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

Date: 02/24/05

Phone: (505) 445-6724

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

1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505													
APPL	ICATI	ON FO	R PERMIT	TO D	RILL, RE	ENTE	CR, DI	EEPE	N, PLUGBA		ADD A ZONE		
		Operator Name				² OGRID Number							
		EL PA	SO ENERGY		180514 3 API Number								
PO BOX 190 RATON, NM 87740									1 - 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1				
³ Property Code ² Property						y Name	30-007-20565 Name						
	25179			VERN	MEJO PARK	(RANC	RANCH (VPR) VPR D 193				PR D 193		
9 Proposed Pool 1							¹⁰ Proposed Pool 2						
VERMEJO							RATON						
⁷ Surface Location													
· UL or lot no.	1 1 1 1		Range 17E	Lot C		Feet from the 1527'		outh line	Feet from the 1339'	East/West li East	ine County Colfax		
			⁸ Propo	sed Bott	om Hole Loc	ation If I	Differer	nt From	Surface		· · · · · · · · · · · · · · · · · · ·		
UL or lot no.	Section	Township	Range	Lot	Idn Feet	rom the North/Sout		outh line	Feet from the East/We		•		
В	23	31N	17E	B		50'		rth	2590'	East	Colfax		
II Work	Additional Well Information 11 Work Type Code 12 Well Type Code 13 Cable/Rotary 14 Lease Type Code 15 Ground Level Elevation										15 Ground Level Elevation		
Work Type Code N			G		Rotary/				P		8,240'		
¹⁶ Multiple			17 Proposed Depth 208" TVD 3,127" TMD		18 Formation Lower Verme		ia		19 Contractor		²⁰ Spud Date March 7, 2005		
Yes 1 Depth to Groundwater					the from nearest fresh water			L	Encore Distance from	n nearest surf	earest surface water		
Dit: Liner:	Synthetic	<u> </u>	ails thick Clay	Dit V	'olume: hi	ble	Di	rilling Me	thad: Datami/G	nid			
Pit: Liner: Synthetic mils thick Clay bit Drilling Method: Rotary/Fluid Closed-Loop System mils thick Clay bit bit bit													
²¹ Proposed Casing and Cement Program													
Hole Size		Cas	Casing Size		Casing weight/foot		Setting Depth		Sacks of Cement		Estimated TOC		
11"		8 5/8"		23#			337'		100 sx		SURFACE		
7 7/8"		5 1/2"		15.5#			1,422'		199 sx		SURFACE		
4 3/4"		3	3 1/2"		9.3#		1,088'- 3,127' TMD		None		Liner		
 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. Set Whipstock in 5 ½" casing at 1,078". Cut window in 5 ½" casing at 1,072" – 1,078". Drill a 4 ¾" hole in a 130" (42°) Radius curve to a 1,919" horizontal lateral in the lower Vermejo coal (Top 1,208"). Run 3 ½" liner (No Cement) the length of the lateral. Retrieve Whipstock and RBP. Clean out wellbore, run production equipment, and put well back on production. 													
23 I hereby certify that the information given above is true and complete to the													
best of my kne	owledge an	d belief. I fu	irther certify tha	t the drill	ing pit will be		/	OIL C	OSSERVATI	ION DIV	VISION		
constructed according to NMOCD guidelines 🗌, a general permit 🗍, or an (attached) alternative OCD-approved plan 🗍.							Approved by:						
Printed name: William M. Ordemann UM							Title: DISTRICT SUPERVISOR						
Title: Production Engineer							Approval Date: $2/28/65$ Expiration Date: $2/28/06$						
E-mail Address: bill.ordemann@elpaso.com											·		

Conditions of Approval Attached

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 ² Pool Code ³ Pool Name 97046 CASTLE ROCK PARK - VERMEJO GAS ⁴ Property Code ⁵ Property Name Well Number VERMEJO PARK RANCH VPR'D'-193 25179 OGRID No. * Operator Name * Elevation EL PASO ENERGY RATON, L.L.C. 180514 8240' ¹⁰ Surface Location UL or lot no. Lot Idn Feet from the North/South line Section Township Range Feet from the East/West line County R 17 E NORTH G 23 T 31 N G 1527 1339 EAST COLFAX ¹¹ Bottom Hole Location If Different From Surface UL or lot no. Section Lot Idn Feet from the North/South line Township Range Feet from the East/West line County 23 T 31 N R 17 E FNL 2590 FEL COLFAX ¹² Dedicated Acres ¹³ Joint or Infill ⁴ 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

NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION									
16	4. 7.10.00 ag of 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1.	1339'	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Signature WILLIAM M. ORDEMANN Title PRODUCTION ENGINEER 2-24-05 Date						
	LAT/LONG NAD27 (DMS) N 36°54'36.8" W 105°06'08.4"		18SURVEYOR 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. Pebruary 21, 2005 Date of Survey Signature and Scal of Professional Surveyor: Certificate Number NM LS NO. 5103						