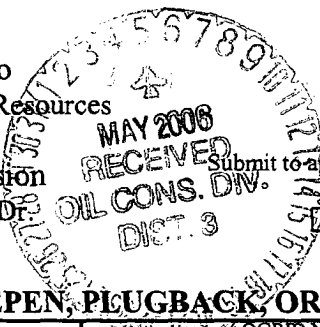


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

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

Form C-101
May 27, 2004



Submit to appropriate District Office

☒ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

Operator Name and Address San Juan Resources of Colorado, Inc., c/o Walsh Engineering 7415 E. Main St., Farmington, NM 87402		OGRID Number 20208
Property Code 34606	Property Name U.S. Grant	API Number 30-045-35730 32966
Proposed Pool 1 Blanco Mesa Verde		Proposed Pool 2 Basin Dakota

7 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	19	30N	11W		780'	North	1205'	West	San Juan

8 Proposed 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

Additional Well Information

Work Type Code N	Well Type Code G	Cable/Rotary R	Lease Type Code P	Ground Level Elevation 5591'
Multiple Y	Proposed Depth 6675 +/-	Formation Dakota	Contractor	Spud Date
Depth to Groundwater >50'		Distance from nearest fresh water well >500'		Distance from nearest surface water >350'
Pit: Liner: Synthetic <input checked="" type="checkbox"/> 12 mils thick Clay <input type="checkbox"/> Pit Volume: 5000 bbls Drilling Method: Closed-Loop System <input type="checkbox"/> Fresh Water <input checked="" type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input checked="" type="checkbox"/>				

21 Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
12-1/4"	9-5/8"	36.0#	250' +/-	140 sx (165 cu.ft.)	Surface
8-3/4"	7"	20.0#	3835' +/-	1040 & 118 cuft	Surface
6-1/4"	4-1/2"	11.6#	6675' +/-	317 & 196 cu.ft.	3735'

22 Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

San Juan Resources of CO., Inc. proposes to drill a vertical well at the above described location and test the Mesa Verde and Dakota. A 12-1/4" surface hole will be drilled to 250' where 9-5/8", 36# casing will be set and cemented to surface with 165 Cu.ft. of neat cement. After WOC a 2000 psi double ram preventer will be installed and pressure tested to 1000 psi. An 8-3/4" hole will be drilled drilled with fresh water mud. 7", 20# casing will be set and cemented to surface with 1040 cu.ft. of CI "B" 65/35 poz with 8% gel and 118 cu.ft. of CI "B" cement. A 6-1/4" hole will be drilled to approximately 6675' with air or air/mist. Induction and density logs will be run at TD. 4-1/2", 11.6# casing will be run from TD to surface and cemented to 100' above the intermediate casing shoe with 317 cu.ft. of Premium Lite with additives and 198 cu.ft of Premium Lite with additives. The Mesa Verde and Dakota formations will be selectively perforated and completed. The well will be connected to El Paso Field Services gathering system.

23 I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines ☒, a general permit ☐, or an (attached) alternative OCD-approved plan ☐.

Printed name: Paul C. Thompson, P.E. *Paul C. Thompson*

Title: Agent

E-mail Address: paul@walsheng.net

Date: 3/8/05

Phone: (505) 327-4892

OIL CONSERVATION DIVISION


Approved by: *[Signature]*

Title: DEPUTY OIL & GAS INSPECTOR, DIST. 3

Approval Date: 3/10/2005

Expiration Date: MAR 10 2006

Conditions of Approval Attached ☐

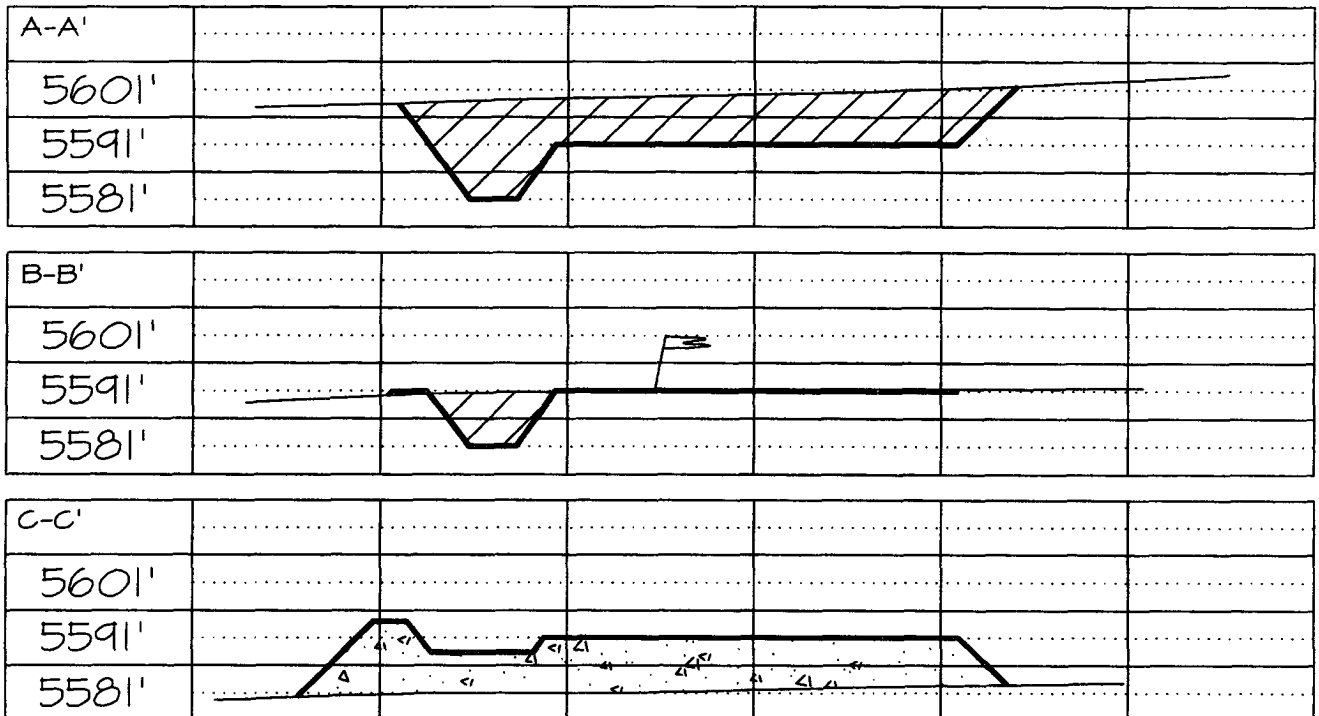
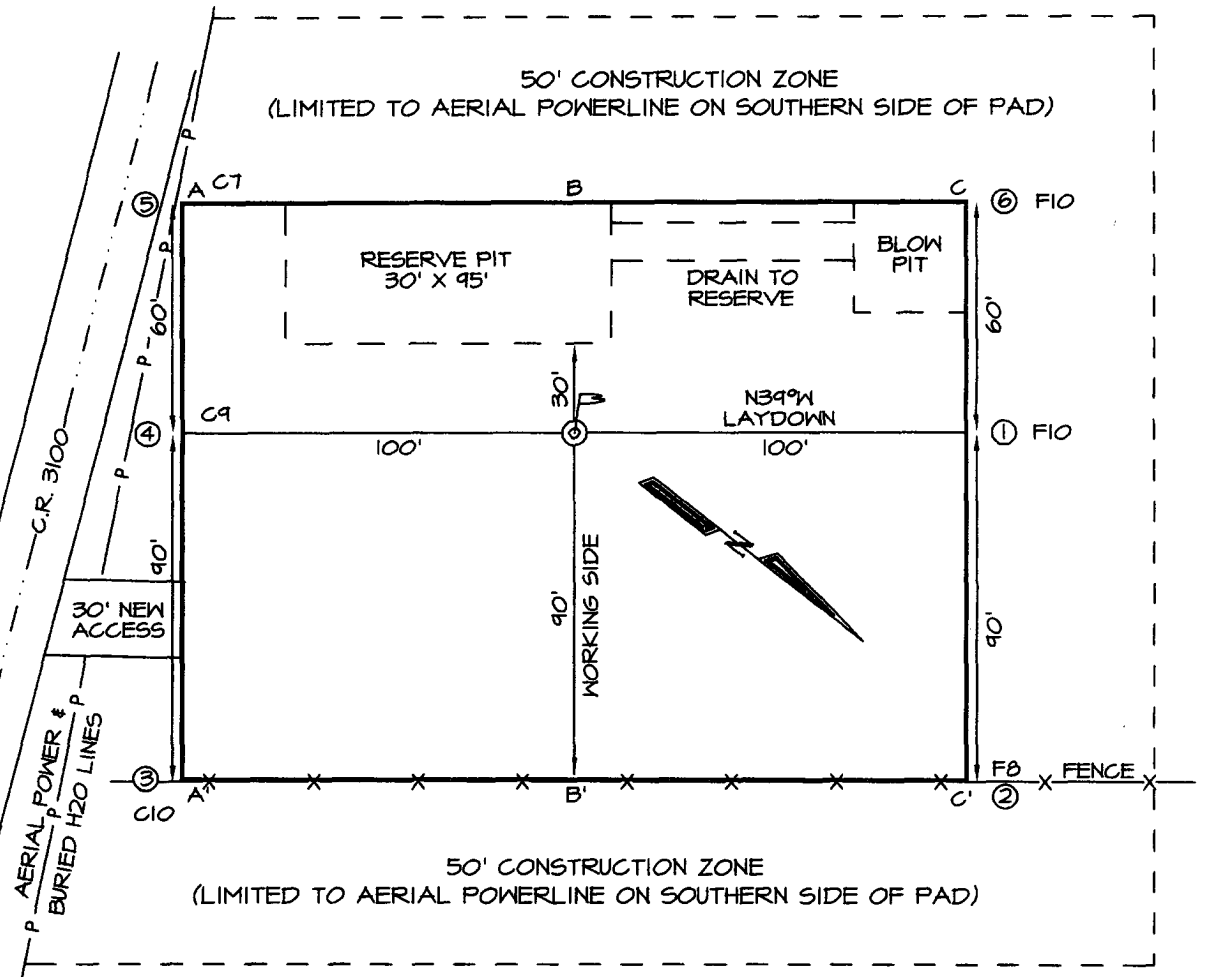
16 1384.02' LOT 1 1205' 43.48 Acres 2633.40'	1275.12'	1310.43'	1310.43'	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief <div style="border-top: 1px solid black; padding-top: 5px;"> <i>Paul C. Thompson</i> Signature </div> <div style="border-top: 1px solid black; padding-top: 5px;"> PAUL C. THOMPSON Printed Name </div> <div style="border-top: 1px solid black; padding-top: 5px;"> AGENT Title </div> <div style="border-top: 1px solid black; padding-top: 5px;"> 3/8/05 Date </div>
LOT 2 43.62 Acres				1319.67'
LOT 3 43.78 Acres	19			1319.67'
LOT 4 43.92 Acres	LOT 5 38.56 Acres			
1406.46'	1279.08'	2558.16'	18 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 Survey Date: DECEMBER 23, 2004 <div style="border-top: 1px solid black; padding-top: 5px;"> Signature and Seal of Professional Surveyor </div> <div style="text-align: center; margin: 10px 0;">  </div> <div style="border-top: 1px solid black; padding-top: 5px;"> <i>JASON C. EDWARDS</i> Certificate Number 15269 </div>	

SAN JUAN RESOURCES OF COLORADO, INC. U.S. GRANT #1E
780' FNL & 1205' FWL, SECTION 19, T30N, R11W, NMPM
SAN JUAN COUNTY, NEW MEXICO ELEVATION: 5591'

PLAT NOTE:

SURFACE OWNER
 Fee Ownership
 (Duncan Selp)

LATITUDE: 36.80285°
LONGITUDE: 108.03611°
 DATUM: NAD1927



SAN JUAN RESOURCES OF COLORADO, INC. U.S. GRANT #1E
 780' FNL & 1205' FWL, SECTION 19, T30N, R11W, N.M.P.M.
 SAN JUAN COUNTY, NEW MEXICO

The map is a topographic representation of a portion of San Juan County, New Mexico. It features a grid of section numbers (12, 13, 14, 18, 19, 20, 23, 24, 25, 30) and various geographical features. The Animas River flows through the center of the map. Other features include the Elledge Mill, Aztec Ruins, and several gas wells. A '30' New Access' is marked near section 19. The map is overlaid with a grid and includes a scale bar at the bottom.

Flora Vista; NM Scale: 1" = 0.379Mi 610Mt 2,000Ft, 1 Mi = 2.640", 1 cm = 240Mt