Form 3160-5 (September 2001)

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 re-enter an S abandoned well. Use Form 3160-3 (APD) for such proposals.

FORM APPROVED
OMB No. 1004-0135
Expires: January 31, 2004

5.	Legse	Serial	No.
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icarilla Contract 237

If Indian, Allottee or Tribe Name

	Mark TE-char astal	ruche un reverse		7. II One C	of CA/Agreement, Name and of No.		
. Type of Well	<u>an martin. Mariabada i peda Maria Barada Naja Maria Maria ang Pasa an</u>	N	元	NM783	89X		
Oil Well Gas Well	1 Other			8. Well N	ame and No.		
2. Name of Operator			* · .SJ	EPCML	J #40 (E-19)		
Benson-Montin-Greer Drilling (Согр.		1/3	9. API W	ell No.		
a. Address		3b. Phone No. (include:	area code)	30-039-22592			
4900 College Boulevard, Farmin	ngton, NM 87402	505-325-8874	مريد المريد	10 Field and Pool, or Exploratory Area			
	T, R., M., or Survey Description)			Puerto	Chiquito Mancos, East		
1980' FNL, 660' FWL, Section	l East		11. County or Parish, State				
				<u> </u>	riba, New Mexico		
12. CHECK API	PROPRIATE BOX(ES) TO	INDICATE NATUR	E OF NOTICE, R	EPORT, O	OR OTHER DATA		
TYPE OF SUBMISSION		TYI	PE OF ACTION				
	Acidize	Deepen	Production (Start	/Resume)	Water Shut-Off		
Notice of Intent	Alter Casing	Fracture Treat	Reclamation		Well Integrity		
Subsequent Report	Casing Repair	New Construction	Recomplete		Other		
·	Change Plans	Plug and Abandon	Temporarily Ab	andon			
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal				
If the proposal is to deepen direct Attach the Bond under which the following completion of the inv	ctionally or recomplete horizontally he work will be performed or provi- rolved operations. If the operation of	, give subsurface location ide the Bond No. on file versults in a multiple compl	s and measured and tru vith BLM/BIA. Require letion or recompletion i	e vertical dep ed subsequen n a new inter	work and approximate duration thereonths of all pertinent markers and zones. It reports shall be filed within 30 days val, a Form 3160-4 shall be filed once been completed, and the operator has		

1. Perforate Mancos 3260' to 3300', 3328' to 3370', 80 holes.

determined that the site is ready for final inspection.)

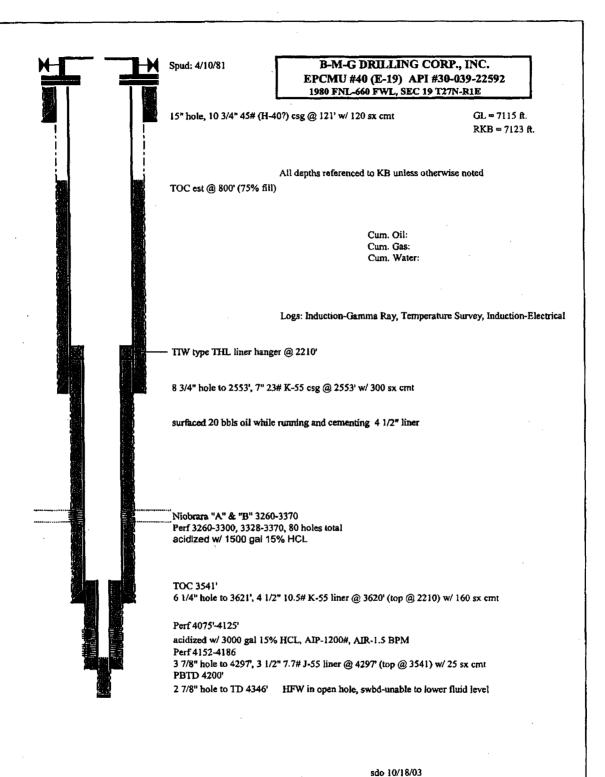
- 2. Swab test perfs 4075' to 4186', recovered 100% water. Swab test perfs 3260' to 3370', recovered 100% water.
- 3. Set cement retainer at 3410', cement squeeze perfs 4075' to 4186' with 125 sacks regular cement to 1000 psi.
- 4. Set Uni-pkr V1 at 3187' with 98 joints 2-3/8" EUE 8rd tubing.
- 5. Load tubing, establish injection rate of 2.3 BPM at 200 psi. Load annulus with packer fluid, pressure test to 500 psi, waiting on MIT verification.

This is simply to specify that this is a water injection well. Original approved Sundry and EPA permit attached.

14. 1 hereby certify that the foregoing is true and correct Name (PrintedlTyped)	1							
Mike Dimond	Title	Vice-President						
Signature ALO LUNOUS	Date	September 2, 2004						
The state of the s	A Óir.							
Approved by (Signature) Shell Richten		Name (Printed/Typed)	Division of	Mult	i-Res	sourc	es	
Conditions of approval, if any, are attached. Approval of this notice does not waterify that the applicant holds legal or equitable title to those rights in the subjective which would entitle the applicant to conduct operations thereon.	ITTAILL OF	Office			Date	SEP	2	2004
								

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

Form 3160-5	UNITED STATES		REC'D F E	B23200	14	FORM APPROVE	D .	
(Sentember 2001)	DEPARTMENT OF THE INTERIOR				OMB No. 1004-0135 Expires: January 31, 2004			
• E	BUREAU OF LAND MANA	GEMENT	· · ·	سور رحد، در حجری	5 Lease Se	rial No.		
SUNDR	Y NOTICES AND REPOR	RTS ON W	ELLS		Jioarilla Co			
abandoned we	is form for proposals to d ell. Use Form 3160-3 (APD)	for such p	roposals.		6. If Indian,	Allottee or Tribe ?	Varme	
/			, (i.j.,	I.e. BM	1177		· · · · · · · · · · · · · · · · · · ·	
* SEPHIAN IP	IPLICATES Other Instru	cilens en	everse sta	812		CA/Agreement, N	ame and/or No.	
1. Type of Well				Federal Co.	NM78389	終		
Oil Well Gas Well	Other				8. Well Na	me and No.		
2. Name of Operator					EPCMU#			
Benson-Montin-Greer Drilling C 3a. Address	огр.	3b. Phone N	o. (include area	code)	9. API Wel 30-039-22			
4900 College Boulevard, Farmin	oton NM 87402	505-325-88	•	, , , ,		d Pool, or Explorate	ory Area	
4. Location of Well (Footage, Sec.,	T, R., M., or Survey Description)		-			niquito Mancos, E	ast	
1980' FNL, 660' FWL, Section 19	9, Township 27 North, Range 1	East			11. County	or Parish, State		
					Rio Arriba	a, New Mexico		
12. CHECK AP	PROPRIATE BOX(ES) TO	INDICATE	NATURE C	OF NOTICE, RI			'A	
TYPE OF SUBMISSION			· TYPE C	OF ACTION				
	Acidize [Deepen		Production (Start	(Resume)	Water Shut-C		
Notice of Intent	Alter Casing	Fracture T	rest	Reclamation	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	Well Integrity		
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Final Abandonment Notice	Convert to Injection	Plug Back		Water Disposal				
Attach the Bond under which the following completion of the inv	0', 3328' to 3370', 80 holes. , recovered 100% water. Swab ement squeeze perfs 4075' to 41 98 joints 2-3/8" EUE 8rd tubing	ide the Bond Nesults in a mul filed only after test perfs 326 186' with 125	io. on file with I tiple completion r all requirement 50' to 3370', rec sacks regular	BLM/BIA. Require or recompletion is ts, including reclassication in the covered 100% we cement to 1000 p	ed subsequent n a new intervi mation, have b ater. si.	reports shall be file al, a Form 3160-4 s been completed, and	ed within 30 days shall be filed once d the operator has	
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				Appyl		04 JAN 14 PM 16 ALBUQUERQU	ΣZ	
14. I hereby certify that the foregoin	ng is true and correct					<u> </u>		
Name (PrintedlTyped)	-		mus.			≂ ω		
Steve Owen			Title Engineer	<u> </u>		3 0		
Signature Sac	Course		Date 1/9/2004	1				
	THIS SPACE FO	R FEDERA	L'OR STATE	OFFICE USE	公司			
Approved by (Signature)	Wan See		DIVISI	ion of Mult	i-Resou	roes P. E		
onditions of approval, if any, are	attached. Approval of this notice	does not warr	ant or Office			Date		
which would entitle the applicant to	al or equitable title to those rights conduct operations thereon.	in the subject	lease				2-04	
Title 18 U.S.C. Section 1001 and Ti	tle 43 U.S.C. Section 1212, make i	a crime for a	ıy person knowi	ingly and willfully	to make to any	y department or age	ncy of the United	





UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION 6 1445 ROSS AVENUE, SUITE 1200 DALLAS, TX 75202-2733

AUG 3 0 2004

REPLY TO: 6WO

Certified Mail #7000 0520 0021 8610 6109 - Return Receipt Requested

Benson-Montin-Greer Drilling Corp. 4900 College Boulevard Farmington, NM 87402 Attn: Mr. Mike Dimond

Re: Emergency Permit - Permit No.06SNMJ1P9102

Rio Arriba County, New Mexico

Dear Mr. Dimond:

Regulations at 40 C.F.R. §144.34 provide for issuance of emergency permits to avoid a substantial delay in oil and gas production. In accordance with the provisions of those regulations, an emergency permit is issued to Benson-Montin-Greer Drilling Corp. for conversion and injection into Well No. E-19, located in Rio Arriba County, New Mexico at 1980' FNL, 660' FWL, NW Quarter. Section 19, Township 27N, Range 01E.

As permittee, you are authorized to inject salt water for enhanced oil recovery under the following conditions:

- Mechanical integrity of the well must be demonstrated, to the satisfaction of the EPA, prior to injection.
- 2. The permittee is authorized to inject salt water into the Mancos formation at an injection interval depth of 3260 to 3370 feet below land surface.
- Injection shall not result in the movement of fluid into an Underground Source of Drinking Water (USDW). The operating injection pressure at the wellhead shall not exceed 650 psig.
- 4. Injection volume shall be limited to a maximum of 7200 barrels per month.

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5. During the emergency authorization period, the owner/operator shall comply with UIC regulations at 40 C.F.R. §147 Subpart HHH.

A complete permit application has been submitted. Emergency authorization to inject shall remain in effect until EPA issues a final decision on the permit application. Failure to abide with the above requirements is a violation of the Safe Drinking Water Act and may result in enforcement action.

If you have any questions, or would like to discuss this emergency permit, please contact the permit writer, Mr. Bill Hurlbut at (214) 665-8305.

Sincerely yours,

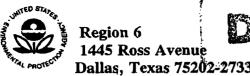
Miguel I. Flores

Director

Water Quality Protection Division

cc: with enclosures

Bureau of Land Management, Albuquerque Area Office 435 Montano Road SE, Albuquerque, NM Jicarilla Apache Tribe, Mr. Fred Vigil P. O. Box 507, Dulce, NM 87528 New Mexico Oil Conservation Division, Mr. Will Jones 1220 S. St. Francis Drive, Santa Fe, NM 87505 Mr. Rick Davis, EPA Field Office





UIC Permit No.06SNMJ1P9102 Well No. E-19

AUTHORIZATION TO CONVERT A WELL TO AN INJECTION WELL UNDER THE UIC PROGRAM JICARILLA APACHE TRIBE

In compliance with the provisions of the Safe Drinking Water Act, (hereafter referred to as "the Act" or "SDWA") as amended (42 U.S.C. §300f et seg.),

> Benson-Montin-Greer Drilling Corp... 4900 College Boulevard Farmington, NM 87402

is authorized to convert a well to a Class II enhanced oil recovery injection well. This well is located at:

1980' feet from the north line and 660' feet from the west line, Northwest Quarter, Section 19, Township 27N, Range 01E into the injection interval at a depth of 3260 feet to 3370 feet below land surface in the Mancos in accordance with the construction and operation requirements, injection pressure limits, reporting and monitoring requirements, and other conditions set forth in Parts I and II of this permit and the New Mexico Indian Lands Class II Underground Injection Control Program and Regulations.

Authorization to inject fluids into the well described in this permit shall be separately granted. Such authorization may be verbally granted by the Chief, Ground Water/UIC Section when the operator has satisfactorily demonstrated compliance with special permit conditions I.A.1., I.A.2., I.A.3., and I.B.1.. Any verbal authorization to inject will be followed by a written "Authorization to Inject" from the Director, Water Quality Protection Division (6WQ). Upon authorization to inject, this permit shall remain in effect until the well is plugged or the permit is terminated.

This permit shall become effective on

Prepared by

Issued on

Environmental Engineer

Ground Water/UIC Section

(6WQ-SG)

Miguel I. Flores

Director

Water Quality Protection

Division