

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

APR 18 2008

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

5. Lease Serial No.	NM-077284
6. If Indian, Allottee or Tribe Name	
7. If Unit or CA/Agreement, Name and/or No.	NE Hogback Unit
8. Well Name and No.	NE HOGBACK UNIT #36
9. API Well No.	30-045-09622
10. Field and Pool, or Exploratory Area	Horseshoe Gallup
11. County or Parish, State	San Juan County, New Mexico

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Water Injection Well	2. Name of Operator PARAWON OPERATING LLC c/o Mike Pippin LLC (Agent)
3a. Address Pippin, 3104 N. Sullivan, Farmington, NM 87401	3b. Phone No. (include area code) 505-327-4573
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 360' FSL 1730' FEL (O) Sec. 10 T30N R16W	

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize <input type="checkbox"/> Deepen <input type="checkbox"/> Production (Start/Resume) <input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing <input type="checkbox"/> Fracture Treat <input type="checkbox"/> Reclamation <input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair <input type="checkbox"/> New Construction <input type="checkbox"/> Recomplete <input checked="" type="checkbox"/> Other Pipeline Loop
	<input type="checkbox"/> Change Plans <input type="checkbox"/> Plug and Abandon <input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Convert to Injection <input type="checkbox"/> Plug Back <input type="checkbox"/> Water Disposal

13 Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once Testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Parawon Operating LLC would like to construct a 900' long 4-1/2" diameter buried steel gas pipeline. The pipe wall thickness is 0.158" and the pipe wall yield strength is 42,000 psi. The new pipeline will be looping an existing 2" pipeline and therefore on existing disturbed area and within the unit boundary. The anticipated working pressure will be 50 psi. This line will connect the pipeline header to the southeast with our new tank battery on #36 wellpad.

ACCEPTED FOR RECORD
APR 21 2008
FARMINGTON FIELD OFFICE
BY: [Signature]

14. I hereby certify that the foregoing is true and correct	Title
Name (Printed/Typed) Mike Pippin	Petr. Engr. (Agent)
Signature [Signature]	Date April 17, 2008

THIS SPACE FOR FEDERAL OR STATE USE

Approved by	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office	

Title 18 U.S.C. Section 1001, makes 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.

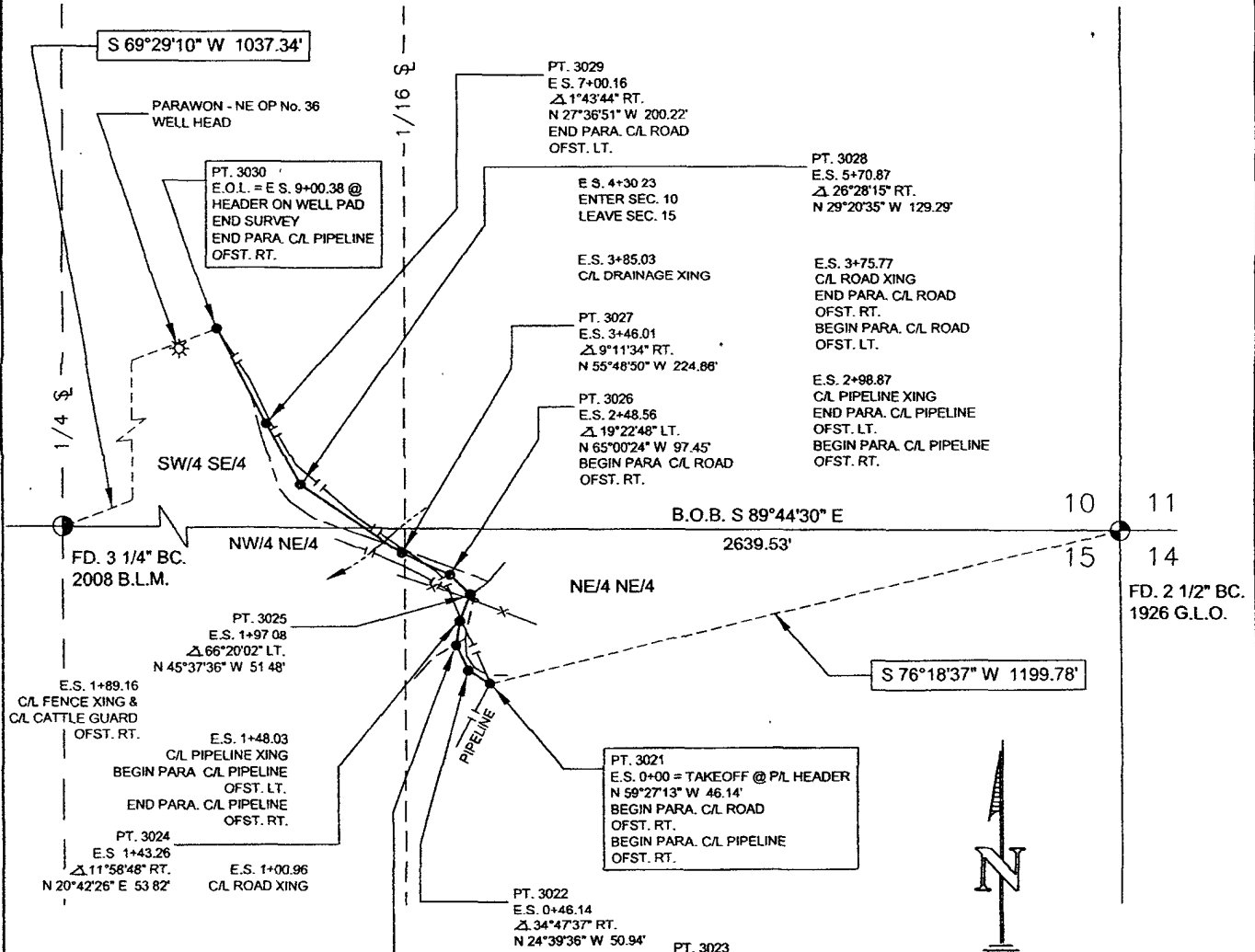
NMOCD

BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

A PRELIMINARY SURVEY OF A 30 FT. EASEMENT CROSSING NAVAJO TRIBAL LANDS FOR

PARAWON OPERATING LLC
PROPOSED BATTERY No. 36 PIPELINE

NE/4 NE/4, NW/4 NE/4 OF SEC. 15 AND SW/4 SE/4 OF SEC. 10,
TOWNSHIP 30 NORTH, RANGE 16 WEST, N.M.P.M.
SAN JUAN COUNTY, NEW MEXICO



NOTES:

1) BASIS OF BEARING: BETWEEN MONUMENTS FOUND AT THE SOUTH QUARTER CORNER AND THE SOUTHEAST CORNER OF SEC. 10, T30N, R16W, N.M.P.M. LINE BEARS S 89°44'30" E A DISTANCE OF 2639.53' PER G.P.S. MEASUREMENT.


2) DATE OF SURVEY: MARCH 13, 2008

3) DAGGETT ENTERPRISES, INC. IS NOT LIABLE FOR UNDERGROUND UTILITIES OR PIPELINES. NEW MEXICO ONE CALL TO BE NOTIFIED 48 HOURS PRIOR TO EXCAVATION OR CONSTRUCTION.

OWNER	STATION	FT./RODS
NAVAJO TRIBAL	E.S. 0+00 TO E.S. 9+00.38	900.38/54.57
	TOTAL	900.38/54.57

I, ROY A. RUSH, A NEW MEXICO REGISTERED PROFESSIONAL SURVEYOR
CERTIFY THAT THIS PLAT WAS PREPARED FROM AN ACTUAL SURVEY PERFORMED
BY ME OR UNDER MY DIRECTION, AND THAT THIS SURVEY AND PLAT MEET THE
MINIMUM STANDARDS FOR SURVEYING IN NEW MEXICO.

I FURTHER CERTIFY THAT THIS IS NOT A LAND DIVISION OR
SUBDIVISION AS DEFINED IN THE NEW MEXICO SUBDIVISION ACT.

REVISION	REV. BY	DATE
		
Daggett Enterprises, Inc. Surveying and Oil Field Services P. O. Box 510 Farmington, NM 87499 Phone (505) 326-1772 Fax (505) 326-6019 REGISTERED LAND SURVEYOR NEW MEXICO No. 8894		
SHEET 1 OF 1		CADFILE: PAR003_P01
DRAWN BY: G.V.	ROW#: PAR003	DATE: 4/2/08

Daggett Enterprises, Inc.

Surveying and Oil Field Services

P. O. Box 510 ♦ Farmington, NM 87499 U.S.A.
Phone (505) 326-1772 (800) 264-6692 Fax (505) 326-6019
Email ♦ daggett@4daggett.com

A LEGAL DESCRIPTION FOR PARAWON OPERATING LLC PROPOSED BATTERY No. 36 PIPELINE CROSSING NAVAJO TRIBAL LANDS

A 30 FOOT EASEMENT FOR PARAWON OPERATING LLC, LOCATED IN NE/4 NE/4, NW/4 NE/4 OF SECTION 15 AND IN SW/4 SE/4 OF SECTION 10, TOWNSHIP 30 NORTH, RANGE 16 WEST, N.M.P.M., SAN JUAN COUNTY, NEW MEXICO. BEING MORE PARTICULARLY DESCRIBED AS BEING 15 FEET ON EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE.

COMMENCING AT A POINT LOCATED IN THE NE/4 NE/4 OF SAID SECTION 15, BEING THE "TRUE POINT OF BEGINNING", SAID POINT BEARS S 76°18'37" W, A DISTANCE OF 1199.78 FEET, FROM A FOUND 2 1/2" BRASS CAP, FOR THE SOUTHEAST CORNER OF SAID SECTION 10.

THENCE: N 59°27'13" W A DISTANCE OF 46.14 FEET;

THENCE: N 24°39'36" W A DISTANCE OF 50.94 FEET;

THENCE: N 8°43'38" E A DISTANCE OF 46.18 FEET;

THENCE: N 20°42'26" E A DISTANCE OF 53.82 FEET;

THENCE: N 45°37'36" W A DISTANCE OF 51.48 FEET;

THENCE: N 65°00'24" W A DISTANCE OF 97.45 FEET;

THENCE: N 55°48'50" W A DISTANCE OF 224.86 FEET;

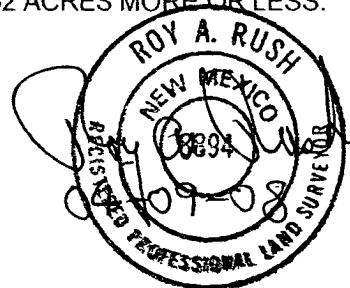
THENCE: N 29°20'35" W A DISTANCE OF 129.29 FEET;

THENCE: N 27°36'51" W A DISTANCE OF 200.22 FEET TO THE "TRUE POINT OF ENDING" FOR THIS DESCRIPTION;

WHENCE THE SOUTH QUARTER CORNER OF SAID SECTION 10, BEING A FOUND 3 1/4" BRASS CAP, BEARS S 69°29'10" W, A DISTANCE OF 1037.34 FEET.

BASIS OF BEARING: BETWEEN MONUMENTS AT THE SOUTH QUARTER CORNER AND THE SOUTHEAST CORNER OF SAID SECTION 10, LINE BEARS S 89°44'30" E A DISTANCE OF 2639.53 FEET.

TOTAL LENGTH IS 900.38 FEET OR 54.57 RODS. CONTAINS 0.62 ACRES MORE OR LESS.

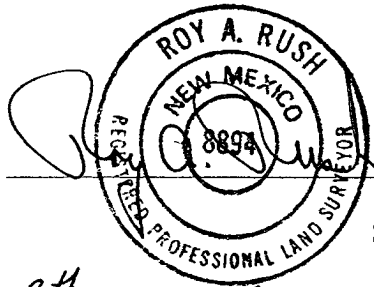


PAR003_LGL

SURVEYOR'S AFFIDAVIT

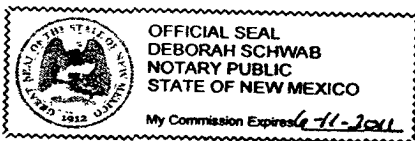
STATE OF NEW MEXICO
COUNTY OF SAN JUAN

I, Roy A. Rush, PS, being first duly sworn, deposes and states that I am the
New Mexico Professional Surveyor for Parawon Operating LLC: that the survey was
made by me or under my direct supervision; that I have examined the field notes for the
survey for a **PROPOSED BATTERY No. 36 PIPELINE** as described and shown on
this map; that this map was prepared under my direction from said field notes: and that
said site being 0.62 acres in size, being in Section 15 & 10, of T. 30 N, R. 16 W,
N.M.P.M., San Juan County, New Mexico is accurately located on this map.



Surveyor's Signature

Subscribed and sworn before me this 9th day of April 2008.



Deborah Schwab
Deborah Schwab – San Juan County, NM Notary Public

My Commission expires on June 11, 2011