pKRV0304956847 NSL 3/10/03



February 14, 2003

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# RECEIVED

FEB 1 8 2003

# **OIL CONSERVATION DIVISION**

MS

New Mexico Oil Conservation Division 1220 South St., Francis Drive Santa Fe, NM 87505

KOCH EXPLORATION COMPANY LLC

Proposed Well Re: Christina Com #30-1-A W/2 Section 30-T28N-R10W San Juan County, New Mexico

Attn: Mr. Mike Stogner:

Koch Exploration Company, LLC (Koch) has proposed the drilling of a Coalbed Methane well in the W/2 Section 30-T28N-R10W as an infill Fruitland coalbed methane well. The proposed location is not located within the coalbed methane fairway area. Because of topography, we were unable to stake the well anywhere in the NW/4 except at a location being 290 feet from the north line and 865 feet from the west line. The location makes the well an unorthodox location pursuant to New Mexico Conservation Division Order No. R-8768-C.

To support this application, we have enclosed the following:

- 1. Topographical map showing the location
- 2. Copy of Certified Letter dated February 13, 2003 to offset Fruitland coalbed well Operators (Burlington Resources)
- 3. Map depicting the Fruitland Coalbed well operators within a one mile radius of the location
- 4. There was no original proposed location and the BLM was with the team when the well was staked.
- 5. Plat showing the staked location and federal lease numbers
- 6. Copy of Application for Permit to Drill or Reenter provided to the BLM

Koch requests you review the enclosed and if all is in order and after the 20 day waiting period or our furnishing the executed waiver from Burlington Resources, approve our request for the unorthodox location for the Christina Com #30-1-A well. The undersigned can be reached at 713 544-7414 or fax 713 544-6161. Don Johnson, Field Supervisor can be reached at 505 334-9111. Thank you for your cooperation.

Yours truly.

aug arts

Lance F. Harmon Vice President Land

20 East Greenway Plaza • Houston, Texas 77046-2002 • 800/890-0205 • FAX 713/544-6161

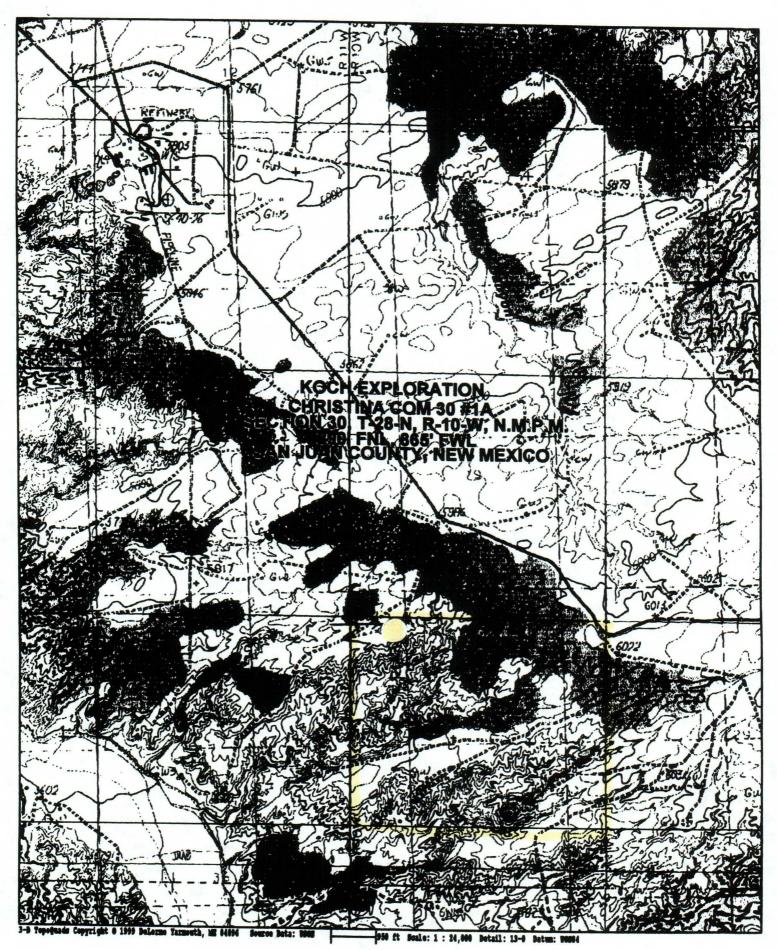


Exhibit A

# KAKOCH

# KOCH EXPLORATION COMPANY LLC

February 13, 2003

Burlington Resources San Juan Division 3401 E. 30<sup>th</sup> Street Farmington, NM 87402

Re: Christina Com #30-1-A well W/2 Section 30-T28N-R10W San Juan County, New Mexico

Attn: Mr. James R. J. Strickler

Dear James:

Koch Exploration Company, LLC (Koch) plans to drill a Fruitland coalbed methane well in the NW/4 Section 30-T28N-R10W. Due to topographic restrictions, the well has been staked 290 feet from North line and 865 feet from the West line which constitutes an unorthodox location pursuant to New Mexico Conservation Division Order No. R-8768-C.

As a result, Koch is notifying all operators of proration or spacing units within a mile of this location in the Northwest Quarter of Section 30-T28N-R10W, and request that you indicate below your waiver of any objection to Koch's unorthodox location. It appears that Burlington Resources operates the existing coalbed wells within the one mile radius.

Should you have any questions, please call the undersigned at 713 544-7414.

Yours truly,

Lance PHarmon Vice President – Land

**Burlington Resources** 

By:\_\_\_\_\_

cc: New Mexico Oil Conservation Commission 1000 Rio Brazos Rd Aztez, NM 87410

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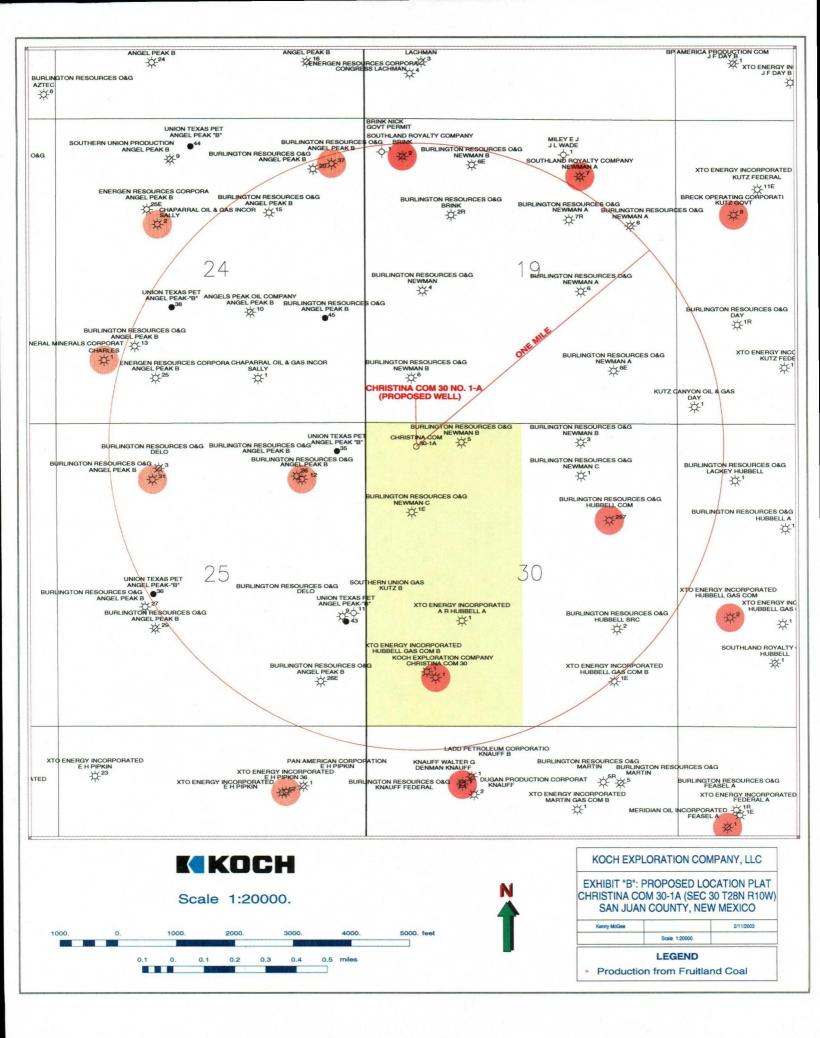
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| DISTRICT I<br>P.O. Box 1980, Hobbs, N.M.           | 66241-1986   | En  |              |                     | New Mexico<br>ral Resources Depai | rtment   |                  | Revie           |                     | Form C-102<br>ary 21, 1994                |
|--|--------------|---|--------------|---------------------|-----------------------------------|----------|------------------|-----------------|---------------------|---|
| District II<br>611 South First, Artasia, N.        | N. 88210     |   | OIL C        |                     | TION DIVISION                     |          | Submit to        | [<br>orggA c    | nstruction priate D | ona on back<br>istrict Office             |
| DESTRICT III<br>1000 His Brazos Rd., Astee,        | N.M. 87610   |   | Sa           | P.O. B<br>nta Fe, N | ox 2088<br>M 87504-2088           |          |                  | ata<br>P        | ce Loase            | e – 4 Copies<br>e – 3 Copies              |
| DISTRICT IV<br>2040 South Pachece, Santa           | 70, XM 8750  | <del></del>                                     |              | •                   |                                   |          |                  |                 | AMEND               | ED REPORT                                 |
|  | V            | WELL LO   | )CATIO       | N AND               | ACREAGE DE                        | DICA     | TION PL          | AT              |                     |   |
| <sup>1</sup> API Number                            |              | 1   | Pool Code    |                     |                                   |          | Pool Hama        |                 | 1                   | ]   |
| Property Cide                                      | ······       |   | 71629        | Proj                | erty Name                         | Pri      | i t-lano         |                 | Ye                  | ll Number                                 |
| 19342<br>VOGRED HD                                 |              |   | <u> </u>     |                     | NA COM 30                         |          |                  |                 |                     | IA<br>Elevation                           |
| 12807  |              |   | K            | OCH EX              | PLORATION                         | <u> </u> |                  |                 | 5                   | 926                                       |
| UL or lat no.   Beatlan                            | Toundate     | Range   | Lot. Ida     | <sup>10</sup> Surfe | the North/South I                 | ne i Ye  | st from the      | East/Vo         | at Hite             | County                                    |
| D 30   | 28 N         | IO W  |              | 290                 | NORTH                             | -        | 865              | WE              |                     | SAN JUAN                                  |
|  | <u></u>      | "Botto  | m Hole       | Locatio             | on if Different                   | From     | Surface          |                 |                     | ,   |
| UL or lat no. Section                              | Township     | Range   | Lot Mn       | That from           | the North/South H                 | ba Ta    | at from the      | East/Wo         | st Ime              | County                                    |
| <sup>10</sup> Dedicated Acros <sup>10</sup> Joint. | or Infill 14 | Consolidation                                   | Code =0      | rder No.            | <u></u>                           |          |                  |                 |                     |   |
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| 865'   |              | ,   | 4            |                     |                                   |          |                  |                 |                     | enteined herein is<br>neulodge and belief |
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| ŕ  |              |   | /            |                     |                                   |          | Contract Man     |                 | F. Ha               |   |
| 57-  | 079          | ૬૬૩   | <b>A</b>     |                     |                                   |          | Vi               | ce P            | reside              | ent - Land                                |
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| 247.34   | <b> </b>     | SE  | CTION 3      | D                   |                                   |          | Date             |                 |                     |   |
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|---|--|---------------|-------------------------------------|-----------|---------------------------------------|
| Form 3160-3<br>September 2001)  |  |               | FORM API<br>OMB No. 1               | 004-0130  |                                       |
| UNITED STATES   |  | <b>\</b>      | Expires Janua                       | ry 31, 20 | 04                                    |
| DEPARTMENT OF THE INI   |  |               | 5. Lease Serial No.<br>SF-078715    |           |                                       |
| BUREAU OF LAND MANAGI   |  | f             | 6. If Indian, Allottee of           | r Tribe   | Name                                  |
| APPLICATION FOR PERMIT TO DRI   |  |               | NA                                  |           |                                       |
| 1a. Type of Work: DRILL REENTER   |  |               | 7. If Unit or CA Agree<br>NA        |           | ame and No.                           |
| ib. Type of Well: Oil Well XD Gas Well D Other  | Single Zone 🖸 Multip   | le Zone       | 8. Lease Name and We Christing Com  |           | A                                     |
| 2. Name of Operator Koch Exploration Company  | , LLC  |               | 9. API Well No.                     |           |                                       |
| 3a. Address 20 East Greenway Plaza  | 3b. Phone No. (include area code)  |               | 10. Field and Pool, or E            |           |                                       |
| Houston, Texas 77046  | 713-544-4318   |               | Basin Fruitla                       |           |                                       |
| 4. Location of Well (Report location clearly and in accordance with a   | · · ·  |               | 11. Sec., T., R., M., or I          | Blk. and  | Survey or Area                        |
| At surfaqqw/4 Sec. 30, T28N, R10W, 290'<br>At proposed prod. zone (Same)  | FNL & 865' FWL   |               | Sec. 30, T28N                       | , R1      | DW                                    |
| 14. Distance in miles and direction from nearest town or post office*   |  |               | 12. County or Parish                |           | 13. State                             |
| 6 miles Southeast of Bloomfiel  | d, MM  |               | San Juan                            | <u>.</u>  | NM                                    |
| 15. Distance from proposed*<br>location to nearest<br>property or lease line, ft.<br>(Also to nearest drig, unit line, if any)2901  | 16. No. of Acres in lease 564.75   |               | ng Unit dedicated to this w<br>9.40 | ell       |                                       |
| <ol> <li>Distance from proposed location*</li> </ol>  | 19. Proposed Depth   | 20. BLM/      | BIA Bond No. on file                |           | · · · · · · · · · · · · · · · · · · · |
| to nearest well, drilling, completed,<br>applied for, on this lease, ft. 4100   | 2050'  | E             | GH. 0471                            |           |                                       |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.)   | 22. Approximate date work will sta   | urt*          | 23. Estimated duration              | )         |                                       |
| <u>5926'_GR</u>   | available rig  |               | 30 days                             |           |                                       |
|   | 24. Attachments  |               |                                     |           |                                       |
| The following, completed in accordance with the requirements of Onshor  | re Oil and Gas Order No.1, shall be at   | tached to the | is form:                            |           |                                       |
| I. Well plat certified by a registered surveyor.  |  | he operatio   | ons unless covered by an            | existing  | bond on file (see                     |
| <ol> <li>A Drilling Plan.</li> <li>A Surface Use Plan (if the location is on National Forest System<br/>SUPO shall be filed with the appropriate Forest Service Office).</li> </ol> | Lands, the<br>Lands, the | specific in   | formation and/or plans a            | s may b   | e required by the                     |
| 25. Signature   | Name (Printed/Typed)   | •             | 1                                   | Date      |                                       |
| Jay A Ol  | RolFA. C   | rnel          | as !                                | Fai       | 67.02                                 |
| Title SE Engineer   |  |               |                                     |           | •                                     |
| Approved by (Signature)   | Name (Printed/Typed)   |               |                                     | Date      |                                       |
| Title   | Office   |               |                                     | <u> </u>  |                                       |
| Application approval does not warrant or certify the the applicant holds to<br>operations thereon.<br>Conditions of approval, if any, are attached.                                 | egal or equitable title to those rights i  | n the subjec  | t lease which would entitl          | e the app | licant to conduct                     |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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 statements or representations as to any matter within its jurisdiction.

\*(Instructions on reverse)

CHRISTINA COM 30-1A Sec. 30, T28N, R10W, 290' FNL & 865' FWL San Juan Co., New Mexico Lease SF 065546B

#### **Drilling Program**

#### 1) Geological name of surface formation -

Estimated tops of important geological markers:

| Surface |
|---------|
| 888'    |
| 923'    |
| 1608'   |
| 1913'   |
| 2050'   |
|         |

2) Estimated depths at which oil, gas, water, and mineral bearing formation will be found:

| Fresh Water | 0' to 200'     |
|-------------|----------------|
| Salt Water  | 201' to 1608'  |
| Oil and Gas | 1608' to 2050' |

#### 3) Pressure Control Equipment:

- a. 10-inch 900 series or <u>3,000</u> psi test double gate hydraulic with 4-1/2" pipe rams and 10-inch series 900 hydril above 10-inch series casinghead and cross spool with flanged outlets. See BOP diagram at Exhibit F-1 for drawing of choke lines, kill lines and choke manifold. Procedures will include waiting on cement 12 hours, nipple up blowout preventer (BOP) assembly and test to 70% of yield of casing or <u>3,000</u> psi maximum. The production casinghead pressure rating will be <u>3,000</u> psi.
- b. Type of BOP rams: Blind rams and pipe rams are used as shown on the BOP diagram at **Exhibit F-1**. Occasionally, the position of the rams is reversed depending on the drilling contractor's methods.
- c. The choke manifold and header will have 2-inch choke outlets, a 2-inch straight through the line with 2-inch adjustable chokes installed. The inlet line will be a 2-inch line. All of the above are rated at 3,000 psi working pressure (WP). The choke manifold and header system will have manual control valves; no hydraulic valves will be installed. Casing testing procedure Surface casing will be tested at 750 psi with 1,000 psi maximum after cementing in place and before drilling out of shoe. Intermediate and production casing will be tested to 3,000 psi after cementing in place and after drilling to the required depth.
- d. Hydraulic controls to close the BOPs are located on the rig floor; the hydraulic remote control is located in the bottom doghouse. There will be no manual controls on the BOP.

CHRISTINA COM 30-1A Sec. 30, T28N, R10W, 290' FNL & 865' FWL San Juan Co., New Mexico Lease SF 065546B

- e. BOP testing procedures and frequency:
  - 1. Hydril (<u>3,000WP</u>) will be tested to 70% of yield of casing or <u>3,000</u> psi maximum.
  - 2. Double ram BOPs will be tested to 70% of yield of casing or <u>3,000</u> psi maximum.
  - 3. BOPs will be tested upon installation, after casing is run and on each bit trip.
- f. Casinghead connections will be 2-inch; these outlets will usually be bull plugged during drilling operations. No pumping through these connections is allowed except in emergency to keep from wearing out the head.
- g. The drilling spool will be a series 900 <u>3,000</u> psi WP with a 2-inch kill line and a 2-inch outlet.

#### 4) Proposed Casing Program:

| Surface Casing Program: |        |                |     |
|-------------------------|--------|----------------|-----|
| Surface Casing          | 8 5/8" | 24.0# J-55 STC | New |
| Production Casing       | 4 1/2" | 10.5# J-55 LTC | New |

Proposed setting depth, amount and type of cement including additives:

8 5/8" Surface Casing – Surface to 150' – Cement with 100 sks type III (14.6 ppg, slurry yield 1.39 cf/sk) Cement + 2% bwoc Calcium Chloride + .25 lbs/sk Cello Flake + 59.2% Fresh Water. Volume: 138.1 cf., includes 100% excess.

4 <sup>1</sup>/<sub>2</sub>" Production Casing – Surface to 2050' –

Lead with 248 sks Premium Lite FM (12.1 ppg, slurry Yield 2.15 cf/sk) + 3% bwoc Calcium Chloride +.25 lb/sk Cello Flake + .4% bwoc FL-52 + 8% bwoc Bentonite + .4% bwoc Sodium Metasilicate + 3 lb/sk Pheno Seal + 116.1 % Fresh Water. Volume: 532.6 cf., includes 50% excess. Tail with 110 sks Type III Cement (14.0 ppg, slurry Yield 1.54 cf/sk) + 2% bwoc Calcium Chloride + .25 lb/sk Cello Flake + .2% bwoc FL-52 + 68.9% Fresh Water. Volume: 157.4 cf., includes 50% excess

## 5) Mud Program:

0' - 150' -Spud mud and water treated with gel lime. 150' - 2050' - Lime mud, water and polymer. CHRISTINA COM 30-1A Sec. 30, T28N, R10W, 290' FNL & 865' FWL San Juan Co., New Mexico Lease SF 065546B

# 6) Testing, Logging, and Coring Program:

No drill stem tests or cores will be taken.

Logging: Open hole – Triple Combo, 2,050' to surface or cased hole log as below. Production Casing – First Run – Gamma Ray – Casing Collar Locator – Cement Bond Log. (If cement circulates to surface, no CBL will be run.) Second Run – Gamma Ray – Gas Spectrum Log; or Gamma Ray-DIL, Density Neutron Porosity Caliper, if open hole log was not ran.

#### 7) Expected Pressures –

Fruitland Fm.UnderpressuredBottom HoleUnderpressured and low frac gradientNo abnormal pressures, temperature or poisonous gas anticipated.

8) Drilling Tools: 20 4-3/4" Drill Collars with 3-1/2" IF Connections 3-1/2" Drill Pipe with 3-1/2" IF Connections

| Anticipated Spud Date:       | July 1, 2003  |
|------------------------------|---------------|
| Anticipated Completion Date: | July 31, 2003 |

Sec. 30, T28N, R10W, 290' FNL & 865' FWL San Juan Co., New Mexico Lease NM SF 065546B

# Surface Use Program

# 1) Existing Roads and Well Location (Exhibit A)

- a. The proposed Fruitland Coal well site is located at 290' FNL & 865' FWL of Sec. 30, T28N, R10W, San Juan County, New Mexico. All existing roads used to access the proposed location shall continue to be maintained in the same or better condition than presently maintained.
- b. Directions to the location are as follows; From Bloomfield, go South on Highway 550 across river, turn East on CR 4980 (WFS Kutz Plant Road), turn left just before reaching the WFS Kutz Plant, continue on road around the plant where road is heading Southeast direction for approximately 3 miles, turn right and travel 1 mile to location on left.

## 2) Planned Access Road

- a. Approximately 138' of new access road will be constructed.
- b. Turnouts as specified by Bureau of Land Management (BLM).
- c. Any culverts deemed necessary by dirt contractor during construction will be brought to the attention of the BLM Lead and placed accordingly.
- d. No gates, cattleguards, or fences will be needed.

## 3) Topographic Map and Well Location

- a. A 7.5 ' quadrangle topographic map was filed with the Notice of Staking. The proposed project is located on the Bloomfield quadrangle topographic map in T28N, R10W, NW/4 NW/4 (D), Section 30, 290' FNL & 865' FWL. The proposed project area is located on a southwest-facing mesa slope east of Mockingbird Hill. Largo Canyon is located 1.7 mile to the southwest. Vegetation consists of occasional juniper trees, snakeweed, sagebrush, Mormon tea, greasewood, Russian thistle, prickly pear cactus and various grasses including galleta, Indian rice grass, and black grama. Sediments are brown to light brown silty clay loam. Existing disturbances include numerous well pads, access roads, and pipeline corridors.
- b. Approximately thirty-seven (37) existing natural gas wells are located within a 1.0-mile radius of the proposed project (Exhibit B). Pipelines and access roads associated with these facilities represent further disturbance within the area.

# 4) Wellsite Layout and Cross Sections

See Cut & Fill plat for details. The proposed project will require 3:1 cut and fill slopes. Drainage will be diverted along the East Side of the well pad to run South. Will round SE corner #6 and keep all fill from going over hill on East side of location.

Sec. 30, T28N, R10W, 290' FNL & 865' FWL San Juan Co., New Mexico Lease NM SF 065546B

# 5) Water Supply

- a. Fresh water will be obtained from commercial sources and trucked to location by directions listed in Paragraph 1(b). or
- b. Produced water from existing Koch operated coal wells located in Sec, 25, 26, 27 of T32N, R9W and Sec 31 of T32N, 8W (Lease #NM-013642) could be used for drilling and completion.

# 6) Source of Construction Materials

Construction materials will be obtained from the location site.

# 7) Methods of Handling Waste Disposal:

- a. The drilling fluids, cuttings, and completion fluids will be placed in the reserve pit. An 8-mil plastic liner will be installed in reserve pit. The reserve pit will be fenced on three sides away from the pad during drilling and the fourth side fenced as soon as the rig moves out. Upon completion of drilling, the reserve pit will be allowed to evaporate or will be hauled away by truck to an approved disposal facility, prior to filling reserve pit. The reserve pit will be backfilled, leveled and contoured so as to prevent any materials being carried into the watershed. Upon completion, the pad will be leveled, contoured, and reseeded with the appropriate seed mixture as specified by the BLM. The BLM seed mix for this project is the "New BLM Special Seed Mixture".
- b. All garbage and trash will be hauled away to approved landfill facility.
- c. Chemical toilets will be provided and maintained during drilling operations.

# 8) Ancillary Facilities

No ancillary facilities are planned for this project; however, the potential does exist for the placement of a compressor unit on location during some stage in the life of the well. If a compressor unit is placed on location, it will abide by any noise restrictions in affect at the time.

# 9) Production Facility Layout

- a. See attachment **Exhibit C** to this plan. Production equipment will be painted the color designated by the BLM. Color: Federal Green.
- b. Location of Proposed New Facilities A 4-1/2" OD buried steel pipeline that is approximately 138' feet in length will be constructed along the existing roadway. The pipe-wall thickness is .156 and the pipe-wall strength is 42,000# yield. It will tie the well into a line operated by Williams Field Services. The pipeline has the potential to be used to transport gas to drill the well. After the well is spudded, the pipeline will be authorized by a right-of-way issued to Williams Field Services. Please refer to the attached proposed pipeline plat see Exhibit D for additional information

Sec. 30, T28N, R10W, 290' FNL & 865' FWL San Juan Co., New Mexico Lease NM SF 065546B

#### 10) Plans for Restoration of Surface

Topsoil (6") will be stockpiled in the construction zone for later use in restoration. Cut and fill will be sloped at no greater than a 3:1 slope. If the well is productive, areas not used in production will be contoured and seeded with the New BLM Special Seed Mixture. When the well is abandoned, the location and access road will be cleaned and restored to the original topographical contours as much as possible. The area will be re-seeded with the appropriate seed mixture.

#### 11) Surface Ownership

The surface ownership is the BLM. The BLM/Farmington Field Office has surface and mineral jurisdiction on this project.

#### 12) Other Information

The onsite for the proposed project was conducted on Nov. 6, 2002 by Bill Liess, as BLM lead.

Biosphere Environmental Sciences and Technologies, LLC (B.E.S.T.) conducted a Threatened and Endangered Species Survey of this well pad in November 2002. B.E.S.T. personnel made this report available to the BLM office.

San Juan County Museum Association, DCA in Bloomfield, New Mexico has submitted the Cultural Resources Survey Report to the BLM under DCA Technical Report No. 02-DCA-136

The construction contractor for the proposed project is Adobe Contractors.

There are no recreational areas, Special Management Areas (SMAs), Areas of Critical Environmental Concern (ACECs) or wilderness areas within the project area.

The proposed action would impact no floodplains or stock ponds.

Sec. 30, T28N, R10W, 290' FNL & 865' FWL San Juan Co., New Mexico Lease NM SF 065546B

## 13) Operator's Representative and Certification

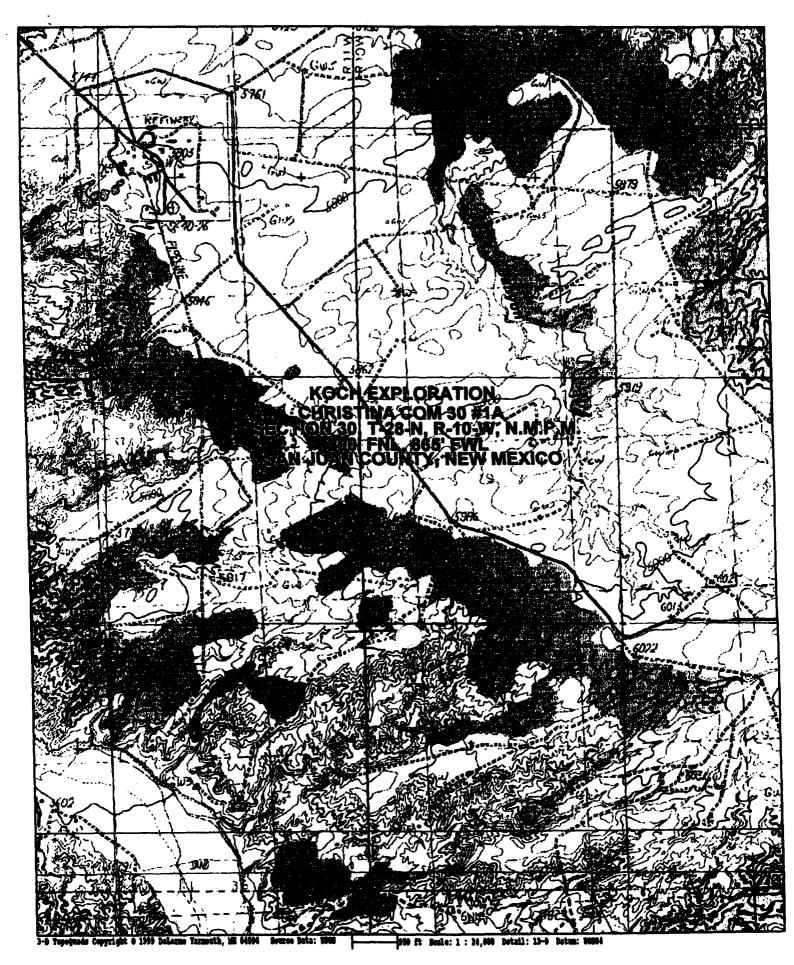
**Representatives:** 

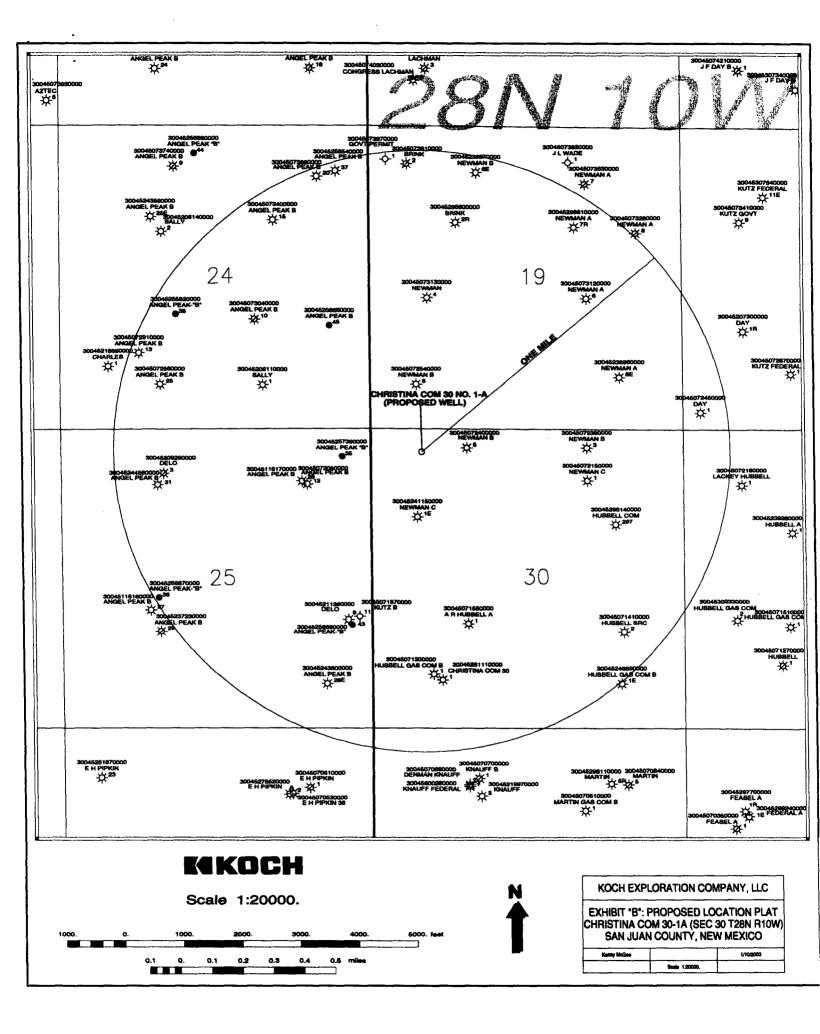
| Don Johnson              | Rolf A. Ornelas          |
|--------------------------|--------------------------|
| Koch Exploration Company | Koch Exploration Company |
| P.O. Box 489             | 20 East Greenway Plaza   |
| Aztec, New Mexico 87410  | Houston, Texas 77046     |
| Phone: 505-334-9111      | 713-544-4318             |

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 proposes herein will be performed by Koch Exploration Company 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 in 18 U.S.C. 1001 for the filing of a false statement.

2-07-03 Date

Rolf A. Ornelas Senior Engineer





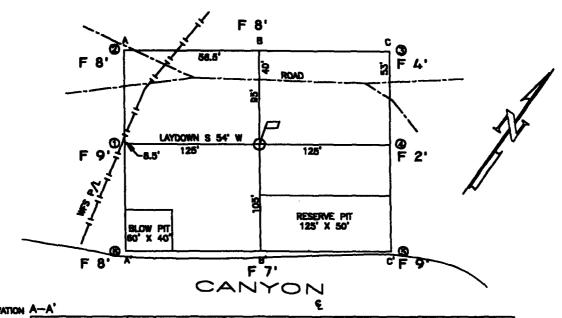
DESTRECT I P.O. Box 1980, Hobbs, N.M. 88941-1980 I DESTRECT II 611 South First, Artesia, N.M. 88210 DESTRECT III 1000 Rio Bresos Rd., Astec, N.M. 87410 DESTRECT IV 2040 South Pacheco, Senia Fe, NM 67804-2086

#### State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION P.O. Box 2088 Santa Fe, NM 87504-2088 Form C-102 Revised Febuary 21, 1994 Instructions on back Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

|  |                         | 1              | VELL L       | OCATIO            | N AND                  | AC   | REAGE DEDI      | CATION PI                       | TA   |                        |                      |
|--|-------------------------|----------------|--------------|-------------------|------------------------|------|-----------------|---------------------------------|--|------------------------|----------------------|
| <sup>1</sup> API   | Nymber,                 | -              | ŀ            | Pool Code<br>7162 | 2                      |      | Basin 1         | Pool Nem                        |  | .1                     |                      |
| *Property C  | 640                     | <u> </u>       |              | 1104              | Prop                   | erty | Name            | Turpan                          | <u>a 000</u>   | 1 11                   | fell Humber          |
| 1934   | 2                       |                |              | C                 | HRISTIN                |      |                 |                                 |  |                        | IA                   |
| TOGED N  | <b>0</b> .              |                |              | L.                | -                      |      |                 |                                 |  |                        | Elevation<br>5926    |
| 12807  |                         |                |              | N                 | DCH EXF                |      |                 |                                 | <u>,</u>   | <u> </u>               | 3920                 |
| WL or lot no.  | Section                 | Township       | Range        | Lot Idn           | JULIA                  |      | Location        | Fast from the                   | East/Ve  | ant line               |                      |
| D  | 30                      | 28 N           | 10 W         |                   | 290                    |      | NORTH           | 865                             |  | ST                     | SAN JUAN             |
|  |                         | 2014           |              |                   |                        | T    |                 |                                 |  | .51                    | DAN UUAN             |
| UL or lot no.  | Section                 | Township       | BOLU         | om Hole           | LOCALIO<br>Fest from ( | -    | f Different Fre | Peet from the                   | Bast/We  | est line               | County               |
|  |                         |                |              |                   |                        |      |                 |                                 |  |                        | County               |
| <sup>20</sup> Dedicated Acre                               | a 1 <sup>26</sup> Joint | er Infill   14 | Connolidatio | n Code   #0       | rder No.               |      | L               | <u> </u>                        | L  |                        |                      |
|  | -                       |                |              |                   |                        |      |                 |                                 |  |                        |                      |
| NO ALLOW   |                         |                | SSICNE       |                   | S COVPI                | रूगग | ON UNTIL ALL    | INTEDESTS 1                     | HAVE   | FFN C                  | ONSOL TOATED         |
| NO ALLOW   |                         |                |              |                   |                        |      | EEN APPROVED    |                                 |  |                        | ONSOLDATED           |
|  |                         | S 89°53        |              | -11               |                        | Ī    | 5353.65         |                                 |  | R CER                  | TIFICATION           |
|  | -9 <sup>2</sup>         |                |              | 1                 |                        |      |                 | I havely certif                 | y that the i   | information.           | omisional Arrein in  |
| 865'<br>10<br>10<br>10<br>10<br>10<br>10<br>10<br>10<br>10 |                         |                |              | 1                 |                        |      |                 | true and comp                   | lets to the  | best of my             | knowledge and belief |
| E E  |                         |                |              | ł                 |                        |      |                 | 0.0                             |  |                        |                      |
|  | CE.D                    | 65546          | - P          | <b>{ </b>         |                        |      |                 | 226                             |  |                        |                      |
|  | 5 0                     | 2226           | D d          | 11                |                        |      | 5               |                                 |  |                        |                      |
| <del> =</del>  | -                       |                |              | ┫────             |                        |      |                 | 2000                            | 5  | L.                     |                      |
|  |                         |                |              |                   |                        |      |                 | Bigneture                       | $\geq$   |                        |                      |
| <b>I</b> 1   |                         |                |              | 4                 |                        | {    |                 | Le                              | ance   | <u> </u>               | armon                |
|  | < E - 1                 | 7958           | 2            | 1                 |                        |      |                 |                                 | ice P  | resid                  | ent - Land           |
| 2 -  | 5, 0                    | 1.20           |              |                   |                        |      |                 | Title                           |  |                        |                      |
| 11   |                         |                | 05           | CTION 3           | <b>`</b>               |      |                 | Date                            | $\frac{1}{2}$  | 105                    |                      |
| li=  |                         | <u> </u>       |              | ALLION SI         | <b>_</b>               |      | ·               |                                 |  |                        | TIFICATION           |
| Ľ  |                         | }              |              | il                |                        |      |                 | I hareby cartly                 |  |                        |                      |
| 11   |                         |                |              |                   |                        |      |                 | was platted fro                 | in field and   | tes of achie           | l surveys made by su |
| 1 5  |                         |                |              | 1                 |                        |      |                 | or under my a<br>correct to the | upervision,<br>best of my  | and that it<br>belief. | e some to true and   |
|  |                         |                |              | <b>1</b>          |                        | 1    |                 |                                 |  |                        |                      |
| P.   | SF-                     | 07871          | 5            |                   |                        |      | j               | 10/15/                          | the second s |                        |                      |
| ₩  |                         |                |              | <u> </u>          |                        |      |                 | Signature an                    | •  | Protessionel           | Surveyer:            |
| h  |                         | Existin        | na Com       |                   |                        |      |                 | 3                               |  |                        |                      |
| 11   | •                       | 854' F         | SL & 11      | 10 #1<br>90'FW    | 'L                     |      |                 |                                 | P. BROA  | DAU                    | $\sim$               |
| E ,  |                         |                | 0-045-       |                   |                        |      |                 | 0.03                            | 1  | ~~??                   | $\lambda$            |
| HLDOS 4  |                         |                |              | 11                |                        |      |                 | z / */                          | SH-  | $\nabla \lambda$       | st.                  |
| S 89°  | 55' F                   | [              |              | i                 |                        |      | 5359.2'         |                                 |  |                        | 8                    |
| Ц  |                         |                |              | <u></u>           |                        |      |                 |                                 |  | <del>y  </del>         | <u> </u>             |
|  |                         |                |              |                   |                        |      |                 | (TRE)                           |  |                        | ξ.                   |
|  |                         |                |              |                   |                        |      |                 | N N                             | AROPER   | BIONAL                 |                      |
|  |                         |                |              |                   |                        |      |                 |                                 |  |                        |                      |



#### ELEVATION A-A'

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| 5940 | Ŀ | • | • | • | • | • | • | • | ŀ | •  | • | • | • | • | • | • | • | • | • | • | •   | • | • | · | • | • | • | • | • | • | • |
|------|---|---|---|---|---|---|---|---|---|----|---|---|---|---|---|---|---|---|---|---|-----|---|---|---|---|---|---|---|---|---|---|
| 5930 | ŀ | • | • | • | • | • | • | • | ŀ | •  | • | • | • | • | • | • | • | • | • | • | •   | • | • | · | · | • | • | • | • | • | • |
| 5920 | ŀ | • | • | • | • | • | • | • | F | •: |   |   |   |   |   | • | • | 7 |   |   | • • | _ | - | - | X | • | · | · | • | • | • |
| 5910 | ŀ | • | • | • | • | • | • | • | F | •  | • | - | • | ÷ | ÷ | • | ŀ | • |   |   | •   | • | · | · | ÷ | • | · | • | • | • | • |
| 5900 |   | • | • | • | • | • | • | ٠ | ŀ | •  | • | • | • | • | • | • |   | • | • | • | •   | • | • | - | • | • | • | • | • | • | • |

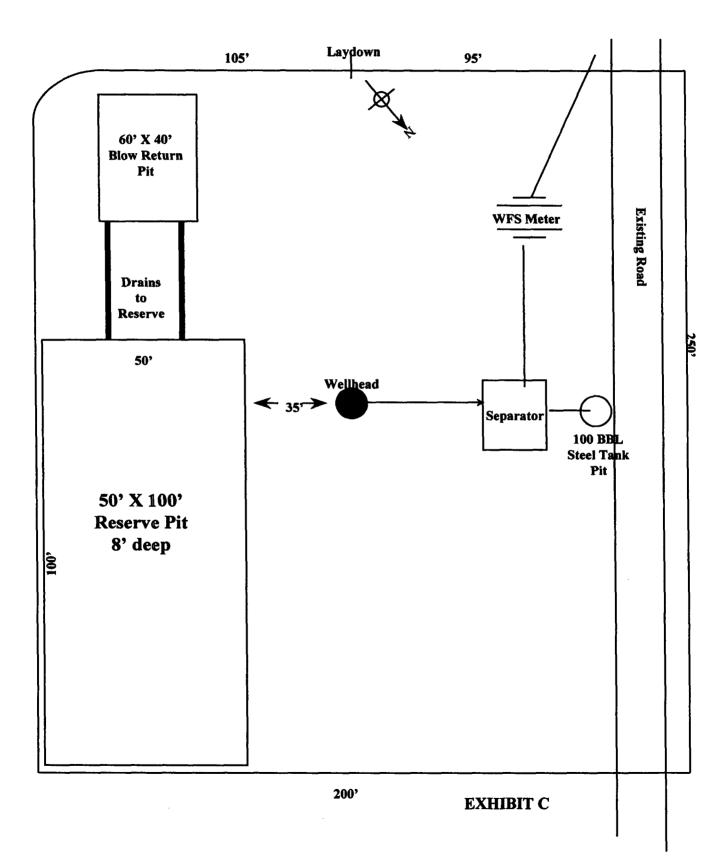
|  | Ę |
|--|---|
|  |   |

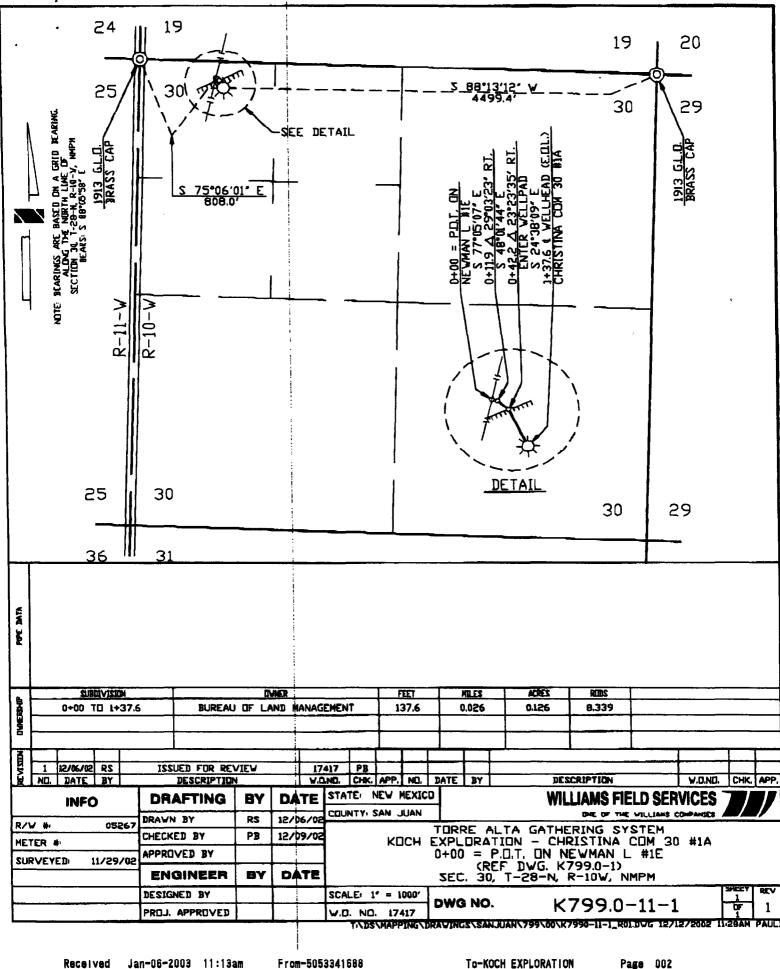
| B'   |     |   | _ |   |   |   |   |   |   |   |   |   | _ |   | ę | - |   |   |         |   |   |     |   |   |   |   |     |   |   |
|------|-----|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---------|---|---|-----|---|---|---|---|-----|---|---|
| 5940 | ••• | • | • | • | · | • | • | ŀ | • | • | • | • | • | • | • | · | • | • | •       | • | · |     | ŀ | • |   | • | •   | • | • |
| 5930 |     | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | •       | • | • | • • | · |   |   |   |     | • | • |
| 5920 | •   | • | • | • | • | • | • | r | ŗ |   |   | - | Z | - |   | ŀ | - | - | <b></b> | 7 |   |     | 次 |   |   |   | •   | • | • |
| 5910 | •   | • | • | • | · | • | • | ŀ | • | • | • | • | · | • | • | · | • | • | •       |   | 4 | ЩU, |   |   | _ |   |     |   | • |
| 5900 | • • | • | - | • | • | • | • | ŀ | • | • | • | - | • | • | • | ŀ | • | • | •       | • | • | •   | · |   |   |   | • • | • | • |

| -C'  |     |   |   |   |   |   |   |   |   |   |   |   |   |          | ę | - |   |   |   |   |   | -   |    |            |     |   |   |   |
|------|-----|---|---|---|---|---|---|---|---|---|---|---|---|----------|---|---|---|---|---|---|---|-----|----|------------|-----|---|---|---|
| 5940 | •   |   | • | • | · | • | · | ŀ | • | • | • | • | • | •        | • | • | • | • | • | - | • | • • | •  | •          | • • | • | • | • |
| 5930 | •   | • | • | • | • | • | • | ŀ | • | • | • | • | • | •        | • | · | • | • | • | • | • | • • | ·  | •          |     | • | • | • |
| 5920 | • • | • | • | • | • | • | • | k | • | _ |   | _ | _ | <u>.</u> | - | Z | - |   |   | ų |   |     |    | •          |     | • | • | • |
| 5910 | • • | • | • | • | • | • | • | ŀ | • | • | • | • | • | •        | • | • | • | • | • | • | 4 | ЩЩ. | 1. | <b>`</b> . |     | • | • | • |
| 5900 | • • | • | • | • | • | • | • | ŀ | • | • | • | - | • | •        | • | · | • | • | • | • | • | •   | ·  | •          | • • | • | • | • |

| LEASE: CHRISTINA COM 30 #IA               | KOCH EXPLORATION  |                      |                      |  |
|---|-------------------|----------------------|----------------------|--|
| FOOTAGE: 290' FNL, 865' FWL               | AZTEC, NEW MEXICO |                      |                      |  |
| SEC. 30 TWN. 28-N RNG. 10-W N.M.P.M.      | SURVEYED          | 10/15/02             | NEV. DATE:           | APP. WY H.B.                                       |
|   | DRAWN WY:         | T.G.                 | DATE DRAMM: 10/15/02 | FLE NAME KOO24W01                                  |
| LATITUDE: 36°38'23" LONGITUDE: 107°56'36" |                   |                      |                      |  |
| ELEVATION: 5926                           | FIELD             | UNITED :<br>SERVICES | FARMIN               | 0. BOX 3651<br>Igton, NM 87498<br>1 (505) 334-0408 |

# KOCH EXPLORATION COMPANY LLC Christina Com 30 1A Sec 30, T28N, R10W 290' FNL & 865' FWL - ELEVATION 5926'





Jan-06-2003 11:13am

From-5053341688

Exhibit C-1

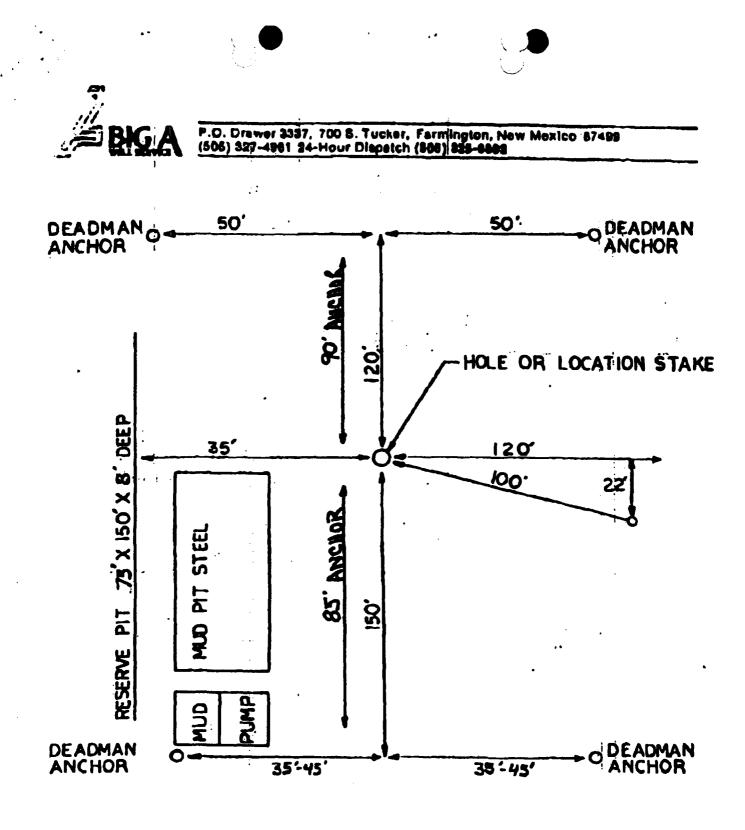
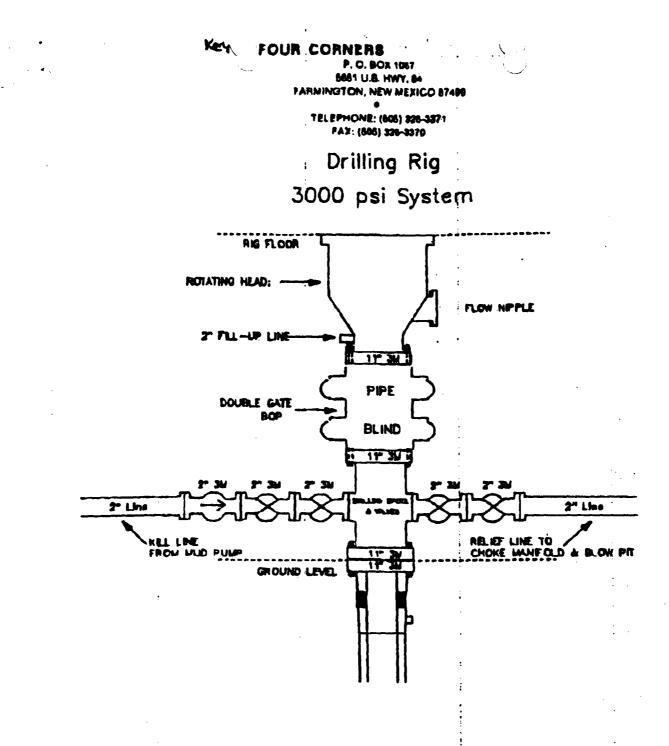


Exhibit "D"

20.9 BB315259

01

00



11" Bare (10" Nominal), 3000psi working pressure minimum double gate BOP to be equipped with blind and pipe roms. A rotating head on the top of the roms. All BOP equipment is 3000psi working pressure.

Note: A floor safety value and upper kelly cock with handle will be available.

Exhibit "F-1"

33341638 P. 82

01

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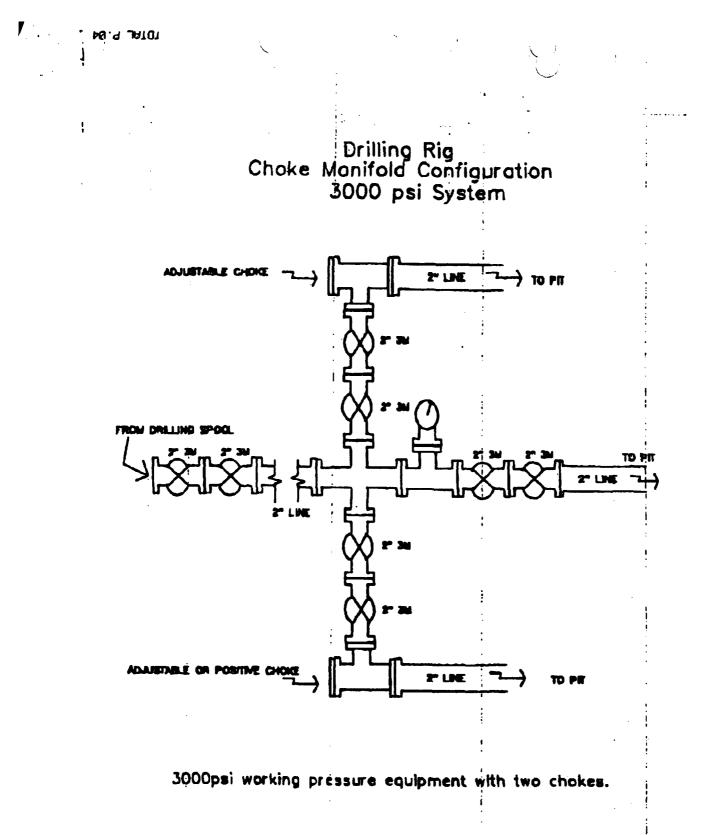


Exhibit "F-2"

33341688 P. 04