NOTIFY AZTEC OCD 24 HRS. PRIOR TO CASING & CEMENT

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

RECEIVED

| a. Type of Work | 5. Lease Number สมาเมายูเอก Field Offic |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------|
| DRILL | usa sr-o๋78356Af Land Managen |
| b. Type of Well GAS | Unit Reporting Number 1- NAM 7 X 39 H (FALL) 6. If Indian, All. or Tribe |
| Operator BURLINGTON | 7. Unit Agreement Name |
| RESOURCES Oil & Gas Company, LP | Huerfanito Unit |
| Address & Phone No. of Operator PO Box 4289, Farmington, NM 87499 | 8. Farm or Lease Name |
| (505) 326-9700 | 9. Well Number 1768 |
| Location of Well Surface: Unit C(NENW), 740' FNL & 1450' FWL | 10. Field, Pool, Wildcat Basin FC / S. Blanco PC |
| Surface: Latitude: 36.551424° N (NAD83) | 11. Sec., Twn, Rge, Mer. (NMPM) Sec. 26, T27N, R9W |
| Longitude: 107.762013° W | API# 30-045- 35293 |
| 4. Distance in Miles from Nearest Town 32 miles from Bloomfield | 12. County 13. State San Juan NM |
| 5. Distance from Proposed Location to Nearest Property or Lea | ase Line |
| 6. Acres in Lease 320.000 | 17. Acres Assigned to Well 320.0 acres W/2 FC 160.0 acres NW/4 PC |
| 8. Distance from Proposed Location to Nearest Well, Drlg, Com | pl, or Applied for on this Lease |
| 2260' from Huerfanito Unit 89 (DK) 9. Proposed Depth 2423' | 20. Rotary or Cable Tools Rotary |
| 21. Elevations (DF, FT, GR, Etc.) 6322′ GL | 22. Approx. Date Work will Start |
| 23. Proposed Casing and Cementing Program See Operations Plan attached | |
| 24. Authorized by: Wlien Fellywood (Staff Regulat | $(\varrho/23/I)$ |
| DEDMIT NO ADDROV | AL DATE |
| APPROVED BY Mules LOS TITLE AF | M DATE 6/38/11 |
| | unit may or may not be used on this location. |
| Threatened and Endangered Species Report attached NOTE: This format is issued in lieu of U.S. BLM Form 3160-3 Irtle 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willful | ly to make to any denartment or agency of the United |
| States any false, fictitious or fraudulent statements or presentations as to any matte | |

Example Master Plan Type 2
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

JUL 2 5 2011,

NMOCD 4

This action is subject to technical and procedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4

DRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHED "GENERAL REQUIREMENTS".

DISTRICT I 1625 N. French Dr., Hobbs, N.M. 88240 State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102 Revised July 16, 2010 Submit one copy to appropriate District Office

DISTRICT II 1301 West Grand Avenue, Artesia, N.M. 88210

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

DISTRICT III 1000 Rio Brazos Rd., Aztec, N.M. 87410

☐ AMENDED REPORT

DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

| 30-045- 3 5 | 293 | *Pool Code 71629/72439 | Blanco RED CLIFF | | | | | | | |
|----------------------------|-----|-------------------------------------------|---------------------|--|--|--|--|--|--|--|
| ⁴ Property Code | | ⁶ Property Name | | | | | | | | |
| 7138 | | 1 76 S | | | | | | | | |
| 7 OGRID No. | | ⁶ Operator Name | | | | | | | | |
| 14538 | | BURLINGTON RESOURCES OIL & GAS COMPANY LP | | | | | | | | |

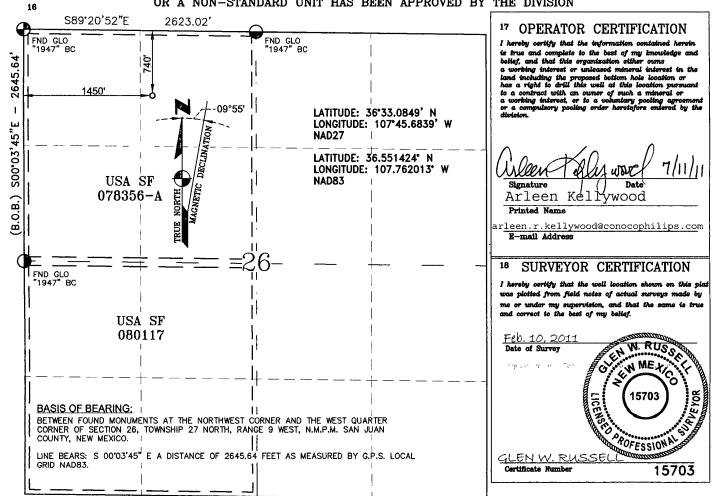
¹⁰ Surface Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County | | |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|----------|--|--|
| c | 26 | 27-N | 9-W | | 740' | NORTH | 1450 | WEST | SAN JUAN | | |

¹¹ 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 FCUD JUL | County 14 11 |
|---------------|---------|----------|-------------|---------|-------------------------------|------------------|---------------|----------------------------|-----------------|
| PC 320.0 A | - | | 18 Joint or | Infill | ¹⁴ Consolidation C | ode | 15 Order No. | Oil COM | S. DIV. |
| | CRES NY | | | | | | | | . 3 |

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



DISTRICT I 1625 N. French Dr., Hobbs, N.M. 88240 State of New Mexico Energy, Minerals & Natural Resources Department Form C-102 Revised July 16, 2010 Submit one copy to appropriate District Office

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DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 ☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| ¹ API Number 30-045- 35293 | ^a Pool Code 71629/77200 | cher Kutz RED CLIFF | |
|-------------------------------------------------|---------------------------------------|--------------------------|------------------------|
| ⁴ Property Code | ⁵ Pro | ⁶ Well Number | |
| 7138 | HUERFA | 176S | |
| OGRID No. | ^a Ope | erator Name | ^e Elevation |
| 14538 | BURLINGTON RESOURCE | 6322' | |

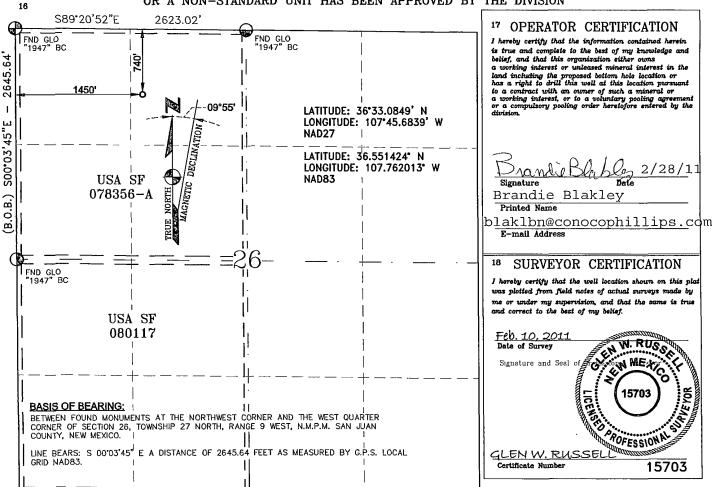
¹⁰ Surface Location

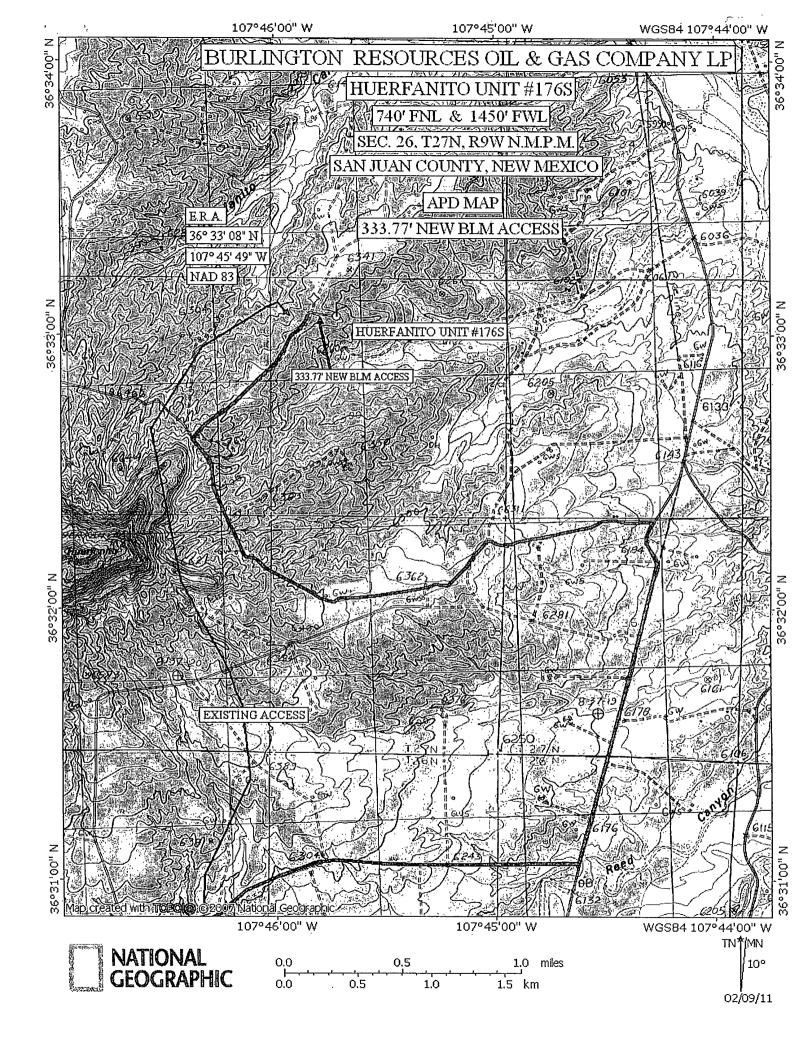
| UL or lot no. | Section | Section Township Range | | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|------------------------|-----|---------|---------------|------------------|---------------|----------------|----------|
| С | 26 | 27-N | 9-W | | 740' | NORTH | 1450 | WEST | SAN JUAN |

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| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County | - | | | | | |
|-------------------|---------|----------|-------------|---------|--------------------|------------------|---------------|----------------|--------|---|--|--|--|--|--|
| C | , | | | | | | ' | | | | | | | | |
| 12 Dedicated Acre | S | | 18 Joint or | Infill | 14 Consolidation C | ode | 15 Order No. | | | | | | | | |
| FC 320.0 A | CRES W | /2 | | | | | | | | | | | | | |
| PC 160.0 A | CRES N | N/4 | | | | | | | | | | | | | |

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







PROJECT PROPOSAL - New Drill / Sidetrack

San Juan Business Unit

HUERFANITO UNIT 176S

DEVELOPMENT

| Lease: | | | | | | AFE #: WA | N.CDR. | 9084 | Т | | | AFE \$: 890,549.92 |
|---------------------------------------------------------------------------|--------------------------------------------|-----------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------|------------------------------|-----------------------|---------------|-----------|-------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------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| Field Name: SAN | I JUAN | | Rig | : Azte | ec Rig 711 | | | State | : NM | County: S | AN JUAN | API #: |
| Geologist: | | | Pho | one: | | | Geopl | nysicist: | | | | Phone: |
| Geoscientist: | | | Pho | one: | | | Prod. | Engineer | : | | | Phone: |
| Res. Engineer: | | | Ph | one: | | | Proj. l | ield Lead | d: | | ····· | Phone: |
| Primary Object | ive (Zone | s): | | | | | | | | | | |
| Zone | Zone Nan | | | | | _ | | | | | | |
| JCA | | UITLAND CC | <u>_</u> | S) | | _ | | | | | | |
| R20003 | PICTURE | D CLIFFS(R2 | 0003) | | | | | | | | | |
| | | | | | | | | | | | | |
| | | | | | | | | | | | | |
| Location: Surfa | ice - | Datum | (Code: | NAD |)27 | | | 1 S | | | | Straight Hole |
| Latitude: 36.551 | 415 Lo | ngitude: -10 | 7.76139 | 99 X | : | | Y: | | | Section: | 26 | Range: 009W |
| Footage X: 1450 | FWL Fo | otage Y: 74 | 0 FNL | E | levation: 6 | 322 | (FT) | Townshi | ip: 027N | 1 | | |
| Tolerance: | | | | | | | | | · | | | |
| Location Type: Y | ear Round | | St | art Da | te (Est.): 1 | /1/2012 | Co | mpletion | Date: | | Date In | Operation: |
| Formation Data: | Assume | KB = 6337 | Uni | ts = F | -T | | | | | | | |
| Formation Call & Casing Points | | Depi (TVD ir | | SS (Ft) | | Depletion (Yes/No) | BHP (PSIG) | BHT | | | Rema | arks |
| Surface Casing | | 200 |) 6 | 5137 | | | | | | | ppf, J-55 ST to surface. | C csg. Cement with 77 cuft. |
| OJO ALAMO | | 134 | 4 4 | 1993 | | | | | | | | |
| KIRTLAND | | 147 | 4 4 | 1863 | | | | | | | | |
| FRUITLAND | | 183 | 3 4 | 1504 | | | 567 | <u>'</u> | Gas | | | |
| FRUITLAND COAL | L. | 210 | 8 4 | 1229 | | | | | | | | |
| PICTURED CLIFF: | S | 222 | 23 4 | 4114 | | | | | Gas; T |) - 200' be | elow T/PCCF | |
| Total Depth | | 242 | 23 3 | 3914 | | | | | 6-1/4" with 32 | hole. 4-1/ | 2" 10.5 ppf, J culate cemer | 1-55, STC casing. Cement |
| Reference We | lls: | | | | | | | | | 102 | Culded Cellifer | ic to surruce. |
| Reference Type | ALE THE PROPERTY AND ADDRESS OF | | THE STATE OF THE S | | Commen | ts | - service (| | | and the second s | The second section of the second section is a second section of the second section section is a second section of the second section section is a second section of the second section section is a second section of the second section secti | n marin ann am the and the ann and the after a marine 1999 I 1995, 1995, 1995 I 1996 I 1996 I 1996 I 1996 I 19 |
| , , , | Huerfani | to 105 | | | 27N 9W 2 | 7 NE NE | | | | | | |
| Production | | | | | 1 | | | | | | | |
| Production Production | Huerfani | to 89 | _ | | 27N 9W 2 | | | | | | | |
| Production | | to 89 | | | 1 | | | | , | | | |
| Production Production Production | Huerfani Huerfani | to 89 | | | 27N 9W 2 | | | | | | ************************************** | |
| Production Production | Huerfani Huerfani ram: | to 89 | w □ G | GR/ILD | 27N 9W 2 27N 9W 2 | | | | | | 200 | |
| Production Production Production | Huerfani Huerfani ram: | to 89 to 47R | w 🔲 G | GR/ILD | 27N 9W 2 27N 9W 2 | 7 SW NE | | | | | 2 18 20 3 2 1 | |
| Production Production Production | Huerfani Huerfani ram: | to 89 to 47R | | | 27N 9W 2 27N 9W 2 Trip | 7 SW NE | NE | 5PT | DT 🗹 | Other | | |
| Production Production Production Production Logging Prog Intermediate Lo | Huerfani Huerfani ram: jgs: Lo Tr Casec | to 89 to 47R g only if show | ☐ Dip | | 27N 9W 2 27N 9W 2 Trip | 7 SW NE | NE | SP T | DT 🗹 | Other | | |
| Production Production Production Regging(Proging) Intermediate Lo | Huerfani Huerfani ram: jgs: Lo Tr Casec | to 89 to 47R g only if show | ☐ Dip | | 27N 9W 2 27N 9W 2 Trip | 7 SW NE | NE | SP T | DT 🗹 | Other | | |

CATHODIC RECTIFIER-3'-0" CRAVEL OFFSET AROUND PERMETER LCCATION ACCESS ROAD enaces FLOW LDIE 1 m SALES LINE - PIT LINE SANT TIO

SEC DATE I A 1 FOR PERCE DEFAILS. ALL UNDERSCHOOL OF D'+0" TOP

SHEET 1 GT 5

| R | | | | | | - | THOMETRAL | | CONDOCHALITY BIGG PRESSURE 3 PRASE FACILITY DIMENAL SITE JAW | | | | No. | | USE | | |
|---|-----------|------|----------|--------------------------------------------------|--------------|----------|-------------------------|------------|--------------------------------------------------------------|-------------|------|----------------|--------|------|----------|-------------------------|-------------------|
| 以 | | | | | | <u> </u> | PRECESE | Musia 1998 | - ka | currental | | CenocePhillips | | | | FACILITY DIAGRAM - SITE | TVAOOL |
| | | | <u> </u> | | | | NEW PERSON | | | | | | | | CLPS No. | (FC.4) \250 · | Lives St. C |
| 赵 | | | | | | | I d C | | | | NAZ | JUAN BUS | SINESS | UNIT | puin sa | SULE HEAT | TOTAL DET 1/15's. |
| | bisoveton | 5742 | ស | G77,2 | 122 | perc | escritor escritorios | | | | J, , | | | | | HPSPHASE-REVI | 1 67 5 (Z-) |

Directions from the Intersection of Hwy 550 and Hwy 64 in Bloomfield, NM

To:

Burlington Resources Oil & Gas Company LP
HUERFANITO UNIT #176S
740' FNL & 1450' FWL,
Section 26, T27N, R9W, N.M.P.M., San Juan County,
New Mexico

Latitude: 36° 33′ 05.126″ N Longitude: 107° 45′ 43.246″ W Nad 1983

From the Intersection of Hwy 550 and Hwy 64, Take Hwy 550 (south) for 15.8 miles to CR 7225, Turn left (east) on CR 7225 for 4.5 miles. Turn right (easterly) for 4.2 miles, Turn right (southerly) 0.1 miles, Turn left (easterly) 2.4 miles, Turn left (northerly) on CR 7007 for 1.9 miles, Turn left (westerly) 0.7 miles, Turn left (southwesterly) 0.3 miles Through well location and continue westerly 1.0 miles, Stay left (northwesterly) @ y-intersection for 0.3 miles, Turn right (northeast) 0.8 miles, To beginning of new access on right side of road, Turn right and proceed 333.77' to the newly staked location, Twinned with the proposed well pad, HUERFANITO UNIT #85M.