

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Ave., 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 and Natural Resources

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

Form C-103  
May 27, 2004

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-045-32856
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Roddy Production Company, Inc.		6. State Oil & Gas Lease No.
3. Address of Operator P.O. Box 2221, Farmington NM, 87499		7. Lease Name or Unit Agreement Name Lucerne Federal
4. Well Location Unit Letter <u>B</u> : <u>1116.25</u> feet from the <u>N</u> line and <u>1366.10</u> feet from the <u>E</u> line Section <u>21</u> Township <u>28N</u> Range <u>11W</u> NMPM San Juan County		8. Well Number <u>11</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <u>5742' GL</u>		9. OGRID Number <u>36845</u>
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>		10. Pool name or Wildcat West Kutz PC/Basin FC
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____ Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____		

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
 TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
 PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: Commingle ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
 COMMENCE DRILLING OPNS. ☐ P AND A ☐  
 CASING/CEMENT JOB ☐

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Roddy Production Company, Inc. requests permission to downhole commingle this well as per the attached documents. The division order that established this pre-approved pool is R-11363. The pools to be commingled are the Basin Fruitland Coal (71629) and West Kutz Pictured Cliffs (79680). The Basin Fruitland Coal is perforated from 1439' to 1632' and the Pictured Cliffs is perforated from 1642' to 1681'. The allocation method will be to apply the tested production percentage rates to the total production figure (62% Fruitland Coal and 38% Pictured Cliffs). The total production rate has been flat since testing. Commingling will not reduce value of the total remaining production. Roddy Production Company, Inc. has sent notice to all interest owners in the spacing unit of our intent to apply for downhole commingling and no objection has been received within 20 days of this mailing (letter and mailing list attached). The mineral ownership is the same in this well for both zones. Roddy Production Company, Inc. has sent a copy of this application to the BLM (3160-5 form attached).

RCVD APR24'07  
OIL CONS. DIV.

DIST. 3

*DHC 2585AZ*

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE *Robert R. Griffie* TITLE Operations Manager DATE 4/23/07

Type or print name Robert R. Griffie E-mail address: bgriffiepc@qwest.net Telephone No. (505) 326-6813  
**For State Use Only**

APPROVED BY: *[Signature]* TITLE DEPUTY OIL & GAS INSPECTOR, DIST. 3 DATE 5/1/07  
 Conditions of Approval (if any): B