

P N A M 0700430175

C-103 Received 11-22-2006
DHC No. Assigned 11-22-2006

Order Number	API Number	Operator	County	
HOB-0174	30-025-34634	Capataz Operating Inc	Lea	
Order Date	Well Name	Number	Location	
11/22/06	Pell Mall	001	A UL	14 Sec
			20s T (+Dir)	38e R (+Dir)
		Oil %	Gas %	
Pool 1	06660	Blinebry D+G <Q:1>	25%	87%
Pool 2	78760	House Tubb	63%	5%
Pool 3	33250	House Drinkerd	12%	8%
Pool 4				
Comments: Work completed effective _____ Work cancelled effective _____ Supplement _____				

Posted to
R B D M
1-4-2007

③

30-025-34634
HOB-0174

DOWNHOLE COMMINGLE CALCULATIONS:

OPERATOR: Capataz Operating Inc

PROPERTY NAME: Pall Mall

WNULSTR: 1-A, 14-205-380

	SECTION I:		ALLOWABLE AMOUNT
06660	POOL NO. 1 <u>Blinebry Jag (Oil)</u>	<u>107</u>	<u>428</u> MCF 4000
78760	POOL NO. 2 <u>House Tubb</u>	<u>142</u>	<u>284</u> MCF 2000
33250	POOL NO. 3 <u>House Drinkard</u>	<u>142</u>	<u>284</u> MCF 2000
33210	POOL NO. 4 <u>House Abo</u>	<u>187</u>	<u>374</u> MCF 2000
	POOL TOTALS	<u>578</u>	<u>1370</u>

SECTION II:

		OIL	Gas
POOL NO. 1	<u>Blinebry Oil & Gas (Oil)</u>	<u>25%</u>	<u>25%</u>
POOL NO. 2	<u>House Tubb</u>	<u>63%</u>	<u>8%</u>
POOL NO. 3	<u>House Drinkard</u>	<u>12%</u>	<u>67%</u>
POOL NO. 4	<u>House Abo</u>	<u>0%</u>	<u>0%</u>

OIL

GAS

SECTION III:

$107 \div 63\% = 169.841 (170)$

SECTION IV:

$170 \times 25\% = 42.50 (43)$
 $170 \times 63\% = 107.10 (107)$
 $170 \times 12\% = 20.40 (20)$
 $170 \times 0\% =$

1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM
87505

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO.	30-025-34634
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>	
6. State Oil & Gas Lease No.	
7. Lease Name or Unit Agreement Name PALL MALL	
8. Well Number	1
9. OGRID Number	03659
10. Pool name or Wildcat BlinebryO&G, House;Tubb,HDrinkard,HAbo	

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 ☐ Other

2. Name of Operator
Capataz Operating, Inc.

3. Address of Operator P.O. Box 10549,
Midland, TX 79702

4. Well Location
Unit Letter A : 660 feet from the North line and 660 feet from the East line
Section 14 Township 20S Range 38E NMPM CountyLea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3575' GR

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type Depth to Groundwater Distance from nearest fresh water well Distance from nearest surface water

Pit Liner Thickness: mil Below-Grade Tank: Volume bbls; Construction Material

12. 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 ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☐

OTHER: DHC Blinebry, Tubb, Drinkard, Abo ☒

13. 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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Per R-11363

Pool Names: Blinebry O&G (06660), House; Tubb (78760), House; Drinkard (33250) & House; Abo (33210)
BLINEBRY 5923-26,32-36,73-81,93-98,6000-05,17-45 & 6075-89' 1 jsf
TUBB 6696-6708,6720-32 & 6736-48'
DRINKARD 6960-64,70-74,77-85,91-94,96-7006,9-12,15-20,22-26 & 7032-52' 1 jsf
ABO 7277-7428 & 7562-7640'

The allocation method will be as follows: Test 8 BO x 76 MCF x 12 BW

	Oil Alloc%	Gas Alloc%	Wtr Alloc%
Blinebry	2 25	66 87	3 25
Tubb	5 63	4 5	1 8
Drinkard	1 12	6 8	8 67
Abo	0 0	0 0	0 0
	8 100	76 100	12 100

Downhole commingling will not reduce the value of the pools.
Ownership is the same for each of these pools.

DHC Order No. HOB-0174

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOC guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE

TITLE Agent

DATE 07/26/2006

Type or print name H. Scott Davis

E-mail address: Capataz1@sbcglobal.net

Telephone No. (432)620-8820

For State Use Only

APPROVED BY:

OC FIELD REPRESENTATIVE II/STAFF MANAGER

NOV 22 2006

Conditions of Approval (if any)

DISTRICT I
P.O. Box 1980, Hobbs, NM 88241-1980

DISTRICT II
P.O. Drawer DD, Artesia, NM 88211-0719

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

DISTRICT IV
P.O. Box 2088, Santa Fe, N.M. 87504-2088

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised February 10, 1994
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-34634	Pool Code 06660 26660	Pool Name Blaine Oil & Gas (Oil)
Property Code 24645	Property Name PALL MALL	Well Number 1
OGRID No. 3659	Operator Name CAPATAZ OPERATING INC.	Elevation 3575

Surface Location

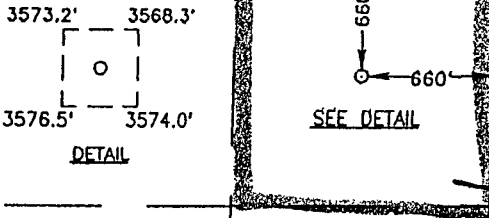
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	14	20 S	38 E		660	NORTH	660	EAST	LEA

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

Dedicated Acres 40	Joint or Infill	Consolidation Code	Order No.
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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

	OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. Signature H Scott Davis Printed Name Agent Title 4/9/99 Date
	SURVEYOR 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. April 6, 1999 Date Surveyed Signature Professional Surveyor NEW MEXICO 3239 4-07-99 State No. RONALD E. McDONALD 3239 12641 12185

DISTRICT I
P.O. Box 1980, Hobbs, NM 88241-1980

DISTRICT II
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☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-34634	Pool Code 33210	Pool Name House (ABO)
Property Code 24-645	Property Name PALL MALL	Well Number 1
OGRID No. 3659	Operator Name CAPATAZ OPERATING INC.	Elevation 3575

Surface Location

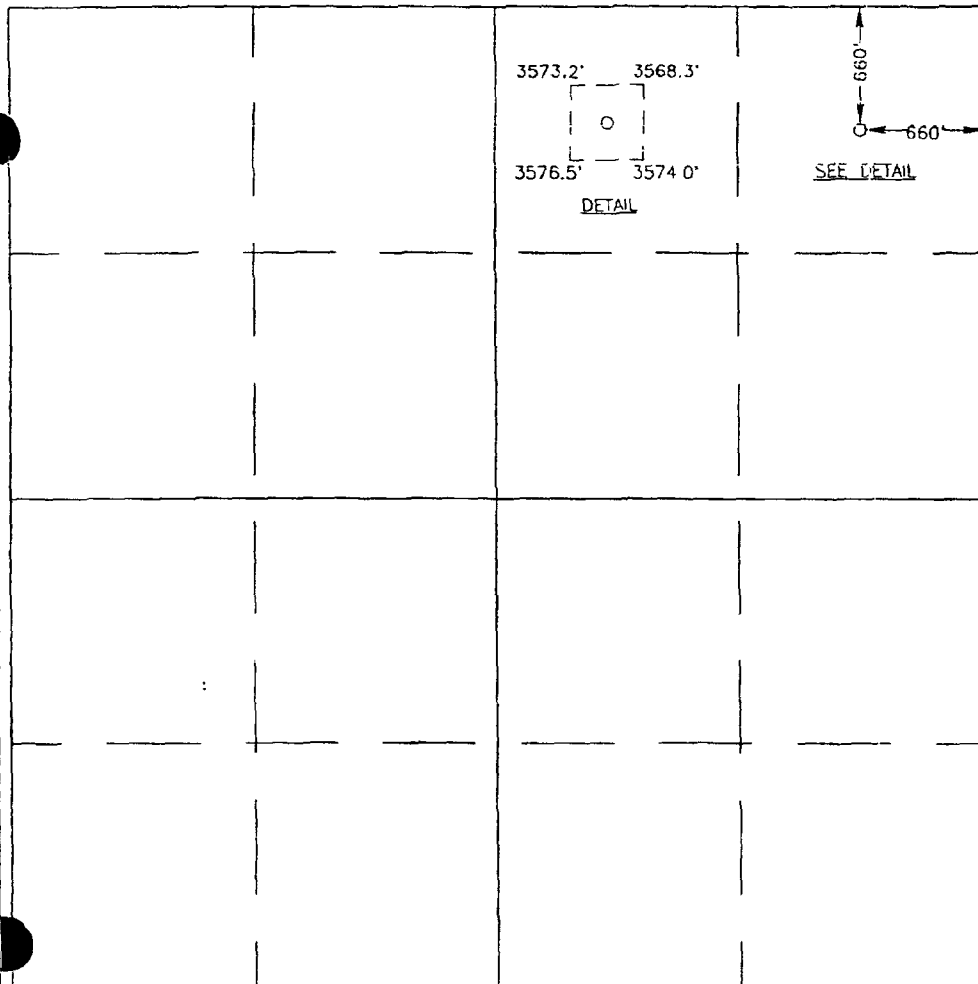
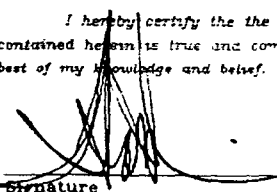
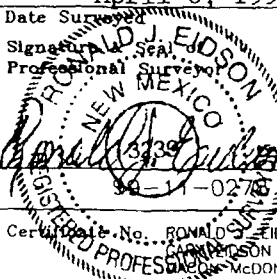
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Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
40			

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	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.</p> <p> Signature H Scott Davis Printed Name Agent Title 4/9/99 Date</p>
	<p>SURVEYOR CERTIFICATION</p> <p>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.</p> <p>April 6, 1999 Date Surveyed DMCC</p>
	<p> Signature RONALD J. EDSON Professional Surveyor 3239 No.</p>
	<p>Certified by No. RONALD J. EDSON 3239 EDSON 12641 McDONALD 12185</p>

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Energy, Minerals and Natural Resources Department

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☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-34634	Pool Code 33250	Pool Name House (Drinkard)
Property Code 24645	Property Name PALL MALL	Well Number 1
OGRID No. 3659	Operator Name CAPATAZ OPERATING INC.	Elevation 3575

Surface Location

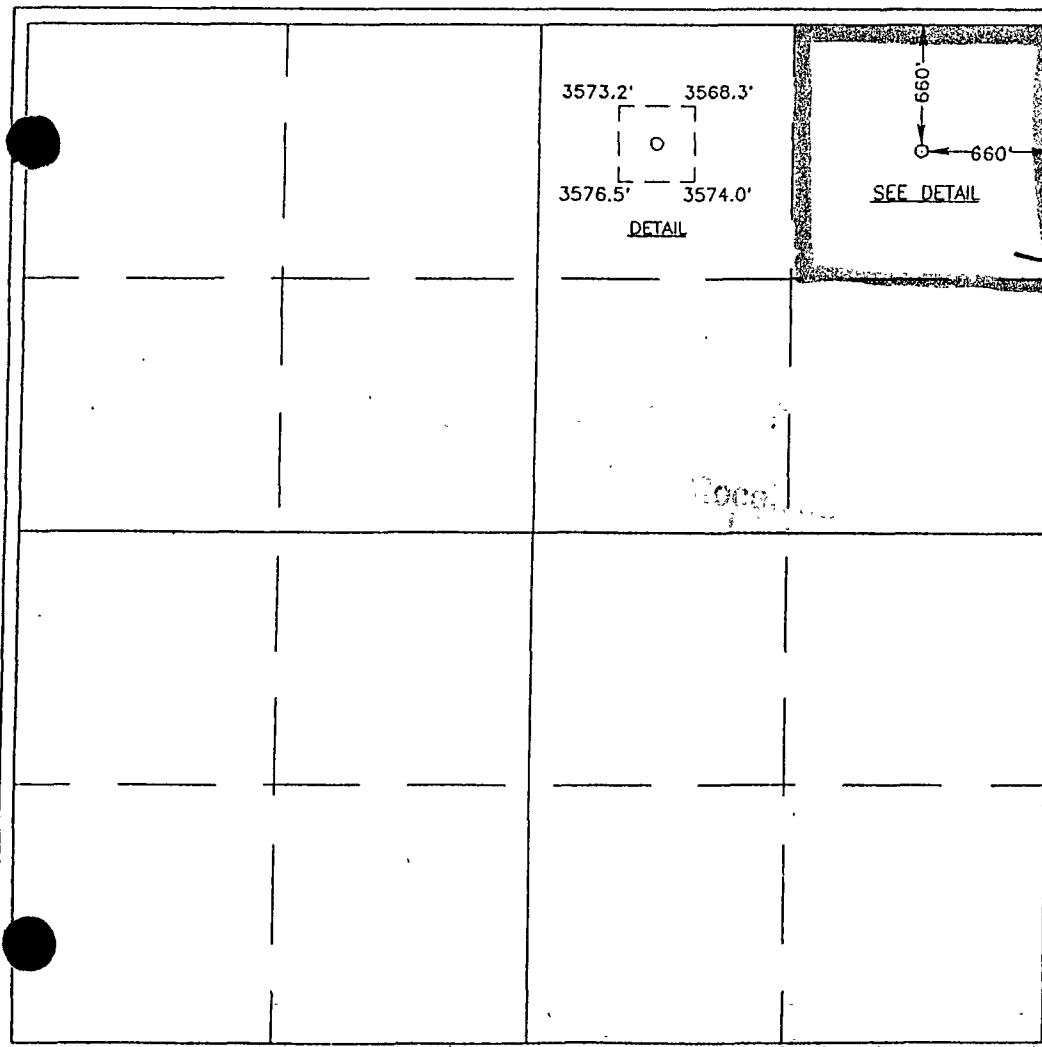
UL or lot No. A	Section 14	Township 20 S	Range 38 E	Lot Idn	Feet from the 660	North/South line NORTH	Feet from the 660	East/West line EAST	County LEA
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Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
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Dedicated Acres 40	Joint or Infill	Consolidation Code	Order No.
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WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-34634	Pool Code 33210	Pool Name House (ABO)
Property Code 24-645	Property Name PALL MALL	Well Number 1
OGRID No. 36-59	Operator Name CAPATAZ OPERATING INC.	Elevation 3575

Surface Location

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Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
40			

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<p>3573.2' 3568.3' 3576.5' 3574.0' <u>DETAIL</u></p> <p>SEE DETAIL</p>	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.</p> <p> Signature H Scott Davis Printed Name Agent Title 4/9/99 Date</p>
	<p>SURVEYOR CERTIFICATION</p> <p>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</p> <p>April 6, 1999 Date Surveyed Signature RONALD J. EDSON Professional Surveyor NEW MEXICO 4-07-99 40-11-0278</p>
	<p>Certification No. RONALD J. EDSON 3239 12641 12185</p>