

This Application is hereby approved and the above-referenced well is designated a Well Workover Project and the Division hereby verifies the data shows a positive production increase. By copy hereof, the Division notifies the Secretary of the Taxation and Revenue Department of this Approval and certifies that this Well Workover Project was completed on 6/30, 2007.

Signature District Supervisor	<i>SSJ</i>	OCD District	3	Date	3/15/04
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VII. DATE OF NOTIFICATION TO THE SECRETARY OF THE TAXATION AND REVENUE DEPARTMENT:

RECEIVED

FORM APPROVED

Budget Bureau No. 1004-0135

Expires: March 31, 1993

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir,  
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other	8. Well Name and No. <b>Floyd Booster Compressor</b>
2. Name of Operator <b>Robert L. Bayless, Producer LLC</b>	9. API Well No.
3. Address and Telephone No. <b>PO BOX 168, FARMINGTON, NM 87499 (505) 326-2659</b>	10. Field and Pool, or Exploratory Area
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) <b>NE/4 of SE/4, Section 7, T30N, R12W</b>	11. County or Parish, State <b>SAN JUAN COUNTY, NM</b>

12. CHECK APPROPRIATE BOX(es) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION	
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment	<input type="checkbox"/> Change of Plans
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input checked="" type="checkbox"/> New Construction
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injection
	<input checked="" type="checkbox"/> Other <u>Set Compressor</u>	<input type="checkbox"/> Dispose Water
		(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Bayless proposes setting a booster compressor at a central point to compress gas from all six wells on the Floyd lease. Modeling shows that this will be more effective than replacing all six wellhead compressors with larger units. The compressor would be set adjacent to the right-of-way for El Paso's 4" line, but will be operated by Bayless. An archaeological survey is attached. No new road is required. All construction will be on lease.

14. I hereby certify that the foregoing is true and correct

Signed Price M. Bayless Title Engineering Manager Date May 27, 2003

(This space for Federal or State office use)

Approved by Bill Mess Title EPS Date 6/4/03  
Conditions of approval, if any:

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 manner within its jurisdiction.

\*See Instruction on Reverse Side

OPERATOR

# Oil & Gas Production Linear Curve of Well:

## FLOYD NO. 6

Total Production  
Oil: 0  
Gas: 66177  
Water: 28012  
Days Produced: 6

—▲— Oil —■— Gas —▲— Water

