NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505

Poskora

ABOVE THIS	LINE FOR DIVISION USE ONLY		
	Al	DMINISTRATIVE APPLICATION C	HECKLIST
	THIS CHECKLIS	ST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTI WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL I	ONS TO DIVISION RULES AND REGULATIONS N SANTA FE
Applic	[DHC-	ms: dard Location] [NSP-Non-Standard Proration Unit] [SD-Sin Downhole Commingling] [CTB-Lease Commingling] [I C-Pool Commingling] [OLS - Off-Lease Storage] [OLN [WFX-Waterflood Expansion] [PMX-Pressure Mainto [SWD-Salt Water Disposal] [IPI-Injection Press	multaneous Dedication] PLC-Pool/Lease Commingling] I-Off-Lease Measurement] enance Expansion]
[1]	TYPE OF AF	PLICATION - Check Those Which Apply for [A] Location - Spacing Unit - Simultaneous Dedication NSP SD	MarkWest's Las Colinas #200
	Check [B]	One Only for [B] or [C] Commingling - Storage - Measurement DHC CTB PLC PC OLS OLM	Las Collias #200
	[C]	Injection - Disposal - Pressure Increase - Enhanced Oil WFX PMX SWD IPI EOR PPR	
	[D]	Other: Specify	William Company of the Company of th
[2]	NOTIFICATI	ON REQUIRED TO: - Check Those Which Apply, or Working, Royalty or Overriding Royalty Interest Ow	
	[B]	Offset Operators, Leaseholders or Surface Owner	
	[C]	Application is One Which Requires Published Legal N	Votice
		Notification and/or Concurrent Approval by BLM or U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office	SLO
	EI	For all of the above, Proof of Notification or Publication	ation is Attached, and/or,
	[F]	Waivers are Attached	

- [3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.
- [4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Print or Type Na	ame
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BRIAN WOOD (505) 466-8120 FAX 466-9682 Signature

Title

Date

CONSULTANT

1-28-03

e-mail Address

brian@permitswest.com



REQUEST FOR ADMINISTRATIVE APPROVAL FOR NON-STANDARD LOCATION FOR MARKWEST RESOURCES, INC. LAS COLINAS #200 GAS WELL BASIN DAKOTA FIELD & POOL

1990' FNL & 429' FWL SEC. 26, T. 30 N., R. 13 W., SAN JUAN COUNTY, NM

- I. The well bore and most of the pad are on private surface and BLM oil and gas lease NMSF-078213. The remainder of the pad is on BLM surface and the same BLM lease. The well is 795' from the closest lease line. The proposed location is non-standard for the Basin Dakota gas. A standard location must be at least 660' from the quarter section line. This well is staked 10' further south and 231' further west than is standard. (Closest standard location would be 1980' FNL and 660' FWL.) The APD is attached (EXHIBIT A).
- II. A C-102 showing the well location and pro ration unit (W2 Sec. 26) is attached (EXHIBIT B). The lease (2,480 acres) is shown as a solid line on the attached (EXHIBIT C) Farmington North USGS map. The well encroaches on:
- a) the center quarter section line of the W2 Section 26 Basin Dakota gas spacing unit which is dedicated to MarkWest's existing Federal A #2 well (1190' FSL & 890' FWL 26-30n-13w), which is 2,150' south
- b) The east line of the N2 Section 27 Basin Dakota gas spacing unit which is dedicated to Energen's McGee #1 (890 FNL & 1850 FEL 27-30n-13w), which is 2,531' northwest
- c) The east line of the S2 Section 27 Basin Dakota gas spacing unit which is dedicated to Energen's McCord #5 E (950 FSL & 1725 FEL 27-30n-13w), which is 3,187' southwest
- III. According to NM Oil Conservation Division records, the closest Dakota gas well is MarkWest's Federal A #2 well. It is 2,150' south at 1190' FSL & 890' FWL 26-30n-13w. A copy of the Farmington North 7.5' USGS map is attached (EXHIBIT D) showing the proposed well site, existing & applied Dakota spacing units (dashed lines), existing & applied Dakota gas wells, and 2,480 acre lease (solid line including all of Sections 25, 26, & 35 and parts of Sections 23, 27, & 34). Registered letters were sent on January 27, 2003 to all of the offset interest owners. Copies of the postal receipts and letters are attached.

- IV. A copy of the Farmington North USGS map is attached (EXHIBIT E). The proposed well site is marked. Pro ration unit (dashed outline) for the Basin Dakota gas is the 320.00 acre west half of Section 26, Township 30 North, Range 13 West, NMPM, San Juan County, NM.
- V. MarkWest selected its location due to topography. The drilling window is in the Farmington City Limits. Houses are to the north, east, and south. Closest house is 542' southeast. The location was selected to put it in a low forested spot selected by the neighbors to minimize impacts to the neighbors.
- VI. Archaeology is not an issue.
- VII. See item V. above and attached map for a description of the surface conditions.
- VIII. Directional drilling is not feasible because it is not cost effective.
- IX. I hereby certify notice (see attached EXHIBIT F) has been sent to the following lessees, lessors, operators of existing spacing units, or owners of undrilled leases which adjoin the applicant's spacing unit on one or more of the two sides or the single closest corner to the proposed well and that the information is current and correct.

Robert L. Bayless, Producer LLC
Benson-Montin-Greer
BLM
Burlington Resources Oil and Gas Company
Calpine Natural Gas LP
ConocoPhillips
Steve Dunn
Energen Resources Corp.
J & R Merrion Trust
Greg T. Merrion
Michael K. Merrion
Merrion Oil & Gas Corp.
Providence Minerals LLC
Questar Exploration & Production



Brian Wood, Consultant

January 27, 2003
Date

STATE OF NEW MEXICO)
) SS
COUNTY OF SANTA FE)

Notary Public

The foregoing instrument was acknowledged before me this 27th day of January, 2003 by Brian Wood. Witness my hand and official seal.

OFFICIAL SEAL THRYN K. WOOD

My Commission Expires: September 7, 2003

Business Address: 37 VERANO LOOP, SANTA FE, NM 87508

cc: Aztec OCD, Stowe

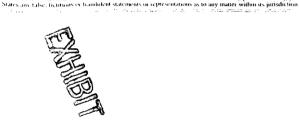


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UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

	APPLICATION	FOR PERMIT TO DRI	ILL ON REENTEN	1 1	N/A	
a Type of Work	🗹 Den i	() REENTER	e de la companya de l] 	H Unit of CA Agreement.	
to Tape of Well	ijoawa 💆	Gas Well Other	Single Zone 📋 Multip	le Zone	LAS COLINAS	
Name of Oper		SOURCES, INC.			API WOLSO 30-045-	
	and the second of	DR., SUITE 200	3h Phone No. (include area code)		Lield and Pool, or Explor	atony
EN	GLEWOOD,	CO. 80112	(303) 290-8700		BASIN DAKOTA	
Low annual V		learly and in in condinue with i	any State requirements.*}	111	Sec., T., R., M., or Blk. a	ad Survey or Air.
At author		FNL & 429' FWL) :	26-30n-13w NN	IPM
	SAME				County or Parish	13 State
		OF FARMINGTO	N POST OFFICE		SAN JUAN	NM
Distance from focation to nea			16. No of Acres in lease	17. Ѕраспр Ст	at dedicated to this well	
property or lea		7 95'	2,480	320 AC	RES (W2)	
	proposed for atom	Completed: 1,578'	19. Proposed Depth	20 BLM/BIA	Bond No. on file	
to nearest well applied for, on	drilling, completed, this lease, tr	Applied for: 21'	6,550'	1	84 (BLM - NATI	ONWIDE)
Elevations (S	how whether DF, KDI	t, RT, GL. etc.)	22. Approximate date work will st.	as* 2	1. Estimated duration 10 DAYS TO	nen i
	L		MARCH 15, 2003		10 DATS 10	DKILL
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Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and writtinly to make to any department or agency of the United



Conditions of approval, if any, are attached



CORM APPROVED OMB No. 1000 0136 Expres November 40, 2000

5 Lease Serial No.

NMSF-078213

State of New Mexico

Form C-102 Revised August 15, 2000

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe. NM 87505

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

□ AMENDED REPORT

VELL	LOCATION	AND	ACREAGE	DEDICATION	PLAT	
	Pool Code	T		¹i'ool		

30-045-	71599 BASIN DAKOTA	'ool Name
'Property Code	*Property Name	* Well Number
·	LAS COLINAS	200
193195	* Operator Name	* Elevation
	MARKWEST RESOURCES, INC.	5742*
	¹⁰ Surface Location	

UL or lot no. Range Id Ma Feet from the North/South line Peet from the Part /Fest line County 26 30-N 1990 NORTH SAN JUAN WEST " Bottom Hole Location If Different From Surface Feet from the North/South line County Dedicated Acres Saint or Infill 320 "Order No.

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED

OR A NON-STANDARD UNIT HAS BEEN A	APPROVED BY THE DIVISION
N 89-48-27 E 2626.1' (M) F0 3 1/4" FD 3 1/4" B.L.M. 6C 1952 8	17 OPERATOR CERTIFICATIO. I hareby careful that the information contained herein to true and complete to the best of my knowledge at balls.
10 09 884' 884'	Printed Name BRIAN WOOD True CONSULTANT
NAIL & WASHER N ROCK TAGGED IS 11593 LAT. 36'47'10" N. (NAD '83) LONG. 108'10'57" W	DEC. 17, 2002 18 SURVEYOR CERTIFICATIO / Arrely careful shad that usell isosolian about on the s was pictual from fluid nates of actual surveys made is ma or under my emperation, and that the same is bro and correct to the head-of-my paletus. A JOHNSON
	Sent and 1 of Production of 14827

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MarkWest Resources, Inc. Las Colinas #200 1990' FNI & 429' FWI Sec. 26, T. 30 N., R. 13 W. San Juan County, New Mexico

Drilling Program

1. ESTIMATED FORMATION TOPS

Formation Name	GL Depth	KB Depth	Elevation
Ojo Alamo Ss	000,	12'	+5,742
Kirtland Sh	305'	317'	+5,437'
Fruitland Coal	1,519'	1,531'	+4,223'
Pictured Cliffs Ss	1,747'	1,759'	+3,995'
Point Lookout Ss	4,142'	4,154'	+1,600'
Gallup Ss	5,472'	5,486'	+270'
Greenhorn	6,205'	6,217'	-463'
Dakota	6,309'	6,321'	-567'
Total Depth (TD)*	6,550'	6,562'	-808'
* all elevations reflect the	he ungraded ground le	vel of 5,742'	

2. NOTABLE ZONES

Gas & Oil Zones	Water Zones	Coal Zone
Fruitland	Ojo Alamo	Fruitland
Pictured Cliffs	Kirtland	
Gallup	Fruitland	
Dakota	Point Lookout	
	Dakota	

Water zones will be protected with casing, cement, and weighted mud. Fresh water found while drilling will be recorded. Oil or gas shows will be tested for commercial potential based on the geologist's recommendations.





MarkWest Resources, Inc. Las Colinas #200 1990' FNL & 429' FWL Sec. 26, T. 30 N., R. 13 W. San Juan County, New Mexico

3. PRESSURE CONTROL

Maximum expected pressure is =1.500 psi. The drilling contract has not yet been awarded, thus the exact BOP model to be used is not yet known. A typical 11" 3,000 psi model is on PAGE 3.

BOP equipment and all accessories will meet or exceed BLM requirements in 43 CFR Part 3160 for a 3.000 psi system. A 3.000 psi double ram hydraulic BOP will be used. Accumulator system capacity will be sufficient to close all BOPE with a 50% safety factor. Fill, kill, and choke manifold lines will be 2". Accessories will include upper and lower Kelly cocks with handles, stabbing valve to fit drill pipe on floor at all times, string float at bit, 3,000 psi choke manifold with 2" adjustable and 2" positive chokes, and pressure gauge. BOPs will be tested every 24 hours. Surface casing will be tested to 500 psi for 30 minutes. Tests will be recorded on I. A. D. C. log.

4. CASING & CEMENT

Hole Size	<u>O. D.</u>	Weight (lb/ft)	Grade	Age	Connection	GL Setting Depth
12-1/4"	8-5/8"	24	K-55	New	ST&C	400'
6-1/4"	4-1/2"	11.6	N-80	New	ST&C	6.550'

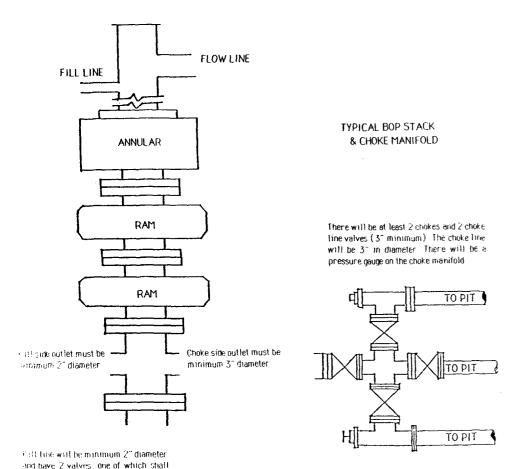
Surface casing will be cemented to the surface with ≈330 cubic feet (≈280 sacks) Class B + 1/4 lb/sk cello-flake + 2% CaCl₂, Yield = 1.18 cubic feet per sack. Weight = 15.2 pounds per gallon. Volume = 100% excess. W. O. C. =12 hours. Surface casing will be tested to 500 psi for 30 minutes.

An 8-5/8" notched regular pattern guide shoe with 3 centralizers will be used on surface casing. Centralizers will be placed at 120' intervals, starting with the bottom joint. Will Baker Lock the collar to the pin or ring on the bottom joint. Will Baker Lock the shoe on the bottom. Will run a centralizer with a lock on the bottom joint and a centralizer on the second joint.









Upper kelly cock will have handle available.

Safety valve and subs will fit all drill string connections in use.

All ROPE connections subjected to well pressure will be flanged, welded, or clamped.



CHAPI

be a minimum 2" check valve

MarkWest Resources, Inc. Las Colinas #200 1990' FNL & 429' FWL Sec. 26, T. 30 N., R. 13 W. San Juan County, New Mexico

Production casing will be cemented to the surface. If cement does not circulate to the surface, then a temperature survey will be run to determine the actual top and a top job run. A 4-1/2" cement nose guide shoe with a self fill insert float will be run. Will place the float one joint above the shoe. Five centralizers will be spaced every other joint, starting with the float collar. Centralizers will be placed at 120' intervals from 960' to the surface. Total centralizers = 10 regular.

Lead with 1,584 cubic feet (1,100 sacks) Class Super H 50/50 Poz cement with 2% gel + 0.2% Veraset (thixotropic additive) + 0.1% Diacel LWL (low fluid loss) + 1.5% Zone Sealant 2000 (foamer). Mix at 13 pounds per gallon for a yield of 1.44 cubic feet per sack. Mixed to 9 pounds per gallon with 464 SCF/barrel N2. 48 hour strength = 900 psi.

Tail with 238 cubic feet (165 sacks) 50/50 Class H Poz with 2% gel + 0.2% Veraset (thixotropic additive) + 0.1% Diacel LWL (low fluid loss). Mixed to 13 pounds per gallon with a yield of 1.44 cubic feet per sack. No N2.

Cap down annulus with 153 cubic feet (130 sacks) Class B with 2% CaCl₂ + 0.15% Veraset (thixotropic additive). No N2=. W. O. C. = 12 hours. Pressure test to 2,000 psi.

5. MUD PROGRAM

<u>Range</u>	Mud Type	<u>Weight</u>
0' - 400'	Fresh-Spud	8.4
400' - TD	LSND	8.6

A native fresh water based mud system will initially be used. It will be followed by a low solids, non-dispersed gel system to condition the hole for logs. Lost circulation, weighting, and absorption material will be on location.



MarkWest Resources, Inc. Las Colinas #200 1990' FNL & 429' FWL Sec. 26, T. 30 N., R. 13 W. San Juan County, New Mexico

6. CORING, TESTING, & LOGGING

No cores or drill stem tests are planned. Open hole logs will include GR, Neutron-Density, and Induction. The Neuron Density will be run from TD to 5,400'. The other logs will be run from TD to the base of the surface casing.

7. DOWN HOLE CONDITIONS

No abnormal pressures, temperatures, nor hydrogen sulfide are expected. Maximum pressure will be #300 psi.

8. OTHER INFORMATION

The anticipated spud date is March 1, 2003. It is expected it will take about ten days to drill and seven days to complete the well. Completion will start about one month after the spud and will include hydraulic fracturing. A temporary fence will enclose the well site during drilling and completion. A security guard will be posted after hours during drilling and completion.



MarkWest Resources, Inc. Las Colinas #200 1990' FNL & 429' FWL Sec. 26, T. 30 N., R. 13 W. San Juan County, New Mexico

Surface Use Plan

1. DIRECTIONS & EXISTING ROADS (See Pages 12, 13, & 17)

From the junction of NM 170 and Piñon Hills Boulevard ...
Go East 2.4 miles on Piñon Hills Boulevard
Then turn left and go Northeast 1.7 miles on County Road 1980 (Glade Road)
Then turn right and go Southeast 0.3 mile to the existing Tiger 12 well
Then turn left and go East cross country 1.976.79' to the proposed well site

Roads will be maintained to a standard at least equal to their present condition.

2. ROAD TO BE BUILT OR UPGRADED (See Pages 13 & 17)

No upgrading is needed. The last 1,976.79' of road will be built with a 14' wide running surface and crowned and ditched where possible. Maximum grade is 10%. Maximum disturbed width will be 33'. Minimum 18" x 20' CMP culverts will be installed where needed. No fence is crossed, but a locked steel gate and fence will be installed at a natural barrier to restrict access. No turn out is needed.

3. EXISTING WELLS

There are twenty-four oil or gas wells (see PAGE 13) within a mile radius according to NM Oil Conservation Division records in Santa Fe. There are 16 water wells within a mile according NM Office of the State Engineer records. There are no injection wells within a mile.





PAGE 7

MarkWest Resources, Inc. Las Colinas #200 1990' FNL & 429' FWL Sec. 26, T. 30 N., R. 13 W. San Juan County, New Mexico

4. PROPOSED PRODUCTION FACILITIES (see PAGE 16)

A 60 barrel fiberglass open top tank, two ≈ 300 barrel steel tanks, ≈ 105 hp compressor, 3' x 10' skid mounted meter run, and two 5' x 7' x 6' high separators will be installed on the pad. The compressor will be housed in a 19' x 36' x 12' building to meet City noise abatement rules. Some of the equipment will be shared with the #100 well. All surface equipment will be painted a flat juniper green color.

MarkWest's pipelines (all on the pad) will be 4" steel (wall thickness = 0.216") and buried at least 36" deep. Maximum operating pressure = 300 psi. Test pressure = 1,600 psi. Test media = fresh water (dispose in the reserve pit). Williams Field Services will acquire the right-of-way for its buried steel 4" gas line. (Williams' closest line is a quarter mile south.) A locked gate and ≥ 6 ' high 10 gauge chain link fence with privacy strips will surround the well site after it is completed.

5. WATER SUPPLY

Water will be trucked from an existing private source.

6. CONSTRUCTION MATERIALS & METHODS

NM One Call (1-800-321-ALERT) and BLM will be notified before construction starts. As many trees as possible will be left on the perimeter to screen the well site. The south corners of the pad will be rounded to reduce the height of the cut or avoid trees. The top 6" of soil will be stockpiled west of the pad. Trees \geq 6" DBH will be set on the south side for firewood. Trees \leq 6" DBH will be "walked down" for erosion control on bare soil. A diversion ditch will be cut at the top of the slope on the south side of the pad. Ditch will drain west.





MarkWest Resources, Inc. Las Colinas #200 1990' FNL & 429' FWL Sec. 26, T. 30 N., R. 13 W. San Juan County, New Mexico PAGE 8

A \geq 12 mil plastic liner will be installed in the reserve pit. The pit will be fenced sheep tight on 3 sides with woven wire fence topped with barbed wire. The fourth side will be fenced once the rig moves off.

7. WASTE DISPOSAL

All trash will be placed in a portable trash cage. It will be hauled to the county landfill. There will be no trash burning. Once dry, contents of the reserve pit will be buried in place. Human waste will be disposed of in chemical toilets and hauled to an approved dump station.

8. ANCILLARY FACILITIES

There will be no air strips or camps. Camper trailers will be on location for the guard, company man, tool pusher, or mud logger.

9. WELL SITE LAYOUT

See Pages 14 and 15 for depictions of the well pad, cross section, cut and fill diagram, reserve pit, trash cage, access onto the location, parking, living facilities, and rig orientation.

10. RECLAMATION

Reclamation starts once the reserve pit is dry. It usually takes a year for a reserve pit to fully evaporate, at which point it will be back filled. The pad and filled pit will be contoured to a natural appearance and disturbed areas ripped or harrowed. BLM "down south" (aka, dry or low mix or mix #2) seed mix (below) will be drilled at a depth and time to be determined by BLM.



PAGE 9

MarkWest Resources, Inc. Las Colinas #200 1990' FNL & 429' FWL Sec. 26, T. 30 N., R. 13 W. San Juan County, New Mexico

> 4 pounds per acre western wheatgrass 2-1/2 pounds per acre Indian ricegrass 1-1/2 pound per acre blue grama grass 0.1 pound pr acre antelope bitter brush 1/4 pound per acre four wing salt bush 1 pound per acre small burnet

If broadcast, the rate will be increased as determined by BLM. A harrow or cable will be dragged over the area to assure seed cover. If the well is a producer, then the reserve pit and any other areas not needed for work overs will be reclaimed as previously described.

11. SURFACE OWNERS

The west most 1,605.9' (i. e., Section 27) portion of the new road is on land owned by the City of Albuquerque. The City of Albuquerque Open Space Advisory Board recommended approval on December 10, 2002. The City is issuing a Right of Entry. Contact is Linda Adamsko, Real Estate Coordinator. Her phone number is (505) 768-3318. Her address is: Legal Department, Real Property Division, P. O. Box 1293. Albuquerque, NM 87103.

The next 338,55' of the new road is on land owned by Joe Hewitt. His phone number is (505) 325-5583. His address is 3414 North Monterey Circle, Farmington, NM 87401.

The east most 32.34' of road is on BLM.

The well bore and most well site construction will occur on private land which MarkWest is in the process of purchasing. The remainder of the well site is on BLM.





MarkWest Resources, Inc. Las Colinas #200 1990' FNL & 429' FWL Sec. 26, T. 30 N., R. 13 W. San Juan County, New Mexico PAGE 10

12. OTHER INFORMATION

The nearest hospital is a 15 minute drive away in southwest Farmington.

Archaeology report CASA 02-153 will be filed December 20, 2002.

13. REPRESENTATION

Anyone having questions concerning the APD should call:

Brian Wood, Consultant Permits West, Inc. 37 Verano Loop Santa Fe, NM 87508

(505) 466-8120 FAX: (505) 466-9682

Cellular: (505) 699-2276

(505) 330-2202

Field representatives during drilling will be:

Mike Pippin

Mike Confer

3104 N. Sullivan

Farmington, NM 87401

(505) 327-4573

Cellular: (505) 330-0495

Field representatives during production will be:

Rex Lancaster 519 E. Animas St.

Tap Harris (505) 320-3916

Farmington, NM 87401

(505) 325-1922

Cellular: (505) 320-3075

MarkWest Resources, Inc. has the necessary consents from the proper lease owners to conduct lease operations in conjunction with this well. Bond coverage pursuant to 43 CFR 3104 for lease activities and operations is





MarkWest Resources, Inc. Las Colinas #200 1990' FNL & 429' FWL Sec. 26, T. 30 N., R. 13 W. San Juan County, New Mexico

PAGE 11

coverage pursuant to 43 CFR 3104 for lease activities and operations is being provided by MarkWest Resources, Inc.

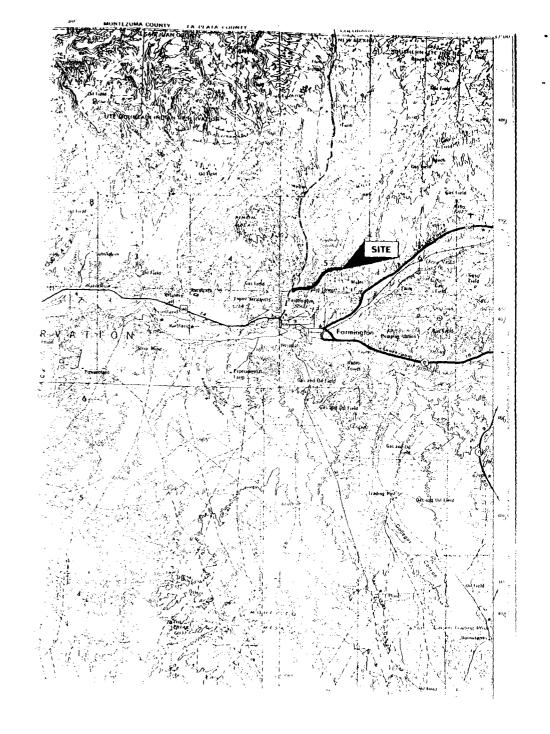
I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with operations proposed herein will be performed by MarkWest Resources, Inc. and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U. S. C. 1001 for the filing of a false statement.

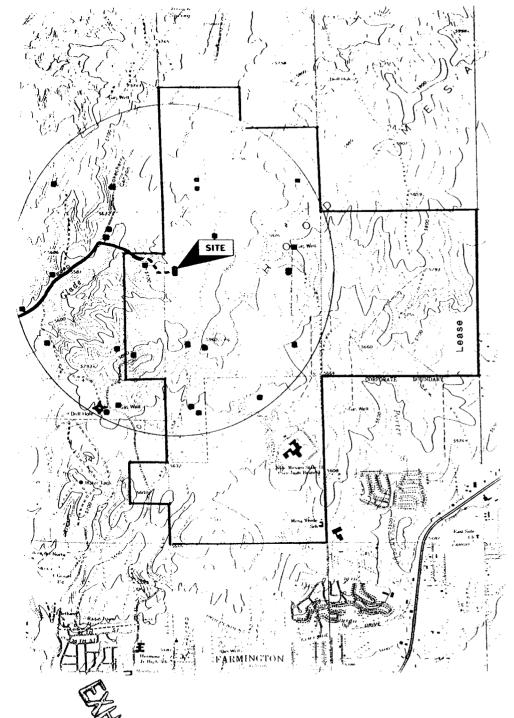
Brian Wood, Consultant

December 17, 2002 Date

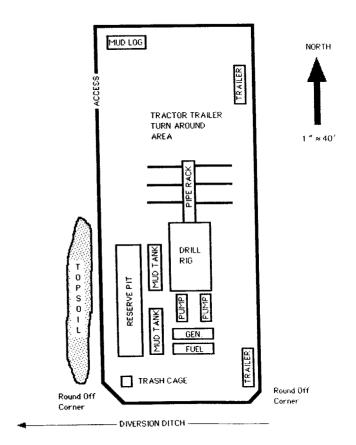




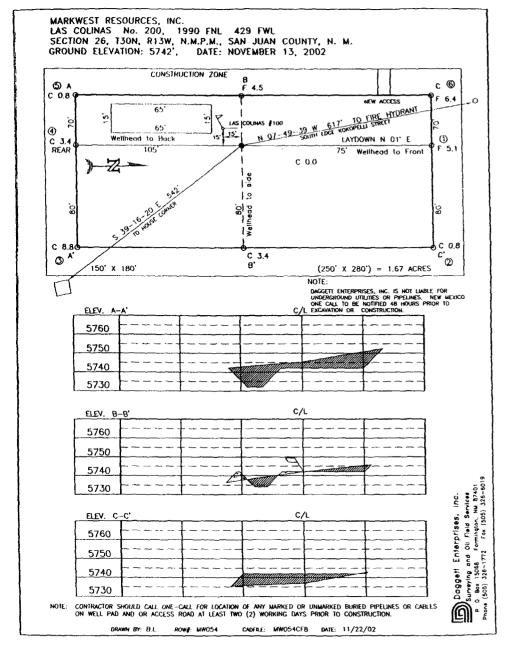




MarkWest Resources, Inc. Las Colinas #200 1990' FNL & 429' FWL Sec. 26, T. 30 N., R. 13 W. San Juan County, New Mexico







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MarkWest Resources, Inc.
Las Colinas #200
1990' FNL & 429' FWL
Sec. 26, T. 30 N., R. 13 W.
San Juan County, New Mexico

#100 PC WELLHEAD

NORTH

LAS COLINAS #100 PC LAS COLINAS #200 DK NW SEC. 26 T30N R13W

MARK WEST RESOURCES

PAGE 16

FIBERGLAS PIT

6' 10 GAUGE PRIVACY CHAIN LINK FENSE

COMPRESSOR BUILDING 36' X 19' X 12' TALL

METER HOUSE

PRODUCTION UNIT . 2 PHASE

PRODUCTION UNIT - 3 PHASE DISTRICT I 1625 N. French Dr., Hobbs, N.M. 88240

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised August 15, 2000

DISTRICT II 811 South First, Artesia, N.M. 88210

DISTRICT III 1000 Rio Brazos Rd., Axteo, N.M. 87410

OIL CONSERVATION DIVISION

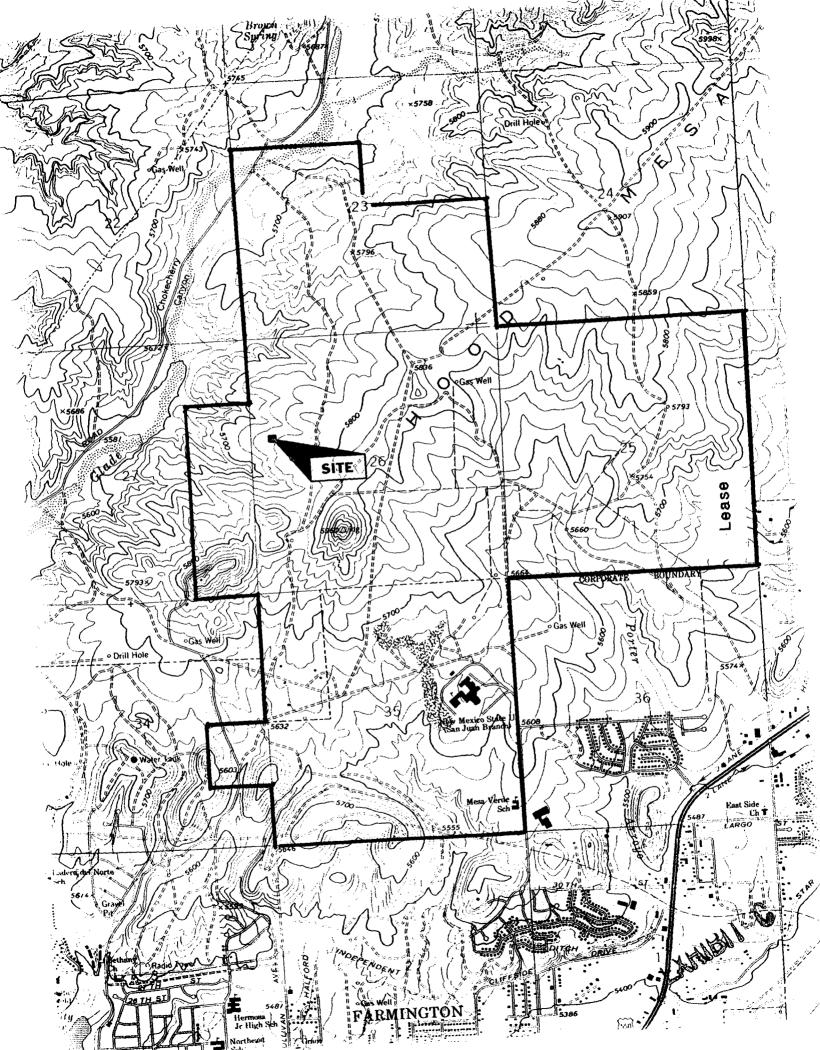
2040 South Pacheco Santa Fe, NM 87505 Submit to Appropriate District Office

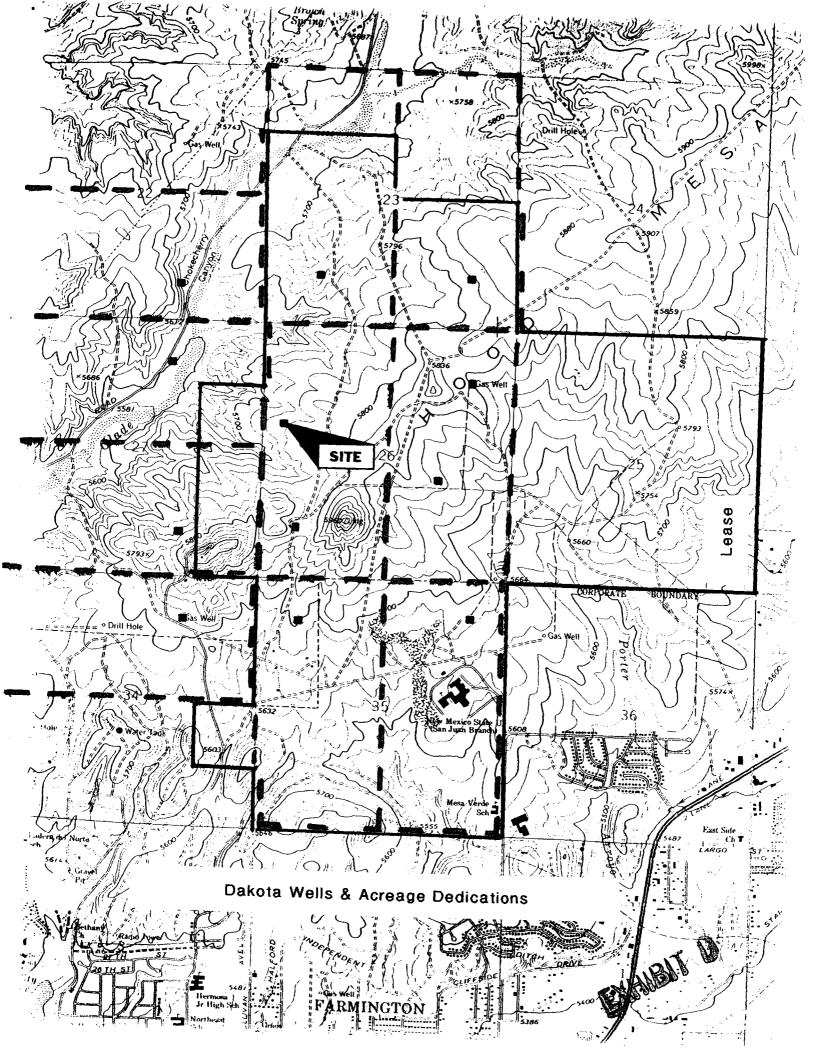
State Lease - 4 Copies Fee Lease - 3 Copies

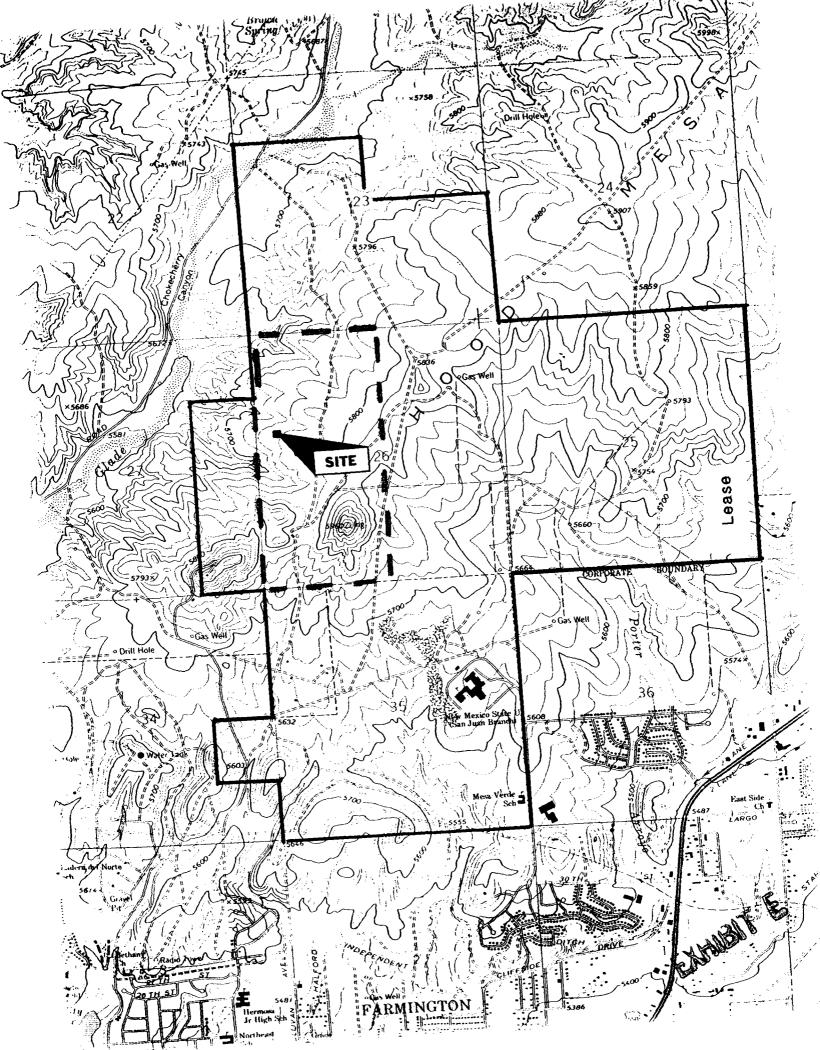
☐ AMENDED REPORT

DISTRICT IV 2040 South Pacheco, Santa Fe, NM 87506

1 API 30-04	Number			Pool Code 599	E	BASIN DAKO	Pool Name		
⁴ Property C					*Property			• 1	fell Number
•			•		LAS CO	LINAS			200
OGRID No	2 -				*Operator	Name			Elevation
1931	95		•	MA	ARKWEST RES	OURCES, 1NC.			5742'
					10 Surface	Location			
L or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
·E	. 26	- 30-N	- 13-W		1990	· NORTH	429	WEST	SAN JUAN
			11 Botte	om Hole	Location	If Different Fro	om Surface		
JL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West lin	Count
Dedicated Acr	<u> </u>		28 Joint or	<u></u>	¹⁴ Consolidation	0-4-	¹⁴ Order No.		
nedicated wer	32	0	Joint or	innii	Consolidation	Code	-Urder No.		
NO ALLOY	VABLE W	TILL BE A	SSIGNE	TO TH	IS COMPLET	ION UNTIL ALL	INTERESTS H	IAVE BEEN C	CONSOLIDATE
		OR A	NON-STA	NDARD	UNIT HAS B	EEN APPROVED	BY THE DIV	ISION	
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699									
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		1					$Y \cap V = V \cap V$	3 / T	181 a 🖠









37 Verano Loop, Santa Fe, New Mexico 87508 (505) 466-8120

January 27, 2003

Robert L. Bayless, Producer LLC P. O. Box 168 Farmington, NM 87499

Dear Tucker,

As required by New Mexico Oil Conservation Division Rules, I am notifying you of the following non-standard location (NSL) for a well. This letter is a notice only. No action is needed unless you have guestions or objections.

MarkWest Resources, Inc. is applying to drill its Las Colinas #200 well. The minimum state distance for a Dakota gas well is 660' from a quarter section line. The proposed well is 429' and 650' from the closest guarter section lines. Thus, it is NSL. The NSL is due to using topography (see attached map) to try and shield the well from neighbors.

Well Name: Las Colinas #200 Total Depth: 6,500'

Proposed NSL Producing Zone: Basin Dakota gas NSL Acreage Dedication: 320.00 ac. (W2 Sec. 26)

Location: 1990' FSL & 429' FWL Sec. 26, T. 30 N., R. 13 W.,

San Juan County, NM on Federal lease NMSF-078213

Approximate Location: north side of Farmington, NM

Applicant Name: MarkWest Resources, Inc. (303) 290-8700

Applicant's Address: 155 Inverness Dr. W. Suite 200, Englewood, Co. 80112

Submittal Information: An application for a non-standard location is being filed with the NM Oil Conservation Division. If they determine the application complies with the applicable regulations, then it will be approved. The New Mexico Oil Conservation Division address is 1220 South St. Francis Drive, Santa Fe, NM 87505. Their phone number is (505) 476-3440.

Please call me if you have any questions.





Benson-Montin-Greer Drilling Corp. 4900 College Blvd. Farmington, NM 87401

Dear Al,

As required by New Mexico Oil Conservation Division Rules, I am notifying you of the following non-standard location (NSL) for a well. This letter is a notice only. No action is needed unless you have questions or objections.

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Please call me if you have any questions.

 \overline{D}

Sincerely,





Roger Herrera BLM 1235 LaPlata Highway Farmington, NM 87401

Dear Roger,

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Please call me if you have any questions.

Brian Wood

EXHIBIT

Sincerely



Van Goebel Burlington Resources Oil and Gas Company P. O. Box 4289 Farmington, NM 87499

Dear Van,

As required by New Mexico Oil Conservation Division Rules, I am notifying you of the following non-standard location (NSL) for a well. This letter is a notice only. No action is needed unless you have questions or objections.

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Please call me if you have any questions.

Sincerely,

Brian Wood

T



Jerry Sullivan Calpine Natural Gas LP 1200 17th St., Suite 770 Denver, Co. 80202

Dear Jerry,

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Please call me if you have any questions.

sincerely,



ConocoPhillips 600 N. Dairy Ashford Houston, Tx. 77079

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Please call me if you have any questions.

Sincerely,





Steve Dunn 610 Reilly Ave. Farmington, NM 87401

Dear Steve,

As required by New Mexico Oil Conservation Division Rules, I am notifying you of the following non-standard location (NSL) for a well. This letter is a notice only. No action is needed unless you have questions or objections.

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Please call me if you have any questions.

Brian Wood

EXHIBIT

EXHIBIT

Sincerely



37 Verano Loop, Santa Fe, New Mexico 87508

January 27, 2003

Energen Resources Corp. 2198 Bloomfield Highway. Farmington, NM 87401-8108

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Please call me if you have any questions.

Brian Wood

Sincerely,

ENTIRAL E



J & R Merrion Trust 610 Reilly Ave. Farmington, NM 87401

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Please call me if you have any questions.

Sincerely,





Greg T. Merrion 610 Reilly Ave. Farmington, NM 87401

Dear Mr. Merrion:

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Please call me if you have any questions.

Sincerely





Michael K. Merrion 610 Reilly Ave. Farmington, NM 87401

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Please call me if you have any questions.

Sincerely,



Merrion Oil & Gas Corp. 610 Reilly Ave. Farmington, NM 87401

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Please call me if you have any questions.

Brian Wood

exhibit f

Sincerely,



Providence Minerals LLC 14860 Montfort Dr., #209 Dallas, Tx. 75254

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Please call me if you have any questions.

Brian Wood

EXHIBIT \$

Sincerely,



Jane Seiler Questar Expl. & Production Company 1331 17th St., Suite 800 Denver, Co. 80202

Dear Jane,

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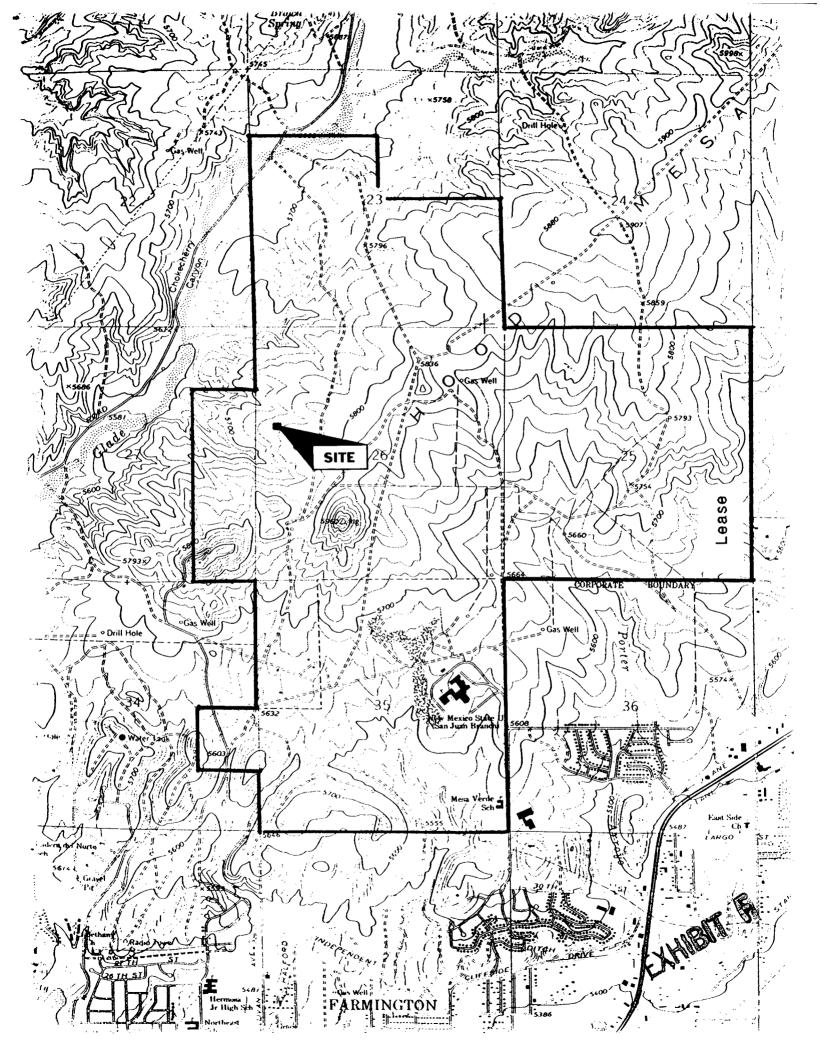
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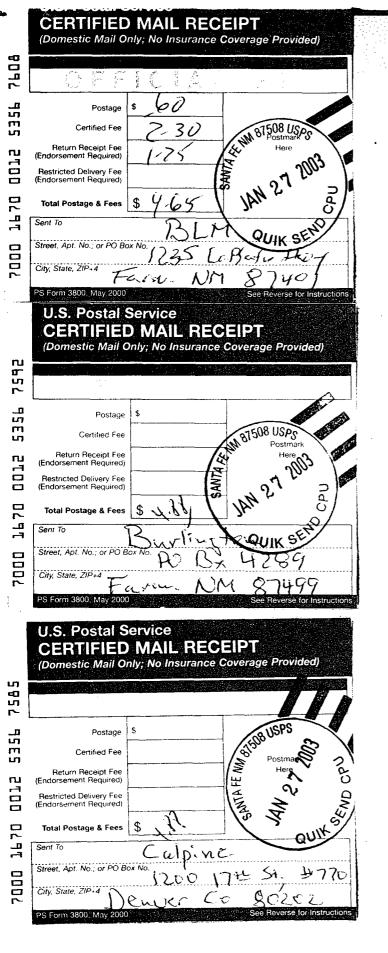
Please call me if you have any questions.

Sincerely,

Brian Wood

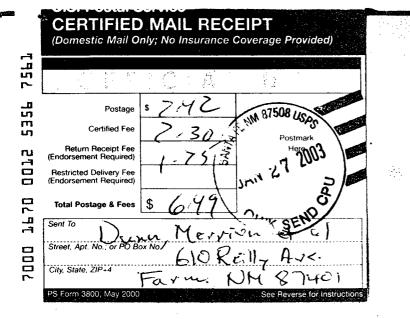
EXHIBIT F





, l	CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)	
766	ENM 8750	
5 3 5 E	Postage \$, P3 Certified Fee 2 30	1
10 T C	Return Receipt Fee (Endorsement Required) Restricted Delivery Fee (Endorsement Required) Restricted Delivery Fee (Endorsement Required)	/
E 70	Total Postage & Fees \$ 9,77	
10002	Street, Apt. No.; or PO Box No. ID Bx 168 City, State, ZIP+4 Farm NM 87497	
LT.	U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)	TO CONTRACT OF THE PARTY OF THE
761		2000
5356	Postage \$ Certified Fee	
0012	Return Receipt Fee (Endorsement Required) Restricted Delivery Fee (Endorsement Required)	1
1670	Total Postage & Fees \$ 9,17 QUIK 5	
2000	Street. Apt. No.: or PO Box No. 4908 Carey Blod	
	PS Form 3800, May 2000 See Reverse to Leave	









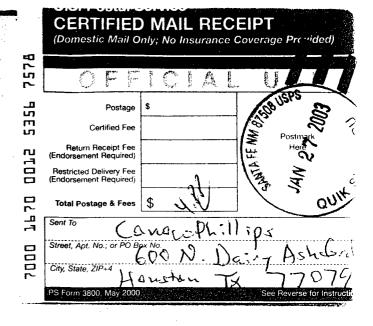




exhibit f