UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OIL CONS, DIV.

DIST. 3

| | APPLICATION | N FOR PERMIT TO DRILL, DEEPE | EN, OR PLUG BACK | |
|----------|--|--|--|---------------------|
| 1a. | Type of Work DRILL | RECENTED FEB 0 5 2008 | 5. Lease Number USA SF- 99011' Unit Reporting No | |
| 1b. | Type of Well GAS | Bureau of Land Management Famington Field Office | 6. If Indian, All. or T | ribe |
| 2. | Operator BURLINGTON | | 7. Unit Agreement N | |
| | RESOURCES Oil & C | ias Company, LP | Huerfanito Uni | it |
| 3. | Address & Phone No. of Ope PO Box 4289, Farmin | | 8. Farm or Lease Na | me |
| | (505) 326-9700 | | 9. Well Number #39S | |
| 4. | Location of Well Unit D (NWNW), 805' 1 | FNL & 860' FWL | 10. Field, Pool, Wild Basin Fruitla | |
| , | Latitude 36.551321 N | | 11. Sec., Twn, Rge, M | |
| | Longitude 107.781920 | w. | API # 30-04 | 15- <i>3459</i> 2 |
| 14. | Distance in Miles from Neare 28 Miles/Bloomdeild, | | 12. County San Juan | 13. State NM |
| 15. | Distance from Proposed Loc | ation to Nearest Property or Lease L | ine | |
| 16. | Acres in Lease 1040 | | 17. Acres Assigned FC 320.00 (W | |
| 18. | Distance from Proposed Loc 1046' from Huerfano # | ation to Nearest Well, Drlg, Compl, o | r Applied for on this Le | ase |
| 19. | Proposed DepthThis action is su 2413 procedural review | | 20. Rotary or Cable Rotary | Tools |
| 21. | Elevations (DF, FT, GR, Etc.) 6377' GL | | 22. Approx. Date Work DRILLING OPERATIONS AT SUBJECT TO COMPLIANCE | ITHORIZED ARE |
| 23. | Proposed Casing and Cemen See Operations Plan | | "GENERAL REQUIREMENT | 5". |
| 24. | Authorized by: Jamile Goodw | vin (Regulatory Technician) | | <u>08</u> .e |
| PERM | IT NO. | APPROVAL D | ATE | |
| APPR | OVED BY SIMON | legig TITLE/ ATM | DATE | 2/20/ |
| Threa | eological Report attached tened and Endangered Species This format is issued in lieu of U.S. B | ME OLOGO TO THE PROPERTY | ZTEC OCD 2 CASING & C | 4 HRS. EMENT |
| Title 18 | U.S.C. Section 1001, makes it a crim- | e for any person knowingly and willfully to ments or presentations as to any matter with | ake to any department or a | gency of the United |

NMOCD 46

Example Master Plan Type 2

EB 2 1 2008

Bond Numbers NMB-000015 and NMB-000089

District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

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

Form C-102 Revised October 12, 2005 N Submit to Appropriate District Office
State Lease - 7 Copies
Fee Lease - 3 Copies

FEB 0 5 2008 AMMENDED REPORT

Bureau of Land Management WELL LOCATION AND ACREAGE DEDICATION PLATIED Office

| 1 API Number | | | | Pool Code | | | ool Name | | |
|-------------------------------|----------|-----------|-----------------|-----------|---------------|------------------------|---------------|----------------|--------------------------|
| 30-045 - | 345 | 57 G | ~ 716 | 529 | UITLAND COAL | | | | |
| Property Code 5 Property Name | | | | | | | | | ⁶ Well Number |
| 7138 | | | | | | 39S | | | |
| 7 OGRID No |). | | | | | ⁹ Elevation | | | |
| 14538 | | | BURI | INGTON | RESOURCES | | 6377 | | |
| | | | | | 10 SURFACE | LOCATION | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
| D | 27 | 27-N | 9-W | | 805 | NORTH | 860 | WEST | SAN JUAN |
| | | | ¹¹ F | Bottom H | ole Location | If Different Fro | m Surface | | |
| UL or lot no. | Section | Township | Range | Lot Ida | Feet from the | North/South line | Feet from the | East/West line | County |
| D | | | | | | | | | |
| 12 Dedicated Acres | 13 Joint | or (ntill | Consolidation | n Code | Order No. | | , | | |
| 320.00 | | 1 | | | | | | | |

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

| of the state of th | |
|--|--|
| 16 N 85'54' W 2632.4' (R) N 89'51'05' W 2630.6' (M) 16 | OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete in the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hale location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. Signature Jamie Goodwin Printed Name Regulatory Tech. Title and E-mail Address 02/04/2008 Date 18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from feild notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey: 9/20/07 Signature of Survey: 9/20/07 Signature of Survey: 9/20/07 Signature of Survey: 9/20/07 Signature of Survey: 9/20/07 |
| USA SF-080117 | Certificate Number: NM 11393 |
| | |

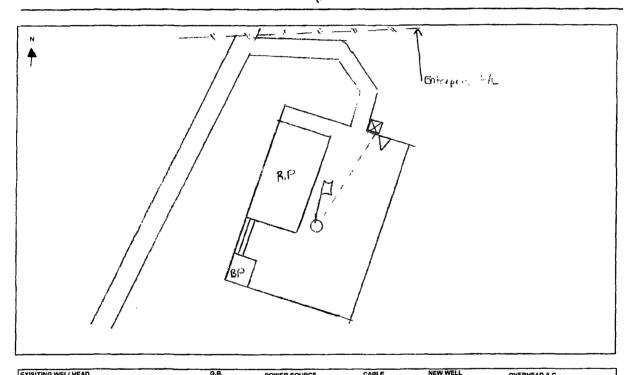
| Submit 3 Copies To Appropriate District Office | State of New Mexico | | Form C-103 |
|---|--|--|------------------|
| District 1 | Energy, Minerals and Natural Resourc | es | May 27, 2004 |
| 1625 N French Dr., Hobbs, NM 88240 District II | | WELL API NO. 30-045- | 4592 |
| 1301 W. Grand Ave., Artesia, NM 88210 | OIL CONSERVATION DIVISIO | N 5. Indicate Type of Lease | |
| District III | 1220 South St. Francis Dr. | STATE FEE | |
| 1000 Río Brazos Rd., Aztec, NM 87410 District IV | Santa Fe, NM 87505 | 6. State Oil & Gas Lease No. SF-078356-B | |
| 1220 S. St. Francis Dr., Santa Fe, NM 8750 | | | |
| T | ES AND REPORTS ON WELLS TO DRILL OR TO DEEPEN OR PLUG BACK TO A | 7. Lease Name or Unit Agreement N | ame |
| DIFFERENT RESERVOIR. USE "APPLICATION | | Huefanito Unit | |
| PROPOSALS.) | 4 | 8. Well Number | |
| 1. Type of Well: Oil Well Gas Well X | Other | 8. Well Number #39S | |
| 2. Name of Operator | | 9. OGRID Number | |
| 3. Address of Operator | URCES OIL & GAS COMPANY LP | 10. Pool name or Wildcat | |
| 3401 E. 30TH STRE | EET, FARMINGTON, NM 87402 | Basin Fruitland Coa | 1 |
| 4. Well Location | | 960) Fact from the West | limo |
| Unit Letter D : 8 Section 27 | 05' feet from the North line and Township 27N Rng | West NMPM County | line San Juan |
| | Elevation (Show whether DR, RKB, RT, GR, etc.) | | |
| Pit or Below-grade Tank Application | 6377' GL | | |
| Pit type New Drill Depth to Groundwa | <u> </u> | >1000' Distance from nearest surface | water >200' |
| Pit Liner Thickness: 12 | mil Below-Grade Tank: Volume | bbls; Construction Material | |
| 12. Check A | ppropriate Box to Indicate Nature of l | Notice, Report or Other Data | |
| NOTICE OF IN | | SUBSEQUENT REPORT O | F: |
| PERFORM REMEDIAL WORK | PLUG AND ABANDON REME | | NG CASING |
| TEMPORARILY ABANDON PULL OR ALTER CASING | | ENCE DRILLING OPNS. P AND S G/CEMENT JOB | A [_] |
| TOLE ON ALTEN GAGING | <u> </u> | beneard | _ |
| OTHER: New Dr | learned | | |
| | d operations. (Clearly state all pertinent details, a SEE RULE 1103. For Multiple Completions: A | | |
| or recompletion. | | | |
| | | | |
| | | | |
| | | | |
| New Drill, Lined: | | | • |
| | | | |
| | struct a new drilling pit, an associated vent/flare sphere's risk ranking criteria, the new drilling pit | | |
| | over Pit Construction / Operation Procedures date | | |
| | signed to manage fluids and that portion will be l | | |
| anticipates closing these pits according | g to the Drilling / Workover Pit Closure Procedur | e dated August 2, 2004 on file at the NMC | OCD office. |
| | | | |
| | | | |
| | | | |
| | | | |
| Thereby certify that the information above | ve is true and complete to the best of my knowled | e and belief. I further certify that any pit or b | elow- |
| | d according to NMQCD guidelines, a general permit | | |
| State | | | |
| SIGNATURE MAY | TITLE | Regulatory Specialist DATE | 1/7/2008 |
| Type or print name Patsy C | Clugston E-mail address: ::\ugspl@c | onocophillips.con Telephone No. | 505-326-9518 |
| For State Use Only | Deputy | onocophillips.con Telephone No. Dil & Gas Inspector, District #3 | FEB 2 1 2008 |
| APPPROVED BY | TITLE | District #3 | LED & I TOOR |
| | | | |
| Conditions of Approval (if any): | | | |



CATHODIC PROTECTION PLAN FOR NEW WELLS

WELL NAME Huerfanito Unil 395 LEGALS 0-27-27-9 COUNTY San Juan

PURPOSED C.P. SYSYTEM: Drill GB and set and on NE edge of the location (E Sich of access). Trench acros: 160 of the copy from purposed will to swim



| + | METER HOUSE | <u> </u> | Ø | | 8 | — 4 — 4 — | |
|--|-------------------|------------|---|----------------|--------|-----------|--|
| COMMENTS | : 2 well sole | <u>u</u> | | | | | |
| NEAREST PO | OWER SOURCE | Louise Pla | | | DISTAN | ICE: | |
| TECHNICIAN | : <u>Africall</u> | of more |) | DATE: <u> </u> | 120107 | | |
| ······································ | | | | | | | |

6 CR 5412 BLOOMFIELD, N.M. 87413 OFFICE: 505-634-0271 CELL: 505-793-6953

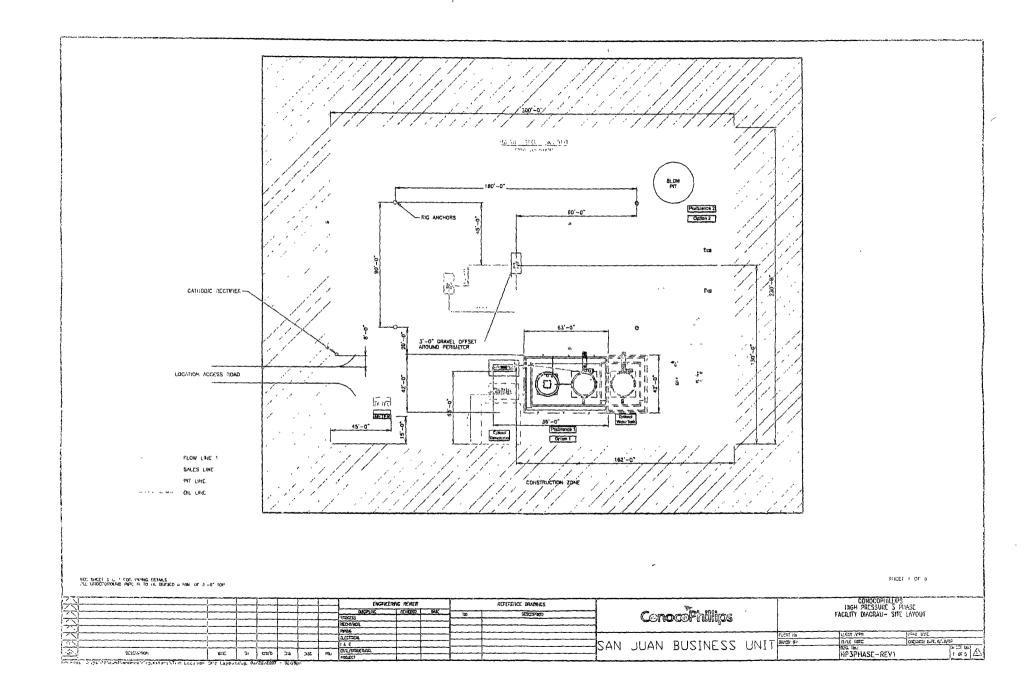
R.D.

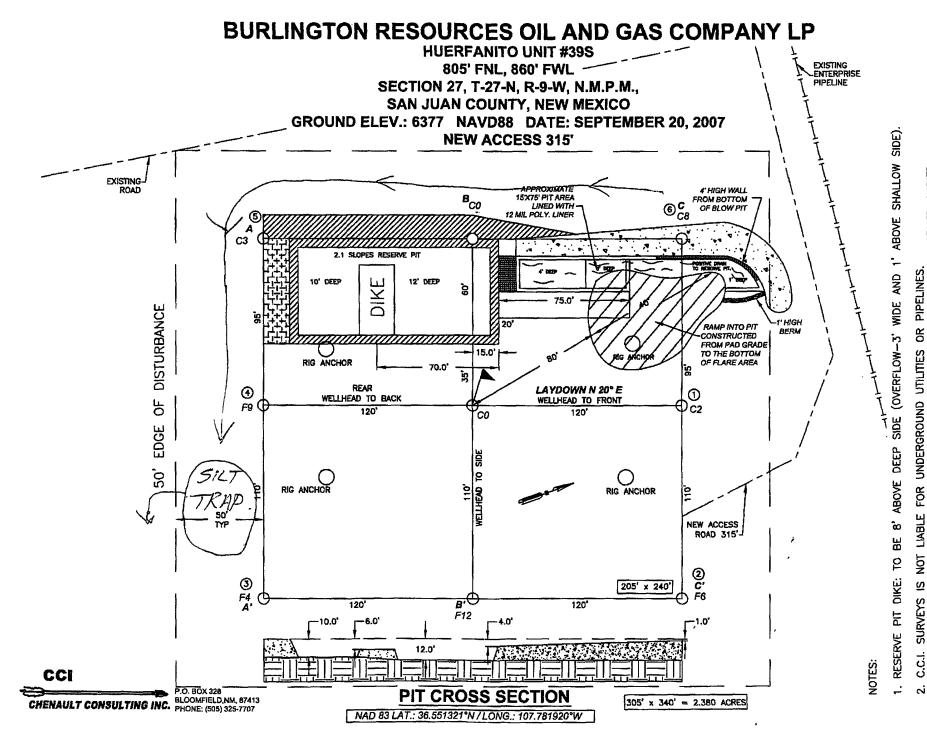


PROJECT PROPOSAL - New Drill / Sidetrack

San Juan Business Unit

| HUERFANITO UNIT 39S | | | | | DEVELOPMENT | | | | | | |
|-----------------------------------|------------|------------|--------------------|------------|-----------------------|---------------|--|---|---|--|--|
| Lease: | | | | | | AFE #: W/ | AN.CDR. | 7373 | | AFE \$: 561,510.00 | |
| Field Name: hBR | _SAN JU | AN | | Rig: F | Aztec Rig 580 | | | State: NM | County: SAN JUAN | API #: | |
| Geologist: | | Phone: | | Geoph | Geophysicist: | | Phone: | | | | |
| | | Phone | hone: 505-326-9762 | | Prod. | Engineer: | | Phone: | | | |
| Res. Engineer: | , | | | Phone | | _ | Proi. F | ield Lead: | | Phone: | |
| Primary Objecti | ve (Zor | nes): | | | | | | | | | |
| Zone | Zone N | ame | | | | | | | | | |
| JCV | BASIN F | RUITLAN | ND COAL (| GAS) | | | | | | | |
| | | | | | | | | | | | |
| Location: Surface | e . | De | atum Coo | de: N/ | AD 27 | | | | | Straight Hole | |
| Latitude: 36.5513 | 12 L | ongitude | e: -107.78 | 1305 | X: | 3712 | Y: | | Section: 27 | Range: 009W | |
| Footage X: | F | ootage Y | ′ : | | Elevation: | | (FT) | Township: 0271 | V | <u> </u> | |
| Tolerance: | | | | | | | | | | * | |
| Location Type: Ye | ear Roun | ıd | | Start I | Date (Est.): 1/ | 1/2008 | Com | pletion Date: | Date I | In Operation: | |
| Formation Data: | Assum | e KB = 6 | 391 l | Units = | FT | | | | | | |
| Formation Call & Casing Points | | | Depth VD in Ft) | SS (Ft) | Depletion (Yes/No) | BHP (PSIG) | внт | | Remar | ks | |
| Surface Casing | | | 200 | 6191 | ı 🗆 | | | 8-3/4 hole. 7" Circulate ceme | | g. Cement with XX cuft. 50 | |
| OMAJA OLO | | | 1391 | 5000 | | | | | | | |
| KIRTLAND | | | 1486 | 4905 | 5 🔲 | | | | | | |
| FRUITLAND | | | 1854 | 4537 | | 200 | | Gas | | | |
| PICTURED CLIFFS | | | 2213 | 4178 | _ | | | Gas | | | |
| Total Depth | | | 2413 | 3978 | 3 📙 | | | 6-1/4" noie. 4- cuft. Circulate | 1/2" 10.5 ppf, J-55, S cement to surface. | STC casing. Cement with XXX | |
| Reference Well: | 9 : | | | | | | | | | | |
| Reference Type | Well N | | | | Comments | | | | | | |
| | Huerfan | | | | 27N-9W-27 | | | | | | |
| | Huerfan | | | | 27N-9W-27 | | | | | | |
| | Huerfan | | | | 27N-9W-27 | | | | | | |
| Production | Huerfan | itio 41 | | | 27N-9W-28 | SE NW N | <u></u> | | | | |
| Logging Progra | m: | | | | | | | | | | |
| Intermediate Logs | s: 🔲 Lo | only if | show | GR/IL | .D 🔲 Triple | Combo | College of the control of the college of the colleg | AN PARAMETER AND THE COMMENT OF THE | The Barbon Barbon State of the Barbon Barbon State of the Barbon | E 20 à MARIENT, TIL 1965 SEAN CONTRACT MEN COM COM MANAGER 3 COMMINGEN AUGUS DE LA MARIENT DE LA COMPANIENT DE | |
| | | | | | | | | | | 4.00 | |
| TD Logs: | | riple Coml | | ipmete | er 🗌 RFT 🗀 | Sonic | ☐ VSP | 🗆 тат 🗹 | Other | | |
| Additional Informa | | d Hole GR | t / CBL | | | | | | | | |
| - | Ta. | | | | T= (E) | | T | T () | | | |





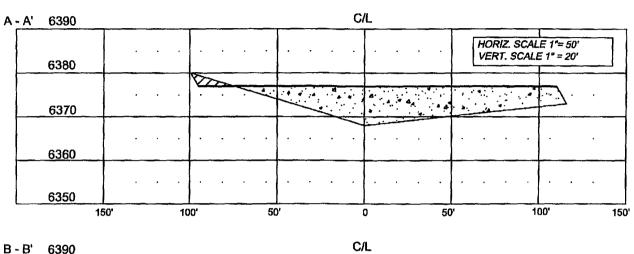
PRIOR TO CONSTRUCTION UNMARKED BURIED (2) WORKING DAYS S OR PIPELINES.

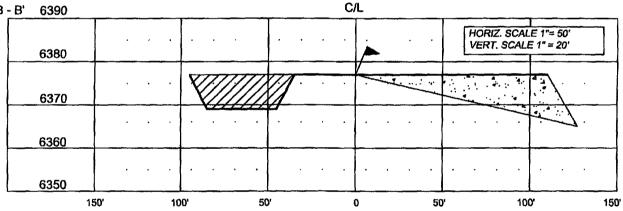
INY MARKED OR I

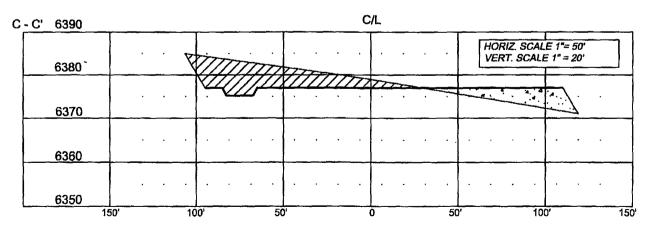
AT LEAST TWO (FOR UNDERGROUND UTILITIES C E-CALL FOR LOCATION OF ANY PAD AND OR ACCESS ROAD AT OT LIABLE FI CALL ONE-ON WELL P C.C.I. SURVEYS IS NOT CONTRACTOR SHOULD (PIPLINES OR CABLES C

BURLINGTON RESOURCES OIL AND GAS COMPANY LP

HUERFANITO UNIT #39S 805' FNL. 860' FWL SECTION 27, T-27-N, R-9-W, N.M.P.M., SAN JUAN COUNTY, NEW MEXICO GROUND ELEV.: 6377 NAVD88







NOTE: CCI IS NOT LIABLE FOR UNDERGROUND UTILITIES

CONTRACTOR SHOULD CALL ONE-CALL FOR LOCATION OF ANY MARKED OR UNMARKED BURIED PIPELINES OR CABLES ON WELL PAD AND OR ACCESS ROAD PRIOR TO CONSTRUCTION.

| REVISIONS | | | | | | | | | |
|-----------|-------------------|------------|---------|--|--|--|--|--|--|
| NO. | DESCRIPTION | REVISED BY | DATE | | | | | | |
| 1 | ISSUED FOR REVIEW | TJR | 9/20/07 | | | | | | |
| | | | 1 | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |

CCI

P.O. BOX 328 PLOOMFIELD,NM, 87413 PHONE: (505) 325-7707

CHENAULT CONSULTING INC.