Form 3160-3 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0136 Expires: November 30, 2000

APPLICATION FOR PERMIT TO DRILL		5. Lease Serial No. Jicarilla Contract 99			
		6. If Indian, Allotee or Tribe Name			
Ia. Type of Work DRILL REENTER			la Apache		
1b. Type of Well Oil Well Gas Well Other	e 7. Unit or CA	7. Unit or CA Agreement Name and No.			
2. Name of Operator		8. Lease Nam	e and Well No.		
Energen Resources Corporation 3a. Address	3b. Phone No. (include area co	de)	la 99 18		
2198 Bloomfield Highway, Farmington, NM 87401	505-325-6800	9. API Well N	0.029-7741		
4. Location of Well (Report location clearly and in accordance with any St.		10 Field and P	2051 21112		
// At surface 1965' FNL. 1980' FWL	Blanco	10. Field and Pool, or Exploratory Blanco MV/Gavilan PC			
		11. Sec., T., R., M., or Blk. and Survey or Are			
/ At proposed prod. zone		F _{Sec. 14} .	T26N, R03W - N.M.P.M		
14. Distance in miles and direction from nearest town or post office*		12. County or	12. County or Parish 13. State		
10 miles northwest of Lindri	ith. New Mexico	Rio Arrib	Rio Arriba NM		
15. Distance from proposed*	16.No. of Acres in lease	17 Spacing Unit ded	igated to this well		
location to nearest			160		
property or lease line, ft. 1965 ' (Also to nearest drg. unit line, if any)	2560	320	W 1/2 MV NWY F		
18. Distance from proposed location*	19. Proposed Depth	20.BLM/BIA Bond	l No. on file		
to nearest well, drilling, completed, applied for, on this lease, ft.					
B50'	6259'				
21. Elevations (Show whether DF, KDB, RT, GL, etc.	22. Approximate date work will star	rt* 23.Estim	23. Estimated duration		
7182' GL	April 2003		10 days		
	24. Attachments		10 ddy3		
The following, completed in accordance with the requirements of Onshore Oi	I and Gas Order No. 1, shall be attached	to this form:			
1. Well plat certified by a registered surveyor.	4. Bond to cover the operati	ions unless covered by	an existing bond on file (see		
2. A Drilling Plan	Item 20 above).				
 A Surface Use Plan (if the location is on National Forest System Lands, t SUPO shall be filed with the appropriate Forest Service Office). 	he 5. Operator certification. 6. Such other site specific in	tarmatian and/or nlan	a as may be required by the		
sol o shall be liked with the appropriate rolest betwee office).	authorized officer.	tormation and or plan	s as may be required by the		
25. Signuature	Nome / Prints J/True - A	er en jagger fræm senske mæde er grunde en grunde mæde e	Date		
23. Signature	Name (Printed Typed)				
VICKY DONAGRAY	Vicki Donaghey		09/27/02		
Title U					
Production Assistant					
Approved by (Signautre)	Name (Printed Typed)		Date		
/s/ Steven W. Anderson			MAR 2 1 2003		
Assistant Field Manager	Office				
	and an aminable sixtee of the second				
Application approval does not warrant or certify that the applicant holds less conduct operations thereon. Conditions of approval, if any, are attached.	gal or equitable title to those rights in	the subject lease whic	th would entitle the applicant to		
	· · · · · · · · · · · · · · · · · · ·		***************************************		
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crit States any false, fictitious or fraudulent statements or representations as to an	me for any person knowlingly and willfu y matter within its jurisdiction.	illy to make to any dep	partment or agency of the United		
*(Instructions on Reverse)	and the second that are a second to the seco				
	28 29 30 37	>			
	2671 LOCO 3013/	73			

District I PO Box 1980, Hobbs, NM 88241-1980 District II

PO Drawer DD, Artesia, NM 88211-0719

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

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

320.0 Acres (W/2) - MV160.0 Acres (NW/4) - PC

API Number

12 Dedicated Acres

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe. NM 87504-2088

Form C-132 Revised February 21, 1994 Instructions on back Submit to Appropriate District Office

'Pool Name

¹⁵ Order No.

State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

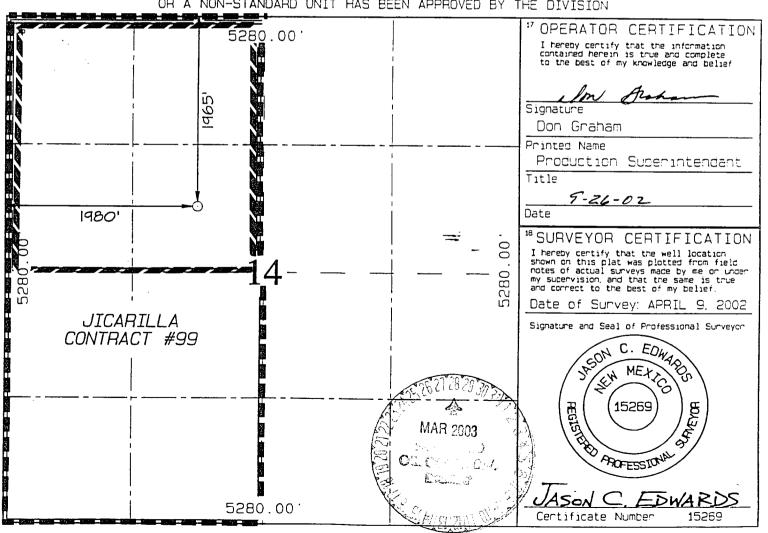
*Pool Code

30-03	9-2	7412	72:	319 \ 7	77360	BLANCO MESAVE	RDE \ GAVI	LAN PI	CTURE	ED CLIFFS
*Property 2194	Code /	*Property Name JICARILLA 99							°Well Number 18	
'0GRID 1 16292			{	*Operator Name ENERGEN RESOURCES CORPORATION					*Elevation 7182'	
¹⁰ Surface Location										
u. or lot no.	Section 14	Township 26N	Range 3W	Lot Idn	Feet from th	North/South line	Feet from the	East/West WES		COUNTY RIO ARRIBA
¹¹ Bottom Hole Location If Different From Surface										
UL or lot no.	Section	Township	Pange	Lot Ion	Feet from th	e North/South line	Feet from the	East/West	line	County

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

14 Consolidation Code

13 Joint or Infill



OPERATIONS PLAN

WELL NAME: Jicarilla 99 #18

LOCATION: 1965' FNL, 1980' FWL, Section 14, T26N, R3W, Rio Arriba, New Mexico

FIELD: Blanco Mesaverde/Gavilan Pictured Cliffs ELEVATION: 7182'

FORMATION TOPS:

Surface	San Jose	Huerfanito Benonite	4179
Nacimiento	2274	Cliff House	5424
Ojo Alamo	3304	Menefee	5484
Kirtland	3499	Point Lookout	5809
Fruitland	3534	Mancos Shale	6069
Pictured Cliffs	3709		
Lewis	3874		
			

Total Depth 6259

LOGGING PROGRAM:

Open Hole Logs:

Surface to intermediate: NONE

Inter TD to total depth: Temp/HRI/CNT, LDT/GR

Mud Logs:

3600' to total depth

Coring:

None

Natural Gauges:

Every 500' from intermediate TD to total depth

MUD PROGRAM: Fresh water low solids mud from surface to intermediate TD (9.0 - 9.2 PPG). Air/mist from intermediate casing point to total depth.

CASING PROGRAM:

HOLE SIZE	DEPTH	CSG SIZE	<u>WT.</u>	GRADE
12-1/4"	200'	9-5/8"	36#	J-55
8-3/4"	4074'	7"	20#	J-55
6-1/4"	3924'-6259'	4-1/2"	10.5#	J-55

TUBING PROGRAM:

6200' 2 3/8

4.7# J-55

WELLHEAD: 11" 3000 x 9 5/8" casing head. 11" 3000 x 7 1/16" 3000 xmas tree.

BOP SPECIFICATIONS:

An 11" 2000 psi minimum double gate BOP stack (Figure 1) will be used following nipple up of casing head. During air drilling operations, a Shaffer Type 50 or equivalent rotating head will be installed on top of the stack. A 2" nominal, 2000 psi minimum choke manifold will be used. An upper Kelly Cock valve with handle available and drill string valve to fit each drill string will be available on the rig floor during drilling operations.

CEMENTING:

9 5/8 surface casing - Cement with 110 sxs Class B Cement with 1/4" Flocele/sx and 2% calcium chloride (130 cu. ft. of slurry, 100% excess to circulate to surface). WOC 12 hrs. Test casing to 600# for 30 minutes.

Texas Pattern Guide Shoe on bottom with centralizers on the first three joints.

7" intermediate casing - cement with 410 sks 65/35 Class B Poz with 6% gel, 2% calcium chloride, 10% gilsonite, and 1/4# flocele/sk. Tail with 100 sks Class B w/2% calcium chloride, 10% gilsonite and 1/4# flocele/sk. (919 cu. Ft. of slurry, 50% excess to circulate to surface). WOC 12 hrs. If cement does not circulate, run temperature survey in 8 hrs. to determine TOC. Test casing to 1200 psi for 30 minutes.

Cement nose guide shoe on bottom with a self-fill insert float valve on top of shoe joint. 8 bow spring centralizers spaced every 2nd joint off bottom. Two turbolating centralizers at the base of the Ojo Alamo.

4 1/2 Production Liner

Cement with 285 sks 50/50 poz with 2% gel, 5 PPS gilsonite, .4% halad - 9 and 1/4# flocele/sk (360 cu. Ft., 50% excess to intermediate casing). WOC 18 hrs prior to completion.

Cement nose guide shoe on bottom with float collar on top of shoe joint. Liner hanger will have a neopreme packoff on top.

OTHER INFORMATION:

- 1) The Blanco Mesaverde and Gallup Dakota will be completed and downhole commingled.
- 2) No abnormal temperatures or pressures are anticipated.
- 3) Anticipated pore pressure for the Gallup is 900, Mesa Verde is 800, Pictured Cliffs is 500 and the Fruitland 400 psi.
- 4) If lost circulation is encountered, sufficient LCM will be added to the mud system to maintain well control.
- 5) This gas is dedicated.