Form 3160-3 (September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

2005 DEC	PIN Expires January 31, 2004	
5	5. Lease Serial No.	
К	CEN 1078922	
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APPLICATION FOR PERMIT TO DR	ILL OF	REENTER)70 FAF	6 If Indian. Allottee or T	ribe Name		
12. Type of Work: XX DRILL		7. If Unit or CA Agreeme	nt, Name and No.				
12. Type of Work. 101 DRILL C1 REENTER	•		L	Canyon Largo Unit			
1b. Type of Well: Oil Well Gas Well Other		Single Zone 🔘 Multip		8. Lease Name and Well No.			
		Single Zone C. Multip	le Zone	Canyon Largo	Unit 4/9		
2. Name of Operator			ļ	9. API Well No.			
Huntington Energy, L.L.C. 3a. Addres 6301 Waterford Blvd., Suite 400	1h Phor	ne No. (include area code)		30-039-297/4 10. Field and Pool, or Expluratory			
Oklahoma City, OK 73118		5) 840–9876	}	Basin Dakot			
4. Location of Well (Report location clearly and in accordance with a				11. Sec., T., R., M., or Blk.			
· · · · · · · · · · · · · · · · · · ·	iny State	requirements.	İ		•		
Atsurface SESE 780' FSL & 845' FEL .				P Sec 4-T24N-F	C/W		
At proposed prod. zone		·		•	· · · · · · · · · · · · · · · · · · ·		
14. Distance in miles and direction from nearest town or post office.			1	12. County or Parish	13. State		
35 miles SE from Blanco, NM	T			Rio Arriba	NM		
15. Distance from proposed* location to nearest	16. No	of Acres in lease	17. Spacing	acing Unit dedicated to this well			
property or lease line, ft, (Also to nearest drig, unit line, if any)				F/2 333.62			
13. Distance from proposed location*	19. Pro	9. Proposed Depth 20.		ILM/BIA Bond No. on lile			
to nearest well, drilling, completed, applied for, on this lease, ft.	NMI			в000076			
	7430						
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 7157†	22. Approximate date work vill start*			23. Estimated duration			
7131		A		I			
		Attachments					
The following, completed in accordance with the requirements of Onsho	re Oil and	d Gas Order No.1, shall be an	tached to this	s form:			
1. Well plat certified by a registered surveyor.		4. Bond to cover to	he operation	ns unless covered by an exi	sting bond on file (see		
2. A Drilling Plan.		Item 20 above).					
3. A Surface Use Plan (if the location is on National Forest System SUPO shall be filed with the appropriate Forest Service Office).	Lands, t	he S. Operator certific 6. Such other site		ormation as Vor plans as re	ay be required by the		
3010 Man of the opposite of the office of the opposite of the		authorized office	er.				
25. Signature A		Name (Printed/Typed)	- 	¦ Da	le ·		
atherine Smith		Catherine Smit	h	11/30/05			
Land Associate				1	,		
Approved by (Signature)	1	Name (Printed/Typed)			2/1/06		
Title Office							
Application approval does not warrant or certify the the applicant holds	legal or e	quitable title to those rights in	n the subject	lease which would entitle th	e appliernt to conduct		
operations thereon. Conditions of approval, if any, are attached.							
Title 18 U.S.C. Section 1001 and Title 43 U C. Section 1212, make	il a crim-	· for any nerron brawington	nd willfulle	In make to any densionent	or agency of the United		
States any false, fictitious or fraudulent statements or representations as	to any m	atter within its jurisdiction.		to make to any department			

*(Instructions on reverse)

This action is subject to technical and procedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4

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

DISTRICT 1 1825 N. French Dr., Hobbs, N.M. 88240

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised June 10, 2003

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

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

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

☐ AMENDED REPORT

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

		/	WELL	LOCATION	UNA V	ACF	REAGE DEDI	CATION P	LA'I'_			
30-	Number	20	114	Pool Code				Pool Nam				
50-	034-	211	17	71599				Basin	Dakot	a		
Property C	ode				* Proj	perty l	Name .			• We	ll Hum	ber
6886	326	60			CANYON	LAR	GO UNIT	/			479	_
OGRID No					*Ope	rator l	Name			•	Elevatio	0
208706		/		Н	UNTINGTO	N EN	ERGY, LLC				7157	1
					10 Surfa	ace	Location					
UL or lot no.	Section	Townshi	P Ran	ge Lot ldn	Feet from	the	North/South line	Feet from the	East	/West line		Count
Р	4	24-1	1 7-1	v	780		SOUTH	845	ε	AST	RIO	ARRIBA
			11 E	lottom Hole	Location	on II	Different Fro	om Surface				
UL or lot no.	Section	Townshi	p Ran	ge Lot idn	Feet from	the	North/South line	feet from the	East	/West line		Count
Dedicated Acres 333.62 "Joint or Infill "Consolidation Code" "Order No.												
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED												

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

18	OR A NON-STAN	DARD UNIT HAS B	EEN APPROVED BY	THE DIVISION
LOT 4	LOT 3	LOT 2	LOT 1	17 OPERATOR CERTIFICATION
LOT 5	LOT 6	 LOT 7 	LOT 8	I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Signature
LOT 12	LOT 11	LOT 10	LOT 9	Catherine Smith Prioled Name Land Associate Title
	- 4		FD. MONUMENT	October 13, 2005
		1	00-31-09 W 2602.37 (M)	18 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
	1	FD. 3 1/4" BC 1965 B.L.M.	zÑ	SEPTEMBLE AS, VILLO
	LAT. 36'20.2 LONG. 107'34.4 FD. 3 1/4" BC	303' N. (NAD 27) 576' W. (NAD 27) S 89-28-35 W 2632.88' (M)	,08 845'	Signature and test of Endigheri Surveyor. 14831 Certificate Number OFESSIONALS

OPERATIONS PLAN

Well Name:

Canyon Largo Unit #479

Location:

780' FSL, 845' FEL, SE/4 Sec 4, T-24-N, R-7-W NMPM

Rio Arriba County, NM

Formation: Elevation:

Basin Dakota 7157' GL

Formation Tops:	<u>Top</u>	<u>Bottom</u>	<u>RMSL</u>
Ojo Alamo	1883'	2133'	5290
Kirkland	2133'	2333'	5040
Fruitland	2333'	2653'	4840
Pictured Cliffs	2653'	2723'	4520
Lewis Shale	2723'	3015'	4450
Huerfanito	3015'	4183'	4158
Cliff House	4183'	4223'	2990
Menefee	4223'	4913'	2950
Point Lookout	4913'	5115'	2260
Mancos	5115'	5978'	2058
Gallup (Niobrara)	5978'	6868'	1195
Greenhorn	6868'	6933'	305
Graneros	6933'	6965'	240
Dakota	6965'	7306'	208
Morrison	7306'	7400'	-133
TD	7400'		

Logging Program:

Open hole logs - Platform Express

Cased hole logs - CBL/GR - TD to 5200'

Cores & DST's - none

Mud log - 2300' to TD

Mud Program:

<u>Interval</u>	<u>Type</u>	<u>Weight</u>	<u>Vis.</u>	Fluid Loss
0 – 320'	Spud	8.4-8.9	40-50	no control
320 – 7400'	LSND	8.4-9.0	40-60	8-12

Pit levels will be visually monitored to detect gain or loss of fluid control.

Casing Program:

Casting	Hole Size 12 ¼" 7 7/8"	<u>Depth Interval</u> 0' - 320' 0' - 7400'	Csg. Size 8 5/8" 4 1/2""	<u>Wt.</u> 24.0# 11.6#	Grade WC-50 N-80
Tubing	Program:				
		0' – 7400'	2 3/8"	4.7#	J-55

BOP Specifications, Wellhead and Tests:

Surface to TD -

11" 3000 psi minimum double gate BOP stack (Reference Figure #1). After nipple-up prior to drilling out surface casing, rams and casing will be tested to 600 psi for 30 minutes.

^{2&}quot; nominal, 3000 psi minimum choke manifold (Reference Figure #3).

Completion Operations:

6" 3000 psi double gate BOP stack (Reference Figure #2). After nipple-up prior to completion, pipe rams and casing top will be tested to 3000 psi for 15 minutes.

Surface to Total Depth:

2" nominal, 3000 psi minimum choke manifold (Reference Figure #3).

Wellhead:

8 5/8" x 4 ½" x 1 ½" x 1 ½" x 3000 psi tree assembly.

General:

- Pipe rams will be actuated once each day and blind rams will be actuated once each trip to test proper functioning.
- An upper Kelly cock valve with handle available and drill string valves to fit each drill string will be available on the rig floors at all times.
- A BOP pit level drill will be conducted weekly for each drilling crew.
- All of the BOP tests and drills will be recorded in the daily drilling reports.
- Blind and pipe rams will be equipped with extension hand wheels.

Cementing:

8 5/8" surface casing -

Cement to surface w/265 sx Class "B" cement w/3% calcium chloride and 1/4#/sx cellophane flakes (312 cu. ft. of slurry, 200% excess to circulate to surface).

WOC 8 hr. prior to drilling out surface casing. Test casing to 600 psi for 30 minutes.

Saw tooth guide shoe on bottom. Bowspring centralizers will be run in accordance with Onshore Order #2.

Production Casing - 4 1/2"

Lead with 700 sx 65/35 Standard Poz w/6% gel, ¼# Flocele, 10# Gilsonite, 3/10% Halad 9, 1/10% HR5 (1.96 yld). Tail w/900 sx 50/50 Standard Poz w/35 Gel, 9/10% Halad9, 2/10% CFR 3, 5# Gilsonite, ¼# Flocele (1.47 yld).

Alternate Two-stage cement job as follows:

First Stage: Cement to circulate to stage tool @ 5066'. Lead with 700 sx Class "G" 50/50 poz (13#, 1.47 yd) w/3% gel, 0.25 pps Celloflake, 5 pps Gilsonite, 0.25 pps Fluid loss, 0.15% dispersant, 0.1% retarder. WOC 4 hours prior to pumping second stage. (Slurry volume: 1029 cu. ft. Excess slurry: 50%). DV Tool at 5000 ft.

Second Stage: Cement to circulate to surface. Cement with 700 sx Class "G" (12#, 2.9yd) TXI Liteweight cement w/2.5% sodium metasilicate, 2% calcium chloride, 10 pps Gilsonite, 0.5 pps Celloflake, 0.2% antifoam. WOC a minimum of 18 hours prior to cleanout. (Slurry volume: 1914 cu. ft. Excess slurry: 50%). Tail w/50 sx Class "B" w/1/4# Flocele (15.6#, 1.18 yd), (Slurry 59 cu. ft., Excess 50%).

Float shoe on bottom. Three centralizers run every other joint above shoe. Thirty-five centralizers - one every 4th joint to the base of the Ojo Alamo @ 2448'. Two turbolizing type centralizers - one below and one into the base of the Ojo Alamo @ 2448'. Standard centralizers thereafter every fourth joint up to the base of the surface pipe.

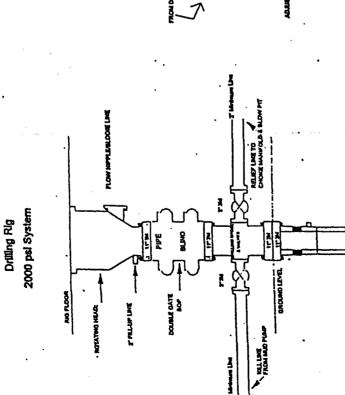
Note: If open hole logs are run, cement volumes will be based on 25% excess over caliper volumes.

Additional Information:

The Dakota formations will be completed.

- No abnormal temperatures or hazards are anticipated.
- Sufficient LCM will be added to the mud system to maintain well control, if lost circulation is encountered below the top of the Pictured Cliffs.
- The east half of the Section 4 is dedicated to this well.
- This gas is dedicated.
- Anticipated pore pressure

Fruitland Coal 300 psi Pictured Cliffs 500 psi Mesa Verde 700 psi Dakota 3000 psi



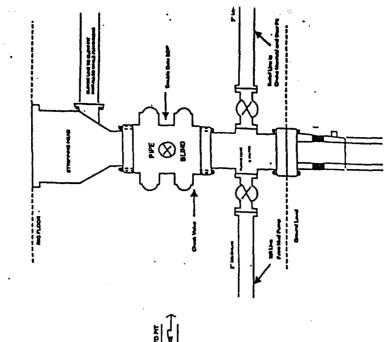
Choke manifold hetaliation from Surface Casing Point to Tobal Deptil. 2,000psi working pressure

equipment with two chokes.

Figure #1

Drilling Rig Choke Manifold Configuration 2000 pel System





pressure double gate BOP to be equipped with bind and pipe rame. A stripping head to be installed on the top of Operations. 7-1/16" bore, 2000 psi minimum worlding. Minkmum BOP Installation for all Completion-Workows the BOP. At BOP equipment is 2000 pal working pressure or greater excluding 500 pet stripping head.

Figure #2

Figure #3

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM AFFROVED OMB No. 1004-0135 Expires Issuary 31, 2004 5. Lease Serial No.

SUNDRY NOTICES AND REPORTS ON WELLS	
Do not use this form for proposals to drill or to re-enter	an
abandoned well. Use Form 3160-3 (APD) for such proposal	5

NMSF 078922

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.					6. If Indian, Allonce or Tribe Name					
SUBMIT WITH	LICATE Offerins of	Zeromika iculorision: re	verse side		7. If Unit or	CNYRe	ement, Name	and/or No.		
. Type of Well	Type of Well						Canyon Largo Unit			
	Oil Well See Gas Well Other						8. Well Name and No.			
Name of Operator						Canyon Largo Unit 479				
Huntington Energy, L.L.C. Address 6301 Waterford Blvd., Suite 400 3b. Phone No. (include area code)					_	9. API WEIL NO. 30-039-29-714				
a. Address 6301 Waterfo Oklahoma Cit	ra Biva., Suite 40 y, OK 73118	(405)	840-9876)	1	- 4	Exploratory	Area		
Location of Well [Foologe, Sec.		Basin Dakota								
Sec 4-T24N-R	.7W				11. County			NIM		
SESE 780' F	'SL & 845' FEL				Rio	Arriba	a Co.,	NM		
12. CHECK AP	PROPRIATE BOX(ES) T	O INDICATE	NATURE O	F NOTICE,	REPURT, O	OTHE	RIPATA			
TYPE OF SUBMISSION			TYPEO	FACTION						
	☐ Acidize	O Deepen	99 Q	Production (St	arvResume)	Q w:	ter Shut-Off	,		
Notice of Intent	Alter Casing	C Fracture To	est 🔾	Reclamation	•		Il integnty			
Subsequent Report	Casing Repair	Hew Const	ruction 🔾	Recomplete		₩ Cu	ner Well	Pad		
	Change Plans	Ples and A	bandon Q	Temporarily i	nobacdA		Change			
Final Abandonment Nonce	Convert to Injection	Plug Back	0	Water Disposi	ŋ					
after the P		FEB:	11/30/0 3/3/3/3/3/0 2006 S	95.	on-site	insperior of the contract of t	TES UN SE			
14. Thereby centry that the fores Name (Printed Typed)	ous is the ma conect	•	1							
Catherine !	Smith /		Tide	Land Asso	ociate					
Signature affect	ne Smith	ン 	Date	1/30/06						
	THIS SPACE	EFOR FEDE	CAL OR STA	TE OFFICE	USE 💥	24.3	Q-0465	STATE OF THE STATE OF		
	1. 0.			۱ ۸	۸0.	1_	211	06 4		
Conditions of approval, if any.	are anached. Approval of this	notice does not w	Title	tetne	That	Date				
tholds	legal of contrasts little to mose	rights in the subj	ect lease Offi	ce	7					
which would entitle the applicate	(to consuct obstations mercon-		l					- Oche United		
Title 13 U.S.C. Section 1001 an States any false, lictitious or fran	d Title 43 U.S.C. Section 1212, judulent statements or representat	make it a crime fo	er any person kr ter within its jur	nowingly and wi isdiction.	lifully to make t	o sny dep	acument or a	gency of the con-		

BURLINGTON RESOURCES OIL & GAS COMPANY LP/HUNTINGTON ENERGY, LLC CANYON LARGO UNIT NO. 479, 780 FSL 845 FEL SECTION 4, T-24-N, R-7-W, N.M.P.M., RIO ARRIBA COUNTY, NEW MEXICO GROUND ELEVATION: 7157, DATE: SEPTEMBER 8, 2005

