU RIG

NU ROTATING HEAD ON 20" CONDUCTOR

PU 12 ¼" HMR/FB. DRL TO 350' (+,-) AIR/FOAM

PU 17 ½" MT BIT. REAM HOLE TO 350' AIR/FOAM

SET 13 3/8" CSG

**CMT W/ MIDCON II SURFACE BLEND -- 100% EXCESS
USE POLYMER AS LEAD W/ FW SPACER**

CUT OFF. WELD ON. NU BOPS & ROTATING HEAD

PU 12 ¼" HMR/FB. DRL TO 1600' -- BTM TRINADAD FORM. AIR/FOAM

RIG UP ELU. RUN OPEN HOLE LOGS TO LOOK @ VERMEJO COALS

SET 10 ¾" CSG.

CMT W/ TRINADAD PRODUCTION BLEND - 75% EXCESS

DROP SLIPS. CUT OFF. NU HEAD, BOPS & ROTATING HEAD

PU 9 7/8" HMR/FB. DRL TO 5330' (TOP OF DAKOTA) AIR/FOAM

RIG UP ELU. RUN OPEN HOLE LOGS TD TO BTM SURFACE PIPE

SET 7 5/8" CSG W/ DV TOOL @ +,- 5000'

CMT 2 STAGES W/ TPB CMT. USE POLYMER AS LEAD AND FW SPACER

DROP SLIPS. CUT OFF. NU HEAD, BOPS & ROTATING HEAD

RUN CBL LOG OVER INTERMEDIATE CSG.

**PU 6 ¾" BIT. PU 4 ¾" DC & 3 ½" DP. DRL SHOE, THEN TO 6,500'. TOP OF
SANGRE DE CRISTO.**

RU ELU. RUN OPEN HOLE LOGS.

SET 5 1/2" FJ LINER W/ 150' OL.

CMT W/ TPB CMT.

LD DP & DC, SECURE WELL. RD MO.

Basin Fluids

911 W. Broadway Bloomfield, NM 87413

Introducing Basin Fluids Clean -Faze tm

"Clean -faze "a non-toxic environmental friendly drilling fluid designed with the local problem areas in mind. Basin Fluid takes pleasure , introducing our new drilling fluid "Clean -Faze" a non- dispersed lo-solids fluid which can be used with bentonite or without . The make up water can be produced water , showing a great savings on the cost of drill water and water hauling .

"Clean-faze " is the perfect fluid to utilize drilling a deviated bore-hole , the fluid contributes to drilling a gauge hole.(by caliper logs) which in turn will cut the Cement cost on the casing jobs by as much as 50 % . Basin Fluids "Clean -Faze" is a combination of stabilized bacterial resistant polymers and Polysaccharide . Design to form an ultra-thin resilient low permeable membrane which minimizes the potential for differential sticking and the invasion of damaging filtrate and drilled solids into your pay formations and tends to increase your production profits.

The "Clean-faze" system shows a great tolerance for encountered contaminate from the formation ,CO2 etc. "Clean-faze" is one of the more recent advancements in the technology of low- solids polymer drilling fluids .

The "Clean -Faze" drilling fluid system of cross-linked polymers retard the hydration and subsequent dispersion of drilled cuttings , allowing for lower mud densities and less products required to treat the system .

The "Clean-Faze" system is a true lo-solids drilling fluid which can be re-used and easily be disposed of with out adverse effects on our environment . When drilling a deviated well it is very important to keep the annulus of the bore hole clean . The "Clean-Faze " system that we recommend has progressive gel strengths , under static conditions and will allow us to use a higher drilling rate without the problems of plug flow , as seen in other lo-solids drilling systems .

Poly-Plus (PHPA) may be used in conjunction with The "Clean - Faze" system to strip drill-solids from the Drilling fluid .

The Cost of The "Clean-Faze " drilling fluid system is about the same as an conventional lo-solids mud .

Questions or Comments

Mike Atchison

basinfluids@cptnet.com

Office 505-632-2595

Cell 505-320-8407

Basin Fluids

911 W. Broadway, Bloomfield New Mexico 87413

Recommended Mud Program

August 24, 2004

Mr. Donnie Trimble
El Paso Production
309 Silver
Raton, NM 87740

Sangre de Cristo SWD

20" Conductor

17 1/2" hole Interval : 13 3/8" Casing

Depth Feet.	Weight lb. / Gal.	Vis. Sec.	Filtrate ML.	YP
0				
to				Air Mist
350				

12 1/4" hole Interval: 9 5/8" Casing

350'				Air Mist
to				EMI-744(Bearcat)
2600				Cationic Polymer

8 3/4" Interval: 7" Casing

Depth Feet.	Weight lb. / Gal.	Vis. Sec.	Filtrate ML.	YP	
2600'	8.4-8.6	32-34	4.6cc	6-12	Clean Faze
to					
6130'					

Abnormal drilling conditions

Loss of returns could be expected in the Point Lookout and Mesa Verda, and possibly the lowed Dakota. Pre treating with 20-25 % LCM has proven to be most successful in this area and should be maintained at 15-20% through TD (7" casing depth). Losses can also be expected in the Summerville and the Entrada.

Approximate Mud Cost \$85.000

Questions or Comments
Mike Atchison
basinfluids@cptnet.com
Office 505-632-2595
Cell 505-320-8407

CLEAN FAZE

BASIN FLUIDS

Bloomfield, New Mexico

Product of Brazil

RISK: CAUTION! NUISANCE DUST. MAY CAUSE EYE, SKIN AND RESPIRATORY TRACT IRRITATION.	RIESGO: ¡CUIDADO! POLVO MOLESTO. PUEDE CAUSAR LA IRRITACIÓN DE LOS OJOS, LA PIEL Y LAS VÍAS RESPIRATORIAS.
PRECAUTIONS: Avoid creating and breathing dust. Avoid contact with eyes, skin and clothing. Supply ventilation adequate to keep exposure below occupational exposure limits (PEL or OES) for nuisance dust. Wear an approved particulate respirator (N95 or P2) when exposure may exceed the limit.	PRECAUCIONES: Evitar generar y respirar polvo. Evitar el contacto con los ojos, la piel y la ropa. Suministrar la ventilación adecuada para mantener la exposición por debajo de los límites de exposición profesional (PEL o OES) para polvos molestos. Usar un respirador aprobado para particulados (N95 o P2) cuando la exposición puede exceder el límite.
FIRST-AID MEASURES:	PRIMEROS AUXILIOS:
EYES: Promptly wash eyes with lots of water while lifting the eye lids. Continue to rinse for at least 15 minutes. Get medical attention.	OJOS: Lavar inmediatamente los ojos con gran cantidad de agua, manteniendo los párpados abiertos. Seguir enjuagando durante por lo menos 15 minutos. Obtener atención médica.
INHALATION: Move to fresh air at once. Perform artificial respiration if breathing has stopped. Get medical attention.	INHALACIÓN: Desplazar inmediatamente la víctima al aire fresco. Administrar respiración artificial si la víctima deja de respirar. Obtener atención médica.
INGESTION: Drink water or milk to dilute. Do NOT induce vomiting unless directed to by a physician. Never give anything by mouth to an unconscious person. Get medical attention.	INGESTIÓN: Beber agua o leche para diluir. NO se debe inducir el vómito a menos que lo ordene un médico. No se debe administrar nada por la boca a una persona inconsciente. Obtener atención médica.
SKIN: Wash with soap and water. Remove contaminated clothing. Get medical attention if discomfort continues.	PIEL: Lavar con jabón y agua. Quitarse la ropa contaminada. Obtener atención médica si la molestia continúa.
For more information see the Material Safety Data Sheet.	Para más información consultar la Hoja de Datos de Seguridad sobre los Materiales (MSDS).

FOR INDUSTRIAL USE ONLY

\$63/BAL 4-5 lbs/BAL
 50 # GAL 47072
 24-HOUR EMERGENCY PHONE: 505-632-2595

HMIS HEALTH 1 FLAMMABILITY 1 REACTIVITY 0 PERSONAL PROTECTION E

Donnie Trimble
Drilling Superintendent
El Paso Energy Raton L.L.C.
P.O. Box 109
Raton, New Mexico 87740

Proposed Drilling Pit Liner, Fencing/Netting Exception.

Pit Size and Location

Pit Size - 30'w x 80'l x 7'd Location – Immediately adjacent to drilling rig pad.

The pit will not be located in area of ground water sensitivity nor any wetlands.

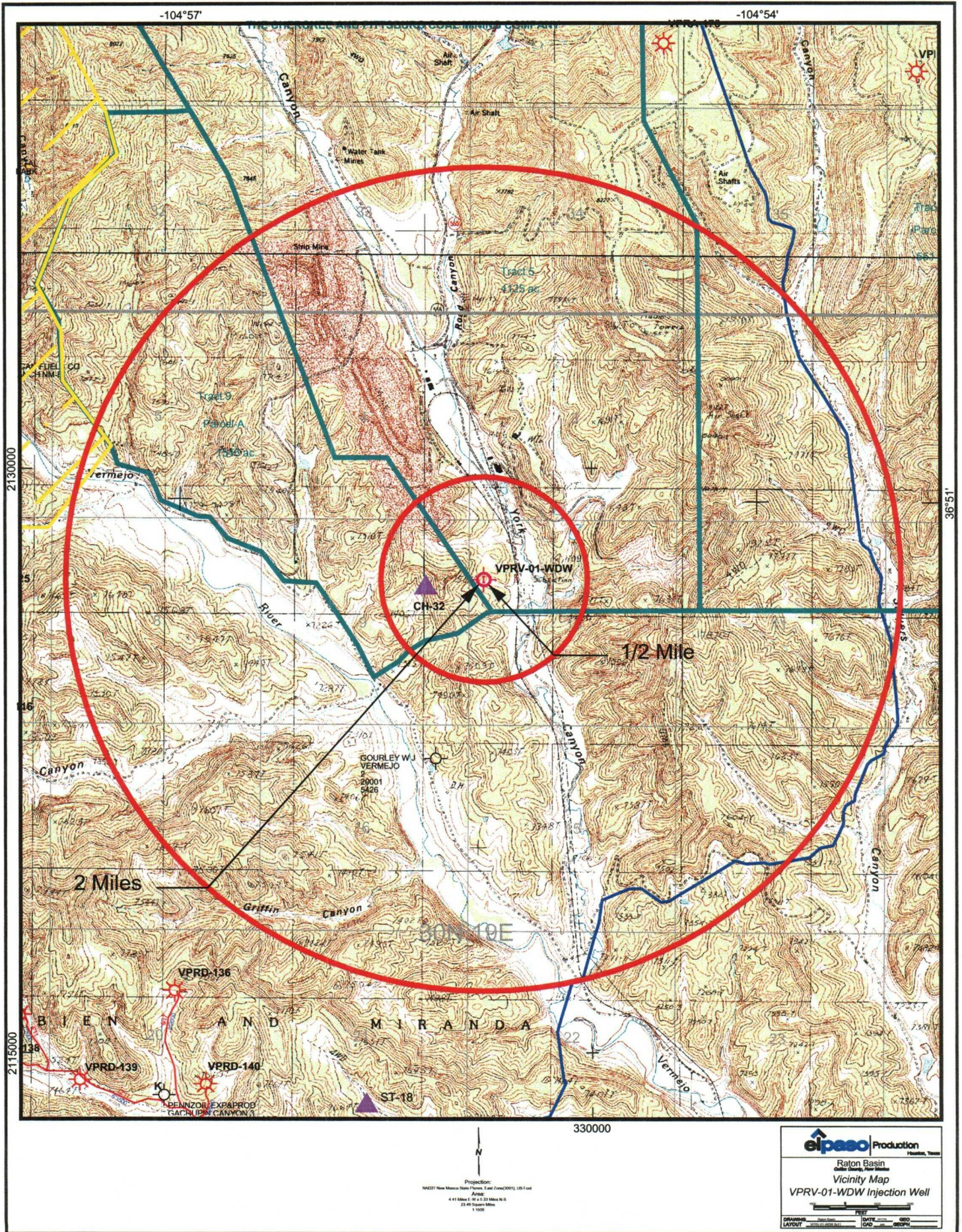
Liner

**El Paso request exception to state wide rules to construct a temporary drilling pit
Per C. (b) (i): Pit will be used to vent Air/Foam/Gas during the drilling operation.
There will be no storage of drilling mud, oil or other hydrocarbons. Only run off
water and fresh water used during the drilling operation will be allowed to collect
in the drilling pit. Fluids will be removed as soon as operations have ceased.
All fluids (see attachments) used during the Drilling Operation are non-toxic and
are not environmental hazardous.**

Fencing and Netting

**The Drilling Pit will be free of oil or other hydrocarbons and shall be open only
during the drilling/completion operation.**

ATTACHMENT B



Projection:
NAD83 New Mexico State Plane, F and G Zone (NAD83), US Foot
Datum:
4.41 Miles E. 10° x 3.31 Miles N. 5
19 40 Feet
1 1000

eipaso Production
Raton Basin
Cibola County, New Mexico
Vicinity Map
VPRV-01-WDW Injection Well

Scale: 1 inch = 1 mile
Date: 1/10/10
Drawn: [Name]
Checked: [Name]
Approved: [Name]

ATTACHMENT C

El Paso Energy Raton, LLC PRELIMINARY GEOLOGIC WELL PROGNOSIS REPORT						DATE: 08/19/04	
						RIG:	
						SUPV: Donny Trimble	
WELL NAME: VPR V01 WDW						REPORT BY: Mike Korte	
API number:							
FIELD		RATON BASIN CBM PROJECT		SEC.	16	TW.	30N
FEET FSL:		FEET FWL:		POD	V	AREA	East Van Bremmer
ELEV. GL.: 7,300		Est Spud: 2004		EST TD	6,420	LOG:	
MUD LOGGERS:		CSG PT. GEOLOGIST:		PROJECT SPECIFIC:		Water Injection Well	
Preliminary Location.....		Elevation is estimated from Topographic Map Lat 36.852216 N		Long -104.916749 W		OP. HOLE LOGGERS:	
Intermediate 9 5/8"							
DRILLERS DEPTH:		1,600		12 1/4" bit 3 1/2 days drilling		Surface Csg.: 13 3/8" Set @: 350 ft.	
LOGGERS DEPTH:				run logs		Intermediate Csg.: 9 5/8" Set @: 1600 ft.	
First significant gas:		700		subsea:		ft.	
RATON FM. TOP:		surface		subsea:		7300 ft.	
VERMEJO FM. TOP:		1,060		subsea:		6240 ft.	
TRINIDAD FM. TOP:		1,330		subsea:		5970 ft.	
						Raton fm. CBM (ft.)	
						Vermejo fm. CBM (ft.)	
Intermediate 7" Pierre - Graneros Section							
DRILLERS DEPTH:						Intermediate Csg.: 7" Set @: ft.	
LOGGERS DEPTH:						Cement Inter. Csg.: Circ. Cmt.: to surface	
TRINIDAD FM. TOP:		1,330		subsea:		5970 ft.	
PIERRE FM. TOP:		1,430		subsea:		5870 ft.	
Lower Pierre member:		3,590		subsea:		3710 ft.	
NIOBRARA FM. TOP:		3,915		subsea:		3385 ft.	
Smokey Hill Member:		3,915		subsea:		3385 ft.	
Timpas Member:		4,525		subsea:		2775 ft.	
Fort Hayes Member:		4,770		subsea:		2530 ft.	
BENTON FM TOP:		4,790		subsea:		2510 ft.	
Codell Member:		4,790		subsea:		2510 ft.	
Carlie Sh. Member:		4,810		subsea:		2490 ft.	
Greenhorn La. Member:		5,010		subsea:		2290 ft.	
Graneros Sh. Member:		5,035		subsea:		2265 ft.	
Dakota silt zone:		5,230		subsea:		2070 ft.	
DAKOTA FM TOP:		5,230		subsea:		2070 ft.	
Tops based on Vermejo 2 offset							
Intermediate (Liner)							
DRILLERS DEPTH:						Production Liner: Set @: ft.	
LOGGERS DEPTH:						Cement Liner in place:	
DAKOTA FM TOP:		5,230		subsea:		2070 ft.	
Dakota SS A member:		5,230		subsea:		2070 ft.	
Dakota SS B member:		5,280		subsea:		2020 ft.	
Purgatoire SS member:		5,325		subsea:		1975 ft.	
MORRISON FM TOP:		5,395		subsea:		1905 ft.	
Wanakah member:		5,770		subsea:		1530 ft.	
ENTRADA FM TOP:		5,810		subsea:		1490 ft.	
DOCKUM FM TOP:		5,915		subsea:		1385 ft.	
Glorieta ss member:		6,190		subsea:		1110 ft.	
Yeso member:		6,270		subsea:		1030 ft.	
Est. TD 150' below Glorieta		6,420		subsea:		880 ft.	
Glorieta SS. In Sangre de Cristo							
MUD LOG/GEOLOGIC DRILLING NOTES							
<p>NOTES: Tops based on surrounding Dakota Wells and controlling Trinidad Depth wells of CBM field...Dakota SS appears 3,900 ft below the top of Trinidad SS as mapped.</p> <p>Dakota, Entrada and Glorieta sandstones are the primary and proven injection well horizons</p> <p>The most important geologic key to success for both deep WDWs is that, after running casing to Trinidad and air drilling ahead, the well is drilled deep enough to penetrate the upper 5' or so of the T/Dakota before second string run. Just scratch T/Dakota however because water flows can be expected. Do not expose the Pierre/Niobrara/Greenhorn to any formation or drilling fluid. This cannot be over-stressed and is a major reason why historically these WDWs have been so costly. Recommend that have Korte out on location along w/ Tom Doupe as mudlogger.</p> <p>Mudlogger important on have on location below Trinidad to better characterize potential 'deep play' shows as well as help pick DK casing point.</p>							



EL PASO ENERGY RATON, L.L.C.
P.O. BOX 190 - RATON, N.M. 87740

August 30, 2004

Mr. Martin McDermed
Manager of Engineering
Pittsburg and Midway Coal Mining Company
York Canyon Mine Complex
PO Box 100
Raton, NM 87740

Subject: Notice of Drilling Water Injection Well VPR 'V' 01 WDW

Dear Mr. McDermed:

This correspondence is to serve notice that El Paso Energy Raton, L.L.C., plans to drill and complete a produced water injection well in the SW 1/4 of the NW 1/4 of Section 10, T30N, R19E in Colfax County. The well will be called the "VPR V 01 WDW".

Produced water from coal bed methane wells will be injected into the Entrada and Glorieta formations at approximate depth 5810' – 6270' .

Respectfully,

A handwritten signature in black ink, appearing to read "DR Lankford".

Donald R. Lankford
Production Manager

DRL:sam

151 LEGALS

"Notice of Application for Fluid Injection Well Permit"

El Paso Raton, L.L.C., Nine Greenway Plaza, Houston, Texas is seeking administrative approval from the New Mexico Oil Conservation Division to complete their Vermejo Park Ranch V-01 WDW, located in Section 10, T-30N, R-19E, Colfax County, Vermejo Park Ranch, New Mexico as water disposal

151 LEGALS

well. The proposed interval is the Entrada and Glorieta formations from an estimated depth of 5810'-6,270'. El Paso Raton, L.L.C. intends to inject a maximum of 20,000 bbls of produced formation water per day per well at a maximum injection pressure of 1500 psi. Interested parties must file objections or request for hearing with the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, NM

151 LEGALS

87505, within 15 days of this notice.

Donald R. Lankford, Production Manager

El Paso Raton, L.L.C.

PO Box 190

Raton, NM 87740

(505) 445-6721

(505) 445-6788 Fax

Legal No. 491904, Published in The Raton Range: August 27, 2004.

Spotlight your business on our Business Card page.

**Call for details.
445-2721**

**Classifieds
Work!**

Is your RETURN ADDRESS completed on the reverse side?

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 also wish to receive the following services (for an extra fee):

1. ☒ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

*Mr. Martin McNamee
Manager of Engineering
Pittsburgh & Midway Coal
York Canyon Mine Complex
P.O. Box 100
Raton N.M. 87740*

7003 1010 0004 1556 4906

4b. Service Type

- | | |
|--|---|
| <input type="checkbox"/> Registered | <input checked="" type="checkbox"/> Certified |
| <input type="checkbox"/> Express Mail | <input type="checkbox"/> Insured |
| <input checked="" type="checkbox"/> Return Receipt for Merchandise | <input type="checkbox"/> COD |

7. Date of Delivery

8/31/04

5. Received By: (Print Name)

Sandra Martinez

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

6. Signature: (Addressee or Agent)

X Sandra Martinez

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Water Analysis Report by Baker Petrolite

Company:	EL PASO PRODUCTION	Sales RDT:	44625
Region:	ROCKY MOUNTAINS	Account Manager:	BOB WILLIAMS (505) 447-0621
Area:	RATON, NM	Sample #:	317916
Lease/Platform:	VERMEJO PARK RANCH 'D'	Analysis ID #:	42728
Entity (or well #):	116	Analysis Cost	\$40.00
Formation:	UNKNOWN		
Sample Point:	WELLHEAD		

Summary		Analysis of Sample 317916 @ 75 °F					
Sampling Date:	4/18/04	Anions	mg/l	meq/l	Cations	mg/l	meq/l
Analysis Date:	4/27/04	Chloride:	802.0	22.62	Sodium:	906.2	39.42
Analyst:	JAMES AHRLETT	Bicarbonate:	1122.0	18.39	Magnesium:	3.0	0.25
TDS (mg/l or g/m3):	2876.7	Carbonate:	0.0	0.	Calcium:	20.0	1.
Density (g/cm3, tonne/m3):	1.002	Sulfate:	5.0	0.1	Strontium:	2.0	0.05
Anion/Cation Ratio:	0.9999997	Phosphate:			Barium:	2.0	0.03
Carbon Dioxide:		Borate:			Iron:	0.5	0.02
Oxygen:		Silicate:			Potassium:	14.0	0.36
Comments:		Hydrogen Sulfide:			Aluminum:		
		pH at time of sampling:		8.08	Chromium:		
		pH at time of analysis:			Copper:		
		pH used in Calculation:		8.08	Lead:		
					Manganese:		
					Nickel:		

Conditions		Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl										
Temp	Gauge Press.	Calcite CaCO ₃		Gypsum CaSO ₄ *2H ₂ O		Anhydrite CaSO ₄		Celestite SrSO ₄		Barite BaSO ₄		CO ₂ Press
°F	psi	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	psi
80	0	0.72	11.53	-3.70	0.00	-3.77	0.00	-2.95	0.00	0.15	0.35	0.13
100	0	0.79	12.58	-3.71	0.00	-3.71	0.00	-2.92	0.00	0.01	0.00	0.19
120	0	0.85	13.63	-3.71	0.00	-3.64	0.00	-2.89	0.00	-0.10	0.00	0.28
140	0	0.93	14.33	-3.70	0.00	-3.54	0.00	-2.85	0.00	-0.19	0.00	0.39

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO2 pressure is actually the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

Water Analysis Report by Baker Petrolite

Company:	EL PASO PRODUCTION	Sales RDT:	44625
Region:	ROCKY MOUNTAINS	Account Manager:	BOB WILLIAMS (505) 447-0621
Area:	RATON, NM	Sample #:	317714
Lease/Platform:	VERMEJO PARK RANCH 'D'	Analysis ID #:	41569
Entity (or well #):	118	Analysis Cost:	\$40.00
Formation:	UNKNOWN		
Sample Point:	WELLHEAD		

Summary		Analysis of Sample 317714 @ 75 °F					
Sampling Date:	2/12/04	Anions	mg/l	meq/l	Cations	mg/l	meq/l
Analysis Date:	2/19/04	Chloride:	1900.0	53.59	Sodium:	1912.6	83.19
Analyst:	JAMES AHRLETT	Bicarbonate:	1983.0	32.5	Magnesium:	7.0	0.58
		Carbonate:	0.0	0.	Calcium:	37.0	1.85
TDS (mg/l or g/m3):	5861.6	Sulfate:	3.0	0.06	Strontium:	4.0	0.09
Density (g/cm3, tonne/m3):	1.003	Phosphate:			Barium:	3.0	0.04
Anion/Cation Ratio:	0.9999998	Borate:			Iron:	9.0	0.33
		Silicate:			Potassium:	3.0	0.08
Carbon Dioxide:		Hydrogen Sulfide:			Aluminum:		
Oxygen:		pH at time of sampling:			Chromium:		
Comments:		pH at time of analysis:		8.02	Copper:		
		pH used in Calculation:		8.02	Lead:		
					Manganese:		
					Nickel:		

Conditions		Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl										
Temp	Gauge Press.	Calcite CaCO ₃		Gypsum CaSO ₄ *2H ₂ O		Anhydrite CaSO ₄		Celestite SrSO ₄		Barite BaSO ₄		CO ₂ Press
°F	psi	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	psi
80	0	1.03	26.48	-3.87	0.00	-3.94	0.00	-3.07	0.00	-0.10	0.00	0.24
100	0	1.07	27.53	-3.89	0.00	-3.90	0.00	-3.05	0.00	-0.24	0.00	0.37
120	0	1.12	28.23	-3.90	0.00	-3.83	0.00	-3.03	0.00	-0.36	0.00	0.56
140	0	1.17	28.92	-3.90	0.00	-3.74	0.00	-2.99	0.00	-0.45	0.00	0.81

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO₂ pressure is actually the calculated CO₂ fugacity. It is usually nearly the same as the CO₂ partial pressure.

Water Analysis Report by Baker Petrolite

Company:	EL PASO PRODUCTION	Sales RDT:	44625
Region:	ROCKY MOUNTAINS	Account Manager:	BOB WILLIAMS (505) 447-0621
Area:	RATON, NM	Sample #:	317713
Lease/Platform:	VERMEJO PARK RANCH 'D'	Analysis ID #:	41568
Entity (or well #):	119	Analysis Cost:	\$40.00
Formation:	UNKNOWN		
Sample Point:	WELLHEAD		

Summary		Analysis of Sample 317713 @ 75 °F					
Sampling Date:	2/12/04	Anions	mg/l	meq/l	Cations	mg/l	meq/l
Analysis Date:	2/19/04	Chloride:	1016.0	28.66	Sodium:	1223.5	53.22
Analyst:	JAMES AHRLETT	Bicarbonate:	1574.0	25.8	Magnesium:	2.0	0.16
TDS (mg/l or g/m3):	3845.6	Carbonate:	0.0	0.	Calcium:	19.0	0.95
Density (g/cm3, tonne/m3):	1.002	Sulfate:	4.0	0.08	Strontium:	2.0	0.05
Anion/Cation Ratio:	1.0000002	Phosphate:			Barium:	1.0	0.01
		Borate:			Iron:	4.0	0.14
		Silicate:			Potassium:	0.1	0.
Carbon Dioxide:		Hydrogen Sulfide:			Aluminum:		
Oxygen:		pH at time of sampling:			Chromium:		
Comments:		pH at time of analysis:		8.29	Copper:		
		pH used in Calculation:		8.29	Lead:		
					Manganese:		
					Nickel:		

Conditions		Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl										
Temp	Gauge Press.	Calcite CaCO ₃		Gypsum CaSO ₄ *2H ₂ O		Anhydrite CaSO ₄		Celestite SrSO ₄		Barite BaSO ₄		CO ₂ Press
°F	psi	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	psi
80	0	0.97	13.97	-3.92	0.00	-3.99	0.00	-3.13	0.00	-0.33	0.00	0.11
100	0	1.00	14.32	-3.93	0.00	-3.94	0.00	-3.11	0.00	-0.47	0.00	0.18
120	0	1.03	14.32	-3.94	0.00	-3.86	0.00	-3.07	0.00	-0.58	0.00	0.28
140	0	1.07	14.66	-3.93	0.00	-3.76	0.00	-3.03	0.00	-0.67	0.00	0.42

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO2 pressure is actually the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

Water Analysis Report by Baker Petrolite

Company:	EL PASO PRODUCTION	Sales RDT:	44625
Region:	ROCKY MOUNTAINS	Account Manager:	BOB WILLIAMS (505) 447-0621
Area:	RATON, NM	Sample #:	317925
Lease/Platform:	VERMEJO PARK RANCH 'D'	Analysis ID #:	42751
Entity (or well #):	123	Analysis Cost	\$40.00
Formation:	UNKNOWN		
Sample Point:	WELLHEAD		

Summary		Analysis of Sample 317925 @ 75 °F					
Sampling Date:	4/18/04	Anions	mg/l	meq/l	Cations	mg/l	meq/l
Analysis Date:	4/28/04	Chloride:	160.0	4.51	Sodium:	414.0	18.01
Analyst:	JAMES AHRLETT	Bicarbonate:	866.0	14.19	Magnesium:	0.9	0.07
		Carbonate:	0.0	0.	Calcium:	9.0	0.45
TDS (mg/l or g/m3):	1466.2	Sulfate:	6.0	0.12	Strontium:	0.8	0.02
Density (g/cm3, tonne/m3):	1.001	Phosphate:			Barium:	0.5	0.01
Anion/Cation Ratio:	1.0000001	Borate:			Iron:	4.0	0.14
		Silicate:			Potassium:	5.0	0.13
Carbon Dioxide:					Aluminum:		
Oxygen:		Hydrogen Sulfide:			Chromium:		
Comments:		pH at time of sampling:		7.66	Copper:		
		pH at time of analysis:			Lead:		
		pH used in Calculation:		7.66	Manganese:		
					Nickel:		

Conditions		Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl										
Temp	Gauge Press.	Calcite CaCO ₃		Gypsum CaSO ₄ *2H ₂ O		Anhydrite CaSO ₄		Celestite SrSO ₄		Barite BaSO ₄		CO ₂ Press
°F	psi	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	psi
80	0	-0.02	0.00	-3.77	0.00	-3.84	0.00	-3.09	0.00	-0.20	0.00	0.27
100	0	0.10	1.40	-3.78	0.00	-3.78	0.00	-3.06	0.00	-0.34	0.00	0.36
120	0	0.23	2.80	-3.77	0.00	-3.70	0.00	-3.02	0.00	-0.45	0.00	0.46
140	0	0.36	3.85	-3.76	0.00	-3.60	0.00	-2.98	0.00	-0.53	0.00	0.58

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO₂ pressure is actually the calculated CO₂ fugacity. It is usually nearly the same as the CO₂ partial pressure.

Water Analysis Report by Baker Petrolite

Company:	EL PASO PRODUCTION	Sales RDT:	44625
Region:	ROCKY MOUNTAINS	Account Manager:	BOB WILLIAMS (505) 447-0621
Area:	RATON, NM	Sample #:	317917
Lease/Platform:	VERMEJO PARK RANCH 'D'	Analysis ID #:	42759
Entity (or well #):	124	Analysis Cost	\$40.00
Formation:	UNKNOWN		
Sample Point:	WELLHEAD		

Summary		Analysis of Sample 317917 @ 75 °F					
Sampling Date:	4/18/04	Anions	mg/l	meq/l	Cations	mg/l	meq/l
Analysis Date:	4/28/04	Chloride:	110.0	3.1	Sodium:	391.0	17.01
Analyst:	JAMES AHRLETT	Bicarbonate:	878.0	14.39	Magnesium:	0.5	0.04
TDS (mg/l or g/m3):	1399.3	Carbonate:	0.0	0.	Calcium:	5.0	0.25
Density (g/cm3, tonne/m3):	1.001	Sulfate:	5.0	0.1	Strontium:	0.5	0.01
Anion/Cation Ratio:	0.9999988	Phosphate:			Barium:	0.3	0.
		Borate:			Iron:	5.0	0.18
		Silicate:			Potassium:	4.0	0.1
					Aluminum:		
Carbon Dioxide:		Hydrogen Sulfide:			Chromium:		
Oxygen:		pH at time of sampling:		7.78	Copper:		
Comments:		pH at time of analysis:			Lead:		
		pH used in Calculation:		7.78	Manganese:		
					Nickel:		

Conditions		Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl										
Temp	Gauge Press.	Calcite CaCO ₃		Gypsum CaSO ₄ *2H ₂ O		Anhydrite CaSO ₄		Celestite SrSO ₄		Barite BaSO ₄		CO ₂ Press
°F	psi	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	psi
80	0	-0.14	0.00	-4.09	0.00	-4.17	0.00	-3.35	0.00	-0.49	0.00	0.21
100	0	-0.03	0.00	-4.10	0.00	-4.10	0.00	-3.33	0.00	-0.62	0.00	0.28
120	0	0.09	0.70	-4.10	0.00	-4.02	0.00	-3.29	0.00	-0.73	0.00	0.37
140	0	0.21	1.40	-4.09	0.00	-3.92	0.00	-3.24	0.00	-0.81	0.00	0.47

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO2 pressure is actually the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

Water Analysis Report by Baker Petrolite

Company:	EL PASO PRODUCTION	Sales RDT:	44625
Region:	ROCKY MOUNTAINS	Account Manager:	BOB WILLIAMS (505) 447-0621
Area:	RATON, NM	Sample #:	317915
Lease/Platform:	VERMEJO PARK RANCH 'D'	Analysis ID #:	42765
Entity (or well #):	125	Analysis Cost	\$40.00
Formation:	UNKNOWN		
Sample Point:	WELLHEAD		

Summary		Analysis of Sample 317915 @ 75 °F					
Sampling Date:	4/18/04	Anions	mg/l	meq/l	Cations	mg/l	meq/l
Analysis Date:	4/28/04	Chloride:	341.0	9.62	Sodium:	743.1	32.32
Analyst:	JAMES AHRLETT	Bicarbonate:	1427.0	23.39	Magnesium:	1.0	0.08
TDS (mg/l or g/m3):	2535.8	Carbonate:	0.0	0.	Calcium:	8.0	0.4
Density (g/cm3, tonne/m3):	1.002	Sulfate:	5.0	0.1	Strontium:	1.0	0.02
Anion/Cation Ratio:	1.0000006	Phosphate:			Barium:	0.7	0.01
		Borate:			Iron:	4.0	0.14
		Silicate:			Potassium:	5.0	0.13
					Aluminum:		
Carbon Dioxide:		Hydrogen Sulfide:			Chromium:		
Oxygen:		pH at time of sampling:		7.53	Copper:		
Comments:		pH at time of analysis:			Lead:		
		pH used in Calculation:		7.53	Manganese:		
					Nickel:		

Conditions		Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl										
Temp	Gauge Press.	Calcite CaCO ₃		Gypsum CaSO ₄ *2H ₂ O		Anhydrite CaSO ₄		Celestite SrSO ₄		Barite BaSO ₄		CO ₂ Press
°F	psi	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	psi
80	0	-0.07	0.00	-4.03	0.00	-4.10	0.00	-3.19	0.00	-0.25	0.00	0.58
100	0	0.05	0.70	-4.05	0.00	-4.05	0.00	-3.17	0.00	-0.39	0.00	0.76
120	0	0.17	2.10	-4.05	0.00	-3.97	0.00	-3.13	0.00	-0.50	0.00	0.98
140	0	0.29	3.15	-4.05	0.00	-3.88	0.00	-3.09	0.00	-0.59	0.00	1.23

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO2 pressure is actually the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

Water Analysis Report by Baker Petrolite

Company:	EL PASO PRODUCTION	Sales RDT:	44625
Region:	ROCKY MOUNTAINS	Account Manager:	BOB WILLIAMS (505) 447-0621
Area:	RATON, NM	Sample #:	317914
Lease/Platform:	VERMEJO PARK RANCH 'D'	Analysis ID #:	42771
Entity (or well #):	129	Analysis Cost	\$40.00
Formation:	UNKNOWN		
Sample Point:	WELLHEAD		

Summary		Analysis of Sample 317914 @ 75 °F					
Sampling Date:	4/18/04	Anions	mg/l	meq/l	Cations	mg/l	meq/l
Analysis Date:	4/28/04	Chloride:	575.0	16.22	Sodium:	950.2	41.33
Analyst:	JAMES AHRLETT	Bicarbonate:	1647.0	26.99	Magnesium:	4.0	0.33
		Carbonate:	0.0	0.	Calcium:	26.0	1.3
TDS (mg/l or g/m3):	3221.2	Sulfate:	5.0	0.1	Strontium:	3.0	0.07
Density (g/cm3, tonne/m3):	1.003	Phosphate:			Barium:	2.0	0.03
Anion/Cation Ratio:	0.9999995	Borate:			Iron:	3.0	0.11
		Silicate:			Potassium:	6.0	0.15
					Aluminum:		
Carbon Dioxide:		Hydrogen Sulfide:			Chromium:		
Oxygen:		pH at time of sampling:		7.57	Copper:		
Comments:		pH at time of analysis:			Lead:		
		pH used in Calculation:		7.57	Manganese:		
					Nickel:		

Conditions		Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl										
Temp	Gauge Press.	Calcite CaCO ₃		Gypsum CaSO ₄ *2H ₂ O		Anhydrite CaSO ₄		Celestite SrSO ₄		Barite BaSO ₄		CO ₂ Press
°F	psi	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	psi
80	0	0.50	13.28	-3.60	0.00	-3.67	0.00	-2.79	0.00	0.13	0.35	0.59
100	0	0.61	15.37	-3.62	0.00	-3.62	0.00	-2.77	0.00	-0.01	0.00	0.79
120	0	0.72	16.77	-3.62	0.00	-3.55	0.00	-2.73	0.00	-0.12	0.00	1.03
140	0	0.84	18.17	-3.62	0.00	-3.46	0.00	-2.69	0.00	-0.21	0.00	1.3

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO2 pressure is actually the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

Water Analysis Report by Baker Petrolite

Company:	EL PASO PRODUCTION	Sales RDT:	44625
Region:	ROCKY MOUNTAINS	Account Manager:	BOB WILLIAMS (505) 447-0621
Area:	RATON, NM	Sample #:	317921
Lease/Platform:	VERMEJO PARK RANCH 'D'	Analysis ID #:	42753
Entity (or well #):	130	Analysis Cost	\$40.00
Formation:	UNKNOWN		
Sample Point:	WELLHEAD		

Summary		Analysis of Sample 317921 @ 75 °F					
Sampling Date:	4/18/04	Anions	mg/l	meq/l	Cations	mg/l	meq/l
Analysis Date:	4/28/04	Chloride:	1976.0	55.74	Sodium:	1528.5	66.49
Analyst:	JAMES AHRLETT	Bicarbonate:	976.0	16.	Magnesium:	10.0	0.82
TDS (mg/l or g/m3):	4603.5	Carbonate:	0.0	0.	Calcium:	71.0	3.54
Density (g/cm3, tonne/m3):	1.004	Sulfate:	5.0	0.1	Strontium:	8.0	0.18
Anion/Cation Ratio:	1.0000001	Phosphate:			Barium:	7.0	0.1
		Borate:			Iron:	13.0	0.47
		Silicate:			Potassium:	9.0	0.23
					Aluminum:		
Carbon Dioxide:		Hydrogen Sulfide:			Chromium:		
Oxygen:		pH at time of sampling:		7.36	Copper:		
Comments:		pH at time of analysis:			Lead:		
		pH used in Calculation:		7.36	Manganese:		
					Nickel:		

Conditions		Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl										
Temp	Gauge Press.	Calcite CaCO ₃		Gypsum CaSO ₄ *2H ₂ O		Anhydrite CaSO ₄		Celestite SrSO ₄		Barite BaSO ₄		CO ₂ Press
°F	psi	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	psi
80	0	0.43	22.33	-3.30	0.00	-3.37	0.00	-2.49	0.00	0.54	2.09	0.54
100	0	0.55	28.26	-3.31	0.00	-3.31	0.00	-2.47	0.00	0.40	1.40	0.72
120	0	0.67	34.19	-3.31	0.00	-3.24	0.00	-2.44	0.00	0.28	1.05	0.92
140	0	0.80	39.77	-3.31	0.00	-3.14	0.00	-2.41	0.00	0.19	0.70	1.15

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO2 pressure is actually the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

Water Analysis Report by Baker Petrolite

Company:	EL PASO PRODUCTION	Sales RDT:	44625
Region:	ROCKY MOUNTAINS	Account Manager:	BOB WILLIAMS (505) 447-0621
Area:	RATON, NM	Sample #:	317903
Lease/Platform:	VERMEJO PARK RANCH 'D'	Analysis ID #:	42630
Entity (or well #):	136	Analysis Cost:	\$40.00
Formation:	UNKNOWN		
Sample Point:	WELLHEAD		

Summary		Analysis of Sample 317903 @ 75 °F					
Sampling Date:	4/14/04	Anions	mg/l	meq/l	Cations	mg/l	meq/l
Analysis Date:	4/22/04	Chloride:	1510.0	42.59	Sodium:	1311.5	57.05
Analyst:	JAMES AHRLETT	Bicarbonate:	1037.0	17.	Magnesium:	4.0	0.33
TDS (mg/l or g/m3):	3924.5	Carbonate:	0.0	0.	Calcium:	35.0	1.75
Density (g/cm3, tonne/m3):	1.003	Sulfate:	6.0	0.12	Strontium:	4.0	0.09
Anion/Cation Ratio:	1.0000002	Phosphate:			Barium:	2.0	0.03
		Borate:			Iron:	8.0	0.29
		Silicate:			Potassium:	7.0	0.18
					Aluminum:		
Carbon Dioxide:		Hydrogen Sulfide:			Chromium:		
Oxygen:		pH at time of sampling:		7.89	Copper:		
Comments:		pH at time of analysis:			Lead:		
		pH used in Calculation:		7.89	Manganese:		
					Nickel:		

Conditions		Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl										
Temp	Gauge Press.	Calcite CaCO ₃		Gypsum CaSO ₄ *2H ₂ O		Anhydrite CaSO ₄		Celestite SrSO ₄		Barite BaSO ₄		CO ₂ Press
°F	psi	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	psi
80	0	0.69	17.46	-3.47	0.00	-3.54	0.00	-2.66	0.00	0.13	0.35	0.18
100	0	0.77	19.55	-3.48	0.00	-3.48	0.00	-2.64	0.00	-0.01	0.00	0.25
120	0	0.85	21.65	-3.48	0.00	-3.41	0.00	-2.61	0.00	-0.12	0.00	0.36
140	0	0.94	23.39	-3.48	0.00	-3.31	0.00	-2.57	0.00	-0.21	0.00	0.49

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO2 pressure is actually the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

Water Analysis Report by Baker Petrolite

Company:	EL PASO PRODUCTION	Sales RDT:	44625
Region:	ROCKY MOUNTAINS	Account Manager:	BOB WILLIAMS (505) 447-0621
Area:	RATON, NM	Sample #:	317911
Lease/Platform:	VERMEJO PARK RANCH 'D'	Analysis ID #:	42632
Entity (or well #):	138	Analysis Cost:	\$40.00
Formation:	UNKNOWN		
Sample Point:	WELLHEAD		

Summary		Analysis of Sample 317911 @ 75 °F					
Sampling Date:	4/14/04	Anions	mg/l	meq/l	Cations	mg/l	meq/l
Analysis Date:	4/22/04	Chloride:	1729.0	48.77	Sodium:	1498.5	65.18
Analyst:	JAMES AHRLETT	Bicarbonate:	1122.0	18.39	Magnesium:	4.0	0.33
TDS (mg/l or g/m3):	4401.5	Carbonate:	0.0	0.	Calcium:	25.0	1.25
Density (g/cm3, tonne/m3):	1.003	Sulfate:	5.0	0.1	Strontium:	3.0	0.07
Anion/Cation Ratio:	1.0000000	Phosphate:			Barium:	2.0	0.03
		Borate:			Iron:	7.0	0.25
		Silicate:			Potassium:	6.0	0.15
					Aluminum:		
Carbon Dioxide:		Hydrogen Sulfide:			Chromium:		
Oxygen:		pH at time of sampling:		7.81	Copper:		
Comments:		pH at time of analysis:			Lead:		
		pH used in Calculation:		7.81	Manganese:		
					Nickel:		

Conditions		Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl										
Temp	Gauge Press.	Calcite CaCO ₃		Gypsum CaSO ₄ *2H ₂ O		Anhydrite CaSO ₄		Celestite SrSO ₄		Barite BaSO ₄		CO ₂ Press
°F	psi	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	psi
80	0	0.48	10.82	-3.72	0.00	-3.79	0.00	-2.89	0.00	0.03	0.00	0.23
100	0	0.57	12.56	-3.73	0.00	-3.74	0.00	-2.87	0.00	-0.11	0.00	0.32
120	0	0.66	14.31	-3.74	0.00	-3.66	0.00	-2.84	0.00	-0.23	0.00	0.44
140	0	0.75	16.05	-3.73	0.00	-3.56	0.00	-2.80	0.00	-0.32	0.00	0.6

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO2 pressure is actually the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

Water Analysis Report by Baker Petrolite

Company:	EL PASO PRODUCTION	Sales RDT:	44625
Region:	ROCKY MOUNTAINS	Account Manager:	BOB WILLIAMS (505) 447-0621
Area:	RATON, NM	Sample #:	317908
Lease/Platform:	VERMEJO PARK RANCH 'D'	Analysis ID #:	42633
Entity (or well #):	139	Analysis Cost:	\$40.00
Formation:	UNKNOWN		
Sample Point:	WELLHEAD		

Summary		Analysis of Sample 317908 @ 75 °F					
Sampling Date:	4/14/04	Anions	mg/l	meq/l	Cations	mg/l	meq/l
Analysis Date:	4/22/04	Chloride:	1107.0	31.22	Sodium:	1344.9	58.5
Analyst:	JAMES AHRLETT	Bicarbonate:	1745.0	28.6	Magnesium:	3.0	0.25
TDS (mg/l or g/m3):	4235.4	Carbonate:	0.0	0.	Calcium:	18.0	0.9
Density (g/cm3, tonne/m3):	1.003	Sulfate:	6.0	0.12	Strontium:	3.0	0.07
Anion/Cation Ratio:	0.9999998	Phosphate:			Barium:	0.5	0.01
		Borate:			Iron:	2.0	0.07
		Silicate:			Potassium:	6.0	0.15
Carbon Dioxide:		Hydrogen Sulfide:			Aluminum:		
Oxygen:		pH at time of sampling:		8.1	Chromium:		
Comments:		pH at time of analysis:			Copper:		
		pH used in Calculation:		8.1	Lead:		
					Manganese:		
					Nickel:		

Conditions		Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl										
Temp	Gauge Press.	Calcite CaCO ₃		Gypsum CaSO ₄ *2H ₂ O		Anhydrite CaSO ₄		Celestite SrSO ₄		Barite BaSO ₄		CO ₂ Press
°F	psi	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	psi
80	0	0.80	12.22	-3.78	0.00	-3.85	0.00	-2.80	0.00	-0.47	0.00	0.18
100	0	0.85	12.56	-3.80	0.00	-3.80	0.00	-2.78	0.00	-0.61	0.00	0.28
120	0	0.90	13.26	-3.80	0.00	-3.73	0.00	-2.74	0.00	-0.73	0.00	0.42
140	0	0.95	13.61	-3.80	0.00	-3.63	0.00	-2.70	0.00	-0.82	0.00	0.61

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO2 pressure is actually the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

Water Analysis Report by Baker Petrolite

Company:	EL PASO PRODUCTION	Sales RDT:	44625
Region:	ROCKY MOUNTAINS	Account Manager:	BOB WILLIAMS (505) 447-0621
Area:	RATON, NM	Sample #:	317904
Lease/Platform:	VERMEJO PARK RANCH 'D'	Analysis ID #:	42634
Entity (or well #):	140	Analysis Cost:	\$40.00
Formation:	UNKNOWN		
Sample Point:	WELLHEAD		

Summary		Analysis of Sample 317904 @ 75 °F					
Sampling Date:	4/14/04	Anions	mg/l	meq/l	Cations	mg/l	meq/l
Analysis Date:	4/22/04	Chloride:	1494.0	42.14	Sodium:	1383.3	60.17
Analyst:	JAMES AHRLETT	Bicarbonate:	1196.0	19.6	Magnesium:	4.0	0.33
TDS (mg/l or g/m3):	4116.3	Carbonate:	0.0	0.	Calcium:	20.0	1.
Density (g/cm3, tonne/m3):	1.003	Sulfate:	5.0	0.1	Strontium:	3.0	0.07
Anion/Cation Ratio:	0.9999999	Phosphate:			Barium:	2.0	0.03
		Borate:			Iron:	2.0	0.07
		Silicate:			Potassium:	7.0	0.18
Carbon Dioxide:		Hydrogen Sulfide:			Aluminum:		
Oxygen:		pH at time of sampling:		8.05	Chromium:		
Comments:		pH at time of analysis:			Copper:		
		pH used in Calculation:		8.05	Lead:		
					Manganese:		
					Nickel:		

Conditions		Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl										
Temp	Gauge Press.	Calcite CaCO ₃		Gypsum CaSO ₄ ·2H ₂ O		Anhydrite CaSO ₄		Celestite SrSO ₄		Barite BaSO ₄		CO ₂ Press
°F	psi	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	psi
80	0	0.65	11.17	-3.80	0.00	-3.87	0.00	-2.87	0.00	0.05	0.00	0.14
100	0	0.71	12.22	-3.82	0.00	-3.82	0.00	-2.85	0.00	-0.09	0.00	0.21
120	0	0.77	12.92	-3.82	0.00	-3.74	0.00	-2.82	0.00	-0.21	0.00	0.32
140	0	0.83	13.61	-3.81	0.00	-3.64	0.00	-2.78	0.00	-0.30	0.00	0.45

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO2 pressure is actually the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.