Type of Well

Signed

Approved by

Conditions of approval, if any:

Wet

X

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

6. If Indian, Allotee or Tribe Name

SF 079160

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

SUBMIT IN TRIPLICATE

PURE RESOURCES

"K" Sec 12, T26N, R07W

Other

1. Notice CA: Applement Designation
RINCON UNIT
8. Well Name and No.
RINCON UNIT 231R
9. API Well No.
30-039-26691

BASIN DK/BLANCO MV

RIO ARRIBA, NM

10. Field and Pool, or Exploration Area

Dispose Water

Address and Telephone No P.O. BOX 850 - BLOOMFIELD, NM 87413 Location of Well (Footage, Sec., T., R., or Survey Description)

/s/ Jim Lovato

1943' FSL & 1595' FWL

DHC COMMINGLING

12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion **New Construction** Subsequent Report Plugging Back Non-routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Π Altering Casing Conversion to Injection X

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. 231R

> > SAN JUAN BASIN DRILLING/PRODUCTION FOREMAN 01/23/02

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 statem of representations as to any matter within its jurisdictions.

Submit 3 Copies To Appropriate District		State of New Mexico		Form C-103		
Office District I	Energy, Minerals & Na	ntural Resources	WELL API NO	Revised March 25, 1999		
1625 N. French Dr. Hobbs, NM 88240	OH CONCEDUATION DURING		30-039-26691			
District II 811 South First, Artesia, NM 88210	OIL CONSERVATION DIVISION		5. Indicate Type of Lease			
District III	2040 South Pacheco		STÂTE FEE FEDERAL SF 079160			
1000 Rio Brazos Rd., Aztec,NM 87410 District IV	Santa Fe, NM 87505		6. State Oil & Gas Lease No.			
2040 South Pacheco, Santa Fe, NM 87505						
(DO NOT USE THIS FORM FOR I DIFFERENT RESERVOIR. USE"/ PROPOSALS.)	OTICES AND REPORTS ON WELLS PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH		7. Lease Name or Unit Agreement Name			
1. Type of Well: Oil Well Gas We	ell X Other			RINCON UNIT		
2. Name of Operator			8. Well No.			
3. Address of Operator	PURE RESOURCES L.P.	E RESOURCES L.P.		231R 9. Pool name or Wildcat		
•	OX 850 , BLOOMFIELD, NM	87413	Basin DK/Blanco MV			
4. Well Location			·			
Unit Letter K	: 1943 feet from the	ne SOUTH line and	1595 fee	et fom the WEST line		
Section		26N Range 07W		O ARRIBA County		
	10. Elevation (Show	wheather DF,RKB,RT,GR,etc.)				
11. Check	Appropriate Box to Indicate	6512' Nature of Notice Report	or Other Data			
11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:						
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WORK		ALTERING CASING		
TEMPORARILY ABANDON [☐ CHANGE PLANS ☐ COMMENCE DRILLING		OPNS	PLUG AND ABANDONMENT		
PULL OR ALTER CASING [MULTIPLE COMPLETION	CASING TEST AND CEMENT JOB				
OTHER:		_	DH	IC X		
Describe proposed or comp of starting any proposed wo or recompliation	oleted operations.(Clearly state ork. SEE RULE 1103. For M					
	SEE ATTACH	ED				
· ·						
.						
-						
•						
				MH		
I hereby certify that the information above is true and complete to the best of my knowledge and belief. San Juan Basin Drilling/Production						
SIGNATURE ML	Alli		oreman	DATE 01/23/01		
Type or print name	Mi	ke Phillips		TELEPHONE NO. (505) 632-1811		
This spance for State Use)						
APPROVED BY Conditions of approval, if any:		TITLE		DATE		

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. 231R 1943' FSL & 1595' FWL "K" Sec 12, 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 duel 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 common ownership and produce essentially dry gas. Therefore the formation fluids are compatible. Also no cross flows will occur between the commingled zones.

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

Mot