Energy, Minerals and Natural Resources   October 13, 2000	Submit 1 Copy To Appropriate District	State of New Mexico	Form C-103
District	. 'Office District I	Energy, Minerals and Natural Res	ources October 13, 2009
DIE CONSTRUCT AT ION DITISTAN  DEBERGED.  1. 220 South St. Francis Dr.  Santa Fe, NM 87505  Santa Fe, NM			!
12.20 South St. Francis Dr.   STATE   FEE   State Of & Gast Lease No.		OIL CONSERVATION DIVIS	
Santa Fe, NM 8740    Santa Fe, NM 87505	District III	1220 South St. Francis Dr	
1.200 St. Francis Dr., Sauta Fr. NM   SUNDRY NOTICES AND REPORTS ON WELLS (CONORT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENCY RUSINGVOIR. USE "APPLICATION FOR PRAMIN" (FORM C-10) FOR SUCI 1   Blancet (Ranch 24   Blanch 24   Blanc			SIAIE LI FEE 🔼
SUNDRY NOTICES AND REPORTS ON WELLS  (DO NOT USE THIS FORM NOR PRODUSALS TO DOMIAL OR TO DESIPEN OR PLUG BACK TO A DEPTEMENT SHEEWORK USE "PAPEL/ACTION TO PREMINE" (FORMC-101) FOR SUCH  Blancet (Ranch 24  Well Number 1  2, Name of Operator  3, Address of Operator  3, Address of Operator  3, Address of Operator  4, Well Location Unit Letter H 2463 feet from the North line and 552 feet from the East line Section 24 Township 30N Range 12E NMPM County San Juan  12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  NOTICE OF INTENTION TO  PERFORM REMEDIAL WORK   PLUG AND ABANDON   CHANGE PLANS   CHANGE PLANS   PULL OR ALTER CASING   MULTIPLE COMPL   CASING/CEMENT JOB   ALTERING COMMINGE PRODUCTION PRODUCT PRODUC		Suita 1 c, 1 tivi 0 / 5 05	o. State Off & Gas Lease No.
DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEPERNOR PLUG BACK TO A DIFFERENT EXEMPLICATION FOR PREMITY (FORM C-101) FOR SUCH PROPOSALS)	87505		
Different Reservoire   USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH   Blancet (Ranel) 24   R. Well Number   2. Name of Operator   2. Name of Opera			
PROPOSALS   1. Type of Wolf: Oil Wolf   Gas Well   Other   S. Well Number   S. Well Numbe			1
2. Name of Operator San Juan Resources, Inc Seation Sea Township 30N Range 12E NMPM County San Juan Section Sea Township 30N Range 12E NMPM County San Juan Section Sea NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING REMEDIAL WORK ALTERING CASING REMEDIAL WORK ALTERING CASING REMEDIAL WORK ALTERING CASING COMMENCE DRILLING OPNS PAND A CASING/CEMENT JOB SUBSEQUENT REPORT OF: REMEDIAL WORK ALTER CASING MULTIPLE COMPL COMMENCE DRILLING OPNS PAND A CASING/CEMENT JOB SUBSEQUENT REPORT OF: REMEDIAL WORK ALTERING CASING CASING COMMENCE DRILLING OPNS PAND A CASING/CEMENT JOB SUBSEQUENT REPORT OF: REMEDIAL WORK ALTERING CASING CASING COMMENCE DRILLING OPNS PAND A CASING/CEMENT JOB SUBSEQUENT REPORT OF: REMEDIAL WORK ALTERING CASING CASING CASING CASING COMMENCE DRILLING OPNS PAND A CASING/CEMENT JOB SUBSEQUENT REPORT OF: REMEDIAL WORK ALTERING CASING CASING CASING COMMENCE DRILLING OPNS PAND A CASING/CEMENT JOB SUBSEQUENT REPORT OF: REMEDIAL WORK ALTERING CASING CASIN	PROPOSALS.)	,	
San Juan Resources, Inc   2008		Gas Well 🛛 Other	8. Well Number
3. Address of Operator 1499 Blake Street 10C, Denver, CO 80202  4. Well Location Unit Letter H 2463 feet from the North line and 552 feet from the Section 24 Township 30N Range 12E NMPM County San Juan  11. Elevation (Show whether DR, RKB, RT, GR, etc.)  12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  13. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  14. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  15. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  16. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  17. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  18. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  19. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  19. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  19. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  19. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  19. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  19. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  19. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  19. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  19. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  19. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  19. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  19. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  19. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  19. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  19. Check Appropriate Box to Indicate Nature of Notice, Report or Other Dat			· · · · · · · · · · · · · · · · · · ·
1499 Blake Street 10C, Denver, CO 80202   Blanco Mesa Verde/Basin Dakota			
4. Well Location Unit Letter H		O 80202	
Unit Letter H 2463 feet from the North line and 552 feet from the East line Section 24 Township 30N Range 12E NMPM County San Juan  11. Elevation (Show whether DR, RKB, RT, GR, etc.)  12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  NOTICE OF INTENTION TO:  PERFORM REMEDIAL WORK   PLUG AND ABANDON   CHANGE PLANS   COMMENCE DRILLING OPNS   PAND A    PULL OR ALTER CASING   MULTIPLE COMPL   COMMENCE DRILLING OPNS   PAND A    PULL OR ALTER CASING   MULTIPLE COMPL   OTHER: Production Casing   San Juan    OTHER: Drilling Permit Extension   OTHER: Production Casing   San Juan    OTHER: Drilling Permit Extension   OTHER: Production Casing   San Juan    To proposed completion or recompleted operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19,15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.  See Attached Summary  RECVD JUL 7 '10 OIL COMS. DIU.  DIST. 3  Spud Date: Rig Release Date: DATE 7/03//2010  Type or print name Dean C. Collins E-mail address: collinsd@cianet.com PHONE: 505-325-3514_  Peputy Oil & Gas Inspector, Date Jul 1 3 2010		J 80202	Bianco Mesa Verde/Basin Dakota
Section 24 Township 30N Range 12E NMPM County San Juan    11. Elevation (Show whether DR, RKB, RT, GR, etc.)			
11. Elevation (Show whether DR, RKB, RT, GR, etc.)	Unit LetterH	2463feet from theNorth1	ine and552feet from theEastline
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  NOTICE OF INTENTION TO:  PERFORM REMEDIAL WORK   PLUG AND ABANDON   CHANGE PLANS   COMMENCE DRILLING OPNS   PAND A   CASING/CEMENT JOB   ALTERING CASING   COMMENCE DRILLING OPNS   PAND A   CASING/CEMENT JOB   ALTERING CASING   COMMENCE DRILLING OPNS   PAND A   CASING/CEMENT JOB   ALTERING CASING   COMMENCE DRILLING OPNS   PAND A   CASING/CEMENT JOB   ALTERING CASING   COMMENCE DRILLING OPNS   PAND A   CASING/CEMENT JOB   ALTERING CASING   PAND A   CASING/CEMENT JOB	Section 24	<u> </u>	
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data   NOTICE OF INTENTION TO:   SUBSEQUENT REPORT OF:   REMEDIAL WORK   PLUG AND ABANDON   REMEDIAL WORK   ALTERING CASING   COMMENCE DRILLING OPNS.   PAND A   PULL OR ALTER CASING   MULTIPLE COMPL.   CASING/CEMENT JOB   CASING/CEMENT JOB   CASING/CEMENT JOB   DOWNHOLE COMMINGLE   THERE   Dolling Permit Extension   OTHER: Production Casing   MULTIPLE COMPL.   CASING/CEMENT JOB   CASING/CEMENT JOB   CASING/CEMENT JOB   DOWNHOLE COMMINGLE   THE PRODUCTION CASING   CASING/CEMENT JOB   CASI			T, GR, etc.)
NOTICE OF INTENTION TO:  PERFORM REMEDIAL WORK   PLUG AND ABANDON   REMEDIAL WORK   ALTERING CASING   COMMENCE DRILLING OPINS   PAND A   P		5641' GR	
NOTICE OF INTENTION TO:  PERFORM REMEDIAL WORK   PLUG AND ABANDON   REMPORARILY ABANDON   CHANGE PLANS   PAND A   PAND A			
PERFORM REMEDIAL WORK   PLUG AND ABANDON   CHANGE PLANS   PAND A   PAND A   PAND A   PULL OR ALTER CASING   PAND A   PAND A   PULL OR ALTER CASING   MULTIPLE COMPL   COMMENCE DRILLING OPNS   PAND A   P	12. Check	Appropriate Box to Indicate Nature o	f Notice, Report or Other Data
PERFORM REMEDIAL WORK   PLUG AND ABANDON   CHANGE PLANS   PAND A   PAND A   PAND A   PULL OR ALTER CASING   PAND A   PAND A   PULL OR ALTER CASING   MULTIPLE COMPL   COMMENCE DRILLING OPNS   PAND A   P	NOTICE OF IN	ITENTION TO:	CURCEOUENT REPORT OF
TEMPORARILY ABANDON   CHANGE PLANS   COMMENCE DRILLING OPNS   P AND A   CASING/CEMENT JOB   CASING/CEMENT		,	
PULL OR ALTER CASING   MULTIPLE COMPL   CASING/CEMENT JOB   MULTIPLE COMPL   OTHER: Production Casing   MULTIPLE COMPLET   OTHER: Production Casing   MULTIPLE CASING   OTHER: Production Casing   OTHER: Pr			<del>-</del>
OTHER: Drilling Permit Extension □ OTHER: P®oduction Casing ☑  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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.  See Attached Summary  RCUD JUL 7 '10 OIL CONS. DIV.  DIST. 3  Spud Date: Rig Release Date:  Thereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE Agent DATE 7/03//2010  Type or print name Dean C. Collins E-mail address: collinsd@zianet.com PHONE: 505-325-3514_ For State Use Only  APPROVED BY: You Agent Date: TITLE Deputy Oil & Gas Inspector, District #3  DATE JUL 1 3 2010			IC/OFMENT IOD 57
OTHER: Drilling Permit Extension OTHER: Peoduction Casing Isomorphisms of the proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.  See Attached Summary  RCVD JUL 7 '10 OUL CONS. DIV. DIST. 3  Spud Date: Rig Release Date:  Thereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE Agent DATE 7/03//2010  Type or print name Dean C. Collins E-mail address: collinsd@zianet.com PHONE: 505-325-3514  For State Use Only  APPROVED BY: Your G. For State Use Only  Deputy Oil & Gas Inspector, District #3  DATE JUL 1 3 2010		MIGETINE DE GOINNE P. S. C. S.	CONTRACTOR OF THE PROPERTY OF
OTHER: Ording Permit Extension   OTHER: Production Casing   Starting any proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.    RCUD JUL 7*10   OTL CONS. DIV.			
of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.  See Attached Summary  RCUD JUL 7'10 OIL CONS. DIV. DIST. 3  Spud Date:  Rig Release Date:  Rig Release Date:  Thereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE  SIGNATURE  TITLE:  Agent  DATE  7/03//2010  PHONE: 505-325-3514  For State Use Only  APPROVED BY:  Agent  Deputy Oil & Gas Inspector. District #3  DATE  DATE  DATE  JUL 1 3 2010	OTHER: Drilling Permit Exter		
See Attached Summary  RCUD JUL 7 10 OIL CDNS. DIV. DIST. 3  Spud Date:  Rig Release Date:  Rig Release Date:  I hereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE  SIGNATURE  JUL 1 3 2010  DATE  DATE  DATE  DATE  DATE  DATE  DATE  DIST: 3  TITLE  DEPUTY Oil & Gas Inspector, District #3  DATE  DAT			
RCUD JUL 7'10 OIL CDNS. DIV. DIST. 3  Spud Date:  Rig Release Date:  Rig Release Date:  Title Agent DATE 7/03//2010  Type or print name Dean C. Collins E-mail address:collinsd@zianet.com PHONE: 505-325-3514_ For State Use Only  APPROVED BY: Yall G. Row Title District #3  DATE JUL 1 3 2010	of starting any proposed w	ork). SEE RULE 19.15.7.14 NMAC. For M	fultiple Completions: Attach wellbore diagram of
RCUD JUL 7'10 OIL CONS. DIV. DIST. 2  Spud Date:  Rig Release Date:  Rig Release Date:  Thereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE  TITLE Agent DATE 7/03//2010  Type or print name Dean C. Collins E-mail address: collinsd@zianet.com PHONE: 505-325-3514  For State Use Only  APPROVED BY: TANGE TO DEATE JUL 1 3 2010	proposed completion-or rec	completion was a reason of the same of the	ACTIVITY OF BASE OF A COLOR A A A GO OFF A COLOR AND A GO A A A A GO A A A A A A A A A A A A
RCUD JUL 7'10 OIL CONS. DIV. DIST. 2  Spud Date:  Rig Release Date:  Rig Release Date:  Thereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE  TITLE Agent DATE 7/03//2010  Type or print name Dean C. Collins E-mail address: collinsd@zianet.com PHONE: 505-325-3514  For State Use Only  APPROVED BY: TANGE TO DEATE JUL 1 3 2010	See Attached Summary		
Spud Date:  Rig Release Date:  Rig Release Date:  I hereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE  SIGNATURE  DATE  7/03//2010  Type or print name  Dean C. Collins  E-mail address: collinsd@zianet.com  PHONE: 505-325-3514  For State Use Only  APPROVED BY:  APPROVED BY:  TITLE  DISTRICT  DISTRICT  DATE		•	
Spud Date:  Rig Release Date:  Rig Release Date:  I hereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE  SIGNATURE  DATE  7/03//2010  Type or print name  Dean C. Collins  E-mail address: collinsd@zianet.com  PHONE: 505-325-3514  For State Use Only  APPROVED BY:  APPROVED BY:  TITLE  DISTRICT  DISTRICT  DATE			
Spud Date:  Rig Release Date:  Rig Release Date:  I hereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE  SIGNATURE  DATE  7/03//2010  Type or print name  Dean C. Collins  E-mail address: collinsd@zianet.com  PHONE: 505-325-3514  For State Use Only  APPROVED BY:  APPROVED BY:  TITLE  DISTRICT  DISTRICT  DATE	,		<b></b>
Spud Date:  Rig Release Date:  I hereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE  SIGNATURE  TITLE  Agent  DATE  7/03//2010  Type or print name  Dean C. Collins  E-mail address: _collinsd@zianet.com  PHONE: 505-325-3514  For State Use Only  APPROVED BY: Lall G. For State Use Collins  Deputy Oil & Gas Inspector,  District #3  DATE JUL 1 3 2010			KCVD JUL 7°10
Spud Date:  Rig Release Date:  I hereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE  SIGNATURE  TITLE  Agent  DATE  7/03//2010  Type or print name  Dean C. Collins  E-mail address: _collinsd@zianet.com  PHONE: 505-325-3514  For State Use Only  APPROVED BY: Lall G. For State Use Collins  Deputy Oil & Gas Inspector,  District #3  DATE JUL 1 3 2010			OEL COMS. DIV.
Spud Date:  Rig Release Date:  Thereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE  SIGNATURE  TITLE  Agent  DATE  7/03//2010  E-mail address: _collinsd@zianet.com  PHONE: 505-325-3514  Deputy Oil & Gas Inspector,  District #3  DATE JUL 1 3 2010			77.77
I hereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE  SIGNATURE  TITLE  Agent  DATE  7/03//2010  Type or print name  Dean C. Collins  E-mail address: collinsd@zianet.com  PHONE: 505-325-3514  For State Use Only  APPROVED BY:  Date	•		
I hereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE  SIGNATURE  TITLE  Agent  DATE  7/03//2010  Type or print name  Dean C. Collins  E-mail address: collinsd@zianet.com  PHONE: 505-325-3514  For State Use Only  APPROVED BY:  Date			
I hereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE  SIGNATURE  TITLE  Agent  DATE  7/03//2010  Type or print name  Dean C. Collins  E-mail address: collinsd@zianet.com  PHONE: 505-325-3514  For State Use Only  APPROVED BY:  Date			
I hereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE  SIGNATURE  TITLE  Agent  DATE  7/03//2010  Type or print name  Dean C. Collins  E-mail address: collinsd@zianet.com  PHONE: 505-325-3514  For State Use Only  APPROVED BY:  Date			
I hereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE  SIGNATURE  TITLE  Agent  DATE  7/03//2010  Type or print name  Dean C. Collins  E-mail address: collinsd@zianet.com  PHONE: 505-325-3514  For State Use Only  APPROVED BY:  Date			
SIGNATURE   Agent   DATE   7/03//2010    Type or print name   Dean C. Collins   E-mail address:   collinsd@zianet.com   PHONE: 505-325-3514    For State Use Only   Deputy Oil & Gas Inspector,   DATE JUL 1 3 2010    APPROVED BY:   Val G   Phone   Date Jul 1 3 2010    TITLE   District #3   DATE JUL 1 3 2010	Spud Date:	Rig Release Date:	
SIGNATURE   Agent   DATE   7/03//2010    Type or print name   Dean C. Collins   E-mail address:   collinsd@zianet.com   PHONE: 505-325-3514    For State Use Only   Deputy Oil & Gas Inspector,   DATE JUL 1 3 2010    APPROVED BY:   Val G   Phone   Date Jul 1 3 2010    TITLE   District #3   DATE JUL 1 3 2010			
SIGNATURE   Agent   DATE   7/03//2010    Type or print name   Dean C. Collins   E-mail address:   collinsd@zianet.com   PHONE: 505-325-3514    For State Use Only   Deputy Oil & Gas Inspector,   DATE JUL 1 3 2010    APPROVED BY:   Val G   Phone   Date Jul 1 3 2010    TITLE   District #3   DATE JUL 1 3 2010	1.00		
TITLE Agent DATE 7/03//2010  Type or print name Dean C. Collins E-mail address: _collinsd@zianet.com PHONE: 505-325-3514  For State Use Only  APPROVED BY: You G. For State Use Only  APPROVED BY: TITLE District #3  DATE JUL 1 3 2010	I hereby certify that the information	above is true and complete to the best of my	knowledge and belief.
Type or print name Dean C. Collins E-mail address: _collinsd@zianet.com PHONE: 505-325-3514  For State Use Only  APPROVED BY: Zal. G. For State Use Only  Deputy Oil & Gas Inspector,  District #3  DATE JUL 1 3 2010		Part of the state of the state of	्रमार करते होत्यक कराज पराज्ञ प्रयोगी प्राप्त समित
Type or print name Dean C. Collins E-mail address: _collinsd@zianet.com PHONE: 505-325-3514  For State Use Only  APPROVED BY: Zal. G. For State Use Only  Deputy Oil & Gas Inspector,  District #3  DATE JUL 1 3 2010	SIGNATURE	TITLE Age	DATE 7/02//2010
For State Use Only  APPROVED BY:   Walter Grant Deputy Oil & Gas Inspector,  District #3  DATE JUL 1 3 2010	SIGNATURE TO THE STATE OF THE S		DATE
For State Use Only  APPROVED BY:   Walter Grant Deputy Oil & Gas Inspector,  District #3  DATE JUL 1 3 2010	Type or print name Dean C. C	Collins E-mail address: coll	insd@zianet.com PHONE: 505-325-3514
O = 144 = = 6 A = = = 1 (16 a = 4) = = 7			e Gas Inspector.
O = 144 = = 6 A = = = 1 (16 a = 4) = = 7	72100	Deputy Oil	intrict #3
Conditions of Approval (if any): REPORT TOP OF CEHENT FOR 41/2" CASIMIS ON CONFLETION SHAPES	APPROVED BY: LOW 1 C-1	· Colo TITLE D	DATE JUL 1 3 ZUIU
	Conditions of Approval (if any):	EPORT TOP OF CENENT FOR	4 /2" CASING ON CONFLETION SHIPLY

## BLANCETT RANCH 24-1 7/3/2010

6/30/2010 DRILLED OUT INSERT FLOAT @ 3837\*KB AND CEMENT F/3837- T/3861\*KB. CIRCULATE WELLBORE CLEAN W/ FRESH WATER. TOOH W/6-1/4" DRILLING ASSEMBLY. RU BLUE JET LOGGERS AND RUN GR-GSL LOG F/3864-T/2500\*KB. RD LOGGERS. MU 6-1/4" AIR HAMMER ASSEMBLY & SURFACE TEST HAMMER (OK). TIH W/ 10 X 4-3/4" DC'S TBHA-(353') AND/3-1/2" DRILL PIPE T/3800\*KB. PT AIR LINES T/ 1300 PSIG (OK). UNLOAD AND GATHER WATER IN FLOWBACK TANK. BREAK CIRCULATION W/ AIR MIST & DRILLOUT CMT F/3861 TO /3878'/FLOAT SHOE AND CLEANOUT 8-3/4" OPEN HOLE SECTION F/3878 TO 3882\*KB. DRILL F/3882 TO 3897\*KB AND DRY UP WELLBORE W/5-GALS FOAMER AND START DUSTING. DRILLED 6±1/4" PRODUCTION OPEN HOLE SECTION F/3897 TO 4500' W/2-4K WOB & 40-55 RPM'S W/2-3MCFD AIR. 24 HR NOTIFICATION TO STEVE HAYDEN W/ NMOCD OF PENDING 4-1/2" CASING CEMENT JOB VIA VOICE MAIL 21:00, 6-30-2010".

7/1//2010 DRILLED 6-1/4" PRODUCTION OPEN HOLE SECTION F/4500 TO /6625'KB/TD @ 22:15; 7/01/2010 W/ 2-4K WOB & 40-55 RPM'S W/ 2-3MCFD AIR EMPLOY N2 MEMBRANE UNIT @ 5500'. CIRCULATE WELLBORE DRY-1-HOU. TOOH & LAYDOWN 3-1/2" DP.

7/2//2010 TOOH & LAYDOWN 3-1/2" DRILLPIPE. BREAK DOWN KELLY. LAYDOWN 4-3/4" DC'S. RU TO RUN 4-1/2" CASING. CHANGE OUT 3-1/2" TO 4-1/2" PIPE RAMS. MU 4-1/2" FLOAT SHOE STACKED W/ 4-1/2" FLOAT COLLAR AND RIH W/ 29 JTS 4-1/2" N-80 11.6# CASING (1116.7') AND 136 JTS (5471.2') OF 4-1/2" J-55 11.6# AND TAGGED SOLID AT 6595'KB. UNABLE TO WORK PAST 6595'KB W/ ALTERNATING 1000-1500 SCFM AIR. RU CEMENTERS. PT LINES TO 4500 PSIG. PUMP 10 BBLS 2% KCL PREFLUSH FOLLOWED BY 10 BBLS CHEMICAL WASH AND 5 BBLS FRESH WATER. MIX AND PUMP /LEAD SLURRY OF 390 SXS (566 FT3) 50/50 POZ W/ 2% GEL, HR-5, HR-9, 5#/SX GILSONITE AND 1/8#/SX POLYFLAKE (YIELD 1.45 FT3/SX) AT 13 PPG AND TOTAL OF 566 FT3 AND TAIL IN W/ 50 SXS (11 BBLS) OF CLASS G NEAT W/, 5#/SX GILSONITE AND 1/8#/SX POLYFLAKE MIXED AT 15.3 PPG W/ 1.24 FT3/SX YIELD = 62 FT3. DROP TOP WIPER PLUG AND DISPLACE W/ 102 BBLS FRESH WATER TO 2200 PSIG. CHECK FOR FLOAT AND HELD (OK). GOOD CIRCULATION AND NO NOTICEABLE PRESSURE DIFFERENTAL INCREASE DURING ISPLACEMENT. RD CEMENTERS. ND BOPE AND SET 7" X 4-1/2" SLIPS W/ 80K WOS. CUT-OFF 4-1/2" CASING. RD BLOOIE LINE. CLEAN CUTTINGS AND BLOOIE LINE PIT. HAUL CUTTINGS FROM PIT. TRANSFER DRILLING MUD T/ LEE #1F. RIG DOWN & RELEASE RIG @ 23:59; 7-2-2010-DROP FROM REPORT. WAIT ON COMPLETION RIG