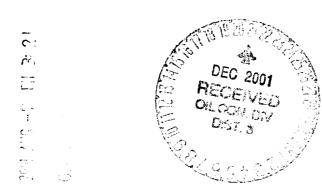
UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

5. Lease Designation and Serial No.

SF 079160 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allotee or Tribe Name 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 7. If Unit or CA. Agreement Designation SUBMIT IN TRIPLICATE RINCON UNIT Type of Well Well Name and No. Well **RINCON UNIT 302M PURE RESOURCES** 30-039-26689 3. Address and Telephone No 10. Field and Pool, or Exploration Area P.O. BOX 850 - BLOOMFIELD, NM 87413 Location of Well (Footage, Sec., T., R., or Survey Description) BASIN DK/BLANCO MV 1673' FSL & 1578' FWL "K" Sec 11, T26N, R07W Rio Arriba, NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF ACTION TYPE OF SUBMISSION Change of Plans Abandonment Notice of Intent **New Construction** Recompletion Non-routine Fracturing Plugging Back Subsequent Report Water Shut-Off Casing Repair Conversion to Injection Altering Casing Final Abandonment Notice Dispose Water X Other 13. Describe Proposed of Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled give subsurface locations and measured and true vertical depth for all markers and zones pertinent to this work.)* This is to notify the BLM that Pure Resources L.P. has applied to DHC the Basin Dakota/Blanco Mesa Verde zones in the Rincon Unit No. 302M



Signed July C. Sully Micheal C. PHILLIPS	Title	San Juan Basin Area Drilling/Production Foreman	Date	08/07/01
(This space for Federal or State office use) Approved by	Title		Date	
Conditions of approval, if any:				

Title 18 U.S.C. Sections 1001, makes is a crime for any person knowingly and willfully to make to any department or agency of the united states of false, fictitious of fraudulent st of representations as to any matter within its jurisdictions.

Submit 3 Copies To Appropriate District	State of	of New Mexico		Form C-103				
Office	& Natural Resource	es	WELL API 1		larch 25, 1999			
histrict I 625 N. French Dr. Hobbs, NM 88240					30-039-26689			
District II	OIL CONSE	OIL CONSERVATION DIVISION			5. Indicate Type of Lease			
811 South First, Artesia, NM 88210	2040 S	2040 South Pacheco		SŤÂTE FEE FEDERAL SF079160				
District III 1000 Rio Brazos Rd., Aztec,NM 87410	Santa	Santa Fe, NM 87505		6. State Oil & Gas Lease No.				
District IV		,						
2040 South Pacheco, Santa Fe, NM 87505	TICES AND PEPOI	TS ON WELLS		7. Lease Nar	ne or Unit Agreeme	nt Name		
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-101) FOR SUCH PROPOSALS.)					_			
1. Type of Well:								
Oil Well Gas Well Other				RINCON UNIT				
2. Name of Operator	Oil wen — out the out of the				8. Well No.			
PURE RESOURCES L.P.					302M			
3. Address of Operator P.O. BOX 850, BLOOMFIELD, NM 87413					9. Pool name or Wildcat Blanco Mesa Verde			
4. Well Location	OX 850 , BLOOMFIELD,	NM 6/413		<u> </u>	Dianco Mesa Ve	lue		
Unit Letter K	: 1673' feet fi	rom the SOUTH	line and	1578'	feet fom the	WEST_line		
Section	11Town	ship 26N Ran	ge <u>07W</u>	NMPM	RIO ARRIBA	County		
	10. Elevation	(Show wheather DF,R	KB,RT,GR,etc.)	T				
•		6709' K	В					
	Appropriate Box to In	dicate Nature of No	tice, Report,	or Other Da	ta			
NOTICE OF	INTENTION TO:		SU	SSEQUENI	REPORT OF:			
PERFORM REMEDIAL WORK	PLUG AND ABANDO	N REMEI	DIAL WORK		ALTERING (CASING		
TEMPORARILY ABANDON	CHANGE PLANS		ENCE DRILLING	OPNS	PLUG AND ABANDONN	MENT		
PULL OR ALTER CASING	MULTIPLE COMPLETION		G TEST AND NT JOB					
OTHER:		OTHE	₹:					
12. Describe proposed or composed was or recompliation	pleted operations.(Clear ork. SEE RULE 1103.	For Multiple Comp	details, and g letions: Attac	tve perunent ch wellbore d	liagram of propos	ed completion		
SEE ATTACHED								
				art	4			
				11/61				
I hereby certify that the informa		nplete to the best of my	knowledge ar S.1.	nd belief. Basin Area				
SIGNATURE 77	of C. Della	TITLE		oduction Fore	eman DATE	08/07/01		
Type or print name		Micheal C. Phillips			TELEPHONE NO.	(505) 632-181		
This space for State Use)								
APPROVED BY		TITLE			DATE			
Conditions of approval, if any:								

In accordance with Division Order - NO. R-11383.19.5.5.303 (C)-c, Pure Resources request permission to down hole commingle blanco Mesa Verde formation and Basin Dakota in the following well.

Rincon Unit No. 302M 1673' FSL & 1578' FWL "K" Sec 11, T26N - R07W Rio Arriba County, New Mexico

Perforated Intervals

(Basin Dakota)

Graneros

Dakota

(Blanco Mesa Verde)

Cliff House

Menefee Pt Lookout

Allocation of production will be at a later date using established production of the Dakota minus the total production of the commingled well.

The Blanco Mesa Verde formation is uneconomic to drill as a stand-alone well. To develop these reserves, a dual or commingled completion is required. We estimate an ultimately recovery of approximately 750 MMCFD from the mesa Verde Horizon, which would remain otherwise undeveloped.

Both zones are of common ownership and produce essentially dry gas. Therefore the formation fluids are compatible. Also no crossflows will occur between the commingled zones.

Also a copy of the respective 3160 will be sent to the BLM for notification.

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