UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

1a.	Type of Work	5. Lease Number
	DRILL	NMSF-078945
	11/2/10	Unit Reporting Number MV-8910016500 Hington, Ni
		The DV ONANGERA
lb.	Type of Well AUG 2003	6, If Indian, All. or Tribe
ID.	GAS Succession) Thirdian, An. of Tribe
	Cara and	7.)
2.	Operator to the control of the contr	7. Unit Agreement Name
	BURLINGTON	
	RESOURCES OIL & GAS COMPANY DE	San Juan 29-7 Unit
3.	Address & Phone No. of Operator	8. Farm or Lease Name
	PO Box 4289, Farmington, NM 87499	San Juan 29-7 Unit
		9. Well Number
	(505) 326-9700	81M
4.	Location of Well	10. Field, Pool, Wildcat
	720' FNL, 720' FEL	Blanco MV/Basin DK
		11. Sec., Twn, Rge, Mer. (NMPM)
	Latitude 36 ^O 43.83, Longitude 107 ^O 36.31	A Sec. 18, T-29-N, R-7-
		API# 30-039- 27458
14.	Distance in Miles from Nearest Town	12. County 13. State
	14 miles from Blanco	Rio Arriba NM
15.	Distance from Proposed Location to Nearest Property or Lease	e Line
16.	Acres in Lease	17. Acres Assigned to Well
		320 E/2
18.	Distance from Proposed Location to Nearest Well, Drlg, Compl	or Applied for on this Lease
10.	1161'	, or Applied for on this Lease
19.	Proposed Depth	20. Rotary or Cable Tools
	7956'	Rotary
		_
21.	Elevations (DF, FT, GR, Etc.)	22. Approx. Date Work will Start
	6729' GR	
23.	Proposed Casing and Cementing Program	
	See Operations Plan attached	
	Dealers Contraction of the second	5.5-03
24.	Authorized by:	
	Regulatory/compliance Supervisor	Date
PERM	MIT NO. APPROVAL	DATE
	/s/ David Mankinging	AUG 1 5 20
APPF	ROVED BY TITLE	DATE

Archaeological Report to be submitted

Threatened and Endangered Species Report to be submitted 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, fictitious or fraudulent statements or presentations as to any matter within its jurisdiction.

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., Aziec, 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 87505

			ELL L	CATION	I AND A	CREAGE D	EDICAI	ION PL	A I		
			² Pool Code				¹ Pool Name				
30-039-	617	150	72319	771599		anco Mesav	erde/Ba	sin Dak		II Norther	
⁴ Property Code					⁸ Property				* Well Number		
7465	·			SAN JUAN					81M		
OGRID No.					*Operator	Name				* Elevation	
14538			В	URLINGTON	RLINGTON RESOURCES OIL & GAS INC.		INC.			6729'	
					¹⁰ Surface	Location					
L or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South	- 1	et from the	East/West line	County	
_AL	18	29-N	7-W	L	720	NORTH	7:	20	EAST	RIO ARRIBA	
	· · · · · · · · · · · · · · · · · · ·			om Hole	Location						
JL or lot no.	Section	Township	Range	Lot idn	Feet from the	North/South	line F	et from the	East/West line	Count	
Dedicated Acres		L	¹³ Joint or	lofiii	¹⁴ Consolidation	Code	1º Or	der No.	:	<u> 1</u>	
MV - E/32	0						"		*		
DK - E/32			<u></u>								
NO ALLOW	ABLE \								AVE BEEN CO	ONSOLIDATE	
		OR A	NON-ST	ANDARD	UNIT HAS	BEEN APPRO	OVED BY	THE DIV	ISION		
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					264	10'(R) S	CORNER		JERAIUR CE. tify that the information		
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LOT 5	į			<u>l</u> l .			720'	belief.	complete to the post of	illy lelowloage and	
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			LON	lG:107°36. 	3100' W. (N	AD 27) 19	00°01°16" \ 2618.28'(M)	Signatur		<u>u</u>	
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LOT 6	· 1				AUG 2003				5-03		
	ľ	•			AUG 200			Date -	3,02		
				10		100-31					
				10 T	- Dis-		D 2 1/2"				
	1	4		_#\ * €	9		TD 2 1/2" .L.O. 1913 BRASS CAP	18 5	SURVEYOR CE	RTIFICATIO	
				li `	· Wei			I hereby cert	ify that the well location	shown on this plat	
LOT 7	, 1			li				was plotted t	rom field notes of actua	l surveys made by	
				li				me or under	my supervision, and that	t the same is true	
	1			li				and correct	to the best of my beltef.		
		•		li	HEA C	 07051 <i>4</i>		4	A. JOH	3	
 					USA S	F-079514		Date of	STORY WEXT	-178	
				K				Signature	1 7 2 \	al Surveyors	
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OPERATIONS PLAN

Well Name: San Juan 29-7 Unit #81M

720'FNL, 720'FEL, Section 18, T-29-N, R-7-W

Rio Arriba County, New Mexico

Latitude 36° 43.87, Longitude 107° 36.31

Formation: Blanco Mesa Verde/Basin Dakota

Elevation: 6729'GL

Top	Bottom	<u>Contents</u>
San Jose	2491'	
2491'	2661'	aquifer
2661'	3161'	gas
3161′	3491 ′	J
3491'	3621'	gas
3621 ′	4176	qas
3721'		J
4176 ′	4451'	gas
4451'	5216'	gas
5216 ′	5281 ′	, 3
5281 '	5661'	gas
5661'	6061'	gas
6061 ′	6911 ′	gas
6911 ′	7651 ′	gas
7651'	7706'	gas
7706'	7756'	gas
7756 ′		gas
7956′		-
	San Jose 2491' 2661' 3161' 3491' 3621' 4176' 4451' 5216' 5281' 5661' 6061' 6911' 7756'	San Jose 2491' 2491' 2661' 2661' 3161' 3161' 3491' 3491' 3621' 3621' 4176' 3721' 4176' 4451' 4451' 5216' 5216' 5281' 5281' 5661' 5661' 6061' 6061' 6911' 6911' 7651' 7706' 7756'

Logging Program:

Mud logs - none

Cased hole - CBL-CCL-GR - TD to surface

Open hole - none

Cores - none

Mud Program:

Inter	rval	Type	Weight	Vis.	Fluid Loss
0-	200'	Spud	8.4-9.0	40-50	no control
200-	3721 ′	LSND	8.4-9.0	30-60	no control
3721-	7956'	Air/N2	n/a	n/a	n/a

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

Casing Program (as listed, the equivalent, or better):

Hole Size	Depth Interval	Csg.Size	Wt.	Grade
12 1/4"	0' - 200'	9 5/8"	32.3#	WC-50
8 3/4"	0' - 3721'	7"	20.0#	J-55
6 1/4"	3621' - 7956'	4 1/2"	10.5#	K-55

Tubing Program:

0' - 7956'

BOP Specifications, Wellhead and Tests:

Surface to Intermediate 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.

Intermediate TD to Total Depth -

11" 3000 psi minimum double gate BOP stack (Reference Figure #1). After nipple-up prior to drilling out intermediate casing, rams and casing will be tested to 1500 psi for 30 minutes.

Surface to Total Depth -

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

Completion Operations -

7 1/16" 3000 psi double gate BOP stack (Reference Figure #3). After nipple-up prior to completion, pipe rams, casing and liner top will be tested to 2000 psi for 15 minutes.

Wellhead -

9 5/8" x 7" x 2 3/8" 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.
- BOP pit level drill will be conducted weekly for each drilling crew.
- All BOP tests and drills will be recorded in daily drilling reports.
- Blind and pipe rams will be equipped with extension hand wheels.

Cementing:

9 5/8" surface casing - cement with 50 sx Type I, II cement with 20% flyash (81 cu.ft. of slurry, to bring cement to surface). WOC 24 hours for pre-set holes or 8 hours for conventionally set holes before pressure testing or drilling out from under 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.

7" intermediate casing -

Lead w/464 sx Premium Lite cement with 3% calcium chloride, 0.25 pps Flocele, 5 pps LCM-1, 0.4% fluid loss, 0.4% sodium metasilicate. Tail w/90 sx Type III cmt w/1% calcium chloride, 0.25 pps Flocele, 0.2% fluid loss (1113 cu.ft. of slurry, 100% excess to circulate to surface.) WOC minimum of 8 hours before drilling out intermediate casing. If cement does not circulate to surface, a CBL or a temperature survey will be run during completion operations to determine TOC. Test casing to 1500 psi for 30 minutes.

Cement nose guide shoe on bottom with float collar spaced on top of shoe joint. Bowspring centralizers spaced every other joint off bottom, to the base of the Ojo Alamo at 2661'. Two turbolating centralizers at the base of the Ojo Alamo at 2661'. Bowspring centralizers spaced every fourth joint from the base of the Ojo Alamo to the base of the surface casing.

4 1/2" Production casing -

Cement to cover minimum of 100' of 4 $1/2" \times 7"$ overlap. Lead with 291 sx 35/65 poz Type III cement w/0.25 pps Celloflake, 0.3% CD-32, 6.25 pps LCM-1, 1% fluid loss, 7 pps CSE, 6% gel (577 cu.ft.), (30% excess to cement 4 $1/2" \times 7"$ overlap. WOC a minimum of 18 hrs prior to completing.)