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

| | (A) 100 a | *\ | | |
|--|--|---|--------------------------------------|--|
| APPLICATION FOR PERMIT TO DR | ILL OR REENTER 2005 | 5. Lease Serial N Jic Cont | | |
| AFFLICATION TON I ZIGIMI TO | | | ee or Tribe Name | |
| a. Type of Work X DRILL REE | ENTER | Jicarilla | | |
| 1b. Type of Well Oil Well Gas Well Other | Single Zone Multiple Z | 7 IImis on CA Ac | greement Name and No. 51938 | |
| 2. Name of Operator | | 8. Lease Name a | nd Well No. | |
| Energen Resources Corporation | | Jicarilla | 96 4Y | |
| Ba. Address | 3b. Phone No. (include area | 9. API Well No. | 0 7/508 | |
| 2100 Planfield Highway Farmington NM 87401 | (505) 325-680 | 0 5003 | 9-26888 | |
| 4. Location of Well (Report location clearly and in accordance with an | ny State equirements)* | 110 Field and Pool | l, or Exploratory 1: W 24N3W Mancos | |
| ///At surface 1560' FSL, 2340' FEL | | 11 Sec. T. R. M | A., or Blk. and Survey or Area | |
| 4 | | | | |
| At proposed prod. zone | | | 726N, R3W, N.M.P.M. | |
| 14. Distance in miles and direction from nearest town or post office* | | 12. County or Par | | |
| 16 miles northwest of Lir | ndrith, New Mexico | Rio Arriba | NM | |
| 15. Distance from proposed* | 16. No. of Acres in lease | 17. Spacing Unit dedica | ted to this well | |
| location to nearest | | | 210 MIL CELLIN | |
| property or lease line, ft. (Also to nearest drg. unit line, if any) | 2530.72 | 320/160 E | : 1/2 MV SE/4M | |
| | 19. Proposed Depth | 20.BLM/BIA Bond N | o. on file | |
| Distance from proposed location* to nearest well, drilling, completed, | 15.11000000 2-1 | | | |
| applied for, on this lease, ft. 1000' | 7881 | | | |
| 1000 | | 1 22 5 1 | -1 domestics | |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc. | 4 | 22. Approximate date work will start* 23. Estimated | | |
| 7143' GL | Dec 2001 | | 14 Days | |
| 7110 02 | 24. Attachments | | | |
| The following, completed in accordance with the requirements of Onsho | ore Oil and Gas Order No. 1, shall be atta | ched to this form: | • | |
| The following, completed in accordance with the requirements of chance | 1 | | the band on file (see | |
| 1. Well plat certified by a registered surveyor. | | erations unless covered by a | n existing bond on file (see | |
| 2 A Drilling Plan | Item 20 above). 5. Operator certification | | | |
| 3. A Surface Use Plan (if the location is on National Forest System La | ands, the Such other site specif | ic information and/or plans | as may be required by the | |
| SUPO shall be filed with the appropriate Forest Service Office). | authorized officer. | | | |
| | Name (Printed/Typed) | | Date | |
| 25. Signuature | | | 8/17/01 | |
| for Braham | Don Graham | | 0/1//01 | |
| Title | | | | |
| Drilling/Completion Foreman | _ | | | |
| Approved by (Signautre) | Name (Printed/Typed) | · · · · · · | Date 200 2001 | |
| Approved by (Signature) | | | DEC 1 9 2001 | |
| 9 31 Die 21, 481 man auch | 000 | | | |
| Cating asst. Full Mon. | Office | | | |
| Application approval does not warrant or certify that the applicant he | olds legal or equitable title to those right | ts in the subject lease which | n would entitle the applicant to | |
| Whitegrion whiteen goes were market as a second | | | | |
| | <i>i</i> | | | |
| Conduct operations thereon. Conditions of approval, if any, are attached. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make | <i>.</i> | | | |

*(Instructions on Reverse)

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

PEACE OF INCH PICKIES Energy, Minerals & Natural Resources Department

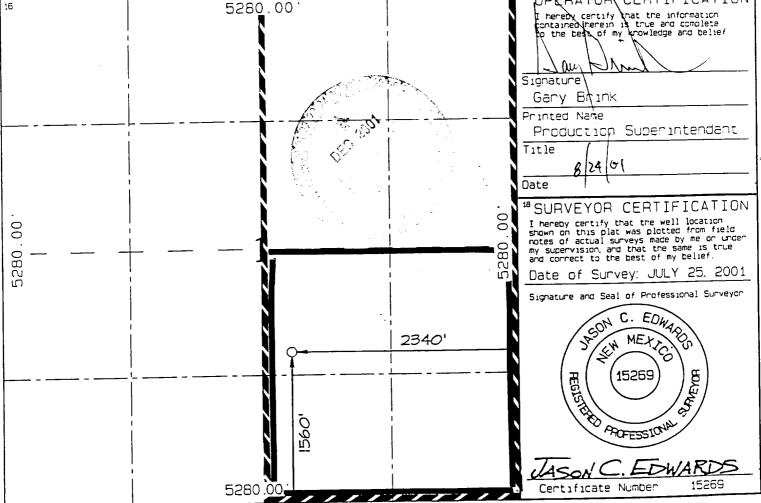
OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

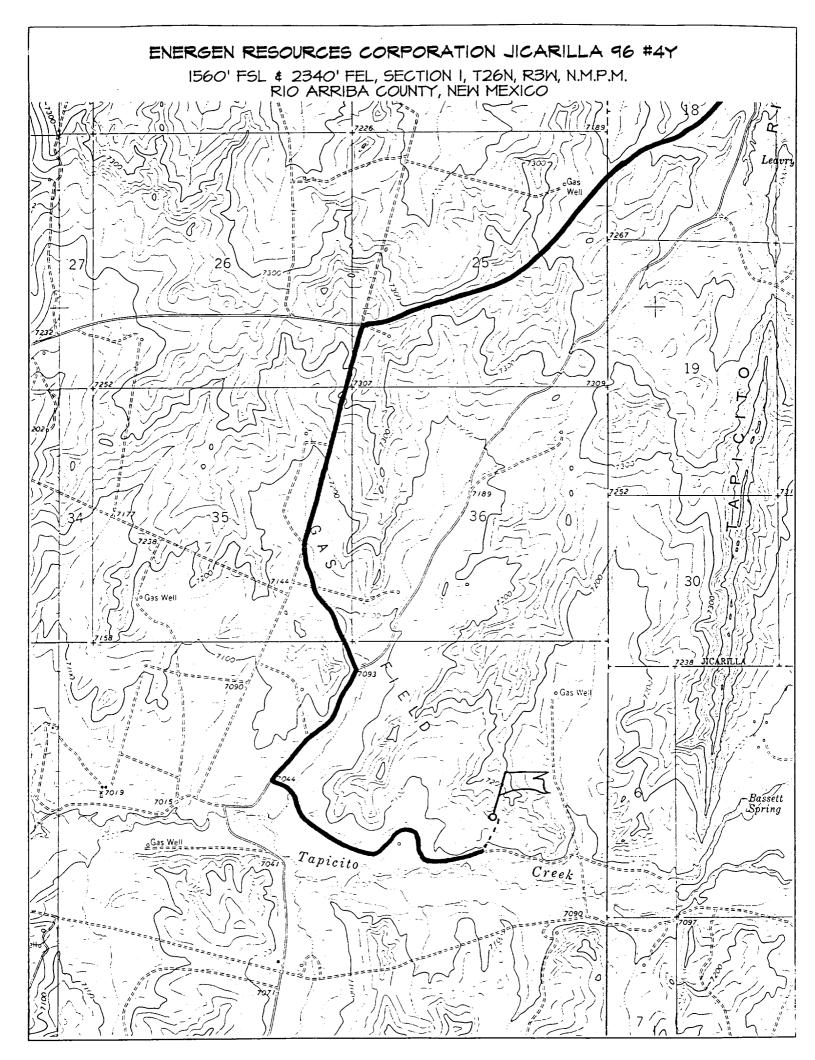
Revised February 21, 1994 Instructions on back Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

| WELL LOCATION AND ACREAGE DEDICATION PLAT | | | | | | | | | | | |
|--|--|-----------------|-------------|---|----------------|-------|--|---------------------------|--|------------|---|
| 30-039-2688 72319 - 97; | | | | | 7:153 | [| Blanco Mesavo | Pool Name erde - WC/26 | | | |
| Property Code | | | | ¹Property Name JICARILLA 96 | | | *Well Number 4Y | | | | |
| OGRID 1 16292 | | | ENERGE | *Operator Name N RESOURCES CORPORATION | | | *Elevation 7143 | | | | |
| ¹⁰ Surface Location | | | | | | | | | | | |
| UL or lot no. | Section 1 | Township 26N | Range 3W | Lot Idn | Feet from | | North/South line SOUTH | Feet from the 2340 | | ST | RIO ARRIBA |
| | ¹¹ Bottom Hole Location If Different From Surface | | | | | | | | | | |
| UL or lat no. | Section | Township | Range | Lot Ion | Feet from | tre | North/South line | Feet from the | East/W | est line | County |
| ¹² Dedicated Acres | 320/16 | 0 | <u> </u> | L | 13 Joint or In | nfill | ¹⁴ Consolidation Code | ¹⁵ Orden 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 | | | | | | | | | | | |
| :6 | | | | 280.00 | | | To the same of the | 17 OPER | XATOR x centify excherein best of m | that the : | FICATION information of complete e and belief |





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 430 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. (951 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 465 sks 50/50 poz with 2% gel, 5 PPS gilsonite, .4% halad - 9 and 1/4# flocele/sk (588 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.

OPERATIONS PLAN

WELL NAME: Jicarilla 96 #4Y

LOCATION: 1560' FSL, 2340' FEL, Section 1, T26N, R3W, Rio Arriba, New Mexico

FIELD: Blanco MV/WC:26N3W1J; Mancos ELEVATION: 7143'

FORMATION TOPS:

| I OIUVII III OIV I OI O | | | |
|-------------------------|----------|---------------------|------|
| Surface | San Jose | Huerfanito Benonite | 4228 |
| Nacimiento | 2181 | Cliff House | 5317 |
| Ojo Alamo | 3113 | Menefee | 5575 |
| Kirtland | 3431 | Point Lookout | 5844 |
| Fruitland | 3526 | Gallup | 6915 |
| Pictured Cliffs | 3688 | | |
| Lewis | 4016 | | |
| | | Total Depth | 7881 |

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

<u>MUD PROGRAM</u>: 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> | <u>GRADE</u> |
|-----------|-------------|----------|------------|--------------|
| 12-1/4" | 200' | 9-5/8" | 36# | J-55 |
| 8-3/4" | 4216' | 7" | 20/23# | J-55 |
| 6-1/4" | 4066'-7881' | 4-1/2" | 11.6# | J-55 |

TUBING PROGRAM:

7600' 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.