



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office
1235 La Plata Highway, Suite A
Farmington, New Mexico 87401

IN REPLY REFER TO
NMSF-078480
3162.3-1 (111)

December 17, 2009

Robert L. Bayless, Producer LLC
Attn.: Price M. Bayless
P.O. Box 168
Farmington, NM 87499

RCVD DEC 22 '09
OIL CONS. DIV.
DIST. 3

45-33288

Dear Mr. Bayless:

Reference is made to your Application for Permit to Drill (APD) the **No. 14 Hammond** well, located **1100' FNL and 1395' FWL, Section 25, T27N, R8W, San Juan County, New Mexico**. This APD was approved on December 5, 2006 with an expiration date of December 5, 2008. According to our records, no known activity has taken place at this location.

In view of the foregoing, this office is rescinding the approval due to the expiration of this APD. In addition, we will require a letter confirming that no surface disturbing activities have been conducted at this well site. Please file letter within 30 days of receipt of this notice. Any surface disturbance conducted must be rehabilitated in accordance with the standards and guidelines established by this office.

If you have any questions regarding the above contact Shea Valdez at (505) 599-8969

Sincerely,

Shea Valdez
Petroleum Engineering,

Petroleum Management Team

cc: NMOCD

BB

Form 3160-3
(August 1999)

NOS: 0
ADDP: 5000
MP: BLM
SMA: BLM
BOND: 0
CAPA: 0

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0136

Expires: November 30, 2000

2005 AUG 18

APPLICATION FOR PERMIT TO DRILL OR REENTER

REC

070 FARMINGTON NM

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. SF078480	
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. Indian, Allottee or Tribe Name Indian, Allottee or Tribe Name	
2. Name of Operator ROBERT L. BAYLESS, PRODUCER LLC		7. If Unit or CA Agreement, Name and No.	
3a. Address P.O. BOX 168, FARMINGTON, NM 87499		8. Lease Name and Well No. Hammond #14	
3b. Phone No. (include area code) (505) 326-2659		9. APL Well No. 30-045-33288	
4. Location of Well (Report location clearly and in accordance with an State requirements *) At surface 1100 FNL & 1395 FWL NENW At proposed prod. zone SAME		10. Field and Pool, or Exploratory Basin Fruitland Coal	
14. Distance in Miles and Direction from nearest town or post office* 15.5 miles SE of Blanco		11. Sec., T., R., M., or Blk. and Survey or Area Section 25, T27N, R8W	
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)		12. County or Parish San Juan	
16. No. of Acres in Lease 11712		13. State New Mexico	
18. Distance from proposed location* to nearest well, drilling, completed, or applied for, on this Lease, ft.		17. Spacing Unit dedicated to this well 320 W/2	
19. Proposed Depth 12225		20. BLM/BIA Bond No. on file 40S23024BCA NMD883 SW 60	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5987 RKB		22. Approximate date work will start* ASAP	
		23. Estimated duration 8 days	

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).

- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification.
- Such other site specific information and/or plans as may be required by the authorized officer.

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

25. Signature <i>P. M. Bayless</i>	Name (Printed/Typed) Price M. Bayless	Date 8-17-05
Title Engineering Manager		
Approved by (Signature) <i>Jim Lovelace</i>	Name (Printed/Typed)	Date 12/5/06
Title Acting AFM Minerals	Office	

Application approval 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.

Conditions of approval, if any, are attached.

High priority: location is in a vulnerable area.

ENTERED
AFMSS

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

DEC 20 2006

*(Instructions on reverse)

BY *MST*

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".

FARMINGTON

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 June 10, 2003
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 71629	'Pool Name 070 FARMING CCH NM Basin Fruitland Coal
'Property Code	'Property Name HAMMOND	'Well Number 14
'OGRID No. 150182	'Operator Name ROBERT L. BAYLESS, PRODUCER LLC	'Elevation 5948

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	25	27N	8W		1100	North	1395	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	County
"Dedicated Acres	"Joint or Infill	"Consolidation Code	"Order No.						

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

<p>16</p> <p>N 87° 53' W</p> <p>81.79 CH.</p> <p>PC CH</p> <p>1395'</p> <p>1100'</p> <p>PC</p> <p>LAT. 36.54871° N</p> <p>LONG. 107.63843° W</p> <p>Sec.</p> <p>25</p> <p>81.79 CH.</p> <p>79.88 CH.</p> <p>N 87° 36' W</p> <p>39.12 CH.</p> <p>WEST</p> <p>41.68 CH.</p>	<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>[Signature]</i></p> <p>Signature</p> <p>Price M. Bayless</p> <p>Printed Name</p> <p>Engineering Manager</p> <p>Title and E-mail Address</p> <p>tucker@rlbayless.com</p> <p>Date</p> <p>8-17-05</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>24 AUG 12 2005</p> <p>Date of Survey</p> <p><i>[Signature]</i></p> <p>Signature and Seal of Professional Surveyor</p> <p>William E. Mahoney II</p> <p>Certificate Number</p> <p>8456</p>