UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

1a.		5. Lease Number
	Type of Work DRILL	5. Lease Number SF-081155 070 FAMILIES Unit Reporting Number
lb.	Type of Well GAS	6. If Indian, All. or Tribe
2.	Operator BURLINGTON RESOURCES Oil & Gas Company	7. Unit Agreement Name Allison Unit
B.	Address & Phone No. of Operator PO Box 4289, Farmington, NM (1499)	8. Farm or Lease Name Allison Unit 9. Well Number 53C
i.	Location of Well 1525'FNL, 10'FEL Latitude 36° 57.2, Longitude 107° 28.4	10. Field, Pool, Wildcat Blanco Mesaverde 11. Sec., Twn, Rge, Mer. (NMPM) Sec.29, T-32-N, R-6-W API # 30-045-30368
14.	Distance in Miles from Nearest Town 11 miles from Allison	12. County 13. State San Juan NM
15.	Distance from Proposed Location to Nearest Property or Lease Line	9
16.	Acres in Lease	17. Acres Assigned to Well 320 E/2
	Distance from Proposed Location to Nearest Well, Drlg, Compl, or	320 E/2
18.	Distance from Proposed Location to Nearest Well, Drlg, Compl, or 1800' Proposed Depth	320 E/2
16. 18. 19.	Distance from Proposed Location to Nearest Well, Drlg, Compl, or 1800' This series is subject to see the series of	320 E/2 Applied for on this Lease 20. Rotary or Cable Tools
18. 19. 21.	Distance from Proposed Location to Nearest Well, Drlg, Compl, or 1800' Proposed Depth 5338' This action is subject to technical and percedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4. Elevations (DF, FT, GR, Etc.) 6714' GR Proposed Casing and Cementing Program See Operations Plan attached	320 E/2 Applied for on this Lease 20. Rotary or Cable Tools Rotary
18. 19.	Distance from Proposed Location to Nearest Well, Drlg, Compl, or 1800' Proposed Depth 6338' This action is subject to technical and peccedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4. Elevations (DF, FT, GR, Etc.) 6714' GR Proposed Casing and Cementing Program	Applied for on this Lease 20. Rotary or Cable Tools Rotary 22. Approx. Date Work will Start DEBLIES OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHES

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 O Box, 1980, Hobbs, NM 88241-1980

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised February 21, 1994 Instructions on back

District II PO Drawer DD, Artesia, NM 88211-0719

Submit to Appropriate District Office OIL CONSERVATION DIVISION

District III 1000 Rio Brazos Rd., Aztec, NM 87410

PO Box 2088 200 GFP 22 PM 1: 33 Santa Fe, NM 87504-2088

State Lease - 4 Copies Fee Lease - 3 Copies

District IV PO Box 2088, Santa Fe, NM 87504-2088

070 FARMINGTON, NMI AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

'API Number	(م	*Pool Code	³Pool Name	
30-045- 303	68	72319	Blanco Mesaverde	
'Property Code 6784			roperty Name ISON UNIT	*Well Number 53C
'OGRID No. 14538	В	•	erator Name RCES OIL & GAS COMPANY	*Elevation 6714
		10 Cup 6	aco Location	<u> </u>

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
Н	29	32N	6W		1525	NORTH	10	EAST	SAN JUAN
		11 [ottom	Hole L	ocation I	f Different	From Surf	ace	
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
12 Dedicated Acres		13 Joint or In	fill 14 Cons	solidation Code	¹⁵ Order No.				
E/320									

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

			TORING CIVIT TIAS DE		THE DIVISION
16	2654	. 52 '	2593	3.80'	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief
. 47	<i>(</i>	*		1525'	
2665.			7 DEC 2003	A LAT: 36 57.2 N LONG: 107 28.4 W	Signature Peggy Cole Printed Name
			OL COMS. DIV.	899	Regulatory Supervisor Title 8-29-00
	-	-2	USA SF-	-081155	Description of the series of t
30.10			 		JULY 12, 2000 Date of Survey Signature and Seal of Primes EDITOR
263			0	*	WEY COO
	263	90. 76	262	3.50	Certificate 18 6857

UNITED STATES

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

Sundry Notices and B	xeboirs on weils		
		5.	Lease Number SF-081155
Type of Well GAS	178283031V12	6.	If Indian, All. or Tribe Name
	DEC 2002	7.	Unit Agreement Name Allison Unit
Name of Operator RIJRIJNGTON	OIL CULTURED	7	Allison Unit
RESOURCES OIL & GAS COM	PAST DIST. 3 DIV.		Well Name & Number
Address & Phone No. of Operator		8.	Allison Unit #53C
PO Box 4289, Farmington, NM 87499 (505) 326/93/99/41 Cl	9.	API Well No. 30-045-7202100
Location of Well, Footage, Sec., T, R	, M	10.	UUJUA
2050'FNL, 10'FEL, Sec.29, T-32-N, R-6		11	Blanco Mesaverde
		11.	County and State San Juan Co, NM
. CHECK APPROPRIATE BOX TO INDICATE NA	TIPE OF NOTICE F	REPORT OTHER	PATA
Type of Submission	Type of Actio		
		Change of Pl	
	<u> </u>	New Construction Non-Routine	
Subsequent Report Fid	ing Repair	Water Shut of	-
Final Abandonment Alt	ering Casing	Conversion t	
Oth	er -		0 23
			07 280
			<u>07 186</u>
Describe Proposed or Completed Ope	rations	ent of the si	S S
	rations	ent of the su	S S abject Well.
Describe Proposed or Completed Ope It is intended to alter the casin Revisions:	rations	ent of the su	i Sor Andre Sor
Describe Proposed or Completed Ope It is intended to alter the casin Revisions: Mud Program:	rations g depths and ceme	ent of the su	ing sp.
Describe Proposed or Completed Ope It is intended to alter the casin Revisions: Mud Program: Interval 0-200' Type Spud Weight 8.4-9.0	rations g depths and ceme Fluid Loss No control	ent of the su	i i sar Maria sara
Describe Proposed or Completed Ope It is intended to alter the casin Revisions: Mud Program: Interval 0-200' 200-3976' LSND Weight 8.4-9.0 8.4-9.0	rations g depths and ceme Fluid Loss No control No control	ent of the su	
Describe Proposed or Completed Ope It is intended to alter the casin Revisions: Mud Program: Interval 0-200' Spud 200-3976' LSND 3976-6338' Air/Mist n/a	rations g depths and ceme Fluid Loss No control	ent of the su	
Describe Proposed or Completed Ope It is intended to alter the casin Revisions: Mud Program: Interval 0-200' 200-3976' LSND Weight 8.4-9.0 8.4-9.0	rations g depths and ceme Fluid Loss No control No control n/a	ent of the su	2
. Describe Proposed or Completed Ope It is intended to alter the casin Revisions: Mud Program: Interval Type Weight 0-200' Spud 8.4-9.0 200-3976' LSND 8.4-9.0 3976-6338' Air/Mist n/a Casing Program: Hole Size Depth Interval Casing 12 1/4" 0-200' 9	rations g depths and ceme Fluid Loss No control No control n/a Size Weight 5/8" Weight 32.3#	Grade H-40	2
It is intended to alter the casin Revisions: Mud Program: Interval Type Weight 0-200' Spud 8.4-9.0 200-3976' LSND 8.4-9.0 3976-6338' Air/Mist n/a Casing Program: Hole Size Depth Interval Casing 12 1/4" 0-200' 9 8 3/4" 0-3976' 7"	Fluid Loss No control No control n/a Size Weight 5/8" 32.3# 20.0#	<u>Grade</u> H-40 J-55	
It is intended to alter the casin Revisions: Mud Program: Interval Type Weight 0-200' Spud 8.4-9.0 200-3976' LSND 8.4-9.0 3976-6338' Air/Mist n/a Casing Program: Hole Size Depth Interval Casing 12 1/4" 0-200' 9 8 3/4" 0-3976' 7"	rations g depths and ceme Fluid Loss No control No control n/a Size Weight 5/8" Weight 32.3#	Grade H-40	
Revisions: Mud Program: Interval Type Weight 0-200' Spud 8.4-9.0 200-3976' LSND 8.4-9.0 3976-6338' Air/Mist n/a Casing Program: Hole Size Depth Interval Casing Program: 12 1/4" 0-200' 9 8 3/4" 0-3976' 7" 6 1/4" 3876-6338' 4 Cementing Program: 9 5/8" surface casing - 159 sx Class "B" c	Fluid Loss No control No control n/a Size Weight 5/8" 32.3# 20.0# 1/2" 10.5# ement with 0.25 pps F	<u>Grade</u> H-40 J-55 J-55	7 PA 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2
Revisions: Mud Program: Interval 0-200' 3976-6338' Casing Program: Hole Size 12 1/4" 0-200' 8 3/4" 0-3976' 1 Spud 1 Spud	Fluid Loss No control No control n/a Size Weight 5/8" 32.3# 20.0# 1/2" 10.5# ement with 0.25 pps Frculate to surface).	Grade H-40 J-55 J-55 Clocele and 3% c	alcium chloride
Revisions: Mud Program: Interval Type Weight 0-200' Spud 8.4-9.0 200-3976' LSND 8.4-9.0 3976-6338' Air/Mist n/a Casing Program: Hole Size Depth Interval Casing 12 1/4" 0-200' 9 8 3/4" 0-3976' 7" 6 1/4" 3876-6338' 4 Cementing Program: 9 5/8" surface casing - 159 sx Class "B" c (188 cu.ft. of slurry, 200% excess to ci 7" intermediate casing - lead w/419 sx 50/2% calcium chloride, 10 pps Gilsonite, 0	Fluid Loss No control No control n/a Size Weight 20.0# 1/2" 10.5# ement with 0.25 pps Froulate to surface). 50 Class "G"/Trinity 55 pps Flocele. Tail	Grade H-40 J-55 J-55 Tocele and 3% c Light with 2.5 with 90 sx Clas	alcium chloride * sodium metasilicate, s "G" 50/50 poz w/2*
Revisions: Mud Program: Interval Type Weight 0-200' Spud 8.4-9.0 200-3976' LSND 8.4-9.0 3976-6338' Air/Mist n/a Casing Program: Hole Size Depth Interval Casing 12 1/4" 0-200' 9 8 3/4" 0-3976' 7" 6 1/4" 3876-6338' 4 Cementing Program: 9 5/8" surface casing - 159 sx Class "B" c (188 cu.ft. of slurry, 200% excess to ci 7" intermediate casing - 1ead w/419 sx 50/2% calcium chloride, 5 pps Gilsonite, 0 gel, 2% calcium chloride, 5 pps Gilsonite	Fluid Loss No control No control n/a Size Weight 20.0# 1/2" 10.5# ement with 0.25 pps Froulate to surface). 50 Class "G"/Trinity 55 pps Flocele. Tail	Grade H-40 J-55 J-55 Tocele and 3% c Light with 2.5 with 90 sx Clas	alcium chloride * sodium metasilicate, s "G" 50/50 poz w/2*
Revisions: Mud Program: Interval Type Weight 0-200' Spud 8.4-9.0 200-3976' LSND 8.4-9.0 3976-6338' Air/Mist n/a Casing Program: Hole Size Depth Interval Casing 12 1/4" 0-200' 9 8 3/4" 0-3976' 7" 6 1/4" 3876-6338' 4 Cementing Program: 9 5/8" surface casing - 159 sx Class "B" c (188 cu.ft. of slurry, 200% excess to ci 7" intermediate casing - lead w/419 sx 50/ 2% calcium chloride, 10 pps Gilsonite, 0 gel, 2% calcium chloride, 5 pps Gilsonit 100% excess to circulate to surface).	Fluid Loss No control No control n/a Size Weight 5/8" 32.3# 20.0# 1/2" 10.5# ement with 0.25 pps Froulate to surface). 50 Class "G"/Trinity .5 pps Flocele. Tail e, 0.1% antifoam and	Grade H-40 J-55 J-55 Tocele and 3% c Light with 2.5 with 90 sx Clas 0.25 pps Flocel	alcium chloride * sodium metasilicate, s "G" 50/50 poz w/2* e (1196 cu.ft. of slurry,
Revisions: Mud Program: Interval Type Weight 0-200' Spud 8.4-9.0 200-3976' LSND 8.4-9.0 3976-6338' Air/Mist n/a Casing Program: Hole Size Depth Interval Casing 12 1/4" 0-200' 9 8 3/4" 0-3976' 7" 6 1/4" 3876-6338' 4 Cementing Program: 9 5/8" surface casing - 159 sx Class "B" c (188 cu.ft. of slurry, 200% excess to ci 7" intermediate casing - 1ead w/419 sx 50/2% calcium chloride, 5 pps Gilsonite, 0 gel, 2% calcium chloride, 5 pps Gilsonite	Fluid Loss No control No control n/a Size Weight 5/8" 32.3# 20.0# 1/2" 10.5# ement with 0.25 pps Froulate to surface). 50 Class "G"/Trinity .5 pps Flocele. Tail e, 0.1% antifoam and ge: Stage collar at 3	Grade H-40 J-55 J-55 Tocele and 3% c Light with 2.5 with 90 sx Clas 0.25 pps Flocel	alcium chloride % sodium metasilicate, s "G" 50/50 poz w/2% e (1196 cu.ft. of slurry,
Revisions: Mud Program: Interval Type Weight 0-200' Spud 8.4-9.0 200-3976' LSND 8.4-9.0 3976-6338' Air/Mist n/a Casing Program: Hole Size Depth Interval Casing Program: 12 1/4" 0-200' 9 8 3/4" 0-3976' 7" 6 1/4" 3876-6338' 4 Cementing Program: 9 5/8" surface casing - 159 sx Class "B" c (188 cu.ft. of slurry, 200% excess to ci 7" intermediate casing - lead w/419 sx 50/2% calcium chloride, 10 pps Gilsonite, 0 gel, 2% calcium chloride, 5 pps Gilsonit 100% excess to circulate to surface). 7" intermediate casing alternative two sta Class "G" poz w/2% gel, 2% calcium chlor stage: w/350 sx 50/50 Class "G"/Trinity	Fluid Loss No control No control n/a Size 5/8" 20.0# 1/2" 10.5# ement with 0.25 pps Froulate to surface). 50 Class "G"/Trinity .5 pps Flocele. Tail e, 0.1% antifoam and ge: Stage collar at 3 ide, 5 pps Gilsonite, Light with 2.5% sodi	Grade H-40 J-55 J-55 Clocele and 3% of the control	alcium chloride % sodium metasilicate, s "G" 50/50 poz w/2%, e (1196 cu.ft. of slurry, age: cement w/229 sx 50/50 and 0.25 pps Flocele. Sec
Revisions: Mud Program: Interval Type Weight 0-200' Spud 8.4-9.0 200-3976' LSND 8.4-9.0 3976-6338' Air/Mist n/a Casing Program: Hole Size Depth Interval Casing 12 1/4" 0-200' 9 8 3/4" 0-3976' 7" 6 1/4" 3876-6338' 4 Cementing Program: 9 5/8" surface casing - 159 sx Class "B" c (188 cu.ft. of slurry, 200% excess to ci 7" intermediate casing - 1ead w/419 sx 50/2% calcium chloride, 10 pps Gilsonite, 0 gel, 2% calcium chloride, 5 pps Gilsonit 100% excess to circulate to surface). 7" intermediate casing alternative two sta Class "G" poz w/2% gel, 2% calcium chlor stage: w/350 sx 50/50 Class "G"/Trinity 10 pps Gilsonite, 0.5 pps Flocele (1196	Fluid Loss No control No control n/a Size 1/2" 10.5# ement with 0.25 pps Froulate to surface). 50 Class "G"/Trinity 50 pps Flocele. Tail e, 0.1% antifoam and ge: Stage collar at 3 ide, 5 pps Gilsonite, Light with 2.5% sodi cu.ft. of slurry, 100	Grade H-40 J-55 J-55 Tocele and 3% colors Light with 2.5 with 90 sx Clas 0.25 pps Flocel 0.1% antifoam um metasilicate 0% excess to cir	alcium chloride * sodium metasilicate, s "G" 50/50 poz w/2* e (1196 cu.ft. of slurry, age: cement w/229 sx 50/50 and 0.25 pps Flocele. Sec e, 2* calcium chloride, culate to surface).
It is intended to alter the casin Revisions: Mud Program: Interval Type Weight 0-200' Spud 8.4-9.0 200-3976' LSND 8.4-9.0 3976-6338' Air/Mist n/a Casing Program: Hole Size Depth Interval Casing 12 1/4" 0-200' 9 8 3/4" 0-3976' 7" 6 1/4" 3876-6338' 4 Cementing Program: 9 5/8" surface casing - 159 sx Class "B" c (188 cu.ft. of slurry, 200% excess to ci 7" intermediate casing - lead w/419 sx 50/2% calcium chloride, 10 pps Gilsonite, 0 gel, 2% calcium chloride, 5 pps Gilsonit 100% excess to circulate to surface). 7" intermediate casing alternative two sta Class "G" poz w/2% gel, 2% calcium chlor stage: w/350 sx 50/50 Class "G"/Trinity	Fluid Loss No control No control No control 1/2" 10.5# ement with 0.25 pps Froulate to surface). 50 Class "G"/Trinity .5 pps Flocele. Tail e, 0.1% antifoam and ge: Stage collar at 3 ide, 5 pps Gilsonite, Light with 2.5% sodd cu.ft. of slurry, 100 sx Class "G" 50/50 po	Grade H-40 J-55 J-55 Tocele and 3% comparison of the comparison of	alcium chloride * sodium metasilicate, s "G" 50/50 poz w/2* e (1196 cu.ft. of slurry, age: cement w/229 sx 50/50 and 0.25 pps Flocele. Sec c, 2* calcium chloride, cculate to surface). 1.25 pps Flocele, 5 pps
Revisions: Mud Program: Interval Type Weight 0-200' Spud 8.4-9.0 200-3976' LSND 8.4-9.0 3976-6338' Air/Mist n/a Casing Program: Hole Size Depth Interval Casing 12 1/4" 0-200' 9 8 3/4" 0-3976' 7" 6 1/4" 3876-6338' 4 Cementing Program: 9 5/8" surface casing - 159 sx Class "B" c (188 cu.ft. of slurry, 200% excess to ci 7" intermediate casing - lead w/419 sx 50/ 2% calcium chloride, 10 pps Gilsonite, 0 gel, 2% calcium chloride, 5 pps Gilsonit 100% excess to circulate to surface). 7" intermediate casing alternative two sta Class "G" poz w/2% gel, 2% calcium chlor stage: w/350 sx 50/50 Class "G"/Trinity 10 pps Gilsonite, 0.5 pps Flocele (1196 4 1/2" production liner - cement with 246 Gilsonite, 0.25% fluid loss, 0.1% retarda	Fluid Loss No control No control No control 1/2" 10.5# ement with 0.25 pps Froulate to surface). 50 Class "G"/Trinity. 5 pps Flocele. Tail e, 0.1% antifoam and ge: Stage collar at 3 ide, 5 pps Gilsonite, Light with 2.5% sodi cu.ft. of slurry, 100 sx Class "G" 50/50 po nt (354 cu.ft., 50% exercises).	Grade H-40 J-55 J-55 Tlocele and 3% of the control	alcium chloride * sodium metasilicate, s "G" 50/50 poz w/2* e (1196 cu.ft. of slurry, age: cement w/229 sx 50/50 and 0.25 pps Flocele. Sec c, 2* calcium chloride, cculate to surface). 1.25 pps Flocele, 5 pps
Revisions: Mud Program: Interval Type Weight 0-200' Spud 8.4-9.0 200-3976' LSND 8.4-9.0 3976-6338' Air/Mist n/a Casing Program: Hole Size Depth Interval Casing 12 1/4" 0-200' 9 8 3/4" 0-3976' 7" 6 1/4" 3876-6338' 4 Cementing Program: 9 5/8" surface casing - 159 sx Class "B" c (188 cu.ft. of slurry, 200% excess to ci 7" intermediate casing - lead w/419 sx 50/ 2% calcium chloride, 10 pps Gilsonite, 0 gel, 2% calcium chloride, 5 pps Gilsonit 100% excess to circulate to surface). 7" intermediate casing alternative two sta Class "G" poz w/2% gel, 2% calcium chlor stage: w/350 sx 50/50 Class "G"/Trinity 10 pps Gilsonite, 0.5 pps Flocele (1196 4 1/2" production liner - cement with 246 Gilsonite, 0.25% fluid loss, 0.1% retarda 1. hereby certify that the foregoin	Fluid Loss No control No control No control 1/2" Size Weight 32.3# 20.0# 1/2" 10.5# ement with 0.25 pps Frulate to surface). 50 Class "G"/Trinity .5 pps Flocele. Tail e, 0.1% antifoam and ge: Stage collar at 3 ide, 5 pps Gilsonite, Light with 2.5% sodi cu.ft. of slurry, 100 sx Class "G" 50/50 pont (354 cu.ft., 50% end	Grade H-40 J-55 J-55 Tlocele and 3% of the control	alcium chloride * sodium metasilicate, s "G" 50/50 poz w/2* e (1196 cu.ft. of slurry, age: cement w/229 sx 50/5 and 0.25 pps Flocele. See c, 2* calcium chloride, culate to surface). 0.25 pps Flocele, 5 pps ate liner).
Revisions: Mud Program: Interval Type Weight 0-200' Spud 8.4-9.0 200-3976' LSND 8.4-9.0 3976-6338' Air/Mist n/a Casing Program: Hole Size Depth Interval Casing 12 1/4" 0-200' 9 8 3/4" 0-3976' 7" 6 1/4" 3876-6338' 4 Cementing Program: 9 5/8" surface casing - 159 sx Class "B" c (188 cu.ft. of slurry, 200% excess to ci 7" intermediate casing - 1ead w/419 sx 50/ 2% calcium chloride, 10 pps Gilsonite, 0 gel, 2% calcium chloride, 5 pps Gilsonit 100% excess to circulate to surface). 7" intermediate casing alternative two sta Class "G" poz w/2% gel, 2% calcium chlor stage: w/350 sx 50/50 Class "G"/Trinity 10 pps Gilsonite, 0.5 pps Flocele (1196 4 1/2" production liner - cement with 246 Gilsonite, 0.25% fluid loss, 0.1% retarda	Fluid Loss No control No control No control 1/2" 10.5# ement with 0.25 pps Froulate to surface). 50 Class "G"/Trinity. 5 pps Flocele. Tail e, 0.1% antifoam and ge: Stage collar at 3 ide, 5 pps Gilsonite, Light with 2.5% sodi cu.ft. of slurry, 100 sx Class "G" 50/50 po nt (354 cu.ft., 50% exercises).	Grade H-40 J-55 J-55 Tlocele and 3% of the control	alcium chloride * sodium metasilicate, s "G" 50/50 poz w/2* e (1196 cu.ft. of slurry, age: cement w/229 sx 50/50 and 0.25 pps Flocele. Sec 2.2 calcium chloride, culate to surface). 0.25 pps Flocele, 5 pps ate liner).
Revisions: Mud Program: Interval Type Weight 0-200' Spud 8.4-9.0 200-3976' LSND 8.4-9.0 3976-6338' Air/Mist n/a Casing Program: Hole Size Depth Interval Casing 12 1/4" 0-200' 9 8 3/4" 0-3976' 7" 6 1/4" 3876-6338' 4 Cementing Program: 9 5/8" surface casing - 159 sx Class "B" c (188 cu.ft. of slurry, 200% excess to ci 7" intermediate casing - 1ead w/419 sx 50/ 2% calcium chloride, 10 pps Gilsonite, 0 gel, 2% calcium chloride, 5 pps Gilsonit 100% excess to circulate to surface). 7" intermediate casing alternative two sta Class "G" poz w/2% gel, 2% calcium chlor stage: w/350 sx 50/50 Class "G"/Trinity 10 pps Gilsonite, 0.5 pps Flocele (1196 4 1/2" production liner - cement with 246 Gilsonite, 0.25% fluid loss, 0.1% retarda Intereby certify that the foregoin	Fluid Loss No control No control No control 1/2" 10.5# ement with 0.25 pps Froulate to surface). 50 Class "G"/Trinity .5 pps Flocele. Tail e, 0.1% antifoam and ge: Stage collar at 3 ide, 5 pps Gilsonite, Light with 2.5% sodd cu.ft. of slurry, 100 sx Class "G" 50/50 po nt (354 cu.ft., 50% exercises the collar of the collar	Grade H-40 J-55 J-55 Tlocele and 3% of the control	alcium chloride * sodium metasilicate, s "G" 50/50 poz w/2* e (1196 cu.ft. of slurry age: cement w/229 sx 50/5 and 0.25 pps Flocele. Se c, 2* calcium chloride, culate to surface). 0.25 pps Flocele, 5 pps ate liner). ate 11/8/00

OPERATIONS PLAN

<u>Well Name:</u>

Allison Unit #53C

Surface Location:

1525'FNL, 10'FEL, Section 29, T-32-N, R-6-W

San Juan County, New Mexico

Latitude 36° 57.2, Longitude 107° 28.4

Formation:

Blanco Mesa Verde

6714'GL

Elevation:

Formation Tops:	<u>Top</u>	<u>Bottom</u>	<u>Contents</u>
Surface	San Jose	2581'	aquifer
Ojo Alamo	2581'	2702′	aquifer
Kirtland	2702′	3101′	gas
Fruitland	3101'	3431'	gas
Pictured Cliffs	3431'	3726'	gas
Lewis	3726′	4472'	gas
Intermediate TD	3826'		
Mesa Verde	4472'	4921'	gas
Chacra	4921'	5666'	gas
Massive Cliff House	5666′	5731 <i>′</i>	gas
Menefee	5731'	5938'	gas
Point Lookout	5938'		gas
Total Depth	6338′		

Logging Program:

Cased hole logging - Gamma Ray, Cement bond from surface to TD Open hole logging - none Mud Logs/Coring/DST - none

Mud Program:

<u> Interval- MD</u>	<u>Type</u>	<u>Weight</u>	<u>Vis.</u>	Fluid Loss
0- 200'	Spud	8.4-9.0	40-50	no control
120- 3826'	LSND	8.4-9.0	30-60	no control
3826- 6338'	Air/Mist	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):

Measured

<u> Hole Size</u>	<u>Depth</u>	<u>Csq Size</u>	<u>Weight</u>	<u>Grade</u>
12 1/4"	0' - 200'	9 5/8"	32.3#	H-40
		767"	20.0#	J-55
6 1/4" 3	38 % - 6338 '	4 1/2"	10.5#	J-55

Tubing Program:

0' -6338' 2 3/8" 4.7# J-55

BOP Specifications, Wellhead and Tests:

Surface to Intermediate TD -

11" 2000 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.

BOP Specifications, Wellhead and Tests (cont'd): Intermediate TD to Total Depth -

11" 2000 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, 2000 psi minimum choke manifold (Reference Figure #3).

Completion Operations -

7 1/16" 2000 psi double gate BOP stack (Reference Figure #2). 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 2000 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 drill crew.
- All BOP tests & 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 159 sx Class "B" cement with 1/4# flocele/sx and 3% calcium chloride (188 cu.ft. of slurry, 200% excess to circulate to surface). WOC 8 hrs. 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/358 sx Class "B" w/3% sodium metasilicate, 5# gilsonite/sx and 0.5# flocele/sx. Tail w/90 sx 50/50 Class "B" Poz w/2% gel, 2% calcium chloride, 5# gilsonite/sx and 0.5# flocele/sx (1151 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 will be run to determine TOC. Test casing to 1500 psi for 30 minutes.

7" intermediate casing alternative two stage: Stage collar at 3001'. First stage: cement with 197 sx Class "B" cmt with 5 pps gilsonite, 1/2 pps cellophane, 3% sodium metasilicate. Second stage: 311 sx Class "B" with 3% sodium metasilicate, 1/2 pps Cellophane, 5 pps Gilsonite (1151 cu.ft., 100% excess to circulate to surface).

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 2702'. turbolating centralizers at the base of the Ojo Alamo at 2702'. Bowspring centralizers spaced every fourth joint from the base - of the Ojo Alamo to the base of the surface casing.

4 1/2" Production Liner -

Cement to circulate liner top. Pump 266 sx 50/50 Class "B" Poz w/1/4# flocele/sx, 4% gel, 0.25% retardant, 5# gilsonite/sx and 0.3% fluid loss additive (375 cu.ft., 40% excess to circulate liner top). WOC a minimum of 18 hrs prior to completing.

Cement nose guide shoe on bottom with float collar spaced on top of shoe joint. The liner hanger will have a rubber packoff.

 If hole conditions permit, an adequate water spacer will be pumped ahead of each cement job to prevent cement/ mud contamination or cement hydration.

Special Drilling Operations (Air/Mist Drilling):

The following equipment will be operational while gas/mist drilling:

- An anchored blooie line will be utilized to discharge all cuttings and circulating medium to the blow pit a minimum of 100' from the -wellhead.
- The blooie line will be equipped with an automatic igniter or pilot light.
- Compressors will be located a minimum of 100' from the wellhead in the opposite direction from the blooie line.
- Engines will have spark arresters or water cooled exhaust.
- The rotating head will be properly lubricated and maintained.
- A float valve will be utilized above the bit.
- Mud circulating equipment, water, and mud materials will be sufficient to maintain control of the well.

Additional Information:

- The Mesa Verde formation will be completed.
- No abnormal temperatures or hazards are anticipated.
- Anticipated pore pressures are as follows:

Fruitland Coal 800 psi Pictured Cliffs 800 psi

Mesa Verde 700 psi

- 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 Section 29 is dedicated to the Mesa Verde.
- This gas is dedicated.

Drilling Engineer