Submit 3 Copies To Appropriate District		ew Mexico	Form C-103
Office	Energy, Minerals & N	atural Resources	Revised March 25, 1999 WELL API NO.
District I 1625 N. French Dr. Hobbs, NM 88240 District II	OIL CONSERVA	ATION DIVISION	30-039-27008 5. Indicate Type of Lease
811 South First, Artesia,NM 88210	2040 Sout		STATE FEE
<u>District III</u> 1000 Rio Brazos Rd., Aztec,NM 87410		NM 87505	6. State Oil & Gas Lease No.
District IV. 2040 South Pacheco, Santa Fe, NM 87505	, , , , , , , , , , , , , , , , , , ,		Federal Lease SF079366
SUNDRY NO	TICES AND REPORTS	ON WELLS	7. Lease Name or Unit Agreement Name
(DO NOT USE THIS FORM FOR P DIFFERENT RESERVOIR. USE"A PRC POSALS.)	PROPOSALS TO DRILL OR TO DEI	EPEN OR PLUG BACK TO A	
1. Type of Well: Oil Well Gas Well	ll X Other	TO COLOR OF STATE OF	RINCON UNIT
2. Name of Operator		10 2002 N.	8. Well No.
3. Address of Operator	PURE RESOURCES L.P.	Me Me	© 174k © 9. Pool name or Wildcat
P.O. BC	OX 850 , BLOOMFIELD, NM	87413	Basin DK/Blanco MV
4. Well Location	10411 5 (5)	the NORTH line and	785' feet form the WEST line
Unit LetterD	: 1041' feet from	9151818	
Section	19 Township	27N Range 06W	NMPM RIO ARRIBA County
	10. Elevation (Sho	w wheather DF,RKB,RT,GR,et	tc.)
11 Chock	Appropriate Box to Indica	6586' GR	t. or Other Data
NOTICE OF	INTENTION TO:	S	UBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WORK	ALTERING CASING
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLI	NG OPNS PLUG AND ABANDONMENT
PULL OR ALTER CASING	MULTIPLE COMPLETION	CASING TEST AND CEMENT JOB	ABANDONMENT
OTHER		OTHER:	
12. Describe proposed or comp of starting any proposed we or recompliation	oleted operations.(Clearly states) ork. SEE RULE 1103. For	ate all pertinent details, and Multiple Completions: At	give pertinent dates, including estimated date tach wellbore diagram of proposed completion
SEE ATTACHED			
I here by certify that the information	SEOAZ tion above is true and complete	San Juan E	Basin Drilling/ Production
SIGNATURE	MUT	TITLE	Foreman DATE 08/23/02
Type or print name		Mike Phillips	TELEPHONE NO. (505) 632-181
This spance for State Use) Congined State APPF:OVED BY Conditions of approval, if any:	M by STEVEN H. HAYDE	N OFFIT OL & CAS	DATE 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. 174R
1041' F N L & 785' F W L
" D " Sec 19 , 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.