<u>District III</u> 1000 Rio Brazzos Rd., Azzec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

State of New Mexico

Form C-101 Permit 70518

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

IM I DI CITITO I TOTA	THE DESIGNATION OF THE PROPERTY OF THE PROPERT								
1.	Operator Name and Address	2. OGRID Number							
	SOURCES OIL & GAS COMPANY LP	14538							
221070	3401 E. 30TH STREET RMINGTON, NM 87402 3. API Number								
TAN	30-045-34623								
4. Property Code	5. Property Name	6. Well No.							
7298	MCCLURE	100							

7. Surface Location

	UL - Lot	Section	on Township Range		Lot Idn	Lot Idn Feet From N/S Line			E/W Line	County
	E	10	29N	11W	E	1845	N	865	w	SAN JUAN

8. Pool Information

BASIN FRUITLAND COAL (GAS)	71629
DAJIN PROTEIND COND(OND)	71043

Additional Well Information

	561		I I I I I I I I I I I I I I I I I I I		The state of the s
9. Work Type 10. Well New Well GA			11. Cable/Rotary	12. Lease Type Private	13. Ground Level Elevation 5726
14. Multiple 15. Proposed Depth N 2202			16. Formation Fruitland Coal	17. Contractor	18. Spud Date
Depth to Ground 101	water		Distance from nearest fresh water w > 1000	Distance to nearest surface water 499	
Pit: Liner: Synthetic D Closed Loop Syster	_	mils thick		Orilling Method: Fresh Water Brine	Diesel/Oil-based Gas/Air

19. Proposed Casing and Cement Program

-		a . m					
Type Hole Size		Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC	
Surf	8.75	7	20	120	50	0	
Prod	6.25	4.5	10.5	2202	338	0	

Casing/Cement Program: Additional Comments

This is a type 2 of the COPC Master Operations Plan. The cement volumes are in cubic feet instead of sacks. The pit sundry will be submitted after the APD has been approved.

Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer		
DoubleRam	2000	2000	schafer		

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to	OIL CONSERVATION DIVISION				
NMOCD guidelines , a general permit X, or an (attached) alternative OCD-approved plan .	Approved By: Charlie Perrin				
Printed Name: Electronically filed by Philana Thompson	Title: District Supervisor				
Title: Regulatory Technician	Approved Date: 3/6/2008 Expiration Date: 3/6/2010				
Email Address: thomppp@conocophillips.com					
Date: 3/3/2008 Phone: 505-326-9530					

District I

1625 N. French Dr., Hobbs, NM 88240 Phone:(505) 393-6161 Fax:(505) 393-0720

District II

1301 W. Grand Ave., Artesia, NM 88210 Phone:(505) 748-1283 Fax:(505) 748-9720

<u>District III</u> 1000 Rio Brazos Rd., Azzec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico

Form C-102 Permit 70518

Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

	Ed et		•••			
1. API Number	2. Pool Code	3. Pool Name				
30-045-34623	71629	BASIN FRUITLAND COAL (GAS)				
4. Property Code	5. Property	6. Well No.				
7298	MCCLU	MCCLURE				
7. OGRID No.	8. Operator	Name	9. Elevation			
14538	BURLINGTON RESOURCES (BURLINGTON RESOURCES OIL & GAS COMPANY LP				

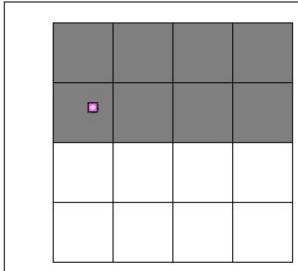
10. Surface Location

ě	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County	
	E	10	29N	11W		1845	N	865	W	SAN JUAN	

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	T	ownship	Range	Lot	Idn	Feet From	N/S L	ine	Feet From	E/W Line	County
12. Dedicated Acres 320.00			13. 1	Joint or Infill		14	. Consolidation (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



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Philana Thompson Title: Regulatory Technician

Date: 3/3/2008

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Roy A Rush Date of Survey: 11/12/2007 Certificate Number: 8894