

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
SUNDRY NOTICES AND REPORTS ON WELLS

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. ☐ Oil Well ☒ Gas Well ☐ Other
2. Name of Operator
COLEMAN OIL & GAS, INC.
3a. Address
P O Drawer 3337, Farmington, NM 87499-3337
3b. Phone No. (include area code)
(505) 327-0356
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
950' FNL and 950' FWL, Section 26, T26N, R12W

5. Lease Serial No.
NMNM 104610
6. If Indian, Allottee or Tribe Name
22
7. If Unit or CA/Agreement, Name and/or No.
NM N/A
8. Well Name and No.
Chipper #1
9. API Well No.
30-045-30297
10. Field and Pool, or Exploratory Area
WAW Fruitland Sand- PC
11. County or Parish, State
San Juan County, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize <input type="checkbox"/> Deepen <input type="checkbox"/> Production (Start/Resume) <input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing <input type="checkbox"/> Fracture Treat <input type="checkbox"/> Reclamation <input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair <input type="checkbox"/> New Construction <input type="checkbox"/> Recomplete <input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans <input type="checkbox"/> Plug and Abandon <input type="checkbox"/> Temporarily Abandon <input type="checkbox"/> SEE BELOW
	<input type="checkbox"/> Convert to Injection <input type="checkbox"/> Plug Back <input type="checkbox"/> Water Disposal

13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleation in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Coleman Oil & Gas, Inc. has applied to the NMOCD for approval to downhole commingle the production from the WAW Fruitland Sand/Pictured Cliffs pool with the Basin Fruitland Coal pool. Attached is a copy of this application. The working interests are common between the two pools. The net revenue interests are Federal and Navajo Allotted. This well is on a Federal Lease with a communitization agreement with a Navajo Allotted Lease to the South, so the BLM has also been notified.

CONDITIONS OF APPROVAL
Adhere to previously issued stipulations.

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed) (MICHAEL T. HANSON)	Title ENGINEER
Signature <i>Michael T. Hanson</i>	Date July 11, 2003

THIS SPACE FOR FEDERAL OR STATE USE

Approved by <i>/s/ Jim Lovato</i>	Title Jim Lovato	Date OCT - 2 - 2003
Conditions of approval, if any, are attached. Approval by this office does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		

Title 18 U.S.C. Section 1001, makes 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.

(Instructions on reverse)

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

NMOCD

District I
1625 N. French Drive, 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 Department

Form C-107A
Revised June 10, 2003

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

APPLICATION TYPE
Single Well
Establish Pre-Approved Pools
EXISTING WELLBORE
Yes No

APPLICATION FOR DOWNHOLE COMMINGLING

Coleman Oil & Gas, Inc.

P.O. Drawer 3337, Farmington, NM 87499

Operator Address
Chipper #1 D, 26, T26N, R12W San Juan County, NM

Lease Well No. Unit Letter-Section-Township-Range County

OGRID No. 004838 Property Code API No. 30-045-30297 Lease Type: X Federal State Fee

DATA ELEMENT	UPPER ZONE	INTERMEDIATE ZONE	LOWER ZONE
Pool Name	Basin Fruitland Coal		WAW Fruitland Sand PC
Pool Code	71629		87190
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)	1229' - 1241'		1249' - 1255'
Method of Production (Flowing or Artificial Lift)	Pumping		Pumping
Bottomhole Pressure (Note: Pressure data will not be required if the bottom perforation in the lower zone is within 150% of the depth of the top perforation in the upper zone)	NR		NR
Oil Gravity or Gas BTU (Degree API or Gas BTU)	1004 (Est. from offset)		999
Producing, Shut-In or New Zone	New Zone		Producing
Date and Oil/Gas/Water Rates of Last Production. (Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data.)	Waiting on Completion Rig Estimate start completion 07/03 Date: Rates:	Date: Rates:	Date: October 2002 Rates: 52.3 MCFD
Fixed Allocation Percentage (Note: If allocation is based upon something other than current or past production, supporting data or explanation will be required.)	Oil Gas % %	Oil Gas % %	Oil Gas % %

ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones? Yes X No
If not, have all working, royalty and overriding royalty interest owners been notified by certified mail? Yes X No
Are all produced fluids from all commingled zones compatible with each other? Yes X No
Will commingling decrease the value of production? Yes No X
If this well is on, or communitized with, state or federal lands, has either the Commissioner of Public Lands or the United States Bureau of Land Management been notified in writing of this application? Yes X No

NMOCDD Reference Case No. applicable to this well:

Attachments:

- C-102 for each zone to be commingled showing its spacing unit and acreage dedication.
- Production curve for each zone for at least one year. (If not available, attach explanation.)
- For zones with no production history, estimated production rates and supporting data.
- Data to support allocation method or formula.
- Notification list of working, royalty and overriding royalty interests for uncommon interest cases.
- Any additional statements, data or documents required to support commingling.

PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

List of other orders approving downhole commingling within the proposed Pre-Approved Pools
List of all operators within the proposed Pre-Approved Pools
Proof that all operators within the proposed Pre-Approved Pools were provided notice of this application.
Bottomhole pressure data.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Michael T. Hanson TITLE Engineer DATE July 08, 2003

TYPE OR PRINT NAME Michael T. Hanson TELEPHONE NO. (505) 327-0356

E-MAIL ADDRESS cogmhanson@sprynet.com

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 Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

Form C-102
Revised August 15, 2000
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies



AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name
30-045-30297	71629	Basin Fruitland Coal
Property Code	Property Name	Well Number
	Chipper	#1
OGRID No.	Operator Name	Elevation
4838	Coleman Oil & Gas, Inc.	6194'

Surface Location

UL or Lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	North/South line	County
D	26	26N	12W		950	North	950	West	San Juan

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	North/South line	County

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
320 (W/2)	Y		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTILL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	OPERATOR CERTIFICATION <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</i> Signature _____ Michael T. Hanson Printed Name _____ Engineer Title _____ July 8, 2003 Date _____
	SURVEYOR CERTIFICATION <i>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.</i> Date of Survey _____ Certificate Number _____

District I
PO Box 1980, Hobbs, NM 88241-1980

District II
PO Drawer 00, Artesia, NM 88211-0719

District III
1000 Rio Brazos Rd., Aztec, NM 87410

District IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

PO Box 2088
Santa Fe, NM 87504-2088

Form C-102

Revised February 21, 1994

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

210 JUN 30 PM 12:05 ☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code 87190	Pool Name WAW FRUITLAND SAND PICTURED CLIFFS
Property Code	Property Name CHIPPER	Well Number 1
GRID No. 004838	Operator Name COLEMAN OIL & GAS, INC.	Elevation 6194'

10 Surface Location

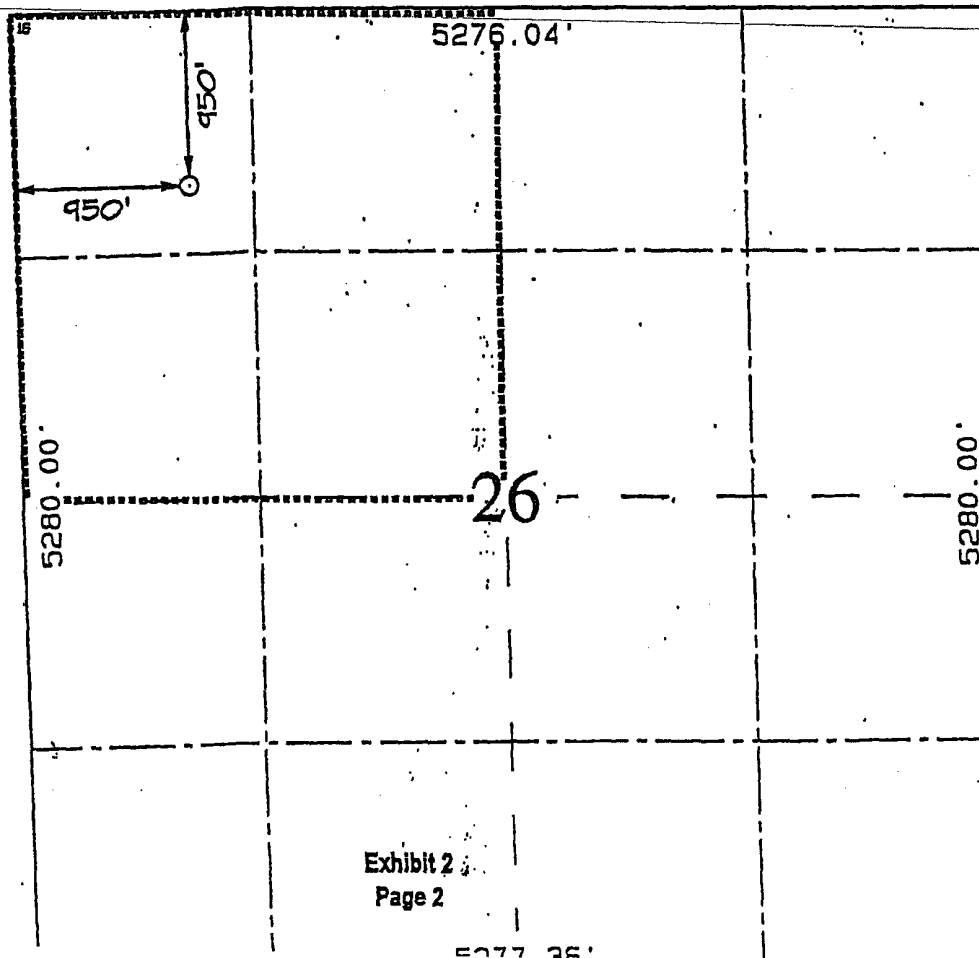
LL or lot no.	Section	Township	Range	Lot 10	Feet from the	North/South line	Feet from the	East/West line	County
0	26	26N	12W		950	NORTH	950	WEST	SAN JUAN

11 Bottom Hole Location If Different From Surface

LL or lot no.	Section	Township	Range	Lot 10	Feet from the	North/South line	Feet from the	East/West line	County

Dedicated Acres 160	Joint or Infill Y	Consolidation Code	Order No.
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OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	<p>17 OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Paul C. Thompson</i> Signature</p> <p>Paul C. Thompson Printed Name</p> <p>Agent Title</p> <p>6/28/00 Date</p>
	<p>18 SURVEYOR CERTIFICATION</p> <p>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.</p> <p>MAY 26, 2000 Date of Survey</p> <p><i>Neale C. Edwards</i> Signature and Seal</p> <p>NEALE C. EDWARDS NEW MEXICO 6857 Professional Surveyor</p> <p>Certificate No. 6857</p>
	<p>Exhibit 2 Page 2</p>