

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

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-104
Revised June 10, 2003
Submit to Appropriate District Office
4 Copies

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

| | | |
|--|---|--|
| ¹ Operator name and Address CDX Rio, LLC 2010 Afton Place Farmington, NM 87401 | | ² OGRID Number 222374 |
| | | ³ Reason for Filing Code / Effective Date New Well |
| ⁴ API Number 30 - 039 - 29204 | ⁵ Pool Name Basin Dakota | ⁶ Pool Code 71599 |
| ⁷ Property Code 33458 | ⁸ Property Name Jicarilla 151 | ⁹ Well Number 8F |

II. ¹⁰ Surface Location

| | | | | | | | | | |
|--------------------|--------------|-----------------|-------------|---------|------------------------|---------------------------|------------------------|------------------------|----------------------|
| Ul or lot no. H | Section 3 | Township 26N | Range 5W | Lot.Idn | Feet from the 2335' | North/South line North | Feet from the 1300' | East/West line East | County Rio Arriba |
|--------------------|--------------|-----------------|-------------|---------|------------------------|---------------------------|------------------------|------------------------|----------------------|

II. Bottom Hole Location

| | | | | | | | | | |
|-----------------------------|--|--|-----------------------------------|------------------------------------|-------------------------------------|------------------|---------------|----------------|--------|
| Ul or lot no. | Section | Township | Range | Lot.Idn | Feet from the | North/South line | Feet from the | East/West line | County |
| ¹² Lse Code J | ¹³ Producing Method Code F | ¹⁴ Gas Connection Date 3/21/2006 | ¹⁵ C-129 Permit Number | ¹⁶ C-129 Effective Date | ¹⁷ C-129 Expiration Date | | | | |

III. Oil and Gas Transporters

| | | | | |
|---------------------------------|--|-------------------|-------------------|--|
| ¹⁸ Transporter OGRID | ¹⁹ Transporter Name and Address | ²⁰ POD | ²¹ O/G | ²² POD ULSTR Location and Description |
| 58577 | Williams Field Services 188 CR 4900, Bloomfield, NM 87413 | 245530 | O | |
| 9018 | Giant Crude Gathering 111 CR 4990, Bloomfield, NM 87413 | 245510 | G | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |

IV. Produced Water

| | |
|-------------------|--|
| ²³ POD | ²⁴ POD ULSTR Location and Description |
|-------------------|--|

V. Well Completion Data

| | | | | | |
|-------------------------------------|--|--------------------------------------|--|--|---|
| ²⁵ Spud Date 8/3/2005 | ²⁶ Ready Date 3/16/2006 | ²⁷ TD 8442' | ²⁸ PBTD 8353' | ²⁹ Perforations 8111-8300' | ³⁰ DHC, MC DHC (diagram attached) DHC-3363 (diagram attached) |
| ³¹ Hole Size 12 1/4" | ³² Casing & Tubing Size 9.625" | ³³ Depth Set 645' 682' | ³⁴ Sacks Cement 602 cu.ft. | | |
| 8 3/4" | 7" | 4200' | 1231 cu.ft. | | |
| 6 1/4" | 4 1/2" | 3930-8427' | 834 cu.ft. | | |
| | 2 3/8" | 8141' | | | |

VI. Well Test Data

| | | | | | |
|---|--|--------------------------------------|---|--|--|
| ³⁵ Date New Oil | ³⁶ Gas Delivery Date 3/21/2006 | ³⁷ Test Date 3/20/2006 | ³⁸ Test Length 1 | ³⁹ Tbg. Pressure SI 1350 | ⁴⁰ Csg. Pressure SI 1300 |
| ⁴¹ Choke Size 2" | ⁴² Oil 0 | ⁴³ Water 0 | ⁴⁴ Gas 327 MCF/D | ⁴⁵ AOF | ⁴⁶ Test Method Flowing |
| ⁴⁷ I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature: <i>Nancy Oltmanns</i> Printed name: Nancy Oltmanns Title: Agent E-mail Address: nancy.oltmanns@cdxgas.com Date: 3/23/2006 Phone: 505-326-3003 | | | OIL CONSERVATION DIVISION Approved by: <i>Charles Bern</i> Title: SUPERVISOR DISTRICT # 3 Approval Date: APR 12 2006 | | |