UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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bureau of Land Management Farmington Field Office

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. Type of Work 5. Lease Number DRILL USA SF-080675 Unit Reporting Number NMNM -784084 - MV NMNM784686-DL 6. If Indian, All. or Tribe 1b. Type of Well GAS ROUD MAR 13 10 2 2. Operator 7. Unit Agreement Name BURLINGTON San Juan 27-4-Unit RESOURCES Oil & Gas Company, LP 3. Address & Phone No. of Operator 8. Farm or Lease Name DIST. 3 PO Box 4289, Farmington, NM 87499 9. Well Number (505) 326-9700 37P Location of Well 4. 10. Field, Pool, Wildcat Surf:Unit O(SWSE), 940' FSL & 2360' FEL Basin Dakota / Blanco Mesaverde 11. Sec., Twn, Rge, Mer. (NMPM) Surf: Latitude:36.525292 N Q Sec. 33, T27N, R4W Longitude: 107.255476 W API# 30-039-30659 14. Distance in Miles from Nearest Town 12. County 13. State 8 mile/Couneslors, NM Rio Arriba MM 15. Distance from Proposed Location to Nearest Property or Lease Line 940' **Acres in Lease** 17. Acres Assigned to Well 16. 2,400.000 MV 🎉 320.00 (E/2) 320.00 18 Distance from Proposed Location to Nearest Well, Drlg, Compl, or Applied for on this Lease 959' from San Juan 27-4 Unit 37M (MV) 19. **Proposed Depth** 20. Rotary or Cable Tools 8424' Rotary 21. Elevations (DF, FT, GR, Etc.) 22. Approx. Date Work will Start 7179' GL BI M'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND 23. **Proposed Casing and Cementing Program** OPERATOR FROM OBTAINING ANY OTHER See Operations Plan attached **AUTHORIZATION REQUIRED FOR OPERATIONS** ON FEDERAL AND INDIAN LANDS 24. Authorized by: James Gardenhire (Regulatory Technician) Date PERMIT NO. APPROVAL DATE DATE 📑 APPROVED BY TITLE OCD 24 HRS. Archaeological Report attached 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 invincidation. Threatened and Endangered Species Report attached

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Bond Numbers NMB-000015 and NMB-000089

This action is subject to technical and procurlural review pursuant to 43 CFR 3165.3 n in appeal pursuant to 43 CFR 3165 4

Example Master Plan Type 3

District 1 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

Santa Fe, NM 87505

Form C-102

Energy, Minerals & Natural Resources Department Revised October 12, 2005
OIL CONSERVATION DIVISION Submit to Appropriate District Office State Lease - 7 Copies 1220 South St. Francis Dr.

JAN 2 0 2009

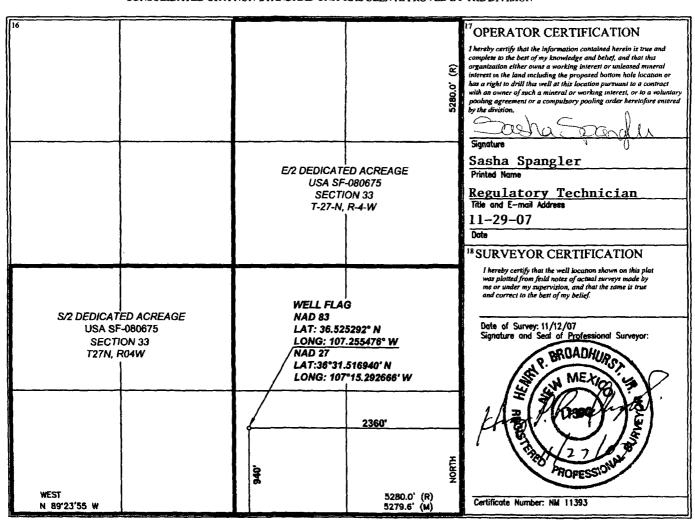
Fee Lease - 3 Copies

Farmington Field Office

WELL LOCATION AND ACREAGE DEDICATION PLAT

| 30-039- 30659 | | | | Pool Code 99/723 | 10 | ³ Pool Name Basin Blanco MESAVERDE / DAKOTA | | | | | |
|--|---|----------|---------------|---------------------|---------------|---|-----------|--------------------------|------------|--|--|
| ⁴ Property Code | | | | 77/123 | 5 Propert | | | ⁶ Well Number | | | |
| 7452 | | | | | | 37P | | | | | |
| 7 OGRID No. | | | | | | ⁹ Elevation | | | | | |
| 14538 | 14538 BURLINGTON RESOURCES OIL AND GAS COMPANY LP | | | | | | | | 7179 | | |
| 10 SURFACE LOCATION | | | | | | | | | | | |
| L or lot no. | Section | Township | Range | East/West line | County | | | | | | |
| 0 | 33 | 27-N | 4-W | | 940 | SOUTH | 2360 | EAST | RIO ARRIBA | | |
| | | | 11 E | Bottom H | ole Location | If Different Fro | m Surface | | | | |
| L or lot no. | | | Feet from the | North/South line | Feet from the | East/West line | County | | | | |
| 0 | | 1 | | | | 1 | | | | | |
| Dedicated Acres 320.00 E/2 \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ | | | | | Order No. | | | | | | |

3605/201K 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





CATHODIC PROTECTION PLAN FOR NEW WELLS

| aileonesia | | e Drill an | i mind 24 t 2 i | učli ≈Maxe a | | Y <u>Ria Buibe</u> √ W Locabea | |
|--------------|-----------------|------------|-----------------|------------------------|------------|--|--|
| | | 86 | G | | | | |
| | : Sidots (n hón | | ACHERT PERFET | 1.409.2 2.419.2 d - | € DISTANCE | OVERFAL C. | |
| PIPĒLINĒS II | | | | DATE: 17 | | The second secon | |



PROJECT PROPOSAL - New Drill / Sidetrack

San Juan Business Unit

SAN JUAN 27-4 UNIT 37P

DEVELOPMENT

| Lease: AFI | | | | | AFE #: WA | : WAN.CDR.8373 | | | AFE \$: |
|---|-------------------|----------------------|--------------------|------------------------|-----------|-------------------|-------------------|--|--|
| Field Name: hBR_SAN | JUAN 27 | -4 UNIT | Rig: Aztec Rig 673 | | | State: NM | | County: RIO ARRIBA | API #: |
| Geologist: | | | | Phone: | | | hysicist: | | Phone: |
| Geoscientist: Pho | | | | Phone: | | | . Engineer: | F | Phone: |
| Res. Engineer: _{Prabowo} , Wahyu Pho | | | | Phone: +1-505-326-9797 | | | Field Lead: | F | Phone: |
| Primary Objective (| | | | | | | | | |
| Zone Zone | e Name | | | | | | | | |
| R20002 MES | MESAVERDE(R20002) | | | | | | | | |
| R20076 DAK | OTA(R200 | 076) | | | | | | | |
| | | | | | | | | | |
| Location: Salvaces | | Datum Coo | de: N/ | AD 27 | | | | | Cursical for |
| Latitude: 36.525282 | Longitu | ude: -107.25 | 4877 | X: | | Y: | | Section: 33 | Range: 004W |
| Footage X: 2360 FEL | Footag | e Y: 940 FSL | | Elevation: 7 | 7179 | (FT) Township: 02 | | N | |
| Tolerance: | | | | | | | | | |
| Location Type: Restric | ted | | Start I | Date (Est.): 1 | 1/1/2009 | Completion Date: | | Date In Operation: | |
| Formation Data: Ass | ume KB = | = 7193 L | Jnits = | FT . | | | | | |
| Formation Call & Casing Points | | Depth (TVD in Ft) | SS (Ft) | Depletion (Yes/No) | | ВНТ | | Remarks | |
| Surface Casing | | 350 | 6843 | | (, 515) | <u>'</u> | | 350' 9 5/8" 32.3 ppf, H-4 | |
| OJO ALAMO | | 3459 | 3734 | | | | with 265 cuft. | Circulate cement to surfa | ace. |
| KIRTLAND | | 3526 | 3667 | | | | | | |
| FRUITLAND | | 3647 | 3546 | = | | | Possible Gas | | |
| PICTURED CLIFFS | | 398 4 | 3209 | | | | , 555,575 | | |
| LEWIS | | 4061 | 3132 | _ | | | | | |
| Intermediate Casing | | 4211 | 2982 | = | | | | r", 20/23 ppf, J-55, STC (cement to surface. | Casing. Cement with 948 |
| HUERFANITO BENTONI | TE | 4448 | 2745 | | | | curt. Circulate | cement to surface. | |
| CHACRA | | 4943 | 2250 | = | | | | | |
| UPPER CLIFF HOUSE | | 5612 | 1581 | | | | Gas; Est. Top | Perf - 5614 (1579) | |
| MASSIVE CLIFF HOUSE | | 5676 | 1517 | | 872 | | Gas | | |
| MENEFEE | | 5801 | 1392 | | | | | | |
| POINT LOOKOUT | | 6145 | 1048 | | | | | | |
| MANCOS | | 6649 | 544 | | | | | | |
| UPPER GALLUP | | 7287 | -94 | | | | | | |
| GREENHORN | | 8089 | -896 | | | | | | |
| GRANEROS | | 8146 | -953 | | | | | | |
| TWO WELLS | | 8168 | -975 | | 1400 | | Gas | | |
| PAGUATE | | 8283 | -1090 | | | | | | |
| UPPER CUBERO | | 8307 | -1114 | | | | | | |
| LOWER CUBERO | | 8342 | -1149 | | | | Est. Btm Perf - | 8374 (-1181) based on | offset wells |
| OAK CANYON 8369 | | -1176 | | | | TD - 20' Below | Top of Oak Canyon | | |
| Total Depth 8389 | | 8389 | -1196 | 5 🗆 | | | | | 5, STC/LTC casing. a minimum of 100' inside |
| ENCINAL | | 8424 | -1231 | . 🗆 | | | uic pievious G | using sunig. | |
| Reference Wells: | | | | _ | | | | | |

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PROJECT PROPOSAL - New Drill / Sidetrack

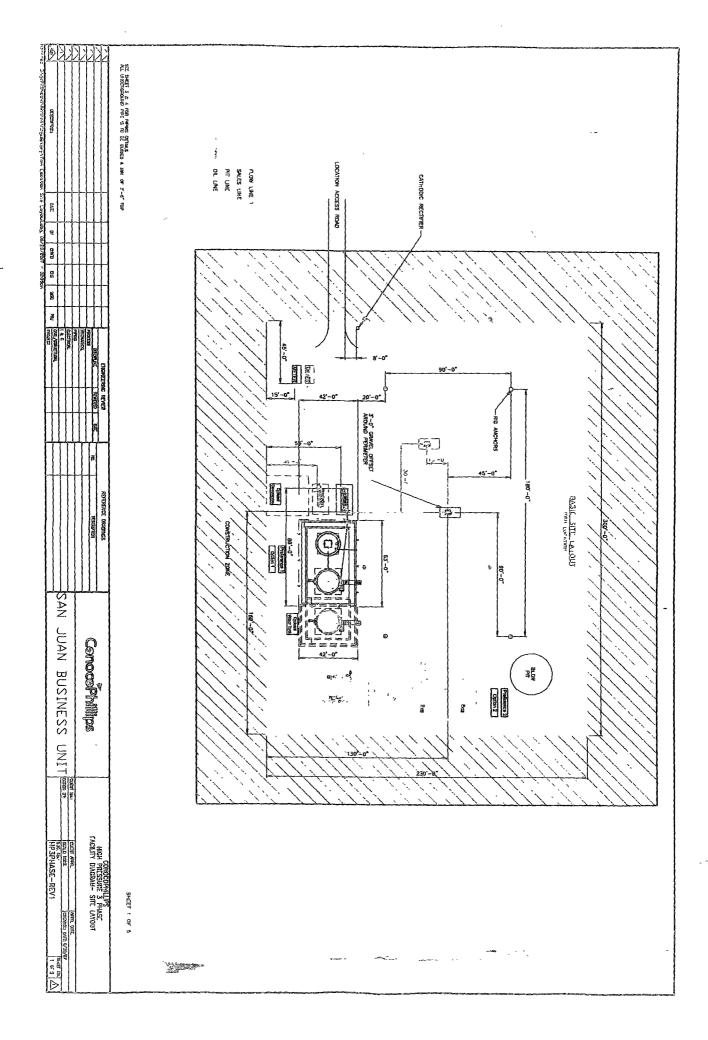
San Juan Business Unit

SAN JUAN 27-4 UNIT 37P

DEVELOPMENT

| Reference Type | Well Name | | Comments | 1965 A 68 7 21 | Section 11 Section 1 | 1 & 31 1- 1 | | | |
|--|--------------------|-----------|------------------|----------------|--|--|--|--|--|
| Intermediate | SJ 27-4 Unit 37M | S | E 33-27n-04w | , 7.0 | 1 to 1 to 1 to 15 | (1 23 2 (1) | | | |
| Intermediate 4 | SJ 27-4 Unit 69M | 1 | IWSE 34-27n-04w | e Mey | (1) 1 (1) (1) (1) (1) (1) (1) (1) (1) (1 | 18 18 18 18 18 18 18 18 18 18 18 18 18 1 | | | |
| Production | SJ 27-4 37 | 2 | 7N-4W33 NW SE \$ | SW | | | | | |
| Production | SJ 27-4 37M | 2 | 7N-4W33 NW SE | | | | | | |
| | S: Log only if sho | | | | | | | | |
| TD Logs: Triple Combo Dipmeter RFT Sonic VSP TDT Other | | | | | | | | | |
| | GR/CBL | | | | | | | | |
| Additional Inform | ation: | | | | | | | | |
| Log Type | Stage | From (Ft) | To (Ft) | Tool Type/Name | Remarks | | | | |

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BURLINGTON RESOURCES OIL & GAS COMPANY LP

SAN JUAN 27-4 UNIT #37P 940' FSL, 2360' FEL SECTION 33, T-27-N, R-4-W, N.M.P.M., RIO ARRIBA COUNTY, NEW MEXICO NAD 83 LAT.: 36.525292° N LONG.: 107.255476° W ELEV.: 7179 NAVD88 NEW ACCESS ROAD 685'

DRIVING DIRECTIONS TO: BROG SAN JUAN 27-4 UNIT #37P.
FROM BLOOMFIELD, N.M. AT INTERSECTION OF HWY 550 AND HWY 64: TRAVEL EAST ON HWY 64 FOR 36.4 MI. (TO MILE POST 101.1). TURN RIGHT (BY GOBERNADOR SCHOOL) AND TRAVEL SOUTH ON CR 366.

BEGIN MILEAGE:

- AT 1.0 MI: "Y" IN ROAD, STAY RIGHT ON "AMERICAN GENERAL" ROAD.
- AT 1.3 MI: CROSS CATTLE GUARD.
- AT 3.4 MI: CROSS CATTLE GUARD.
- AT 3.9 MI: CROSS CATTLE GUARD.
- AT 4.4 MI: ROAD INTERSECTION, STAY STRAIGHT AHEAD.
- AT 5.4 MI: CROSS WASH AND CONTINUE PAST "TWIN PEAKS" SIGN.
- AT 7.1 MI: CROSS CATTLE GUARD.
- AT 8.3 MI: Y IN ROAD, STAY LEFT, PASS "SPEED SIGN"
- AT 9.5 MI: Y IN ROAD, STAY LEFT.
- AT 10.5 MI: CROSS CATTLE GUARD.
- AT 11.3 MI: PASS SPEED SIGN.
- AT 11.8 MI: CROSS CATTLE GUARD.
- AT 14.7 MI: TURN RIGHT.
- AT 14.9 MI. FROM TURNING OFF HWY 64, CROSS "CAREZA WASH".
- AT 15.2 MI: TURN LEFT AT POND.
- AT 15.6 MI: BEGIN UPHILL GRADE.
- AT 15.7 MI: Y IN ROAD, STAY LEFT, ON FOREST ROAD 315.
- AT 16.7 MI: CROSS CATTLE GUARD.
- AT 17.6 MI: Y IN ROAD, TURN RIGHT, ON FOREST ROAD 315.
- AT 18.2 MI: CROSS WELL PAD.
- AT 18.9 MI: Y IN ROAD, STAY LEFT ON FOREST ROAD 315.
- AT 19.1 MI: CROSS WELL PAD BROG 149B.
- AT 19.8 MI: CROSS CATTLE GUARD.
- AT 20.0 MI: PASS CIRUELAS WELL.
- AT 20.1 MI: FOREST ROAD INTERSECTION 315 AND 315G. CONTINUE ON FOREST ROAD 315.
- AT 20.4 MI: TURN RIGHT AT INTERSECTION OF FOREST ROAD 315 AND 316. TRAVEL SOUTHERLY ON FOREST ROAD 316.
- AT 22.5 MI. FROM HWY 64, RIGHT SIDE FOREST ROAD 316, BEGIN 685' NEW ACCESS TO WELL STAKED BROG SAN JUAN 27-4 UNIT #37P.