UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

5. Lease Number NMNM-081239 Unit Reporting Number 6. If Indian, All. or Tribe 7. Unit Agreement Name 8. Farm or Lease Name 9. Well Number Blanco 30-12 #100 10. Field, Pool, Wildcat Basin Fruitland Coal 11. Sec., Twn, Rge, Mer. (NMPM) Sec. 10, T30N, R12W API # 30-045-32849 12. County San Juan NIM
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Basin Fruitland Coal 11. Sec., Twn, Rge, Mer. (NMPM) Sec. 10, T30N, R12W API # 30-045-32849 12. County 13. State San Juan MM
Sec. 10, T30N, R12W API # 30-045-32849 12. County
12. County 13. State San Juan / NM
ne
17. Acres Assigned to Well 320.74 acres S/2
Applied for on this Lease
20. Rotary or Cable Tools
22. Approx. Date Work will Start
1/25/05 Date

Archaeological Report attached

Threatened and Endangered Species Report attached

NOTE: This format is issued in lieu of U.S. BLM Form 3160-3

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, firstitious or fractulent statements or presentations as to any matter within its jurisdiction.

procedural review pursuant to 43 CFR 3165.3

und appeal adresuant to 43 CFR 3165.4

DRILLING OPER SUBJECT TO CC



DRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHED "GENERAL REQUIREMENTS".

DISTRICT I P.O. Box 1980, Hobbs, N.M. 88241-1980

1000 Rio Brozos Rd., Aztec, N.M. 87410

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised June 10, 2003 Instructions on back Submit to Appropriate District Office

DISTRICT II 1301 W. Grand Avenue, Artesia, N.M. 88210

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87504-2088 Instructions on back Appropriate District Office State Lease — 4 Copies Fee Lease — 3 Copies

DISTRICT IV

DISTRICT III

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

1 25 60 11 21 □ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

'API Number CII (2 Pool Code		() 3 Pool Name	
30-045- 3284	7 71629	Basin Fruitland Coal	
⁴ Property Code	P.F.	⁸ Well Number	
6833	BLA	NCO 30-12	100
⁷ OGRID No.	9(⁹ Elevation	
14538	BURLINGTON RESOURC	ES OIL & GAS COMPANY LP	5719

¹⁰ Surface Location

K 10 30-N 12-W 1910 SOUTH 1460 WEST SAN III	UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
SAIV 00	К	10	30-N	12-W		1910	SOUTH	1460	WEST	SAN JUAN

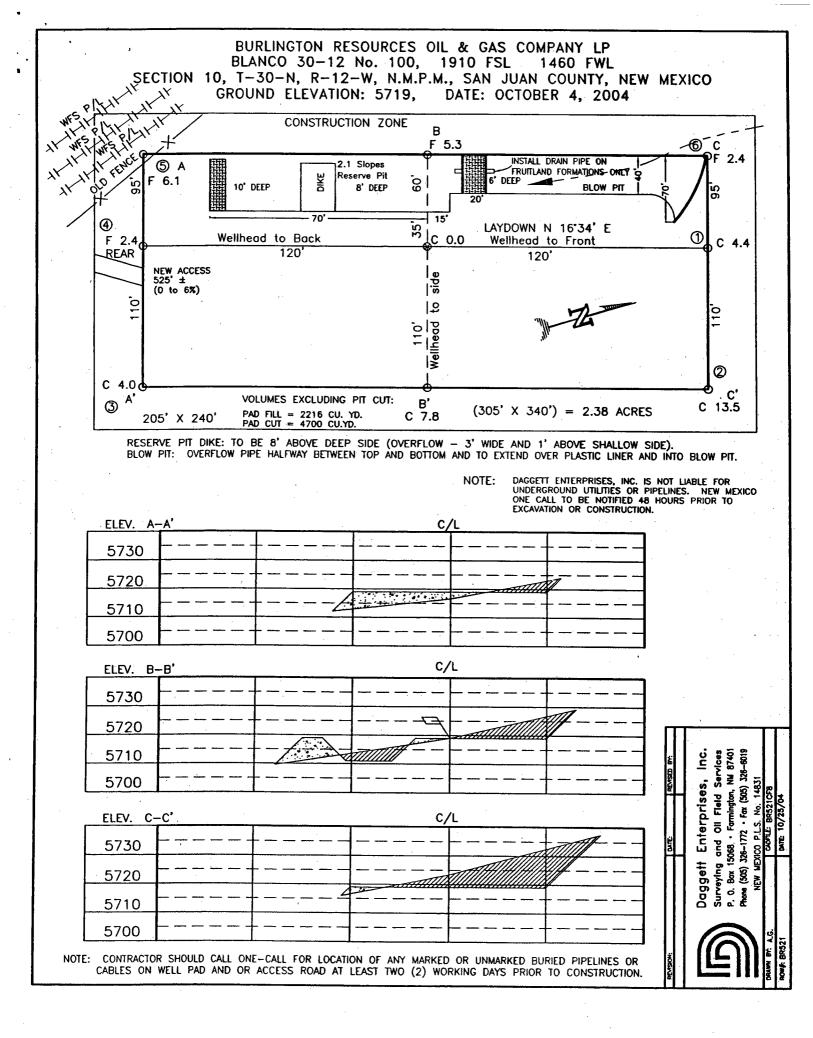
¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K				ľ				1	1
¹² Dedicated Acres		13 (loint or Infill		14 Consolidation Co	ode	¹⁵ Order No.		
320.74 a	cres S/	2							
		ļ							

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

<u>6</u>				
FD 3 1/4" BC BLM 1975 LOT 4	LOT 3	LOT 2	LOT 1	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief
LOT 5	LOT 6			Signature Patsy Clugston Printed Name
N 01:31'41" E 5161.61' (M)	1 NMSF-081239	0 ====================================	W., ET AL	Sr. Regulatory Specialist Title 11-3-04 Date 18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of octual surveys made by me
1460'	 			or under my supervision, and that the same is true and correct to the best of my bottles. OCTO Date of Survey M. M. C. Signours and set of Professional Supervision.
LOT 9	101	JOHNSON, E.G., ET AL		14831 6 THO FESSION BY 4
BLM 1975	S 87*52 5425.5	52' (M)	FD 3 1/4" BC BLM 1975	Certificate Number

Office Form C-1 District I Energy, Minerals and Natural Resources May 27, 20 District II 301 W. Grand Ave., Artesia, NM 88210 OIL CONSERVATION DIVISION 5. Indicate Type of Lease	17.7
<u>District II</u>	
· · · · · · · · · · · · · · · · · · ·	\dashv
District III 1220 South St. Francis Dr. STATE FEE	
1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No.	
<u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505 NMSF081239	
SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7. Lease Name or Unit Agreement Name	\Box
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH	
PROPOSALS.)	_
1. Type of Well: Oil Well Gas Well X Other 8. Well Number Blanco 30-12 #100	
2. Name of Operator 9. OGRID Number	\dashv
BURLINGTON RESOURCES OIL & GAS COMPANY LP 14538	_
3. Address of Operator 3401 E. 30TH STREET, FARMINGTON, NM 87402 10. Pool name or Wildcat Basin Fruitland Coal	
4. Well Location	\neg
Unit Letter K : 1910' feet from the South line and 1460' feet from the West line Section 10 Township 30N Range 12W NMPM County San Juan	
Section 10 Township 30N Range 12W NMPM County San Juan 11. Elevation (Show whether DR, RKB, RT, GR, etc.)	
5719' GL	
Pit or Below-grade Tank Application or Closure	
Pit type new drill Depth to Groundwater >50' Distance from nearest fresh water well >1000' Distance from nearest surface water <200	0,
Pit Liner Thickness: 12 mil Below-Grade Tank: Volumebbls; Construction Material	_
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING	П
TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS. P AND A	Н
PULL OR ALTER CASING MULTIPLE COMPL CASING/CEMENT JOB	_
OTHER: New Drill Pit X OTHER:	П
13. 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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.	
of recompletion.	
New Drill, Lined:	
Burlington Resources proposes to construct a new drilling pit and an associated blow/flare pit. Based on Burlington's interpretation of the Ecosphere's risk ranking criteria, the new drilling pit will be a lined pit as detailed in Burlington's Revised Drilling / Workover Pit Construction /	
Ecospiler s risk ranking chicha, the new utiling pit will be a lined pit as detailed in Duffington's Revised Diffing / workover Pit Construction /	
Operation Procedures dated November 11, 2004 on file at the NMOCD office. A portion of the blow/flare pit will be designed to manage fluids and that portion will be lined as per the risk ranking criteria. Burlington Resources anticipates closing these pits according to the Drilling /	
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OPERATIONS PLAN

Well Name: Blanco 30-12 #100

Location: Unit K (NESW), 1910' FSL & 1460' FWL, Sec. 10, T30N, R12W

San Juan County, New Mexico

Latitude 36° 49.5135′N; Longitude 108° 05.3579′W

Formation:

Basin Fruitland Coal

Elevation:

5719' GR

Formation:	Тор	Bottom	Contents
Surface	San Jose	481'	
Ojo Alamo	481'	541'	aquifer
Kirtland	541'	1791'	gas
T/Fruitland	1791'	1988'	gas
B/Fruitland Coal	1988'	1998'	gas
Pictured Cliffs	1998'		•
Total Depth	2198'		

Note: The Total Depth for this well is into the Pictured Cliffs interval, but currently only have plans to complete the Fruitland Coal interval. We could in the near future perforate/stimulate the Pictured Cliffs interval, but only would once Regulatory approval was asked for and received.

Logging Program: None

Mud Program:

<u>Interval</u>	Type	<u>Weight</u>	Vis. Fluid Loss
0- 120'	Type Spud air air mist	8.4-8.9	40-50 no control
120-2198'	Non-dispersed	8.4-9.5	30-60 no control

Casing Program:

<u> Hole Size</u>	<u>Depth Interval</u>	<u>Csq.Size</u>	<u>W†.</u>	<u>Grade</u>
8 3/4"	0 - 120'	7"	20.0#	J-55
6 1/4"	0 - 2198'	4 1/2"	10.5#	J/K-55

Tubing Program:

0 - 2198'	2 3/8"	4.7#	J-55

Float Equipment: 7" surface casing - guide shoe. Centralizers will be run in accordance with Onshore Order #2.

4 1/2" production casing - float shoe and float collar on bottom. Centralizers run every third joint above shoe to the base of the Ojo Alamo @ 541'. Two turbolizing type centralizers - one below and one into the base of the Ojo Alamo @ 541'. Standard centralizers thereafter every fourth joint up to the base of the surface pipe.

Wellhead Equipment: 7" x 4 1/2" x 2 3/8" x 11" 2000 psi xmas tree assembly.

Cementing:

7" surface casing pre-set drilled - cement with Type I, II cement with 20% flyash mixed at 14.5 ppg, 1.61 cu ft per sack yield. (Bring cement to surface). Wait on cement for 24 hours for pre-set holes before pressure testing or drilling out under the surface.

7" surface casing - Cement with 42 sx Type III cement with 0.25 pps Celloflake, 3% CaCl. (54 cu ft of slurry @ 1.28 yield). 200% excess, bring cement to surface. Wait on cement for 8 hrs for conventionally set holes before pressure testing or drilling out from under surface.

WOC until cement establishes 250 psi compressive strength prior to NU of BOPE.

4 1/2" production casing - Cement with 101 sx (215 cu ft of slurry @ 2.13 yield) Premium Lite with 3% calcium chloride, 5 pps LCM-1, and 1/4#/sack celloflake, 0.4% FL-52, & 0.4% SMS. Tail with 90 sacks (124 cu ft of slurry @ 1.38 yield) Type III cmt with 1% calcium chloride, 1/4#/sack celloflake and 0.2% FL-52. Total 339 cu ft - 50% excess to circulate to surface.

BOP and tests:

TH

Surface to TD - 11" 2000 psi (minimum double gate BOP stack (Reference Figure #1 and #2). Prior to drilling out surface casing, test rams to 600 psi/30 min.

Completion - 6" 2000 psi (minimum) double gate BOP stack (Reference Figure #2). Prior to completion operations, test rems and casing to 2000 psi/15 min.

From surface to TD - choke manifold (Reference Figure #3).

Pipe rams will be actuated at least once each day and blind rams actuated once each trip to test proper functioning. An upper kelly cock valve with handle and drill string safety valves to fit each drill string will be maintained and available on the rig floor.

Additional information:

- * The Fruitland Coal formation will be completed.
- * Anticipated pore pressure for the Fruitland is between 600 700 psi.
- * This gas is dedicated.
- * The west half of the section is dedicated to this well.
- * New casing will be utilized.
- * Pipe movement (either rotation or reciprocation) will be done if hole conditions permit.

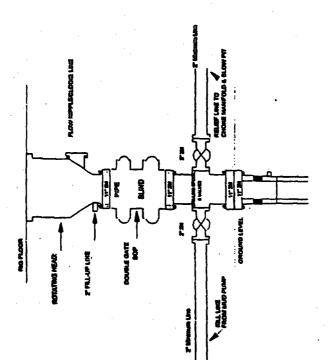
Drilling Engineer

Date

Completion/Workover Rig BOP Configuration 2,000 psi System

Burlington Resources

2000 psi System **Drilling Rig**

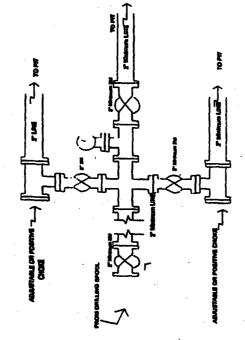


10-02-4

Figure #

Drilling Rig Choke Menifold Configuration 2000 psi System

BURLINGTON RESOURCES



Choke menifold installation from Surface Casing Point to Total Depth. 2,000pel working pressure equipment with two chokes.

Figure #3

k ⊗ §

ressure double gate BOP to be equipped with billed and tpe name. A stripping head to be installed on the top of Operations. 7-1/16" bore, 2000 pel minimum working preseure or greater excluding 500 pel atripping head. Minimum BOP installation for all Completion/Works the BOP. At BOP equipment is 2000 pai working Pigner #2

10-02-4