State of New Mexico Energy, Minerals and Natural Resources Department

					WELL API NO.			
OIL CONSERVATION DIVISION				30-039-22600				
P.O. Box 2088				5. Indicate Type of Lease				
Santa Fe, New Mexico 87504-2088				STATE[] FEE[]				
SUNDRY NOTIC	ES AND REPORTS S TO DRILL OR T	S ON WELLS (O DEEPEN OR	DO NOT USI TO PLUG BA	E THIS FORM	6. State Oil & Gas Lease No.			
FOR PROPOSALS TO DRILL OR TO DEEPEN OR TO PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101)				NMNM-03551				
FOR SUCH PROP		7.	- <u>- </u>		7. Lease Name or Unit Agreement Name			
1. Type of Well	Oil Well [] G	as Well [X]	Other []		BREECH "E"			
2. Name of Operator					8. Well No.			
	ns Oil Compan	<u>y</u>			64-M			
3. Address of Operat P.O. Box 340	or , Bloomfield, N	NM 87413			Pool Name or Wildcat DAKOTA, MESA VERDE			
4. Well Location Unit Letter J	. 1	Sastian 2		1: (117				
Om Letter J				wnship 6W w Whether DF,RKB	Range	NMPM	Rio Arriba County	
		10.	Die valion (blie	6754 C	•			
NOTICE OF IN	TENTION TO:			SUBSEQUEN		DF:		
PERFORM REMI		[]		REMEDIAL W	ORK		[]	
PLUG AND ABA TEMPORARILY		[]		ALTERING CA COMMENCE D		NIC		
CHANGE PLANS	5	[]		PLUG AND AB			[]	
PULL OR ALTER OTHER: Commin				CASING TEST	AND CEMEN	T JOB	įį	
	ed or Completed Opera	[X]		OTHER:	 <u></u> -			
7/8/02	•							
7/8/02	We request approv				wing procedure	e:		
	T. O. H. laying do		-					
	T. O. H. laying do	wn 2 1/16" Dako	ota tubing from	n 7698' with mode	el R-3 packer.			
	T. I. H. with new 2 3/8" production tubing.							
	Clean out to PBTD, 7800', with air foam unit.							
	Land tubing on doughnut at approximately 7700'. Rig down.							
	Oil Conservation Division Order #11363.							
	Basin Dakota (71599) and Mesa Verde (72319). Perforations: Dakota (7548' – 7751'), Mesa Verde (5030' – 5728')							
	Allocations	<u>Dakota</u>	Mesa Ve	erde			$\frac{1}{7}$	
	Oil Gas	30% 58%	70% 42%				u y	
	Please see attached			_				
	Commingling will	•	•					
	No new surface w				following ones	ntions		
	Estimated starting			will be cleaned up i	tonowing opera	ations.		
NOTE: C								
	ormat is in lieu o				<u> </u>			
I hereby certify that t	he information above	is true and complet	te to the best of	my knowledge and b	elief.			
11. +79/								
SIGNATURE	Very Liver	que		TITLE Supe			uly 8, 2002	
KOREI	RT L. VERQUE	<u>K</u>			Ph.	(505) 632	-1544	
(This space for State	Use)			ers great in the			45.81	
APPROVED BY				TITLE		DATE	in interest of the second of	

CONDITIONS OF APPROVAL, IF ANY:

LAST 12-MONTHS PRODUCTION FOR BREECH E 64-M

DAKOTA

MONTH	GAS	OIL	WATER	DAYS	GAS DPA	OIL DPA
05/01	3,589	5	1	31	116	0.161
06/01	1,298	6	1	10	130	0.600
07/01	3,576	5	1	29	123	0.172
08/01	3,717	6	1	31	120	0.194
09/01	3,481	5	1	30	116	0.167
10/01	1,090	1	0	11	99	0.091
11/01	3,520	5	1	27	130	0.185
12/01	3,907	5	1	31	126	0.161
01/02	3,830	5	1	31	124	0.161
02/02	3,321	5	1	28	127	0.101
04/02	3,018	5	1	23	131	0.179
05/02	3,769	7	1	31	122	
	38,116	60	11		122	0.226 0.210

MESA VERDE

MONTH	GAS	OIL	WATER	DAYS	GAS DPA	OIL DPA
05/01	2,069	13	2	31	67	0.419
06/01	2,499	13	2	30	83	0.413
07/01	2,226	11	2	27	82	0.433
08/01	2,755	15	2	31	89	
09/01	2,597	11	2	30	87	0.484
10/01	798	2		10		0.367
11/01	2,696	12			80	0.200
12/01	3,082	11		27	100	0.444
01/02	2,943	13		31	99	0.355
02/02	2,640			31	95	0.419
04/02	2,040	11	2	28	94	0.393
05/02		11	2	21	99	0.524
03/02	2,914	16	2	31	94	0.516
	29,299	139	22		89	0.413