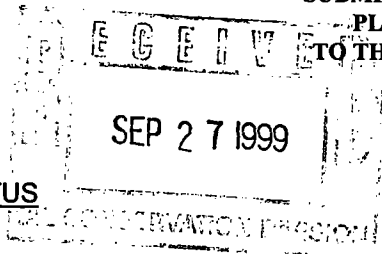


District I - (505) 393-6161  
1625 N. French Dr  
Hobbs, NM 88241-1980  
District II - (505) 748-1283  
811 S. First  
Artesia, NM 88210  
District III - (505) 334-6178  
1000 Rio Brazos Road  
Aztec, NM 87410  
District IV - (505) 827-7131

New Mexico  
Energy Minerals and Natural Resources Department  
Oil Conservation Division  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505  
(505) 827-7131

1249  
Date 06/99

SUBMIT ORIGINAL  
PLUS 2 COPIES  
TO THE SANTA FE  
OFFICE



APPLICATION FOR NEW WELL STATUS

I. Operator and Well

Operator name & address FOUR STAR OIL & GAS 3300 BUTLER AVE. STE.100 FARMINGTON, NM 87401							OGRID Number 131994	
Contact Party RACHED HINDI-SENIOR ENGINEER <i>ARD x.26</i>							Phone 325-4397 <i>x.15</i>	
Property Name MEXICO FEDERAL M					Well Number1 2		API Number 3004529583	
UL L	Section 12	Township T31N	Range R13W	Feet From The 1740'	North/South Line SOUTH	Feet From The 990'	East/West Line WEST	County SAN JUAN

II. Date/Time Information

Spud Date 7/28/99	Spud Time 6:00AM	Date Completed 8-4-99	Pool FRUITLAND COAL
----------------------	---------------------	--------------------------	------------------------

III. Attach copies of Form C-103 or Federal Form 3160-5 showing date/time of drilling commenced and Form C-105 or Federal Form 3160-4 showing well was completed as a producer.

IV. Attach a list of all working interest owners with their percentage interests.

V. AFFIDAVIT:

State of New Mexico )  
County of San Juan ) ss.  
Rached Hindi being first duly sworn, upon oath states:

1. I am the Operator, or authorized representative of the Operator, of the above-referenced well.
2. To the best of my knowledge, this application is complete and correct.

Signature Rached Hindi Title Senior Engineer Date 9/24/99

SUBSCRIBED AND SWORN TO before me this 24 day of Sept, 1999.

Jana Julius  
Notary Public

My Commission expires: Aug 2nd 2003

FOR OIL CONSERVATION DIVISION USE ONLY:

VI. CERTIFICATION OF APPROVAL:

This Application is hereby approved and the above-referenced well is designated a New Well. By copy hereof, the Division notifies the Secretary of the Taxation and Revenue Department of this Approval.

Signature <u>Mark R. Kelly</u>	Title <u>P.E. Jee.</u>	Date <u>10-1-99</u>
-----------------------------------	---------------------------	------------------------

VII. DATE OF NOTIFICATION TO THE SECRETARY OF THE TAXATION AND REVENUE DEPARTMENT: OCT 4 1999

NOTICE: The operator must notify all working interest owners of this New Well certification.

PV2V2006632017

**DISTRICT I**

P.O. Box 1980, Hobbs, NM 88240

**DISTRICT II**

P.O. Box Drawer DD, Artesia, NM 88210

**DISTRICT III**

1000 Rio Brazos Rd., Aztec, NM 87410

**OIL CONSERVATION DIVISION**

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

WELL API NO.	3004529583
5. Indicate Type of Lease	STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil / Gas Lease	NM 048376A
7. Lease Name or Unit Agreement Name	MEXICO FEDERAL M
8. Well No.	2
9. Pool Name or Wildcat	BASIN FRUITLAND COAL 71629

WELL COMPLETION OR RECOMPLETION REPORT AND LOG															
1a. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> DRY <input type="checkbox"/> OTHER <input type="checkbox"/>					7. Lease Name or Unit Agreement Name MEXICO FEDERAL M										
b. Type of Completion: NEW WELL <input checked="" type="checkbox"/> WORKOVER <input type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG BACK <input type="checkbox"/> DIFF RES. <input type="checkbox"/> OTHER <input type="checkbox"/>															
2. Name of Operator FOUR STAR OIL AND GAS COMPANY					8. Well No. 2										
3. Address of Operator 3300 N. Butler Ave, Ste100 Farmington NM 87401					9. Pool Name or Wildcat BASIN FRUITLAND COAL 71629										
4. Well Location Unit Letter <u>L</u> : <u>1740'</u> Feet From The <u>SOUTH</u> Line and <u>990'</u> Feet From The <u>WEST</u> Line Section <u>12</u> Township <u>T31N</u> Range <u>R13W</u> NMPM <u>SAN JUAN</u> COUNTY															
10. Date Spudded 07/28/1999		11. Date T.D. Reached 07/31/1999		12. Date Compl. (Ready to Prod.) 08/04/1999		13. Elevations (DF & RKB, RT, GR, etc.) 5770'		14. Elev. Csghead							
15. Total Depth 2150'		16. Plug Back T.D. 2116'		17. If Mult. Compl. How Many Zones? N/A		18. Intervals Drilled By ROTARY		Cable Tools							
19. Producing Interval(s), of this completion - Top, Bottom, Name 1806'-2051' FRUITLAND COAL								20. Was Directional Survey Made YES							
21. Type Electric and Other Logs Run INDUCTION GAMMA RAY,DENSITY COMPENSATED NEUTRON,PERFORATING DEPTH CONTROLL								22. Was Well Cored NO							
23. CASING RECORD (Report all Strings set in well)															
CASING SIZE		WEIGHT LB./FT.		DEPTH SET		HOLE SIZE		CEMENT RECORD		AMOUNT PULLED					
8-5/8"		24#		350'		12-1/4"		210 SX							
5-1/2"		11.6#		2150'		7-7/8"		220 SX							
24. LINER RECORD										25. TUBING RECORD					
SIZE		TOP		BOTTOM		SACKS CEMENT		SCREEN		SIZE		DEPTH SET		PACKER SET	
										2-7/8"		2150'			
26. Perforation record (interval, size, and number) 1806'-2019' 4 spf 180 holes										27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.					
										DEPTH INTERVAL		AMOUNT AND KIND MATERIAL USED			
										1806'-2019'		1000gal. 10% formic acid,225000# 20/40 Brady			
												sand, 121,573 gal. #25&20 Delta 140/sand			
												wedge frac fluid			
28. PRODUCTION															
Date First Production		Production Method (Flowing, gas lift, pumping - size and type pump) FLOWING								Well Status (Prod. or Shut-in) SHUT IN					
Date of Test 09/14/1999		Hours tested 24		Choke Size 1/4		Prod'n For Test Period		Oil - Bbl. 0		Gas - MCF 115		Water - Bbl. 50		Gas - Oil Ratio	
Flow Tubing Press.		Casing Pressure 360		Calculated 24-Hour Rate		Oil - Bbl. 0		Gas - MCF 115		Water - Bbl. 50		Oil Gravity - API -(Corr.)			
29. Disposition of Gas (Sold, used for fuel, vented, etc.) VENTED												Test Witnessed By RICK GIBSON			
30. List Attachments															
31. I hereby certify that the information on both sides of this form is true and complete to the best of my knowledge and belief.															
SIGNATURE <u>Rached Hindi</u> TITLE <u>Senior Engineer</u> DATE <u>09/24/1999</u>															
TYPE OR PRINT NAME <u>Rached Hindi</u> Telephone No. <u>325-4397</u>															

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
RECEIVED  
BLM

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or recomplete a different reservoir.  
Use "APPLICATION FOR PERMIT --" for such proposals

5. Lease Designation and Serial No.  
NM 048376A

6. If Indian, Alottee or Tribe Name

7. If Unit or CA, Agreement Designation

SUBMIT IN TRIPLICATE

070 FARMINGTON, NM

1. Type of Well: ☐ OIL WELL ☐ GAS WELL ☒ OTHER COAL-BED METHANE

2. Name of Operator  
FOUR STAR OIL AND GAS COMPANY

3. Address and Telephone No.  
3300 N. Butler Ave, Ste100 Farmington NM 87401 325-4397

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
Unit Letter L : 1740' Feet From The SOUTH Line and 990' Feet From The

WEST Line Section 12 Township T31N Range R13W

8. Well Name and Number  
MEXICO FEDERAL M

2

9. API Well No.  
3004529583

10. Field and Pool, Exploratory Area  
BASIN FRUITLAND COAL 71629

11. County or Parish, State  
SAN JUAN, NM

12. Check Appropriate Box(s) To Indicate Nature of Notice, Report, or Other Data

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> OTHER: CEMENTING CASING
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log Form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

FOUR STAR OIL & GAS CEMENTED AND TESTED THE CASING ON THE SUBJECT WELL. THE CASING WAS CEMENTED AT 8-1-99 AT 2:45 AM.

SPUD DATE-7/28/99 DRILL 12.25" HOLE TO 190'. DRILL TO 354'. RUN 8 JOINTS 8-5/8" 24# STC-K55. 7/29/99 PUMP 240 SACKS G TYPE CEMENT. CIRCULATE 10 BBLS. 7/30/99 CUT OFF CASING, WELD ON HEAD. DRILL CEMENT FROM 354' TO 581'. 7/31/99 DRILL FROM 581' TO 2150' TD. 8/1/99 RUN 53 JOINTS 5.5" 15.50# LT&C ,K55. INSERT SHOE SET AT 2116.62'. PUMP 345 SACKS CEMENT. CIRCULATE 40 BBLS.  
CEMENTING WITNESSED BY MARK KELLY-BLM

FARMINGTON AREA			
ARD	APD	JMY	
RH	JJB		
LNS	RDW		
ADA	RRH		
AUG 30 1999			
SBB	BCB		
MFR	JLS		
BAC	GAB		
JEB	FILE		
RNC	RETURN TO		

14. I hereby certify that the foregoing is true and correct

SIGNATURE Rached Hindi TITLE Senior Engineer

DATE 08/02/1999

TYPE OR PRINT NAME Rached Hindi

(This space for Federal or State office use)

APPROVED

CONDITIONS OF APPROVAL, IF ANY:

TITLE

DATE

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

ACCEPTED FOR RECORD

AUG 26 1999

OPERATOR

FARMINGTON FIELD OFFICE  
BY RACHED HINDI

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88241-1980  
DISTRICT II  
P.O. Box Drawer DD, Artesia, NM 88211-0719  
DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410  
DISTRICT IV  
P.O. Box 2088, Santa Fe, NM 87504-2088

State of New Mexico  
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

Form C-104  
Revised February 10, 1994  
Instructions on back  
Submit to Appropriate District Office  
5 Copies

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

<sup>1</sup> Operator Name and Address FOUR STAR OIL AND GAS COMPANY 3300 N. Butler Ave, Ste100 Farmington NM 87401		<sup>2</sup> OGRID Number 131994
		<sup>3</sup> Reason for Filing Code NW
<sup>4</sup> API_NUM 3004529583	<sup>5</sup> Pool Name BASIN FRUITLAND COAL 71629	<sup>6</sup> Pool Code
<sup>7</sup> Property Code	<sup>8</sup> Property Name MEXICO FEDERAL M	<sup>9</sup> Well No. 2

II. <sup>10</sup> Surface Location

Ul or lot no. L	Section 12	Township T31N	Range R13W	Lot.Idn	Feet From The 1740'	North/South Line SOUTH	Feet From The 990'	East/West Line WEST	County SAN JUAN
--------------------	---------------	------------------	---------------	---------	------------------------	---------------------------	-----------------------	------------------------	--------------------

<sup>11</sup> Bottom Hole Location

Ul or lot no.	Section	Township	Range	Lot.Idn	Feet From The	North/South Line	Feet From The	East/West Line	County
<sup>12</sup> Lse Code	<sup>13</sup> Producing Method Code	<sup>14</sup> Gas Connection Date	<sup>15</sup> C-129 Permit Number	<sup>16</sup> C-129 Effective Date	<sup>17</sup> C-129 Expiration Date				

III Oil and Gas Transporters

<sup>18</sup> Transporter OGRID 007057	<sup>19</sup> Transporter Name and Address EL PASO NATURAL GAS PO BOX 990 FARMINGTON,NM	<sup>20</sup> POD	<sup>21</sup> O/G G	<sup>22</sup> POD ULSTR Location and Description L 12 T31N R13W

IV. Produced Water

<sup>23</sup> POD	<sup>24</sup> POD ULSTR Location and Description
-------------------	--

V. Well Completion Data

<sup>25</sup> Spud Date 07/28/1999	<sup>26</sup> Ready Date 09/06/1999	<sup>27</sup> Total Depth 2150'	<sup>28</sup> PBTD 2116'	<sup>29</sup> Perforations 1806'-2019'
<sup>30</sup> HOLE SIZE	<sup>31</sup> CASING & TUBING SIZE	<sup>32</sup> DEPTH SET	<sup>33</sup> SACKS CEMENT	
12-1/4"	8-5/8"	350'	210 SX	
7-7/8"	5-1/2"	2150'	220 SX	
	2 7/8"			

VI. Well Test Data

<sup>34</sup> Date New Oil	<sup>35</sup> Gas Delivery Date	<sup>36</sup> Date of Test 09/14/1999	<sup>37</sup> Length of Test 24hrs	<sup>38</sup> Tubing Pressure 0	<sup>39</sup> Casing Pressure 360
<sup>40</sup> Choke Size 1/4"	<sup>41</sup> Oil - Bbls. 0	<sup>42</sup> Water - Bbls. 50	<sup>43</sup> Gas - MCF 115	<sup>44</sup> AOF	<sup>45</sup> Test Method F

<sup>46</sup> 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.

Signature *Rached Hindi*

Printed Name Rached Hindi

Title Senior Engineer

Date ~~07/19/99~~ 9/20/99 Telephone 325-4397

OIL CONSERVATION DIVISION

Approved By: \_\_\_\_\_

Title: \_\_\_\_\_

Approval Date: \_\_\_\_\_

<sup>47</sup> If this is a change of operator fill in the OGRID number and name of the previous operator

Previous Operator Signature	Rached Hindi	Senior Engineer	07/19/1999
	Printed Name	Title	Date

well file

Submit 3 copies  
to Appropriate  
District Office

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-103  
Revised 1-1-89

DISTRICT I

P.O. Box 1980, Hobbs, NM 88240

DISTRICT II

P.O. Box Drawer DD, Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 8741

OIL CONSERVATION DIVISION

P.O. Box 2088

99 AUG -4

Santa Fe, New Mexico 87504-2088

070 FARMINGTON

RECEIVED  
BLM

WELL API NO.	3004529583
5. Indicate Type of Lease	STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil/Gas Lease No.	NM 048376A

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT (FORM C-101) FOR SUCH PROPOSALS.		7. Lease Name or Unit Agreement Name MEXICO FEDERAL M
1. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER	8. Well No. 2	
2. Name of Operator FOUR STAR OIL AND GAS COMPANY	9. Pool Name or Wildcat BASIN FRUITLAND COAL 71829	
3. Address of Operator 3300 N. Butler Ave, Ste100 Farmington NM 87401		
4. Well Location Unit Letter L : 1740' Feet From The SOUTH Line and 990' Feet From The WEST Line Section 12 Township T31N Range R13W NMPM SAN JUAN COUNTY		
10. Elevation (Show whether DF, RKB, RT,GR, etc.) 5770'		

11.

Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐  
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPERATIONS ☒ PLUG AND ABANDONMENT ☐  
CASING TEST AND CEMENT JOB ☐  
OTHER: ☐

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

FOUR STAR OIL & GAS STARTED DRILLING OPERATIONS ON THE SUBJECT WELL. THE SPUD DATE WAS 7/28/99. 6:00 AM

Phone call to Alan R. Davis,  
(505) 325-4397 ext. 20,  
on 8/5/99 - requested the  
drill reports sent to BLM.

FARMINGTON AREA			
ARD		JMY	
RH		LJB	
LNS		RDW	
ADA		BRH	
AUG - 9 1999			
SBB		BCB	
MPK		JLS	
BAC		GAB	
JEB		FILE	
RNC		RETURN TO	

MINERAL RESOURCES	
ADM	1 mld
NATV AM MIN COORD	
SOLID MIN TEAM	
PETRO TEAM	2
O&G TEAM	
ALL TEAM LEADERS	
LAND RESOURCES	
ENVIRONMENT	
FILES	

SIGNATURE Rached Hindi TITLE Senior Engineer

TYPE OR PRINT NAME Rached Hindi

(This space for State Use)

Operator Copy

ACCEPTED FOR RECORD  
DATE 7/30/99  
AUG 05 1999  
Phone No. 325-4397  
FARMINGTON FIELD OFFICE  
BY [Signature]

MEXICO FEDERAL M #2  
 SAN JUAN COUNTY, NEW MEXICO  
 DRILLING/COMPLETION WELL COST ESTIMATE

	%W.I.	DATE REC'D	<u>APPROVED</u> YES	<u>APPROVED</u> NO
Four Star Oil & Gas Co.	62.5	-----	62.5	
Dugan Production Corp.	37.5	06-22-99	37.5	
TOTAL	100		100	