Subject 5 Copies 10 Appropriate District Office	State of the Energy, Minerals & Nat		Form C-103 Revised March 25, 1999						
District I 1625 N. French Dr. Hobbs, NM 88240	/ · · · · · · · · · · · · · · · · · · ·	W	WELL API NO. 30-039-26982						
District II	OIL CONSERVATION DIVISION				Indica		of Lease		<u>.z</u>
811 South First, Artesia, NM 88210 District III	2040 South Pacheco					STAT	Е [_]	FEE	]
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					FEDERAL LEASE SF079160  7. Lease Name or Unit Agreement Name				
(DO NOT USE THIS FORM FOR PROJECT OF THE PROPOSALS.)  1. Type of Well:  Oil Well Gas Well  2. Name of Operator  3. Address of Operator	PPLICATION FOR PERMIT" (FORM	PENOR F	PLUC BACK TO	A SO	Well N	RI o. ame or	NCON UN  134R  Wildcat n DK/Blanc	IIT	
4. Well Location									
Unit LetterA	:665'feet from th	e <u>NC</u>	ORTH line a	and	665'	_feet f	om the _	EAST	_line
Section	12 Township _	26N	Range	07W	NMPM	RIO.	ARRIBA	_County	
	10. Elevation (Show	wheathe	er DF,RKB,RT	GR,etc.)					
6583' GR 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 W	ORK			ALTERING	CASING	
TEMPORARILY ABANDON	CHANGE PLANS	NGE PLANS COMMENCE DRILLING			' <b>N</b> S		PLUG AND		
PULL OR ALTER CASING	MULTIPLE COMPLETION	X	CASING TEST			ABANDONMENT			
OTHER:			OTHER:						Г
of starting any proposed work. SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompliation  SEE ATTACHED									
I hereby certify that the information SIGNATURE  Type or print name  This spance for State Use)	ally	the best	San ]	edge and be Juan Basin Dri Fore	lling/ Prod		DATE		32-1811
APPROVED BY Conditions of approval, if any:	off a market R <b>Havoe</b>	TIT	LE	TY WALL BY	<u>ය (කෞද්ය</u>	Croo, N	AL DATE	IG 2 9 ,	2002

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. 134R
665' F N L & 665' F E L
" A " Sec 12 , T 26N - R 07W
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.