

Submit 3 Copies To Appropriate District Office

District I
1625 N. French Dr. Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Form C-103
Revised March 25, 1999

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.)		WELL API NO. 30-039-26566
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator PURE RESOURCES L.P.		6. State Oil & Gas Lease No. STATE
3. Address of Operator P.O. BOX 850, BLOOMFIELD, NM 87413		7. Lease Name or Unit Agreement Name RINCON UNIT
4. Well Location Unit Letter I : 1956' feet from the South line and 845' feet from the East line Section 16 Township 27N Range 06W NMPM RIO ARRIBA County		8. Well No. 156M
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 6490' GR		9. Pool name or Wildcat Blanco Mesa Verde

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data
NOTICE OF INTENTION TO: **SUBSEQUENT REPORT OF:**

PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input checked="" type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date 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 above is true and complete to the best of my knowledge and belief.

SIGNATURE *Micheal C. Phillips* TITLE S.J. Basin Area Drilling/Production Foreman DATE 08/07/01

Type or print name Micheal C. Phillips TELEPHONE NO. (505) 632-1811

APPROVED BY Original Signed by STEVEN N. HAYDEN TITLE OIL & GAS INSPECTOR, DIST. 3 DATE AUG - 9 2001

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. 156M
1956' FSL & 845' FEL
"I" Sec 16, T27N - R06W
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.

