DISTRICTI 1625 N. French Dr., Hobbs, NM 88240

811 South Frist, Artesia, NM 88210

1000 Rio Brazos Rd., Aztec, NM 87410

1/15/01

Date

Telephone

325-4397

DISTRICT II

DISTRICT III

State of New Mexico Energy, Minerals and Natural Resources

Form C-10 Revised March 25,1999

Instructions on back

OIL CONSERVATION DIVISION

Submit to Appropriate District Offic State Lease - 6 Copie

2040 South Pacheco Santa Fe, NM 87505

AMENDED REPORT

Fee Lease - 5 Copie

DISTRICT IV 2040 South Pachecc, Santa Fe, NM 87505 APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE Operator Name and Address Four Star Oil and Gas Co. NM 87401 3300 N. Butler Ave, Ste100 Farmington JAN 2001 ⁵ Property Name Property Code 1-B NEW MEXICO COM C 17713 Surface Location Feet From The East/West Line County Feet From The North/South Line Township Range Lot.ldn Section UI or lot no SAN JUAN WEST 660 SOUTH 1515 **R10W** T30N 36 Proposed Bottom Hole Location If Different From Surface Feet From The East/West Line County Feet From The North/South Line Lot.ldn Ul or lot no | Section Range Township 10 Proposed Pool 2 9 Proposed Pool 1 BLANCO MESA VERDE 15 Ground Level Elevation Lease Type Code WellType Code Rotary or C.T. Work Type Code 5939 GR -S -R G 20 Spud Date 19 Contractor Formation 17 Proposed Depth Multiple 6/15/01 BEAR CAT MESA VERDE 4950' ... N Proposed Casing and Cement Program EST. TOP WEIGHT PER FOOT SACKS OF CEMENT SETTING DEPTH SIZE OF CASING SIZE OF HOLE SURFACE 260 SXS 350 24# 12-1/4 8-5/8 SURFACE 550 SXS 4950' ---11.6# 4-1/2" 7-7/8" 22 Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zoneand proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary 22 FOUR STAR OIL AND GAS CO. PROPOSES TO DRILL THIS DEVELOPMENT WELL TO A DEPTH OF 4950'. THIS WELL WILL TEST THE 23 OF THE MESA VERDE FORMATION. IF THE WELL IS UNPRODUCTIVE, IT WILL BE PLUGGED AND ABANDONED AS PER STATE **PRODUCTIVITY** REQUIREMENTS. 25 BOND COVERAGE FOR THIS WELL IS PROVIDED BY BOND NO. K02907914-C4073(NATION WIDE BLM BOND)& BOND NO. K02907914-F4072 26 (NATION WIDE BIA BOND) 28 A THREATENED -ENDANGERED SPECIES SURVEY AND ARCHAEOLOGICAL SURVEY WERE PERFORMED AS REQUIRED. OIL CONSERVATION DIVISION I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Approved By: Signature OIL & GAS INSPECTOR, DIST. 45 Title: Arthur D. Archibeque Printed Name Expiration Date Approval Date 1 Title Eng. Assistant

Conditions of Approval:

Disalist I' PO Box 1980, Hobbs, NM 88241-1980

Sistrict II PO Drawer DD, Antesia, NM 88211-0719

District III 1000 Rio Brazos Rd., Aztec, NM 87410

District IV PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

Form C-102 Revised February 21, 1994 Instructions on back

Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

		*Pool	!	°Pool Name BLANCO MESAVERDE →				
30-045-3 Property Code	050/	/ 2	72319 - BLANCO ME 'Property Name			SAVERUE → "Well Number		
17713			NEW MEXICO COM C			1B		
OGRID No.		-C	Operator Name			*Elevation		
1.31994			DUR STAR OIL & GAS COMPANY			5939 -		
10 SUrface Location UL or lot no. Section Township Range Lot Ion Feet from the North/South line Feet from the East/West line County								
L 36		10W	1515	SOUTH	660	WEST	SAN JUAN	
	¹¹ Bottom Ho			f Different	From Sur	face		
UL or lot no. Section	Township	Range Lot 1	idn Feet from the	North/South line	Feet from the	East/West line	County	
Dedicated Acres	13 Joint or Infill 14 Consolidation Cod		Code 15 Order No					
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION								
5283.96. 90 90 15151	J. J	36) — ——		Signature and construction of the signat	have D. Ar Name N	TIFICATION ocation shown on this plact actual surveys made by me the same is true and	
		5245.	68 '		Certific	cate Number	5011 6857	

USGS 7.5 MINUTE TOPOGRAPHIC SURVEY MAP TURLEY QUADRANGLE SAN JUAN COUNTY, NEW MEXICO

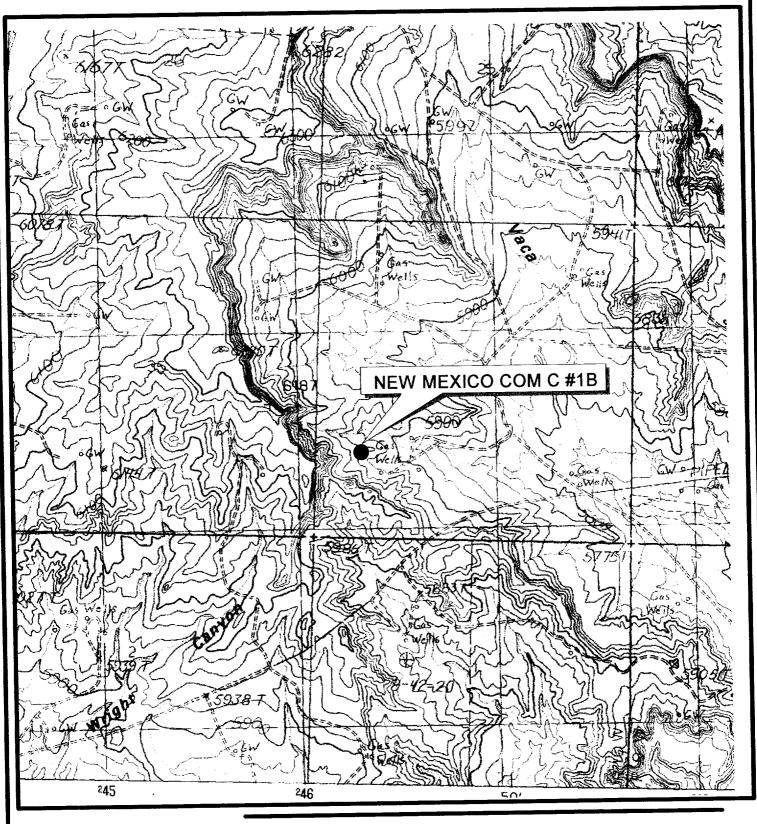
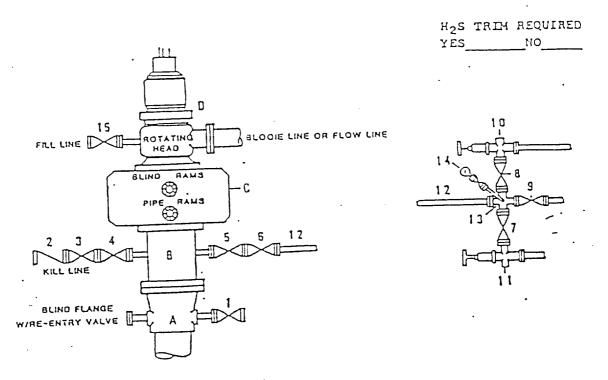


FIGURE 2 PROJECT AREA MAP FOUR STAR OIL AND GAS COMPANY PROPOSED NEW MEXICO COM C #1B TOWNSHIP 30N, RANGE 10W, SECTION 36

DRILLING CONTROL CONDITION II-B 3000 WP

FOR AIR DRILLING OR WHERE NITROGEN OR AIR BLOWS ARE EXPECTED



DRILLING CONTROL

MATERIAL LIST - CONDITION II - 5

A.	Texaco Hellhead
8 .	Jood W.P. drilling spool with a 2" minimum flanged outlet for choke line.
с .	Jodof W.P. Dual ram type preventer, hydraulic operated with 1" steel, J0004 W.P. control lines (where substructure height is adequate, 2 - J0004 W.P. single ram type preventers may be utilized).
D	Rotating Head with fill up outlet and extended Bloois Line.
1,3,4,	2 minimum 1000f W.P. Clanged full opening steel gate valve, or Halliburton Lo Torc Plug valve.
2	2" minimum 30001 W.P. back pressure valve.
5,6,9)" minimum 10001 W.P. (langed full opening steel gate valve, or Halliburton Lo Torc Plug valve.
1.2]" minimum schedule 80, Grade "N", seamless line pips.
7.7	1" minimum x)" minimum 10001 W.P. (langed cross.
10,11	2" minimum 10001 W.P. adjustable choxe bodies.
14	Cameron Hud Gauge or equivalent (location optional in thoke line).
1.5	27 minimum 1000f M.P. Clanged or threaded full opening steel gate valve, or Halliburton Lo Torc Plug valve.