

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. 306M
2026' FNL & 1610' FWL
"F" Sec 34, T27N - 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.