<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 82688

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

1.	Operator Name and Address	2. OGRID Number	
	SOURCES OIL & GAS COMPANY LP	14538	
27107	1401 E. 30TH STREET UMINGTON , NM 87402	3. API Number	
1111	dviii 0 1 0 11 , 11 11 0 7 - 0 2	30-045-34809	
4. Property Code	5. Property Name	6. Well No.	
7138	HUERFANITO UNIT	106M	

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
K	2	26N	09W	K	1965	S	1490	W	SAN JUAN

8. Pool Information

BLANCO-MESAVERDE (PRORATED GAS)	72319
BASIN DAKOTA (PRORATED GAS)	71599

Additional Well Information

9. Work Type New Well	10. Well Type GAS	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 6280
14. Mültiple Y	15. Proposed Depth 6672	16. Formation Dakota Formation	17. Contractor	18. Spud Date
Depth to Ground	water	Distance from nearest fresh water	well	Distance to nearest surface water
Pit: Liner: Synthetic Closed Loop System	mils thick	: Clay Pit Volume: bbls	Drilling Method: Fresh Water X Brine	Diesel/Oil-based Gas/Air

19. Proposed Casing and Cement Program

Туре	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	8.625	24	320	312	0
Prod	7.875	4.5	11.6	6672	1959	0

Casing/Cement Program: Additional Comments

This well falls under the Master Operational Plan #4. The Cement is in cubic feet instead of sacks. Circulate cement to surface. The C144 will be submitted.

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 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 , or an (attached) alternativ OCD-approved plan .	Approved By: Charlie Perrin
Printed Name: Electronically filed by Tracey N Monroe	Title: District Supervisor
Title: Regulatory Assistant	Approved Date: 11/7/2008 Expiration Date: 11/7/2010
Email Address: monrotn@conocophillips.com	78 38
Date: 11/3/2008 Phone: 505-326-9752	Conditions of Approval Attached

District I

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

<u>District II</u>

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

District III

1000 Rio Brazos Rd., Aztec, 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 82688

Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr.

Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

			7.7		
1. API Number	2. Pool Code	2. Pool Code 3. Pool			
30-045-34809	72319	BLANCO-MESAVERDE (PRORATED GAS)			
4. Property Code	5. Property	/ Name	6. Well No.		
7138	HUERFANI'	· · · · · · · · · · · · · · · · · · ·			
7. OGRID No.	8. Operator	r Name	9. Elevation		
14538	BURLINGTON RESOURCES	OIL & GAS COMPANY LP	6280		

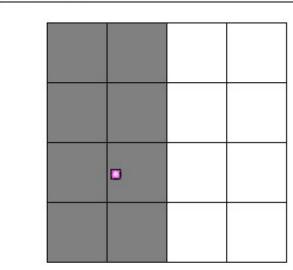
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County		
K	2	26N	09W		1965	S	1490	W	SAN JUAN		

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	To	ownship	Range	Lot	Idn	Feet From	N/S L	ine	Feet From	E/W Line	County
10757475	ated Acres		13. 1	foint 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: Tracey N Monroe Title: Regulatory Assistant

Date: 11/3/2008

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: Henry P. Broadhurst

Date of Survey: 6/10/2008 Certificate Number: 11393 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

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 82688

Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr.

Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

	The second secon	C. TOL DED TO. III O I D.			
1. API Number	2. Pool Code	3. Poo	l Name		
30-045-34809	71599	BASIN DAKOTA (PRORATED GAS)			
4. Property Code	5. Property	Name	6. Well No.		
7138	HUERFANIT	5			
7. OGRID No.	8. Operator	Name	9. Elevation		
14538	BURLINGTON RESOURCES C	DIL & GAS COMPANY LP	6280		

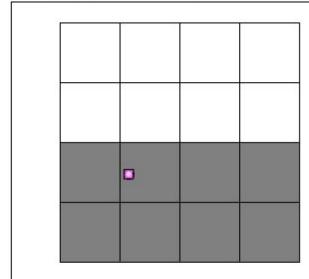
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
K	2	26N	09W		1965	S	1490	W	SAN JUAN

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township		Range	ange Lot Idn		Feet From	N/S Line		Feet From	E/W Line	County
12. Dedicated Acres 320.00			13. Joint or Intill		14. Consolidation Code			15. Order No.				

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Surveyed By: Henry P. Broadhurst

Date of Survey: 6/10/2008 Certificate Number: 11393

Permit Comments

Operator: BURLINGTON RESOURCES OIL & GAS COMPANY LP , 14538

Well: HUERFANITO UNIT #106M

API: 30-045-34809

Created By	Comment	Comment Date
SHAYDEN	This should fall under master plan type 4 (see operators note on casing page identifying this as a type 2 well, which would be a Fruitland Coal well).	10/3/2008
CPerrin	what is Master Pertational Plan #4. please correct and resubmit	10/24/2008

Permit Conditions of Approval

Operator: BURLINGTON RESOURCES OIL & GAS COMPANY LP , 14538
Well: HUERFANITO UNIT #106M

API: 30-045-34809

OCD Reviewer	Condition
SHAYDEN	A complete C-144 must be submitted to, and approved by, the NM OCD for: a pit, closed loop system, below grade tank, or proposed alternative method, pursuant to NMOCD part 16.15.17, prior to the use or construction of the above applications.