

**RECEIVED**

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**OIL CON. DIV.**  
**DIST. 3**

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

30-039-24708

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK		
1a. TYPE OF WORK DRILL		5. LEASE NUMBER SF-079364
1b. TYPE OF WELL GAS		6. IF INDIAN, ALL. OR TRIBE NAME
2. OPERATOR UNION OIL CO. OF CAL.		7. UNIT AGREEMENT NAME RINCON UNIT
3. ADDRESS OF OPERATOR P O BOX 2074 FARMINGTON, NM, 87401 (505)-325-8786		8. FARM OR LEASE NAME RINCON <i>unit</i>
4. LOCATION OF WELL 798' FSL, 1254' FWL		9. WELL NO. 261
10. FIELD, POOL, OR WILDCAT BASIN FRUITLAND COAL		11. SEC. 29, T. 27N, R. 6W, <i>M</i>
14. DISTANCE FROM NEAREST TOWN 40 Miles SE of Bloomfield	12. COUNTY Rio Arriba	13. STATE New Mex.
15. DISTANCE FROM PROPOSED LOCATION TO NEAREST PROPERTY OR LEASE LINE 798'	16. ACRES IN LEASE <i>2605.33</i>	17. ACRES ASSIGNED TO WELL <i>W/320</i>
18. DISTANCE FROM PROPOSED LOCATION TO NEAREST WELL DRILLING, COMPLETED OR APPLIED FOR ON THIS LEASE: 639'	19. PROPOSED DEPTH 3306'	20. ROTARY OR <i>This Application is subject to technical and procedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4.</i> Rotary
21. ELEVATIONS (DF, FT, GR, ETC.) 6676' GL	22. APPROX. DATE WORK WILL BEGIN Spring 1990	
23. PROPOSED CASING AND CEMENTING PROGRAM SEE ATTACHED DRILLING PLAN		
24. AUTHORIZED BY: <i>Jim Russell</i> AGENT		<i>3/23/90</i> DATE
PERMIT NO. _____ APPROVAL DATE _____		
APPROVED BY _____ TITLE _____ DATE _____		
NOTE: THIS FORMAT IS ISSUED IN LIEU OF BLM FORM 3160-3		

**APPROVED  
AS AMENDED**

APR 18 1990

*Jim Russell*  
**AREA MANAGER**

*USE*  
**NMOCD**

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

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-102  
Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

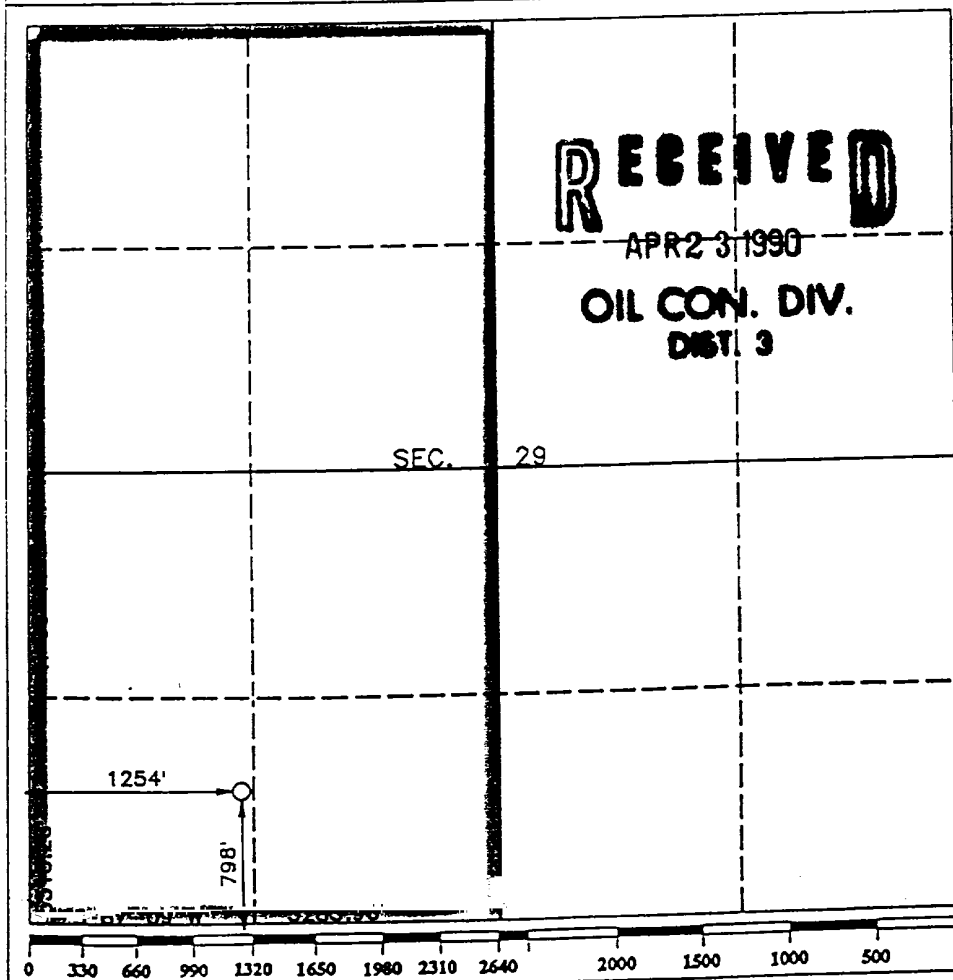
DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator <b>UNION OIL CO. OF CALIFORNIA</b>			Lease <b>RINCON UNIT</b>		Well No. <b>261</b>
Unit Letter <b>M</b>	Section <b>29</b>	Township <b>T.27 N.</b>	Range <b>R.6 W.</b>	County <b>RIO ARriba COUNTY</b>	
Actual Footage Location of Well: <b>798</b> feet from the <b>SOUTH</b> line and <b>1254</b> feet from the <b>WEST</b> line					
Ground level Elev. <b>6676</b>	Producing Formation <b>FRUITLAND COAL</b>		Pool <b>BASIN FRUITLAND COAL</b>		Dedicated Acreage: <b>320</b> Acres

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?  
☒ Yes ☐ No If answer is "yes" type of consolidation UNITIZATION  
If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.)  
No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

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

Signature Chris Russell  
Printed Name Chris Russell  
Position AGENT  
Company Union  
Date 3/23/90

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 knowledge and belief.

Date Surveyed MARCH 17, 1990  
Signature of Surveyor R. Howard Daggett  
Professional Surveyor Seal  
Certificate No. 9678  
Registered Professional Land Surveyor

RINCON UNIT WELL NO. 261  
DRILLING PROGRAM - PAGE 2.

Testing Procedure:

The BOP and related equipment will be tested to 2000 psi in accordance with the provisions of Onshore Oil and Gas Order No. 2.

BOP's will be operationally tested daily, and each test will be logged in the IADC Daily Drilling Report.

Blooie line:

The blooie line and related equipment will meet all requirements of Onshore Oil and Gas Order No. 2.

4. CASING AND CEMENTING PROGRAM

<u>SURFACE CASING</u>						
<u>AGE</u>	<u>Depth</u>	<u>Hole Size</u>	<u>Size</u>	<u>Weight</u>	<u>Grade</u>	<u>Thread</u>
New	0-225'	12-1/4"	8-5/8"	24.0#	K-55	ST&C

<u>INTERMEDIATE CASING</u>						
<u>Age</u>	<u>Depth</u>	<u>Hole Size</u>	<u>Size</u>	<u>Weight</u>	<u>Grade</u>	<u>Thread</u>
New	0-TD	7-7/8"	4-1/2"	10.5#	K-55	ST&C

MINIMUM SAFETY FACTORS

Collapse: 1.0

Tension: 1.8

Burst: 1.0

Cementing Program:

1. The 8-5/8" surface casing will be cemented to the surface with 175 sacks of class "B" cement with 2% CaCl<sub>2</sub> and 1/4# per sack flocele.
2. The 4-1/2" production casing will be cemented in 2 stages with the DV tool set at 2900'. 1st stage will be cemented with 85 sacks class "H" cement with .95% Flo-Lock-1, 18% Thrifty Lite, 3% KCL, 3# Hi-seal.  
2nd stage will be cemented with 325 sacks pacesetter lite with 6% gel, 1/3# cello-seal. .8% CF-1, 3# Hi-seal followed with 50 sacks class "C" cement. Actual cement volumes will be calculated from open hole logs and will be designed to circulate to surface.

