

DISTRICT I --- CHECKLIST FOR INTENTS TO DRILL

Operator CDG Operating LLC

Well Name & # GC Federal #41

Surface Type F: S : P

Location M -2D-17s-32e

Sub-Surface Type F: S : P

A. DATE C101 rec'd 7/27/09 C101 reviewed 7/27/09

B. Put Check Mark if OK on Form:

OGRID ☒, BONDING ☒, PROP CODE ☒, WELL # ☒,

Signature ☒

Inactive Well list as of: 7/27/09 # well 1425, # inactive wells 3

1. District Grant APD but see number of inactive wells:

Sent Letter to Operator _____, to Santa Fe _____

No Letter

Additional Bonding as of: 7/27/09

2. District Denial because operator needs addition bonding:

To Operator _____ To Santa Fe _____

No Letter

3. District Denial because of Inactive Well list and Financial Assurance:

To Operator _____ To Santa Fe _____

No Letter

C. C-102 YES ☒, NO _____, Signature ☒

1. Pool Maljamar, code _____

a. Dedicated acreage 40, What Units M

b. Location Standard _____; Non-Standard Location ☒ NSL-602D

2. 2nd Operator in same acreage, Yes _____, No _____

If Yes, Name of 2nd Oper. _____

Agreement Letter _____, Disagreement letter _____

3. Intent to Directional Drill YES____, NO ☒

a. Dedicated acreage____, What Units____

b. Bottomhole Location Standard ____; Non-Standard____
D. Blowout Preventer

E. H2S

F.D. C-144 Pit Registration YES____, NO____

G.E. Does APD require:

Non-Standard location approval YES ☒, NO____, ORDER # *NSL 6020*

Non-Standard proration approval YES____, NO____, ORDER #____

Simultaneous approval (share acreage) YES____, NO____, ORDER #____ *2 wells Plus this one #4*

Letter from other Operator YES____, NO____, ORDER #____

Injection order YES____, NO____, ORDER #____

SWD order YES____, NO____, ORDER #____

H.F. Holding for:

J.G. Approval Date 7/28/09

API #30-025-39472