District I 4 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

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. Ft APPI | • | | | TO DR | | ENTER, D | | N, PŁUGBAC | CK, OR AD | D A ZONE | |
|---|-------------|-----------------|---|-------------------------------|-------------------------------|--|---|---------------------|-------------------------------------|----------------------|--|
| | | | Operator Name: Paso Energy F | and Address Raton, L.I | | | OGRID Number 180514 | | | | |
| | | | PO Box Raton, NM | 190 87740 | | | | 30-0 | 30-007-20552 | | |
| ³ Prope | rty Code | | | | Property 1 | | | | | | |
| | 180 | | | | Vermejo Par | | | | | | |
| | | Proposed Pool 1 | | | ¹⁰ Proposed Pool 2 | | | | | | |
| | | Van B | remmer – Veri | nejo | ⁷ Surface | Location | | | | | |
| UL or lot no. | Section | Township | Range | Lot Idr | | 1 | South line | Feet from the | East/West line | County | |
| K | 5 | 29N | 19E | K | 134 | | outh | 1525 | West | Colfax | |
| ⁸ Proposed Bottom Hole Location If Different From Surface | | | | | | | | | | | |
| UL or lot no. | Section | Township | | | Feet from the | East/West line County | | | | | |
| Additional Well Information | | | | | | | | | | | |
| Work Type Code 12 Well Type Co | | | | de 11 Cable/Rotary Rotary/Air | | | 14 Lease Type Code P | | 15 Ground Level Elevation 8,015' | | |
| 16 Multiple | | | ¹⁷ Proposed Dept 2,800 ' | | | ¹⁸ Formation Vermejo | | 19 Contractor Pense | | January 3, 2005 | |
| Yes Depth to Groundwater | | | Distance from nearest free | | | · · | | | nearest surface water | | |
| Pit: Liner | Synthetic | | mils thick Clay [| Pit Vol | ume: bbls | | Drilling Me | t <u>hod:</u> | | | |
| Close | d-Loop Sys | tem 🔲 | | | |] | resh Water | Brine Die | esel/Oil-based | Gas/Air 🛛 | |
| | | | 21 | Propose | d Casing a | nd Cement | Progra | m | | | |
| Hole Size Casing Size Casing weight/foot | | | | weight/foot | Setting Depth Sa | | Sacks of Ce | ment | Estimated TOC | | |
| 11" | | 8 | 8 5/8" | | 23# | | 330' | | ks | Surface | |
| 7 7/8" | | | 5 ½" | | 15.5# | | 2,800' | | KS . | Surface | |
| 23 - " | | <u> </u> | | BEED | DI DILIGIO | OV. : d 1 | 1 | | | | |
| Describe the 1. Drill 1 | blowout pro | o +/- 330 | ogram, if any. Use | additional: | sheets if necessa | ary. | | resem productive 20 | one and proposed | new productive zone. | |
| 2. Set 8 5/8" surface casing and cement to surface with 100 sks of cement. | | | | | | | | | | | |
| 3. Drill 7 7/8" hole to 2,800' with air. Run open hole logs. 4. Set 5 ½" production casing to TD and cement to surface. Cement volumes calculated from open hole logs. | | | | | | | | | | | |
| 4. Set 5 ½" 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. | | | | | | | | | | | |
| | | | ~ | | | nean out we | | ar run product | | | |
| 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 | | | | | | Approved by: Ap | | | | | |
| Printed name: Donald R. Lankford DR Land | | | | | | Title: DISTRICT SUPERVISOR | | | | | |
| Title: Production Manager | | | | | | | Approval Date: 12/1/04 Expiration Date: 12/1/05 | | | | |
| E-mail Addre | | ınkford@e | ipaso.com | | | | | | | | |
| Data: 11/2 | 0/0/ | | Dhone | | | Conditions of | A morozial A | ttoobod 🗂 | | | |

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, | r | | ² Pool Code 97047 | • | me N – VERMEJO GAS | | | | |
|-------------------------------------|--|--------------------|---------------------------------|--------------|---------------------------------------|---|-----------------------|------------------------|------------------|
| ⁴ Property Code 25180 | | | | · | ⁶ Well Number VPR'B'-65 | | | | |
| OGRID No. 180514 | | | | E | | ⁹ Elevation . 8015 ⁹ | | | |
| | ······································ | · | | · | 10 Surface | Location | | | |
| UL or lot no. K | Section 5 | Township T 29 N | Range R 19 E | Lot Idn K | Feet from the 1346 | North/South line SOUTH | Feet from the 1525 | East/West line WEST | County COLFAX |
| | l . | I | 11 Bc | ttom Ho | le Location I | f Different From | m Surface | | <u> </u> |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
| Dedicated Acre | s ¹³ Joint o | r Infill 4 Co | onsolidation | Code 15 Or | der No. | I | <u> </u> | | 1 |

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

| IMIGHION | DARD UNII HAS BEEN A | ATTROVED BY THE | |
|---|------------------------|-----------------|--|
| 16 | | | ¹⁷ OPERATOR CERTIFICATION |
| 1 | | | I hereby certify that the information contained herein is true and |
| | | | complete to the best of my knowledge and belief. |
| | | ; | |
| | | | |
| | | | Signature |
| | | | DR Lancel |
| | | | Printed Name DONALD R. LANKFORD |
| | | | |
| LATRONCA | LADOT (DAG) | | Title SENIOR PETROLIUM ENGINEER |
| | JAD27 (DMS) 6'23.1" | | |
| | 56'53.9" | | |
| | | | Date |
| | | | |
| | | | 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 |
| <u> </u> | | | supervision, and that the same is true and correct to the best of my |
| | | | belief. |
| P | j | | November 17, 2004 |
| 1525' | | | Date of Survey |
| | j | | Signature and Seal of Professional Surveyor: |
| | <u>l</u> | | , |
| . · · · · · · · · · · · · · · · · · · · | | | |
| 1346' | | | |
| F | | | a this |
| | | | Certificate Number NM LS NO. 5103 |
| | | | Certificate Number NM LS NO. 5103 |
| | · | | |