

DISTRICT I P.O. Box 1980, Hobbs, NM 88240

OIL CONSERVATION DIVISION 2040 Pacheco St. Santa Fe, NM 87505

DISTRICT II P.O. Drawer DD, Artesia, NM 88210

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

WELL API NO. 30-007-20115
5. Indicate Type of Lease STATE [] FEE [X]
6. State Oil & Gas Lease No.

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: OIL WELL [] GAS WELL [] X OTHER Coalbed Methane
2. Name of Operator Sonat Raton, L.L.C. 180514 OGRID #
3. Address of Operator 4 Greenway Plaza, Houston, TX 77251-1513
4. Well Location 1254 REJ Unit Letter E : 1507-95 Feet From The North Line and 863 REJ Feet From The West Line Section 31 Township 32 North Range 20 East NMPM Colfax County

7. Lease Name or Unit Agreement Name Prop. Code # 24648 VPR "A"
8. Well No. 06
9. Pool name or Wildcat Vermejo Formation Coals

10. Elevation (Show whether DF, RKB, RT, GR, etc.) 8075.22 GR 8110GR REJ

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK [] PLUG AND ABANDON [] TEMPORARILY ABANDON [] CHANGE PLANS [X] PULL OR ALTER CASING [] OTHER: Change of Operator [X]
SUBSEQUENT REPORT OF: REMEDIAL WORK [] ALTERING CASING [] COMMENCE DRILLING OPNS. [] PLUG AND ABANDONMENT [] CASING TEST AND CEMENT JOB [] OTHER: []

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.
1. Well location and name has changed. See attached plat.
2. Effective May 21, 1999, Sonat Raton, L.L.C. assumed operatorship from Vermejo Minerals Corporation, P.O. Box 4616, Houston, TX 7721-4616.
3.) Was Canadian River 3220-312 E

location change due to ground conditions - Verbal to Larry Casey.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.
SIGNATURE [Signature] TITLE Project Manager DATE 5/26/99
TYPE OR PRINT NAME Paul Bruce TELEPHONE NO. (713) 546-4819

(This space for State Use)
APPROVED BY [Signature] TITLE DISTRICT SUPERVISOR DATE 5/31/99
CONDITIONS OF APPROVAL, IF ANY:

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

5533

SCWAT

All distances must be from the outer boundaries of the Section

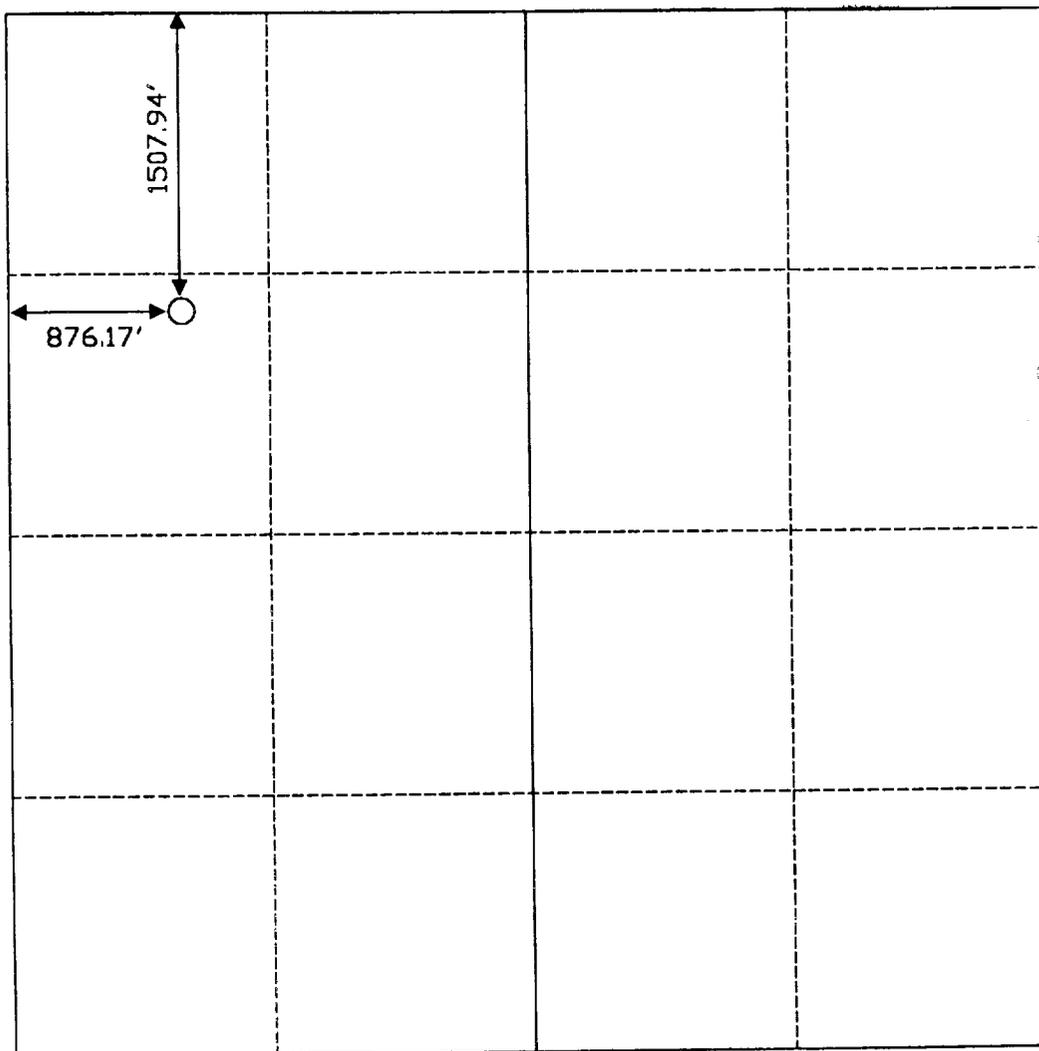
Operator PENNZOIL E & P COMPANY		Lease VPR "A"			Well No. 06
Unit Letter E	Section 31	Township 32 NORTH	Range 20 EAST	County COLFAX	
actual Footage Location of Well 1507.94 feet from the NORTH line and 876.17 feet from the WEST line					
Ground Level Elev. 8075.22	Producing Formation	Pool	Dedicated Acreage 160 ACRES		

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, ect ?

YES NO If answer is 'Yes' type of consolidation _____

If answer is 'No' list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary. _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

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

Name _____
Position _____
Company _____
Date _____

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 knowledge and belief.

May 16, 1999

Date Surveyed

Registered Professional Engineer and/or Land Surveyor

Justin Shields

Certificate No. N.M.L.S. NO. 5103

