

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. FEB 07 2005

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. PO Box 190 Raton, NM 87740 | | ² OGRID Number 180514 |
| | | ³ API Number 30-007-20595 |
| ³ Property Code 25180 | ³ Property Name Vermejo Park Ranch | |
| | | ⁶ Well No. VPR B 86 |
| ⁹ Proposed Pool 1 Van Bremmer - Vermejo | | ¹⁰ Proposed Pool 2 |

7 Surface Location

| | | | | | | | | | |
|---------------------------|----------------------|------------------------|---------------------|---------------------|------------------------------|----------------------------------|------------------------------|-------------------------------|-------------------------|
| UL or lot no. I | Section 22 | Township 30N | Range 18E | Lot Idn I | Feet from the 1801 | North/South line South | Feet from the 1082 | East/West line East | County 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 G | ¹³ Cable/Rotary Rotary/Air | ¹⁴ Lease Type Code P | ¹⁵ Ground Level Elevation 8,175' |
| ¹⁶ Multiple Yes | ¹⁷ Proposed Depth 2,750' | ¹⁸ Formation Vermejo | ¹⁹ Contractor Pense | ²⁰ Spud Date March 1, 2005 |
| 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 checked="" type="checkbox"/> | | | | |

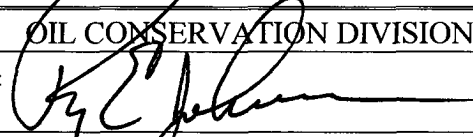
21 Proposed Casing and Cement Program

| | | | | | |
|---------------|---------------|--------------------|---------------|-----------------|----------------|
| Hole Size | Casing Size | Casing weight/foot | Setting Depth | Sacks of Cement | Estimated TOC |
| 11" | 8 5/8" | 23# | 330' | 100 sks | Surface |
| 7 7/8" | 5 1/2" | 15.5# | 2,750' | 400 sks | Surface |

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 11" hole to +/- 330' with air.
2. Set 8 5/8" surface casing and cement to surface with 100 sks of cement.
3. Drill 7 7/8" hole to 2,750' with air. Run open hole logs.
4. Set 5 1/2" production casing to TD and cement to surface. Cement volumes calculated from open hole logs.
5. Perforate and stimulate the Vermejo and/or Raton Coals. Clean out well bore and run production equipment.

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 NMOCD guidelines ☐, a general permit ☐, or an (attached) alternative OCD-approved plan ☒.

| | |
|---|--------------------------------|
| OIL CONSERVATION DIVISION | |
| Approved by:  | |
| Title: DISTRICT SUPERVISOR | |
| Approval Date: 2/8/05 | Expiration Date: 2/8/06 |
| Conditions of Approval Attached <input type="checkbox"/> | |

Printed name: **Donald R. Lankford** *DR Lankford*Title: **Production Manager**E-mail Address: **don.lankford@elpaso.com**Date: **02/02/05**

Phone:

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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 | | ² Pool Code 97047 | | ³ Pool Name VAN BREMMER CANYON - VERMEJO GAS | |
| ⁴ Property Code 25180 | | ⁵ Property Name VERMEJO PARK RANCH | | | ⁶ Well Number VPR'B'-86 |
| ⁷ OGRID No. 180514 | | ⁸ Operator Name EL PASO ENERGY RATON, L.L.C. | | | ⁹ Elevation 8175' |

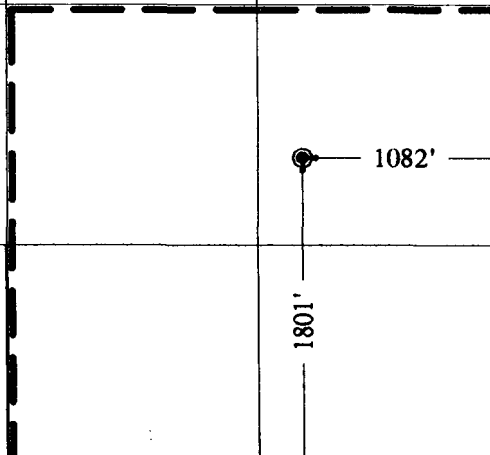
¹⁰ Surface Location

| | | | | | | | | | |
|--------------------|---------------|--------------------|-----------------|--------------|-----------------------|---------------------------|-----------------------|------------------------|------------------|
| UL or lot no. I | Section 22 | Township T 30 N | Range R 18 E | Lot Idn I | Feet from the 1801 | North/South line SOUTH | Feet from the 1082 | East/West line EAST | County 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

| | | | |
|--|--|--|--|
| ¹⁶ | | | |
| <div style="border: 1px solid black; padding: 5px; display: inline-block;">LAT/LONG NAD27 (DMS) N 36°49'04.2" W 105°00'40.7"</div> | | | |
|  | | | |

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.

January 27, 2005

Date of Survey

Signature and Seal of Professional Surveyor:

James Smith
Certificate Number NM LS NO. 5103