Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

BUREAU OF LAND MANAGEMENT	 Lease Designation and Serial No. NM-91515
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals	6. If Indian, Allottee or Tribe Name
SUBMIT IN TRIPLICATE	7. If Unit or CA, Agreement Designation
1. Type of Well Oil A Gas Well Other	8. Well Name and No. Tapacitos Canyon #1
THOMPSON ENGR. & PROD. CORP. 037581	9. API Well No.
3. Address and Telephone No. 7415 E. Main Farmington, N.M. 87402 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)	10. Field and Pool, or Exploratory Area Gavilan Manicos 11. County or Parish, State
790'FSL & 1850'FEL Section 4, T26N, R2W	Rio Arriba Co., N.M.
CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPOR	T, OR OTHER DATA
TYPE OF SUBMISSION E C Abandonment Notice of Intent Recompletion	Change of Plans New Construction
Subsequent Report NOV 2 9 1995 Plugging Back Casing Repair Final Abandonment Nouse Company C	Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water
13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting	(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

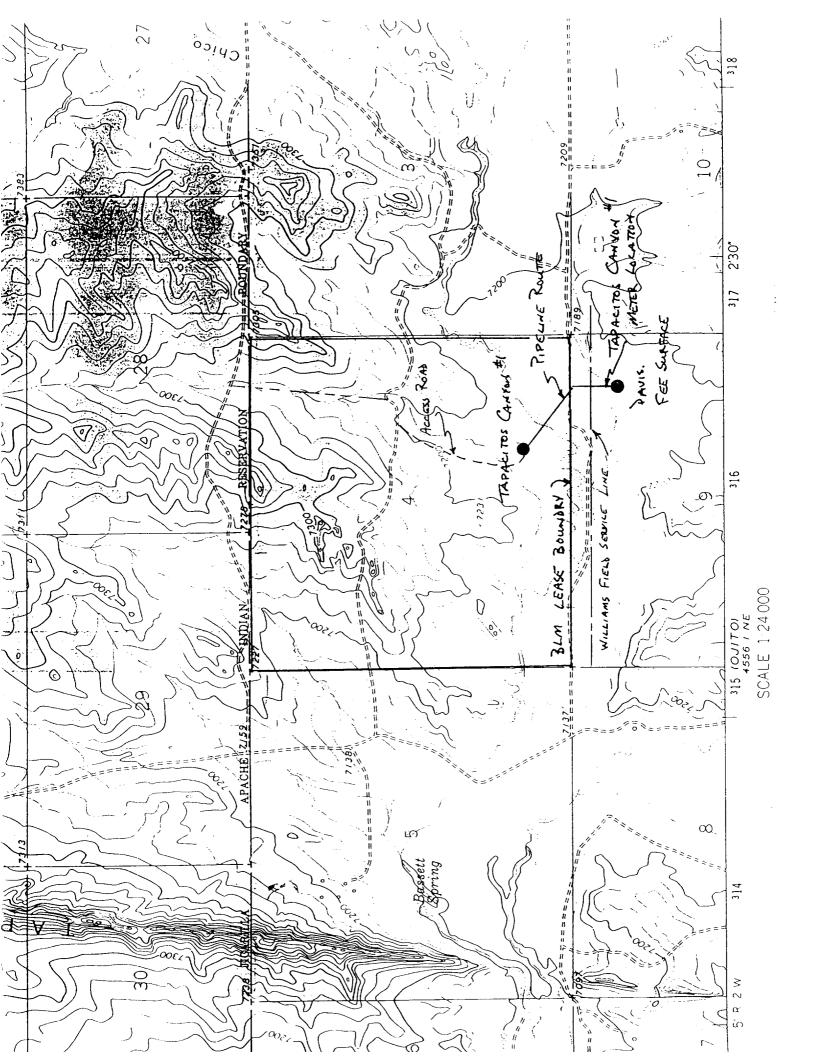
give subsurface locations and measured and true vertical depths for all

THOMPSON ENGINEERING proposes to construct a 2" pipeline connecting the Tapacitos Canyon #1 to William Field Services gathering line as shown on the attached map. The metering facilities will be off lease in the NE/4 of Section 9, T26N, R2W. This location is on Fee Surface Land. The surface owners damage release form is attached.

The pipeline will be 2-3/8" tubing which will be coated and taped and buried 3' - 4' deep. All lines and connections will be tested to wellhead pressure (approx 1000 psi) prior to back filling the ditch.

The cultural survey from Southwest Archaeological Surveys has already been sent to your office.

14 Increby certify that the foregoing septruce and correct (1) Signor Will L M. Bryggod M. Title Paul C. Thompson, President	Date 11-21-95
(This space for Foderal or State office use) by Jenth This space for Foderal or State of State Carlette.	11/27/95
Approved by Patricia M Hall Tide Bestaget Surface Protects Conditions of Approval, if any 1) Ows inscentive water obor where necessary >) Bury to Surface of angua had 3) tesced w/ saed mix in APD An T	ne 3'-4' below operatos Coyon #1.
Spectial Spectial	tes any false forizions or fraudulent statem



DAMAGE RELEASE

THE UNDERSIGNED, for and in consideration of the amount shown below, the receipt of which is hereby acknowledged, releases THOMPSON ENGR. & PROD. CORP. its successors, assigns, agents, contractors and employees, from all claims of every kind and character arising out of or in anywise incident to the construction of a pipeline, with appurtenances thereto, over and through the hereinafter described property.

The undersigned owns and/or is legally in possession of the property described below and entitled to execute this Release and receive and receipt for damages for which payment is hereby acknowledged.

DESCRIPTION C	F PROPERTY IN	2 io ArribA	COUNTY, STATE OF	
Subdivision	Section	Township	Range Z W	B & M
		OD. CORP.the amount o		. •
Witness to Signatu Draft No.	re(s)	h	relette Dan	is
Project Name:				
W/O:	Dwg Na			
LN	Claim No.			

COLEMAN OIL AND GAS COMPANY RIGHT-OF-WAY AND EASEMENT

) :55.

STATE OF New mexico

COUNTY OF	Jan Juan)		•	
of which is herebocate, survey a requipment, electric ommunication of pproximately ale	oy acknowledged, does hereby grant, oute, construct, entrench, maintain, jical cable, cathodic equipment, roads cable and roads being hereinafter soong the line designated by survey he	sell and convey unto said protect, inspect and opera and communication cable proteitines collectively call retofore made or hereaft	Grantee, its successors and assign to a pipeline with appurtenances (said pipeline, appurtenances, valved the "facilities") over, under a croto be made by Grantee, throu	DERATIONS, to the Granter in hand paid by red to as Grantee, the receipt and sufficiency is, an exclusive right-of-way and easement to including but not limited to valves, metering tes, metering equipment, cathodic equipment, and through the hereinafter described land, gh and over the said land on a right-of-way side of the centerline of the first pipeline and below:
ubdivision	Section	Township	Range	B & M
	H	SPN	$\geq \omega$	
Tie-in	For TAPACito	(Canyon	well #1	

This right-of-way and easement shall carry with it the right of ingress and egress to and from, and access on and along said right-of-way, with the right o use existing roads, for the purpose of constructing, inspecting, repairing, protecting and maintaining the facilities and the removal or replacement of same will, either in whole or in part, and the replacement of said pipeline with either like or different size pipe. During temporary periods Grantee may use such ortions of the property along and adjacent to said right-of-way as may be reasonably necessary in connection with construction, maintenance, repair, removal r replacement of the facilities.

TO HAVE AND TO HOLD the above described rights and easements, together with all rights necessary to operate, protect and maintain the facilities ver the right-of-way hereby granted unto the said Grantee, its successors and assigns, and the Grantee may assign the rights and easements herein granted, either whole or in part, subject to the terms of this grant, and such rights and easements shall be covenants running with the land and be binding upon Grantor, theirs, legal representatives and successors in title.

Grantee shall compensate the Granter for all actual damages to Granter's growing crops, pasture, fences, livestock and other real or personal property sprovements caused by the construction, maintenance, repair, replacement or removal of the pipeline and appurtenant facilities. Grantee shall compensate e Grantor for all damages to Grantor's timber caused by the initial construction of the facilities; thereafter, Grantee shall have the right to cut and keep clear ithout payment of damages all trees, brush and other obstructions that may in the Grantee's opinion endanger, hinder or conflict with the construction. peration, inspection, protection, maintenance and use of said pipeline and appurtament facilities.

Grantee further agrees that within a reasonable time following the completion of construction, Grantee shall restore said right-of-way to a condition equal or better than that which existed prior to construction to the extent practicable. Restoration shall include, where necessary, final grading, reseeding and stallation of crosion control structures.

Grantor reserves the right to use and enjoy said property except for the purposes herein granted, but such use shall not hinder, conflict or interfere with rantee's surface or subsurface rights hereunder, or disturb its facilities and no coad was