

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. Type of Work
DRILL

1b. Type of Well
GAS

2. Operator
BURLINGTON RESOURCES Oil & Gas Company

3. Address & Phone No. of Operator
PO Box 4289, Farmington, NM 87499
(505) 326-9700

4. Location of Well
1110' FSL, 1750' FEL
Latitude 36° 57.1138, Longitude 107° 51.9782

5. Lease Number
NMSF080517
Unit Reporting Number

6. If Indian, All. or Tribe

7. Unit Agreement Name

8. Farm or Lease Name
Payne

9. Well Number
11S

10. Field, Pool, Wildcat
Basin Fruitland Coal

11. Sec., Twn, Rge, Mer. (NMPM)
0 Sec. 27, T-32-N, R-10-W
API # 30-045-31323

12. County
San Juan

13. State
NM

14. Distance in Miles from Nearest Town
13.4 miles to Aztec Post Office

15. Distance from Proposed Location to Nearest Property or Lease Line
1110'

16. Acres in Lease

17. Acres Assigned to Well
305.02 E/H

18. Distance from Proposed Location to Nearest Well, Drlg, Compl, or Applied for on this Lease
21'

19. Proposed Depth
3228'

20. Rotary or Cable Tools
Rotary

21. Elevations (DF, FT, GR, Etc.)
6406' GR

22. Approx. Date Work will Start
1-2-03

23. Proposed Casing and Cementing Program
See Operations Plan attached

24. Authorized by: Peary Case
Regulatory/Compliance Supervisor Date

PERMIT NO. _____

APPROVAL DATE _____

APPROVED BY /s/ David J. Mankiewicz

TITLE _____

DATE MAR 19 2003

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

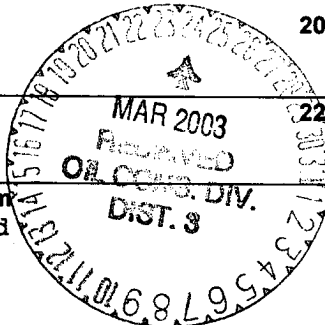
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or presentations as to any matter within its jurisdiction.

This action is subject to technical and procedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4

NMOC

DRILLING OPERATIONS AUTHORIZED ARE
SUBJECT TO COMPLIANCE WITH ATTACHED
"GENERAL REQUIREMENTS".

RECEIVED
2003 JAN -8 PM 1:1
070 Farmington, NM



DISTRICT I
1825 N. French Dr., Hobbs, N.M. 88240

DISTRICT II
811 South First, Artesia, N.M. 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, N.M. 87410

DISTRICT IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised August 15, 2000

OIL CONSERVATION DIVISION

2040 South Pacheco
Santa Fe, NM 87505

RECEIVED

Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

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☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number 30-045-31323	*Pool Code 71629	*Pool Name Basin Fruitland Coal
*Property Code 7379	*Property Name PAYNE	*Well Number 11S
*OGRD No. 14538	*Operator Name BURLINGTON RESOURCES OIL & GAS, INC.	*Elevation 6406'

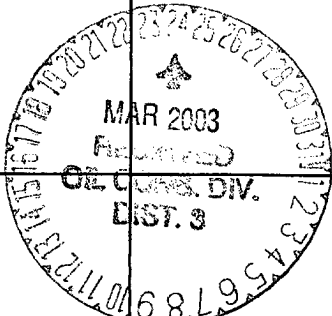
¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	27	32-N	10-W		1110'	SOUTH	1750'	EAST	SAN JUAN

¹¹ Bottom Hole Location If Different From Surface

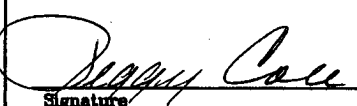
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres E/305.02			Joint or Infill		Consolidation Code		Order No.		

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

16		LOT 2	LOT 1 FD 3 1/4" B.L.M. BC 1969
		LOT 3	LOT 4 5247.25' (M)
	27	USA SF-080517	
		LOT 6 LAT. 36°57.1138' N (NAD 27) LONG. 107°51.9782' W	LOT 5 N 01-12-24 E
		802'	202'
		1750'	
	N 88-40-44 W 2551.82' (M)	LOT 7 1110'	LOT 8 474' FD 3 1/4" B.L.M. BC 1969

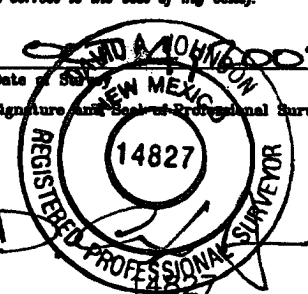
17 OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief


Signature
Peggy Cole
Printed Name
Regulatory Supervisor
Title
1-2-03
Date

18 SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field 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
Signature and Seal of Professional Surveyor
Certificate Number

OPERATIONS PLAN

Well Name: Payne #11S
Location: 1110' FSL, 1750' FEL Section 27, T-32-N, R-10-W
Latitude 36° 57.1138'N, Longitude 107° 51.9782'W
San Juan County, NM
Formation: Basin Fruitland Coal
Elevation: 6406'GR

Formation:	Top	Bottom	Contents
Surface	San Jose	1606'	
Ojo Alamo	1606'	1657'	aquifer
Kirtland	1657'	2770'	
Fruitland	2770'	2963'	
Intermediate TD	2913'		
Fruitland Coal	2963'	3228'	gas
B/Basal Coal	3228'	3232'	gas
Total Depth	3228'		
Pictured Cliffs	3232'		

Logging Program: none
Coring Program: none

Mud Program:

Interval	Type	Weight	Vis.	Fluid Loss
0- 120'	Spud	8.4-9.0	40-50	no control
120-2913'	Non-dispersed	8.4-9.0	30-60	no control
2913-3228'	Air/Mist			

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

Hole Size	Depth Interval	Csg. Size	Wt.	Grade
12 1/4"	0' - 120'	9 5/8"	32.3#	H-40
8 3/4"	0' - 2913'	7"	20.0#	J-55
6 1/4"	2913' - 3228'	open hole		

Tubing Program:

0' - 3228'	2 3/8"	4.7#	J-55
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Float Equipment: 9 5/8" surface casing - saw tooth guide shoe. Centralizers will be run in accordance with Onshore Order #2.

7" intermediate casing - guide shoe and self-fill float collar. Standard centralizers run every other joint above shoe. Two turbolizing type centralizers - one below and one into the base of the Ojo Alamo @ 1657'. Standard centralizers thereafter every fourth joint up to the base of the surface pipe.

Wellhead Equipment: 9 5/8" x 7" x 2 3/8" x 11" 2000 psi xmas tree assembly.

Cementing:

9 5/8" surface casing - cement with 32 sx Class A, B Portland Type I, II cement (38 cu.ft. of slurry, bring cement to surface through 3/4" line) or equivalent. WOC 24 hours for pre-set holes or 8 hours for conventionally set holes before pressure testing or drilling out from under surface casing.

7" intermediate casing - lead w/350 sacks Premium Lite with 3% calcium chloride, 5 pps LCM-1, and 1/4#/sack flocele, 0.4% FL-52, & 0.4% SMS. Tail with 90 sacks Type III cmt with 1% calcium chloride, 1/4#/sack flocele and 0.2% FL-52 (870 cu.ft., 100% excess to circulate to surface).

Note: If open hole logs are run, cement volumes will be based on 25% excess over caliper volumes.

BOP and tests:

Surface to intermediate TD - 11" 2000 psi (minimum) double gate BOP stack (Reference Figure #1). Prior to drilling out surface casing, test rams to 600#/30 min.

Intermediate TD to Total Depth - 7 1/6" 2000 psi (minimum) double gate BOP stack (Reference Figure #2). Prior to drilling out intermediate casing, test blind rams and casing to 1500 psi for 30 minutes; all pipe rams and casing to 1500 psi for 30 minutes each.

From surface to TD - choke manifold (Reference Figure #3).

Pipe rams will be actuated at least once each day and blind rams actuated once each trip to test proper functioning. An upper kelly cock valve with handle and drill string safety valves to fit each drill string will be maintained and available on the rig floor.

Additional information:

- * The Fruitland Coal formation will be completed.
- * Anticipated pore pressure for the Fruitland is less than 500 psi.
- * This gas is dedicated.
- * The east half of section 27 is dedicated to the Fruitland Coal.

Date: 1/8/03

Drilling Engineer: Eric J. Giles