Form 3160-5 (June, 1990)

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 079364

SUNDRY NOTICES AND REPORTS ON WELLS

"G", Sec 28, T27N - R06W	Rio Arriba NM
1955' FNL & 1884' FEL	11. County or Parish, State
Location of Well (Footage, Sec. T., R., or Survey Description)	Basin DK/Blanco MV
P.O. BOX 850 - BLOOMFIELD, NM 87413	10. Field and Pool, or Exploration Area
Address and Telephone No.	30-039-26825
PURE RESOURCES	9. API Well No.
Well X Well Other	RINCON UNIT 127R
Gas Gas	8. Well Name and No.
Type of Well	RINCON UNIT
SUBMIT IN TRIPLICATE	
	7. If Unit or CA. Agreement Designation
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	

12.	CHECK APPROPRIATE E	SOX(s)	TO INDICATE NA	ATURE OF NOTICE, R	REPORT, OR C	THER DATA
	TYPE OF SUBMISSION			TYPE OF ACT	ION	
	Notice of Intent		Abandonment			Change of Plans New Construction
	Subsequent Report		Recompletion Plugging Back Casing Repair		Ä	Non-routine Fracturing Water Shut-Off
	Final Abandonment Notice		Altering Casing Other	DHC	Ë	Conversion to Injection Dispose Water
		K		DIIC	Соп	te: Report results of multiple completion on Well inpletions or Recompilations Reports and Log form

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. 127R

Signed The Dilly Mike Phillips	Title	SAN JUAN BASIN DRILLING/PRODUCTION FOREMAN	Date	08/23/02
(This space for Federal or State office use) Approved by Approved by	Title		Date	SEP - 4
Conditions of approval, if any:				

of representations as to any matter within its jurisdictions.

^{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.)*

Submit 3 Copies To Appropriate District	State of New		Form C-103 Revised March 25, 1999		
Office District I	Energy, Minerals & Natu	irai Resources	WELL API NO.		
1625 N. French Dr. Hobbs, NM 88240 District II	OIL CONSERVAT	ON DIVISION	5. Indicate Type of	30-039-26825 of Lease	
811 South First, Artesia, NM 88210	2040 South	STATE FEE			
<u>District III</u> 1000 Rio Brazos Rd., Aztec,NM 87410	Santa Fe, N	6. State Oil & Gas Lease No.			
District IV 2040 South Pacheco, Santa Fe, NM 87505			FEDERAL LEASE SF079364		
SUNDRY NOT (DO NOT USE THIS FORM FOR PROPERENT RESERVOIR. USE"AF PROPOSALS.)	TICES AND REPORTS OF ROPOSALS TO DRILL OR TO DEEPERPLICATION FOR PERMIT" (FORM OF PERMIT)	EN OR PLUG BACK TO A	7. Lease Name or U	nit Agreement Name	
1. Type of Well: Oil Well Gas Well	X Other		RIN	ICON UNIT	
Oil Well Gas Well 2. Name of Operator	Other		8. Well No.		
	PURE RESOURCES L.P.		9. Pool name or V	127R Wildcat	
3. Address of Operator P.O. BO	X 850 , BLOOMFIELD, NM 8	7413		DK/Blanco MV	
4. Well Location					
Unit Letter G	: 1955' feet from the	NORTH line and	1884'feet fo	m the <u>EAST</u> line	
Section	Z8Township	27N Range06W	NMPMRIO A	ARRIBA County	
	10. Elevation (Show	wheather DF,RKB,RT,GR,etc.)		
	Appropriate Box to Indicate	6621' GR	or Other Data		
	INTENTION TO:	Nature of Notice, Report,	BSEQUENT REP	ORT OF:	
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WORK		ALTERING CASING	
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLING	G OPNS	PLUG AND	
PULL OR ALTER CASING	MULTIPLE	CASING TEST AND		ABANDONMENT	
_	COMPLETION	CEMENT JOB		F3	
of starting any proposed wo or recompliation	leted operations.(Clearly state ork. SEE RULE 1103. For M	e all pertinent details, and guitiple Completions: Atta	give pertinent dates, ich wellbore diagran	n of proposed completion	
				~ * ?	
		SEE ATTACHED		;	
		SEE ATTACHED		*	
				· · · · · · · · · · · · · · · · · · ·	
				-	
				V-2	
I hereby certify that the informati		o the best of my knowledge a	nd belief. sin Drilling/ Production		
SIGNATURE MALES	Billy	TITLETITLE	Foreman	DATE08/23/02	
Type or print name	M	ike Phillips	TE	ELEPHONE NO. (505) 632-1811	
This spance for State Use)				D. 4.882	
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. 127R 1955' F N L & 1884' F E L " G " Sec 28 , T 27N - R 06W 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.