

[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.

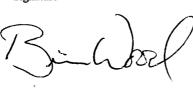
Print or Type Name

Signature

Title

Date

BRIAN WOOD (505) 466-8120 FAX 466-9682



CONSULTANT

1-28-03 e-mail Address brian@permitswest.com



REQUEST FOR ADMINISTRATIVE APPROVAL FOR NON-STANDARD LOCATION FOR MARKWEST RESOURCES, INC. LAS COLINAS #100 GAS WELL FULCHER KUTZ PICTURED CLIFFS FIELD & POOL 2005' FNL & 414' FWL SEC. 26, T. 30 N., R. 13 W., SAN JUAN COUNTY, NM

I. The well bore and most of the pad are on private surface and BLM oil and gas lease NMSF-078213. The remainder of the pad is on BLM surface and the same BLM lease. The well is 791' from the closest lease line. The proposed location is non-standard for the Fulcher Kutz Pictured Cliffs gas. A standard location must be at least 660' from the quarter section line. This well is staked 25' further south and 246' further west than is standard. (Closest standard location would be 1980' FNL and 660' FWL.) The APD is attached (EXHIBIT A).

II. A C-102 showing the well location and pro ration unit (NW4 Sec. 26) is attached (EXHIBIT B). The lease (2,480 acres) is shown as a solid line on the attached (EXHIBIT C) Farmington North USGS topo map. The well encroaches on the NE4 Section 27 Fulcher Kutz Pictured Cliffs gas spacing unit which is dedicated to Calpine's existing Tiger #12 well (1775' FNL & 1145' FEL 27-30n-13w) which is 1,576' west.

III. According to NM Oil Conservation Division records, the closest Pictured Cliffs gas well is Calpine's Tiger #12 well. It is 1,576' west at 1775' FNL & 1145' FEL 27-30n-13w. A copy of the Farmington North 7.5' USGS map is attached (EXHIBIT D) showing the proposed well site, existing & applied Pictured Cliffs spacing units (dashed lines), existing & applied Pictured Cliffs gas wells, and 2,480 acre lease (solid line including all of Sections 25, 26, & 35 and parts of Sections 23, 27, & 34). Registered letters were sent on January 27, 2003 to all of the offset interest owners. Copies of the postal receipts and letters are attached.

IV. A copy of the Farmington North USGS map is attached (EXHIBIT E). The proposed well site is marked. Pro ration unit (dashed outline) for the Pictured Cliffs gas is the 160.00 acre northwest quarter of Section 26, Township 30 North, Range 13 West, NMPM, San Juan County, NM.

V. MarkWest selected its location due to topography. The drilling window is in the Farmington City Limits. Houses are to the north, east, and south. Closest house is 541' southeast. The location was selected to put it in a low forested spot picked by the neighbors to minimize impacts to the neighbors.

VI. Archaeology is not an issue.

VII. See item V. above and attached map for a description of the surface conditions.

VIII. Directional drilling is not feasible because it is not cost effective.

IX. I hereby certify notice (see attached EXHIBIT F) has been sent to the following lessees, lessors, operators of existing spacing units, or owners of undrilled leases which adjoin the applicant's spacing unit on one or more of the two sides or the single closest corner to the proposed well and that the information is current and correct.

Robert L. Bayless, Producer LLC Benson-Montin-Greer BLM Burlington Resources Oil and Gas Company Calpine Natural Gas LP ConocoPhillips Steve Dunn Energen Resources Corp. J & R Merrion Trust Greg T. Merrion Michael K. Merrion Michael K. Merrion Merrion Oil & Gas Corp. Providence Minerals LLC Questar Exploration & Production

Brian Wood, Consultant

January 27, 2003 Date



STATE OF NEW MEXICO)) SS: COUNTY OF SANTA FE)

The foregoing instrument was acknowledged before me this 27th day of January, 2003 by Brian Wood. Witness my hand and official seal.

OFFICIAL SEAL IRYN K. WOOD Notary Public

My Commission Expires: September 7, 2003

Business Address: 37 VERANO LOOP, SANTA FE, NM 87508

cc: Aztec OCD, Stowe



Fundi 3150-3		1	FORM APPROVE	Đ	Ĩ										, ¹ , ¹ ,
(Angosi 1999) UNITED STATES			FORM APPROVE OMB No. 1004-01 Expires November 30	136 1, 2000		NETRICT I 1625 N. French	h Dr., Hobbs,	N.M. 88840	En	S	tate of New	Mexico	un t	Revised A	Form C-102 ugust 15, 2000
DEPARTMENT OF THE INT			5. Lease Serial No. NMSF-078213		DisTRECT II 811 South First, Artenia, N.M. 35310			metry, matters - them - and - open metry				Submit to Appropriate District Office			
BUREAU OF LAND MANAGEMENT APPLICATION FOR PERMIT TO DRILL OR REENTER			6. If Indian, Allottee or Tribe Name N/A		Bil Bouth First, Arlania, H.E. 35310 DISTRICT III 1000 Rio Brance Rd., Astao, N.M. 87410				2040 South 1			State Lease - 4 Copies Fee Lease - 3 Copies			
La Type of Work: 🗹 DRILL 🛛 REENTER			7. If Unit or CA Agreement, 1 N/A	Name and No.		DISTRICT IV 2040 South Pe	acheco, Santa			\frown	Santa Fe.)NB			. –	NDED REPORT
15 Type of Well: 🔲 Oil Well 🗹 Gas Well 🗋 Other	🗹 Single Zone 🛛 Mul	tiple Zone	8. Lease Name and Well No. LAS COLINAS	#100			API Number	W					ICATION PL		
MARKWEST RESOURCES, INC.			9. API Well No. 30-045-			30-0	45-	-4	77	200	Fl "Property		CTURED CI		ell Number
Address 155 INVERNESS DR., SUITE 200 ENGLEWOOD, CO. 80112	3h Phone No. (include area code) (303) 290-8700		0. Field and Pool, or Explora FULCHER PICTUR			•			•		LAS COL	LINAS			100 Deration
4 Location of Well (Report location clearly and in accordance with a	inv State requirements.*)	1	1. Sec., T., R., M., or Blk. and	d Survey or Arca		1931	195				RKWEST RESC				5742'
At surface 2005' FNL & 414' FWL At proposed prod. zone SAME			26-30n-13w NM	PM		L		1			10 Surface	Location		I	
64 Distance in miles and direction from nearest town or post office*			2. County or Parish	13. State		UL or lot n	o. Section 26	Townahip	Range 13W	Lot Idn	Feet from the 2005	North/South line	Feet from the	East/West Mae WEST	County SAN JUAN
3 AIR MILES NORTH OF FARMINGTON	16. No. of Acres in lease		SAN JUAN Unit dedicated to this well	NM			20	1 JU~N				If Different F			J Shit CONIT
Provide the formation projocal location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any) 791'	2,480	1	CRES (NW4)			UL or lot t	no. Section	a Township	Range	Lot ida	Foot from the		ne Feet from the	East/West Hr	e County
18 Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. Completed: 1,576' Applied for: 21'	19. Proposed Depth 1,900'		A Bond No. on file 184 (BLM - NATIO	DNWIDE)		²² Dedicated	Acres 16	0	" Joint or	infil)	* Consolidation	Code	"Order No.		
The Elevations (Show whether DF, KDB, RT, GL, etc.) 5,742' GL	22. Approximate date work will FEB. 15, 2003	start*	23. Estimated duration 5 DAYS TO DF	RILL		NO ALL	LOWABLE	WILL BE OR A	ASSIGNE NON-ST	D TO THE	S COMPLET	ION UNTIL AL	L INTERESTS H	IAVE BEEN (CONSOLIDATED
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System Lan SUPO shall be filed with the appropriate Forest Service Office). 	liem 20 abov 5. Operator cent	e). ification. le specific inform	unless covered by an existing ation and/or plans as may be s	-		18 19 2659.20'	1 3 1/4" LM. 8C 152			1952	PC	Pos (erapy chief the super- d complete to the be ?~) oul
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5 Signature Rubbel	Name (Printed/Typed) BRIAN WOO		Date	2-18-02				7'10" N. 18'10'57" V		13)			was platter sus or und	from field noise of er my supervision, en	actual surveys made by ad that the sume is tru
Tute CONSULTANT	PHONE: 505	466-8120	FAX: 505 46	6-9682									and correc	V	Time
Approved by (Signature)	Name (Printed/Typed)		Date	·····		l							Dels of	the state	7877-
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Application approval does not warrant or certify the the applicant holds operations thereon. Conditions of approval, if any, are attached.	legal or equitable little to those righ	ts in the subject k	ease which would entitle the a	applicant to conduct	-										STOWAL ST
Tile 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it States any false, fictitious or fraudulent statements or representations as	a crime for any person knowingly a to any matter within its jurisdiction	nd willfully to m	ake to any department or age	ncy of the United									Cartifia	14027	

Stundard 640 aures Section

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Drilling Program

1. ESTIMATED FORMATION TOPS

Formation Name	GL Depth	KB Depth	Elevation
Ojo Alamo Ss	000'	12'	+5,742'
Kirtland Sh	305'	317'	+5,437'
Fruitland Coal	1,519'	1,531'	+4,223'
Pictured Cliffs Ss	1,747'	1,759'	+3,995'
Total Depth (TD)*	1,900'	1,905'	+3,842'
	· · ·		

* all elevations reflect the ungraded ground level of 5,742'

2. NOTABLE ZONES

Gas & Oil Zones	Water Zones	Coal Zone
Fruitland	Ojo Alamo	Fruitland
Pictured Cliffs	Kirtland	
	Fruitland	

Water zones will be protected with casing, cement, and weighted mud. Fresh water found while drilling will be recorded. Oil or gas shows will be tested for commercial potential based on the geologist's recommendations.

3. PRESSURE CONTROL

Maximum expected bottom hole pressure is ≈ 300 psi. The drilling contract has not yet been awarded, thus the exact BOP model to be used is not yet known. A typical 2,000 psi model is on PAGE 3. The well head, casing head, and all pipe, tubing, fittings, valves, and unions placed on or connected with BOP equipment will have a minimum working pressure of 2,000 psi. BOP equipment and all accessories will meet or exceed BLM requirements in 43





PAGE 1

MarkWest Resources, Inc. Las Colinas #100 2005' FNL & 414' FWL Sec. 26, T. 30 N., R. 13 W. San Juan County, New Mexico

CFR Part 3160 and API RP 53 for a 2,000 psi system.

A 2,000 psi double ram hydraulic BOP will be used. There will be one set of pipe rams and one set of blind rams. Sufficient valves will will be installed to permit fluid circulation at the surface. Accumulator system capacity will be sufficient to close all BOP equipment with a 50% safety factor.

Accessories will include upper and lower Kelly cocks with handles, stabbing valve to fit drill pipe on the floor at all times, string float at bit, choke manifold with 2" adjustable and 2" positive chokes, and pressure gauge.

Fill, kill, and choke manifold lines will be 2". Choke and kill lines will be anchored, tied, or otherwise secured to prevent whipping if pressure surges.

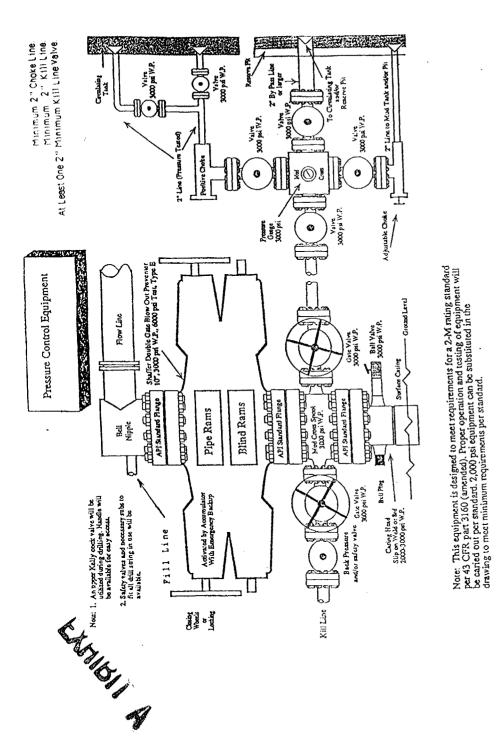
BOP equipment will be inspected daily. Pressure testing of each component of the BOP equipment will be conducted before drilling out any casing string. A preventer operating test will be performed on each round trip of the pipe, but not more than once every 24 hours. BOPs will be tested every 24 hours. Tests will be recorded on the daily report or I. A. D. C. log.

Drilling or completion operations will not proceed until BOP equipment is found, upon testing, to be serviceable. If the blind rams are closed for any purpose, then the valves on the choke lines or relief lines below the blind rams will be opened prior to opening the rams to bleed off any pressure.

4. CASING & CEMENT

Hole Size	<u>Q. D.</u>	Weight (lb/ft)	Grade	Age	Connection	GL Setting Depth
12-1/4"	8-5/8"	24	K-55	New	ST&C	400'
6-1/4"	4-1/2"	10.5	K-\$5	New	ST&C	1,900'





Surface casing will be cemented to the surface with ≈ 330 cubic feet (≈ 280 sacks) Class B + 1/4 lb/sk cello-flake + 2% CaCl₂. Yield = 1.18 cubic feet per sack. Weight = 15.2 pounds per gallon. Volume = 100% excess. W. O. C. =12 hours. Surface casing will be tested to 500 psi for 30 minutes.

An 8-5/8" notched regular pattern guide shoe with three centralizers will be used on the surface casing. Centralizers will be placed at 120' intervals, starting with the bottom joint. Will Baker Lock the collar to the pin or ring on the bottom joint. Will Baker Lock the shoe on the bottom. Will run a centralizer with a lock on the bottom joint and a centralizer on the second joint.

Production casing will be cemented to the surface. If cement does not circulate to surface, then a temperature survey will be run to determine the actual cement top as needed. W. O. C. = 12 hours. Test to 3,800 psi during completion operations.

Lead cement will be \approx 290 cubic feet (\approx 100 sacks) Class B light cement with 3% sodium metosilicate + 3 pounds per sack gilsonite + 1/4 #/sack Flocele. Yield = 2.9 cubic feet per sack. Weight = 11.5 pounds per gallon. Volume is calculated at 100% excess.

Tail cement will be \approx 78 cubic feet (\approx 50 sacks) Class B with 4% gel + 2% CaCl₂. + 1/4#/sk Flocele. Yield = 1.55 cubic feet per sack. Weight = 14.5 pounds per gallon. Used at 50% excess to cover 500' of formation.

The production casing will use a 4-1/2" cement nose guide shoe with a self fill insert float. The float will be placed one joint above the shoe. Five centralizers will be spaced on every other joint starting with the float collar. Turbulent will be placed at 120' intervals from 960' to the surface. A total of 13 centralizers will be used.

PERMITS WEST

5. MUD PROGRAM

Range	Mud Type	<u>Weight</u>
0' - 400'	Fresh-Spud	8.4
400' - TD	LSND	8.6

A native fresh water based mud system will initially be used. It will be followed by a low solids, non-dispersed gel system to condition the hole for logs. Lost circulation, weighting, and absorption material will be on location.

6. CORING, TESTING, & LOGGING

No cores or drill stem tests are planned. Open hole logs will include GR, Neutron-Density, and Induction. The Neuron Density will be run from TD to 1,000'. The other logs will be run from TD to the base of the surface casing.

7. DOWN HOLE CONDITIONS

No abnormal pressures, temperatures, nor hydrogen sulfide are expected. Maximum pressure will be ≈ 300 psi.

8. OTHER INFORMATION

The anticipated spud date is February 15, 2003. It is expected it will take about five days to drill and seven days to complete the well. Completion will start about one month after the spud and will include hydraulic fracturing. Drilling and completion will occur only during day light. A temporary fence will enclose the well site during drilling and completion. A security guard will be posted after hours during drilling and completion.



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MarkWest Resources, Inc. Las Colinas #100 2005' FNL & 414' FWL Sec. 26, T. 30 N., R. 13 W. San Juan County, New Mexico

Surface Use Plan

1. DIRECTIONS & EXISTING ROADS (See Pages 12, 13, & 17)

From the junction of NM 170 and Piñon Hills Boulevard ... Go East 2.4 miles on Piñon Hills Boulevard

Then turn left and go Northeast 1.7 miles on County Road 1980 (Glade Road) Then turn right and go Southeast 0.3 mile to the existing Tiger 12 well Then turn left and go East cross country 1,976.79' to the proposed well site

Roads will be maintained to a standard at least equal to their present condition.

2. ROAD TO BE BUILT OR UPGRADED (See Pages 13 & 17)

No upgrading is needed. The last 1,976.79' of road will be built with a 14' wide running surface and crowned and ditched where possible. Maximum grade is 10%. Maximum disturbed width will be 33'. Minimum 18" x 20' CMP culverts will be installed where needed. No fence is crossed, but a locked steel gate and fence will be installed at a natural barrier to restrict access. No turn out is needed.

3. EXISTING WELLS

There are twenty-four oil or gas wells (see PAGE 12) within a mile radius according to NM Oil Conservation Division records in Santa Fe. There are 16 water wells within a mile according NM Office of the State Engineer records. There are no injection wells within a mile.



4. PROPOSED PRODUCTION FACILITIES (see PAGE 16)

A \approx 60 barrel fiberglass open top tank, two \approx 300 barrel steel tanks, \approx 105 hp compressor, 3' x 10' skid mounted meter run, and two 5' x 7' x 6' high separators will be installed on the pad. The compressor will be housed in a 19' x 36' x 12' building to meet City noise abatement rules. Some of the equipment will be shared with the #100 well. All surface equipment will be painted a flat juniper green color.

MarkWest's pipelines (all on the pad) will be 4" steel (wall thickness = 0.216") and buried at least 36" deep. Maximum operating pressure = 300 psi. Test pressure = 1,600 psi. Test media = fresh water (dispose in the reserve pit). Williams Field Services will acquire the right-of-way for its buried steel 4" gas line. (Williams' closest line is a quarter mile south.) A locked gate and \geq 6' high 10 gauge chain link fence with privacy strips will surround the well site after it is completed.

5. WATER SUPPLY

Water will be trucked from an existing private source.

6. CONSTRUCTION MATERIALS & METHODS

NM One Call (1-800-321-ALERT) and BLM will be notified before construction starts. As many trees as possible will be left on the perimeter to screen the well site. The south corners of the pad will be rounded to reduce the height of the cut or avoid trees. The top 6" of soil will be stockpiled west of the pad. Trees \geq 6" DBH will be set on the south side for firewood. Trees \leq 6" DBH will be "walked down" for erosion control on bare soil. A diversion ditch will be cut at the top of the slope on the south side of the pad. Ditch will drain west.





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MarkWest Resources, Inc. Las Colinas #100 2005' FNL & 414' FWL Sec. 26, T. 30 N., R. 13 W. San Juan County. New Mexico

A \geq 12 mil plastic liner will be installed in the reserve pit. The pit will be fenced sheep tight on 3 sides with woven wire fence topped with barbed wire. The fourth side will be fenced once the rig moves off.

7. WASTE DISPOSAL

All trash will be placed in a portable trash cage. It will be hauled to the county landfill. There will be no trash burning. Once dry, contents of the reserve pit will be buried in place. Human waste will be disposed of in chemical toilets and hauled to an approved dump station.

8. ANCILLARY FACILITIES

There will be no air strips or camps. Camper trailers will be on location for the guard, company man, tool pusher, or mud logger.

9. WELL SITE LAYOUT

See Pages 14 and 15 for depictions of the well pad, cross section, cut and fill diagram, reserve pit, trash cage, access onto the location, parking, living facilities, and rig orientation.

10. RECLAMATION

Reclamation starts once the reserve pit is dry. It usually takes a year for a reserve pit to fully evaporate, at which point it will be back filled. The pad and filled pit will be contoured to a natural appearance and disturbed areas ripped or harrowed. BLM "down south" (aka, dry or low mix or mix #2) seed mix (below) will be drilled at a depth and time to be determined by BLM.



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MarkWest Resources, Inc. Las Colinas #100 2005' FNL & 414' FWL Sec. 26, T. 30 N., R. 13 W. San Juan County, New Mexico

> 4 pounds per acre western wheatgrass 2-1/2 pounds per acre Indian ricegrass 1-1/2 pound per acre blue grama grass 0.1 pound pr acre antelope bitter brush 1/4 pound per acre four wing salt bush 1 pound per acre small burnet

If broadcast, the rate will be increased as determined by BLM. A harrow or cable will be dragged over the area to assure seed cover. If the well is a producer, then the reserve pit and any other areas not needed for work overs will be reclaimed as previously described.

11. SURFACE OWNERS

The west most 1,605.9' (i. e., Section 27) portion of the new road is on land owned by the City of Albuquerque. The City of Albuquerque Open Space Advisory Board recommended approval on December 10, 2002. The City is issuing a Right of Entry. Contact is Linda Adamsko, Real Estate Coordinator. Her phone number is (S05) 768-3318. Her address is: Legal Department, Real Property Division, P. O. Box 1293, Albuquerque, NM 87103.

The next 338.55' of the new road is on land owned by Joe Hewitt. His phone number is (505) 325-5583. His address is 3414 North Monterey Circle, Farmington, NM 87401.

The east most 32.34' of road is on BLM.

The well bore and most well site construction will occur on private land which MarkWest is in the process of purchasing. The remainder of the well site is on BLM.





MarkWest Resources, Inc. Las Colinas #100 2005' FNL & 414' FWL Sec. 26, T. 30 N., R. 13 W. San Juan County, New Mexico

12. OTHER INFORMATION

The nearest hospital is a 15 minute drive away in southwest Farmington.

Archaeology report CASA 02-153 will be filed December 20, 2002.

13. REPRESENTATION

Anyone having questions concerning the APD should call:

Brian Wood, Consultant Permits West, Inc. 37 Verano Loop Santa Fe, NM 87508 (505) 466-8120 FAX: (505) 466-9682

Cellular: (505) 699-2276

Field representatives during drilling will be:

Mike Pippin	or	Mike Confer
3104 N. Sullivan		(505) 330-2202
Farmington, NM 87401		(111) 110 1102
(505) 327-4573		
Cellular: (505) 330-0495		

Field representatives during production will be:

 Rex Lancaster
 or

 519 E. Animas St.
 5

 Farmington, NM 87401
 5

 (505) 325-1922
 5

 Cellular: (505) 320-3075
 5

Tap Harris (505) 320-3916

MarkWest Resources, Inc. has the necessary consents from the proper lease owners to conduct lease operations in conjunction with this well. Bond



PAGE 11

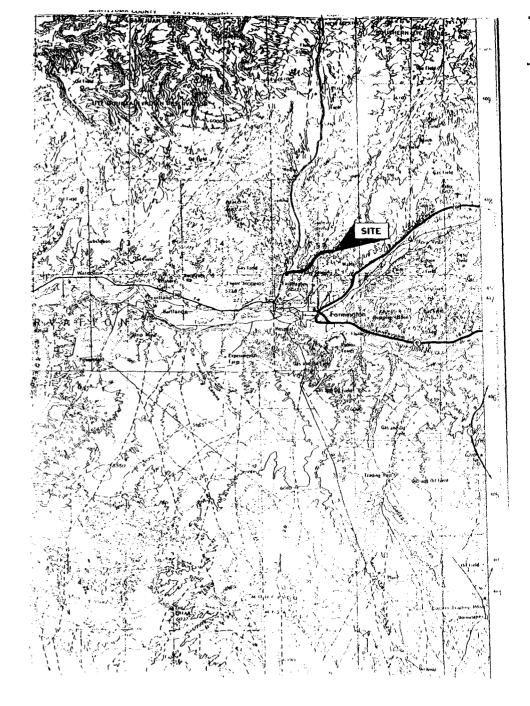
MarkWest Resources, Inc. Las Colinas #100 2005' FNL & 414' FWL Sec. 26, T. 30 N., R. 13 W. San Juan County, New Mexico

coverage pursuant to 43 CFR 3104 for lease activities and operations is being provided by MarkWest Resources, Inc.

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with operations proposed herein will be performed by MarkWest Resources, Inc. and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U. S. C. 1001 for the filing of a false statement.

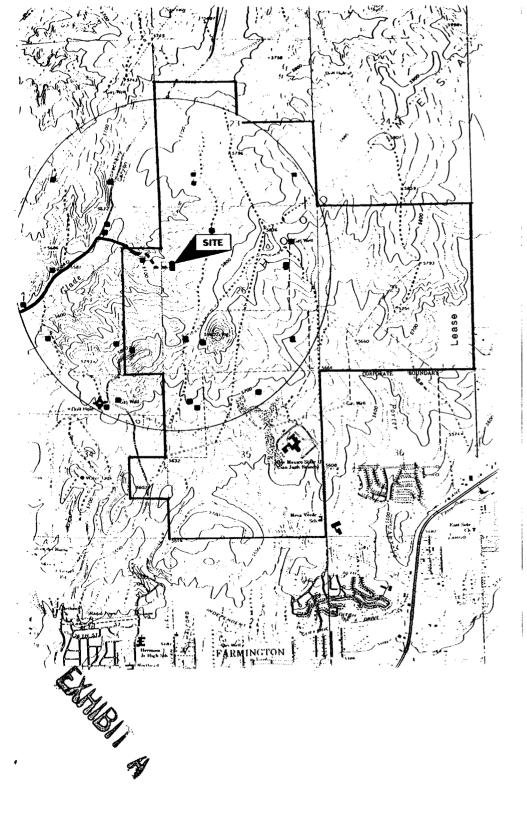
Brian Wood, Consultant

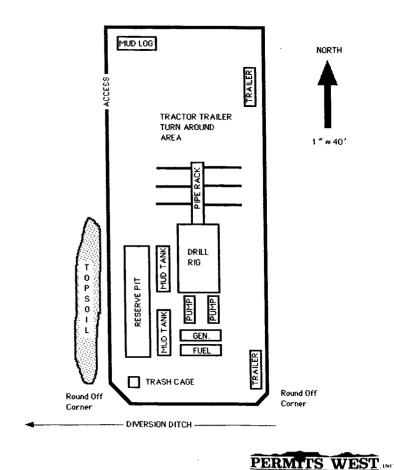
December 18, 2002 Date



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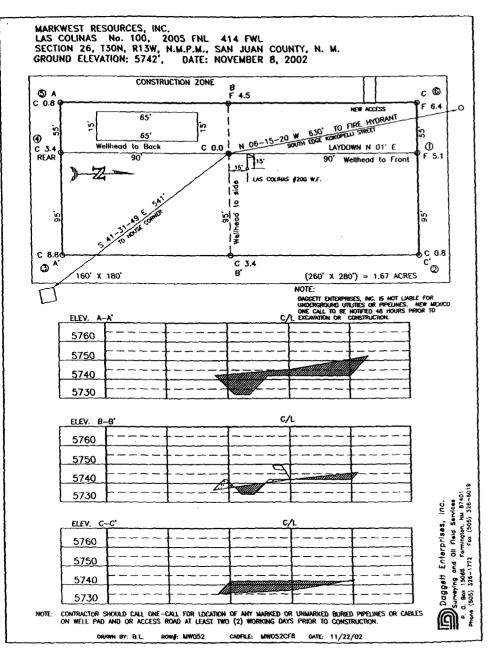


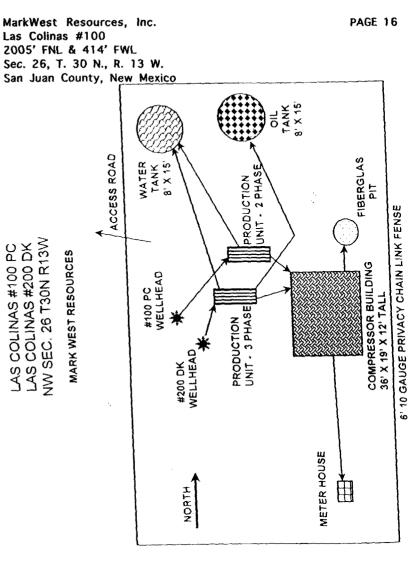


PROVIDING PERMITS for EAND UNLRS

PAGE 14

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DISTRICT I

DISTRICT II 811 South First, Artesia, N.M. 88210

DISTRICT III 1000 Rio Brazos Rd., Astec, N.M. 87410 State of New Mexico

Energy, Minerals & Natural Resources Department

Form C-102 Revised August 15, 2000

2

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

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

AMENDED REPORT

DISTRICT IV 2040 South Pacheco, Santa Fe, NM 87506

WELL LOCATION AND ACREAGE DEDICATION PLAT

30-045-	77200	FULCHER PICTURED CLI	FFS			
⁴ Property Code		Property Name	• Well Number			
•	· .	· 100				
193195	•	Operator Name	* Elevation			
133133	- MARKWES	MARKWEST RESOURCES, INC.				

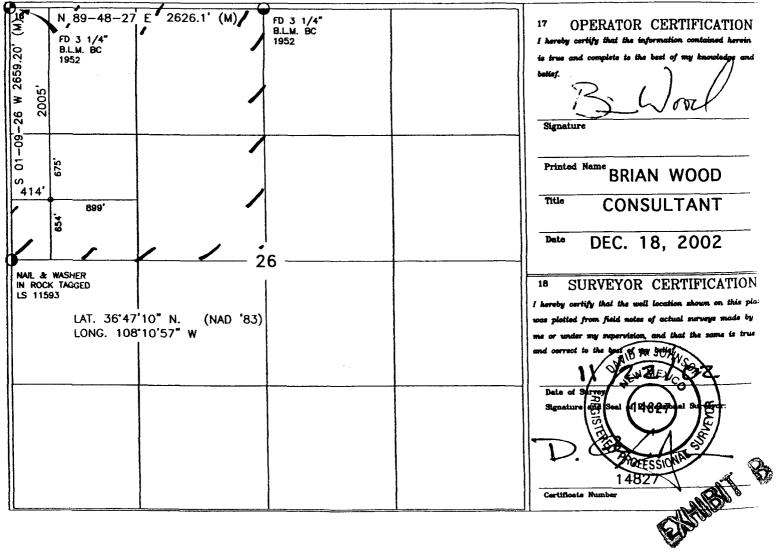
¹⁰ Surface Location

UL or lot no. S	lection	Township	Range	Lot idn	Feet from the	North/South line	Feet from the	East/West line	County
• E •	26 .	30-N ·	13-W	•	2005 -	NORTH ·	414 ·	WEST	·SAN JUAN

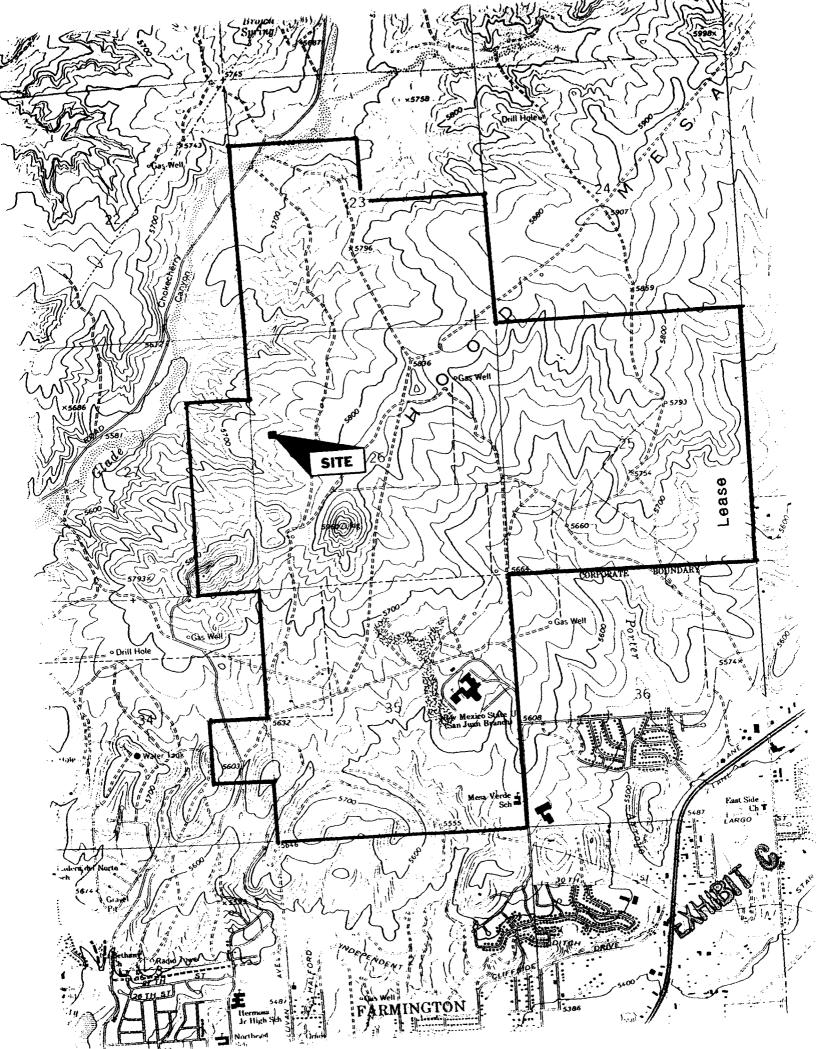
¹¹ Bottom Hole Location If Different From Surface

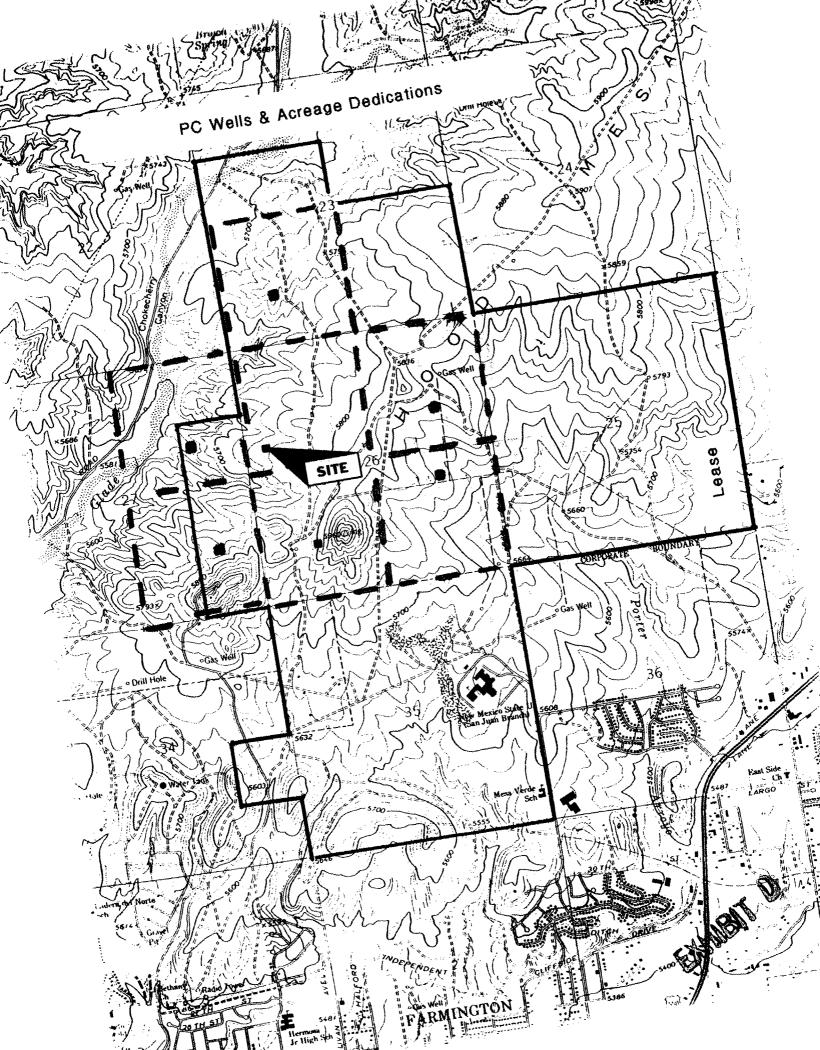
UL or lot no.	Section	Township	Range	Lot idn	Feet from the	North/South line	Feet from the	East/West line	County
²⁸ Dedicated Acre	160		¹⁸ Joint or	Infill	¹⁴ Consolidation (Code	¹⁶ Order No.		

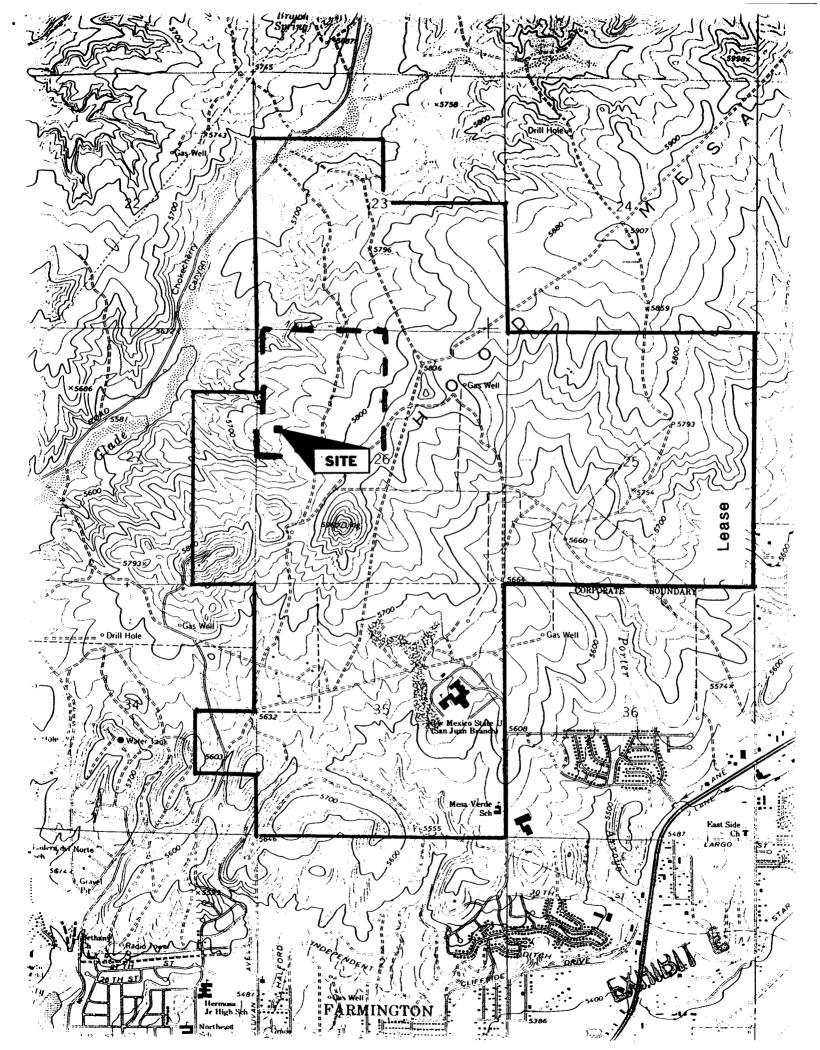
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



1625 M. French Dr., Hobbs, N.M. 88240









Robert L. Bayless, Producer LLC P. O. Box 168 Farmington, NM 87499

Dear Tucker,

As required by New Mexico Oil Conservation Division Rules, I am notifying you of the following non-standard location (NSL) for a well. This letter is a notice only. No action is needed unless you have guestions or objections.

MarkWest Resources, Inc. is applying to drill its Las Colinas #100 well. The minimum state distance for a Pictured Cliffs gas well is 660' from a guarter section line. The proposed well is 635' from the south quarter section line and 414' from the west guarter line. Thus, it is NSL. The NSL is due to using topography (see attached map) to try and shield the well from neighbors.

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Submittal Information: An application for a non-standard location is being filed with the NM Oil Conservation Division. If they determine the application complies with the applicable regulations, then it will be approved. The New Mexico Oil Conservation Division address is 1220 South St. Francis Drive, Santa Fe, NM 87505. Their phone number is (505) 476-3440.

Sincerely,

Brian Wood

EXHIBIT F



Benson-Montin-Greer Drilling Corp. 4900 College Blvd. Farmington, NM 87401

Dear Al,

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Sincerely.

Brian Wood



Roger Herrera BLM 1235 LaPlata Highway Farmington, NM 87401

Dear Roger,

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Sincerely,

Brian Wood EXHIBIT F



Van Goebel Burlington Resources Oil and Gas Company P. O. Box 4289 Farmington, NM 87499

Dear Van,

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Sincerely, Brian Wood

EXHIBIT F.



Jerry Sullivan Calpine Natural Gas LP 1200 17th St., Suite 770 Denver, Co. 80202

Dear Jerry,

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Sincerely. Brian Wood EXHIBIT



ConocoPhillips 600 N. Dairy Ashford Houston, Tx. 77079

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Sincerely,

Brian Wood





Steve Dunn 610 Reilly Ave. Farmington, NM 87401

Dear Steve,

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Sincerely

Brian Wood

FALMANT E



Energen Resources Corp. 2198 Bloomfield Highway. Farmington, NM 87401-8108

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Sincerely,

Brian Wood

EXMIBIT F



J & R Merrion Trust 610 Reilly Ave. Farmington, NM 87401

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Sincerely,

Brian Wood

ENTHBUT F



Greg T. Merrion 610 Reilly Ave. Farmington, NM 87401

Dear Mr. Merrion:

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Sincerely

Brian Wood

EXHIBIT F



Michael K. Merrion 610 Reilly Ave. Farmington, NM 87401

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Sincerely.

Brian Wood

EXHIBIT



Merrion Oil & Gas Corp. 610 Reilly Ave. Farmington, NM 87401

Dear Connie,

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Sincerely

Brian Wood

EXIMBNT F



Providence Minerals LLC 14860 Montfort Dr., #209 Dallas, Tx. 75254

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Sincerely,

Brian Wood

EXHIBIT F



Jane Seiler Questar Expl. & Production Company 1331 17th St., Suite 800 Denver, Co. 80202

Dear Jane,

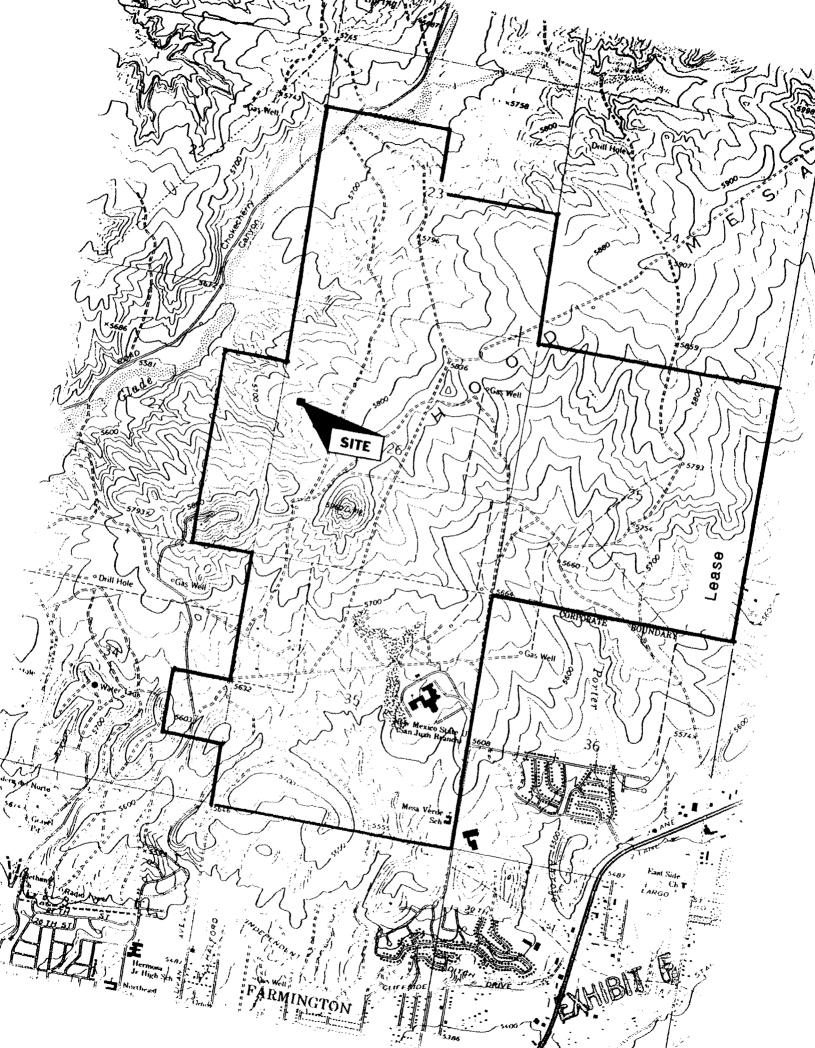
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Sincerely, EXHIBIT Brian Wood





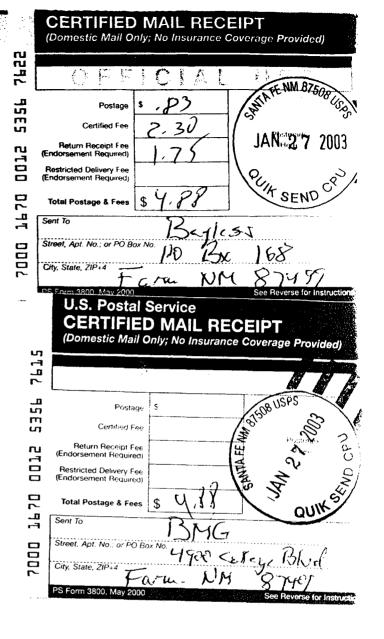
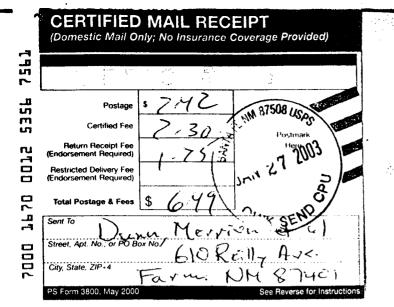
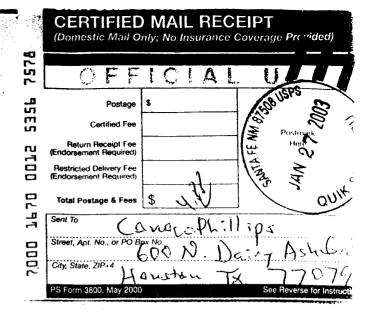


EXHIBIT F









- Reverse for

City, State, ZIP+4 PS Form 3800, May 2000

Sent To

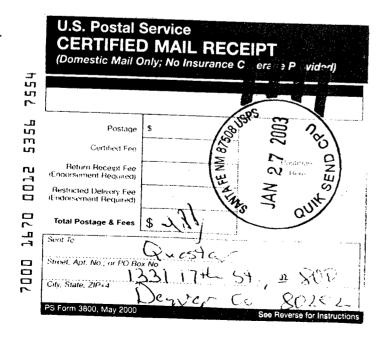


EXHIBIT F

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