5 Lease **UNITED STATES** NMSF-079035-A DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT 6. If Indian, Allottee or Tribe Name SUNDRY NOTICES AND REPORTS ON WELLS 7. Unit Agreement Name (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT--" for such proposals) [1] 8. Well Name and No. 1. Oil Well [] Gas Well [] Other [] **GAS WELL BREECH "A" 682** 9. API Well No. 2. Name of Operator: 070 FARMIN IGTON HIM 30-039-08155-00S1 Caulkins Oil Company 3. Address of Operator: 10. Field and Pool, Exploratory Area (505) 334-4323 1409 W. Aztec Blvd. Ste B7, Aztec, NM 87410 **BASIN DAKOTA** 4. Location of Well (Footage, Sec., Twp., Rge.) 11. Country or Parish, State 1640' F/S 1680' F/W SEC. 10-26N-6W Rio Arriba Co., New Mexico 12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION [X] Notice of Intent [] Abandonment [] Change of Plans []Recompletion New Construction [] Subsequent Report [] Plugging Back Non-Routine Fracturing [] Casing Repair [] Water Shut-Off [] Final Abandonment Notice [] Altering Casing [] Conversion to Injection [X] Other Downhole Commingle] Dispose Water 17. Describe Proposed or Completed Operations: 6-29-05 We request approval to recomplete this well in the South Blanco Tocito formation by the following procedure: Rig up. T. O. H. standing back 2 3/8" tubing. T. I. H. with retrievable bridge plug to 6850'. Test casing to 3000#. T. O. H. with tubing. Perforate Tocito zone 6712' to 6694' with 4 shots per foot. SEE ATTACHED FOR Frac Tocito zone with 20,000# 20/40 sand and N₂ foam. CONDITIONS OF APPROVAL Flow back well. T. O. H. with 2 3/8" tubing with retrieving head. Clean up and test Tocito. T. O. H. with retrievable bridge plug from 6850'. CONDITIONS OF A PHROWALD tubing. Adhere to premuting account to disturbed, location area will be cleaned up following operations. NOTE: The format is issued in lieu of U.S. BLM Form 3160-5 18. I HEREBY CERTIFY THE FOREGOING IS TRUE AND CORRECT SIGNED: Holest I Veran TITLE: Superintendent DATE: June 29, 2005 ROBERT L. VERQUER APPROVED BY: CONDITIONS OF APPROVAL, IF ANY NMOCD

Bureau of Land Management Conditions of Approval:

- 1) If this well is located in a Specially Designated Area (SDA), compliance with the appropriate <u>seasonal closure</u> requirements will be necessary.
- 2) Pits must be lined with an impervious material at least 12 mils thick. The pit must be fenced on three (3) sides during workover operations and on the 4th side after the rig moves off location. Pits must be closed within 90 days of completion of the workover operations. Prior to closing the pit the liner must be cut off at mud level.

Energy, Minerals & Natural Resources Department

Revised October 18, 1994 Instructions on back

Submit to Appropriate District Office

OIL CONSERVATION DIVISION

PM 12 09 1220 South St. Francis Driver SEP 12 Santa Fe, NM 87504

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RECEIVED 070 FARMINGTON NM

AMENDED REPORT

District III

District II

1000 Rio Brazos Rd., Aztec, NM 87410

PO Box 1980, Hobbs, NM 88241-1980

811 South First, Artesia, NM 88210

District IV

2040 South Pacheco, Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

'API Numb	er	Pool Code Pool Name			
30-039-08	155	06460	SOUTH BLANCO TOCITO		
' Property Code		, b	4 Well Number		
2455		BR	682 <i>></i>		
OGRID No.		Operator Name			
003824	1	Caulkin	6543 GR		

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	10 /	26N	6W ^		1640' /	South	1680'	West	Rio Arriba
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.									
	Jount of		OESCHOSHON	Code Oi	uer No.				
80	ł	1		- 1					

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A

<u></u>	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	DARD UNIT HAS BEE	***************************************	10 21 110 10 11
16				¹⁷ OPERATOR CERTIFICATION
				I hereby certify that the information contained herein is true and
	ļ			complete to the best of my knowledge and belief
			•	
				·
Breech "A" 682-E				Hest I Verguer
				Signature
		151314	51677	Printed Name Robert L. Verquer
		Sollie.	A PO	Title Superintendent
		© PECE	2005	Date July 14, 2005
		SEIN SEIN SEIN SEIN SEIN SEIN SEIN SEIN	S. DIV.	18SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was
		CELAISI	62 M. L. Salar	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
16001	├			of my knowledge and belief. Date of Survey
1680'		}		Date of but vey
	1640'			Signature and Seal of Professional Surveyor:
	!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!			
	!			
`	<u> </u>			Certificate Number

State of New Mexico

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PO Box 1980, Hobbs, NM 88241-1980

District II

District III

811 South First, Artesis, NM 88210

1000 Rio Brasos Rd., Astec, NM 87410

Energy, Minerals & Natural Resources Department

Revised October 18, 1994 Instructions on back Submit to Appropriate District Office

OIL CONSERVATION DIVISION

1220 South St. Francis Drive

Santa Fe, 360 12 PM 12 09

State Lease - 4 Copies

Fee Lease - 3 Copies

District IV					F.	700 OL: 10	, , , , , , , , , , , , , , , , , , , ,			
2040 South Pache	co, Santa Fe,	NM 87505	RECEIVED AMENDED RE							MENDED REPORT
		W	ÆLL LO	OCATIO	N AND ACI	REAGE DEDI	CATION PL	ΑT		
•	API Numbe			¹ Pool Cod			³ Pool 1			
30	-039-081	55	1	71599	1		BASIN D	AKOTA		
⁴ Property	Code				* Property	Name				Well Number
2455	; }				BREEC	H "A"				682
'OGRID	No.				* Operator	Name				* Elevation
00382	4				Caulkins Oil	Company				6543 GR
					10 Surface	Location				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West	line	County
K	10	26N	6W		1640'	South	1680'	We	est	Rio Arriba
			11 Bo	ttom Ho	le Location l	f Different Fr	om Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West	line	Cpunty
¹² Dedicated Acre	s ^{is} Joint o	r Infill " C	Consolidation	Code "O	rder No.	J	.4			
NO ALLO	VABLE W					UNTIL ALL IN N APPROVED B			ONSO	LIDATED OR A
	1						17 Opr	TOTA C	CED	TIPICA TION

OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief Robert I Very Signature Breech "A" 682-E Printed Name Robert L. Verquer Title Superintendent Date August 4, 2005 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 knowledge and bellef. Date of Survey 1680' Signature and Seal of Professional Surveyor: 1640'

Certificate Number

LAST 12-MONTHS PRODUCTION FOR BREECH A 682

DAKOTA

монтн	GAS	OIL	WATER	DAYS	GAS DPA	OIL DPA
07/04	3,043	13	2	26	117	0.500
08/04	3,106	0	0	26	119	0.000
09/04	3,758	4	1	30	125	0.133
10/04	1,634	1	0	6	272	0.167
11/04	2,421	1	0	30	81	0.033
12/04	2,089	6	1	23	91	0.261
01/05	3,477	11	2	31	112	0.355
02/05	2,884	13	2	· 28	103	0.464
03/05	2,865	13	2	31	92	0.419
04/05	2,422	6	1	30	81	01200
05/05	2,924	9	1	31	94	0.290
06/05	2,134	3	0	30	71	0.100
	32,757	80	12		113	0.244

District I

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-107A Revised May 15, 2000

District II

1301 W. Grand Avenue, Artesia, NM 88210

District III

District IV 1220 S. St. Prancis Dr., Santa Fe, NM 87505

Oil Conservation Division

1220 South St. Francis Dr. Santa Fe, New Mexico 87505

APPLICATION TYPE Single Well Establish Pre-Approved Pools

APPLICATION FOR DOWNHOLE COMMINGLING

EXISTING WELLBORE 12 W Yes ____No

			EIVED		
Caulkins Oil Company Operator	INGTON NM E. NM 87410				
BREECH "A" Lease OGRID No. 003824 Property C	682 UNIT K - SE Well No. Unit Let	dress C. 10-26N-6W tter-Section-Township-Range -08155 Lease Type: X_Federa	Rio Arriba County StateFee		
DATA ELEMENT	UPPER ZONE	INTERMEDIATE ZONE	LOWER ZONE		
Pool Name	South Blanco Tocito		Basin Dakota		
Pool Code	06460		71599		
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)	6712' – 6694'		7436' – 7166'		
Method of Production (Flowing or Artificial Lift)	Flowing		Flowing		
Bottomhole Pressure (Note: Pressure data will not be required if the bottom perforation in the lower zone is within 150% of the depth of the top perforation in the upper zone)					
Oil Gravity or Gas BTU (Degree API or Gas BTU)	Estimated 1286		1211		
Producing, Shut-In or New Zone	New Zone		Producing		
Date and Oil/Gas/Water Rates of Last Production. (Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data.)	Date: Estimated Rate: Gas Oil Water 300 3 .50 MCF/D Bbl Bbl	Date: . Rate: Gas Oil Water MCF/D Bbl Bbl	Date: 12 month – Avg. Rate: Gas Oil Water 39 .22 .03 MCF/D Bbl Bbl		
Fixed Allocation Percentage (Note: If allocation is based upon something other	Gas Oil	Gas Oil	Gas Oil		
than current or past production, supporting data or explanation will be required.)	73 % 93 %	% %	27% 7%		
	-	NAL DATA			
Are all working, royalty and overriding If not, have all working, royalty and over					
Are all produced fluids from all commit	ngled zones compatible with each o	other? YesX	No		
Will commingling decrease the value of	f production?	Yes	No_X		
If this well is on, or communitized with or the United States Bureau of Land Ma			No		
NMOCD Reference Case No. applicabl	e to this well:DHC-1780, DHC	C-3029			
Attachments:					

C-102 for each zone to be commingled showing its spacing unit and acreage dedication.

Data to support allocation method or formula. Natification list of working ravalty and averriding

Production curve for each zone for at least one year. (If not available, attach explanation.) For zones with no production history, estimated production rates and supporting data.