

Submit 3 Copies To Appropriate District Office  
 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 and Natural Resources

Form C-103  
 Revised March 25, 1999

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

WELL API NO. 30-045- <del>28484</del> 25506
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. NM 26357

**SUNDRY NOTICES AND REPORTS ON WELLS**  
 (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-301) FOR SUCH PROPOSALS.)

1. Type of Well:  
 Oil Well  Gas Well  Other

2. Name of Operator: Calpine Natural Gas Company, L.P.

3. Address of Operator: 1200 17th Street, STE 770, Denver, CO 80202

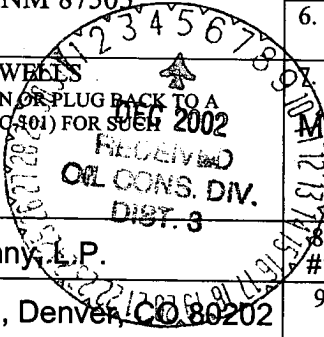
4. Well Location  
 Unit Letter H : 1750 feet from the North line and 1030 feet from the East line  
 Section 23 Township 30N Range 14W NMPM County San Juan

5. Lease Name or Unit Agreement Name: Morton

6. Well No. #1

9. Pool name or Wildcat

10. Elevation (Show whether DR, RKB, RT, GR, etc.)



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

<b>NOTICE OF INTENTION TO:</b>		<b>SUBSEQUENT REPORT OF:</b>	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: Recomplete and downhole commingle <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

12. 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.

DHC 1004A2  
 Calpine is proposing to recomplete into the Basin Fruitland Coal Gas formation and commingle with the Harper Hills formation. The formations will be commingled down hole  
 Division Order : 11363 (91629)  
 Names of Commingled Pools : Basin Fruitland Coal Gas and Harper Hills (98160) FS/PC (98160)  
 Perforated Intervals: Harper Hills 1532-1546 (existing) Basin Fruitland Coal 1510-1526 (proposed)

Allocation Method : We will submit historical averages of of production from Pictured Cliffs wells from surrounding sections and compare that with the historical average production of commingled Pictured Cliffs and Fruitland Coal production and propose an allocation formula based on the average differences.

Commingling of the two formations will not reduce the total value of the total remaining production.

Calpine has sent a sundry notice to the BLM of the proposed action.

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

SIGNATURE Hugo Cartava TITLE Production Manager DATE 12/3/02

Type or print name: Hugo Cartava Telephone No. (720) 946-1302

(This space for State use)  
 Original Signed by STEVEN N. HAYDEN DEPUTY OIL & GAS INSPECTOR, DIST. 3  
 APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE DEC - 5 2002

Conditions of approval, if any:

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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**

<sup>1</sup> API Number <b>30-045-25506</b>		<sup>2</sup> Pool Code <b>71629</b>		<sup>3</sup> Pool Name <b>BASIN FRUITLAND COAL</b>	
<sup>4</sup> Property Code <b>030454</b>		<sup>5</sup> Property Name <b>MORTON</b>			<sup>6</sup> Well Number <b>#1</b>
<sup>7</sup> OGRID No. <b>214274</b>		<sup>8</sup> Operator Name <b>CALPINE NATURAL GAS COMPANY, L.P.</b>			<sup>9</sup> Elevation <b>5838'</b>

<sup>10</sup> Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
H	23	30N	14W		1750'	FNL	1030'	FEL	San Juan

<sup>11</sup> 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

<sup>12</sup> Dedicated Acres <b>320</b>	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.
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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

16				<sup>17</sup> 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 <i>Hugo Cartaya</i>
				Hugo Cartaya Printed Name
				Production Manager
				Title
				11/1/02 Date
				<sup>18</sup> 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
				Signature and Seal of Professional Surveyor:
				Certificate Number

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AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number 30-045-25506		<sup>2</sup> Pool Code 86620		<sup>3</sup> Pool Name TWIN MOUNDS - PC	
<sup>4</sup> Property Code 030454		<sup>5</sup> Property Name MORTON			<sup>6</sup> Well Number #1
<sup>7</sup> OGRID No. 214274		<sup>8</sup> Operator Name CALPINE NATURAL GAS COMPANY, L.P.			<sup>9</sup> Elevation 5838'

<sup>10</sup> Surface Location

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					<p><sup>18</sup> 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.</p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor:</p>
					<p>Certificate Number</p>