Appropriate District Office DISTRICT I P.O. Box 1980, Hobbs, NM 88240

P.O. Drawer DD, Artesia, NH 88210

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT II

DISTRICT III

ocuce of New Mexico Energy, Minerals and Natural Resources Department

Form C-104 Revised 1-1-89 See Instructions at Bottom of Page

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico /87504-2088

REQUEST FOR ALLOWABLE, AND AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS

I. Name of Operator: Blackwood & Nichols Co., Ltd. Well API No .: 30-039-24659 Address of Operators P.O. Box 1237, Durango, Colorado 81302-1237 Reason(s) for Filing (check proper area): Other (please explain) New well: X Change in Transporter of: Recompletion: Oil: Dry Gas: Change in Operator: AUG2 2 1990 'Casinghead Gas: Condensate: If change of operator give name OIL CON. DIV. and address of previous operator: DIST. 3 II. DESCRIPTION OF WELL AND LEASE Lease Name: Northeast Blanco Unit Well No.: 491 Pool Name, Including Formation: Basin Fruitland Coal Kind Of Lease State, Federal Or Fee: Lease No. SF-079010 LOCATION Unit Letter: J; 1756 ft. from the South line and 1442 ft. from the East line Section: 25 Township: 31M Range: 74, MMPM, County: Rio Arriba III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS Name of Authorized Transporter of Oil: or Condensate: X Address (Give address to send approved copy of this form.) Giant Transportation P.O. Box 12999, Scottsdale, AZ 85267 Name of Authorized Trnsptr of Casinghead Gas: or Dry Gas: X Address (Give address to send approved copy of this form.) Blackwood & Nichols Co. Durango, If well produces oil or liquids, give location of tanks. CO 81302 Unit Tup 31N Rge. Is gas actually connected? When? If this production is commingled with that from any other lease or pool, give commingling order number: IV. COMPLETION DATA Designate Type of Completion (X) Oil Well Gas Well New Well Workover Deepen Plug Back Same Res'v Diff Res'v Date Spudded: Date Compl. Ready to Prod.: 4-7-00 Total Depth: P.B.T.D.: 3190 3100 Elevations (DF, RKB, RT, GR, etc): Name of Producing Formation: Top Oil/Gas Pay: Tubing Depth: 6268' GL Fruitland Coal 2882 2872 Perforations: Depth Casing Shoe: 2882 -6H 3190 7" 2 2882 TUBING CASING AND CEMENTING RECORD HOLE SIZE CASING & TUBING SIZE DEPIH SET SACKS CEMENT 12.25" 9.625 307 295 cf Class B 8.75" 7.000" 28824 726 cf 65/35 POZ/148 cf Class B 2.375" 28721 V. TEST DATA AND REQUEST FOR ALLOWABLE OIL WELL (Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours.) Date First New Oil Run To Tank: Date of Test: Producing Method: (Flow, pump, gas, lift, etc) Length of Test: Tubing Pressure: Casing Pressure: Choke Size: Actual Prod. Test: Oil-Bbls.: Water - Bbls.: Gas-MCF: GAS WELL To be tested; completion gauges: 582 MCFD (dry 2" pitot) Actual Prod. Test - MCFD: 582 MCFD (dry) Length of Test: Bbls. Condensate/MMCF: Gravity of Condensate: Testing Method: Completion Gauge Tubing Pressure: (shut-in) Casing Pressure: (shut-in) 1500 psig Choke Size: 600 psig 2" pitot VI. OPERATOR CERTIFICATE OF COMPLIANCE I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above Date Approved is true and complete to the best of my knowledge and belief. W William Roy W. Williams Signature SUPERVISOR DISTRICT #3 Date: 8/20/90 Title: Administrative Manager

Telephone No.: (303) 247-0728

2) All sections of this form must be filled out for allowable on rew and recompleted wells.

3) Fill out Sections I, II, III and VI for changes of operator, well name or number, transporter, or other such changes.

4) Separate Form C-104 must be filed for each pool in multiply completed wells.

INSTRUCTIONS: This form is to be filed in compliance with Rule 1104

1) Request for allowable for newly drilled or deepened well must be accompanied by tabulation of deviation tests taken in accordance with Rule 111.