UNITED STATES DEPARTMENT OF THE INTERIOR DEPARTMENT OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK 5. Lease Number Type of Work 1a. DRILL STANGION, NM SF-078103 **Unit Reporting Number** 6. If Indian, All. or Tribe 1b. Type of Well GAS 7. Unit Agreement Name 2. Operator MERIDIAN OIL Huerfano Unit 145.38 8. Farm or Lease Name 3. Address & Phone No. of Operator 7/39 Huerfano Unit PO Box 4289, Farmington, NM 87499 9. Well Number (505) 326-9700 523 L 10. Field, Pool, Wildcat 4. Location of Well 71629 Basin Ft Coal 1100'FNL, 1485'FEL 11. Seg., Twn, Rge, Mer. (NMPM) // Sec 23,T-26-N,R-9-W v Latitude 36° 28.7, Longitude 107° 45.2 API# 30-045-29342 V 13. State 14. Distance in Miles from Nearest Town 12. County NM San Juan 6 miles from Huerfano Trading Post Distance from Proposed Location to Nearest Property or Lease Line 15. 1100' 17. Acres Assigned to Well 16. Acres in Lease 320 E/2 Distance from Proposed Location to Nearest Well, Drlg, Compl, or Applied for on this Lease 18. 1850' This action is cubine to technical and procedural review pursuant to 43 CFR 3186.3 20. Rotary or Cable Tools 19. **Proposed Depth** Rotary 2250' and appeal pursuant to 43 GFR \$185.4. 22. Approx. Date Work will Start 21. Elevations (DF, FT, GR, Etc.) 6358'GR 1st quarter 1996 23. **Proposed Casing and Cementing Program** DRILLING OPERATIONS AUTHORIZED ARE See Operations Plan attached SUBJECT TO COMPLIANCE WITH ATTACHED "GENERAL REQUIREMENTS". 24. Regional Drilling Engineer APPROVAL DATE PERMIT NO. TITLE DATE APPROVED BY

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

AS AMENDED

JAN 25.1996

ok (5)

MOCD

Dist. t i PO Bex 1980, Hobbs, NM 88241-1980 District II PO Drawer DD, Artesia, NM 88211-0719 District III 1000 Rio Brusos Rd., Aztec, NM 87410

PO Box 2008, Santa Fc. NM 87504-2088

District IV

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102

OIL CONSERVATION DIVISION AND RESubmit to Appropriate District Office PO Box 2088

Santa Fe, NM 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT												
· A	AM Numbe		² Pool Code			' Pool Name						
30-04	30-045- <i>2934</i> 2		7162	71629			Basin Fruitland Coal					
* Property Code		1	<u> </u>			operty Name				• 1	Well Number	
7139						no Unit					523	
'OGRID							Name					Elevation
14538				MERIDIAN			L INC.			}		6358'
14536	<u> </u>				10 Surf	ace	Location		· · · · · · · · · · · · · · · · · · ·			
UL or lot so.	Section	Township	Range	Lot Ide	Feet from	the	North/South line	Fee	t from the	East/West	Lline	County
В	23	26 N	9 W		1100		North	1	485	East	Ξ.	S.J.
	l	<u> </u>	11 Bott	om Hol	e Locati	on I	f Different Fro	om .	Surface			
UL or lot no.	Section	Township	Range	Lot ids	Lot idn Feet from t		North/South line	Feet from the		East/West line		County
Dedicated Acr	res 13 Joint	or infill " C	consolidatio	Code 15 C	Order No.		<u> </u>	<u> </u>				
NO ALLO	WABLE '	WILL BE A	SSIGNE	D TO TH	IS COMP	LETI	ON UNTIL ALL	INT	ERESTS H	AVE BE	EN CO	NSOLIDATED
		OR A			UNII HA	12 B	EEN APPROVED				CEDO	WITT CASTONI
16 52.03. 44'				17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief								
								- ,				
DECENTED					Signature Mahuld				eld_			
DEGEST ESS			į					Peggy Bradfield Printed Name Regulatory Administra			nistrator	
OM CON. DIV.			i C					Title /2-0595-			<u>'</u>	
8	DIST	3	-2	<u> </u>				42				
ام				-	5F	~	078103	11.2	-			TIFICATION
52.89 52.89				11				52		rify that the v	vell location	on shown on this plat al surveys made by me
		į						1	or under my	supervision.	, and that i	the same is true and
									correct to th	e best of my		
										11-15	<u>-95</u>	
									Date of Sur	vey & C	EDI:	
									Signature as		THE PARTY OF THE P	150
									3		857)	2
			<u>5</u> 2	16. 64					Cerui cate	Number	(REU	

Page 1 December 5, 1995

OPERATIONS PLAN

Well Name: Huerfano Unit #523

Location: 1100'FNL, 1485'FEL Section 23, T-26-N, R-9-W

San Juan County, New Mexico

Latitude 36° 28.7, Longitude 107° 45.2

Formation: Basin Fruitland Coal

Elevation: 6358'GL

Formation:	Top	Bottom	Contents
Surface	Nacimiento	1253'	
Ojo Alamo	1253'	1338'	aquifer
Kirtland	1338'	1755 '	
Fruitland	1755'	2011'	
Fruitland Coal	1885 ′	2011'	
Pictured Cliffs	2011'		
Total Depth	2250'		

Logging Program: Mud logs: 1700' to TD

Dens/Neut/Por; Density/Corr; Micro/GR; Numar MR: 1700-TD

Ind/SP/GR: to TD

Mud Program:

Interval	Type	Weight	Vis.	Fluid Loss
0- 200'	Spud		40-50	no control
200-2250'	Non-dispersed	8.4-9.5	30-60	no control

Casing Program:

<u> Hole Size</u>	Depth Interval	Csg.Size	<u>Wt.</u>	<u>Grade</u>
12 1/4" 7 7/8"	0 - 200' 0 - 2250'	8 5/8" 4 1/2"	24.0# 10.5#	
Tubing Program:	0 - 2250'	2 3/8"	4.7#	J-55

Float Equipment: 8 5/8" surface casing - saw tooth guide shoe. Centralizers will be run in accordance with Onshore Order #2.

4 1/2" production casing - float shoe on bottom. Three centralizers run every other joint above shoe. Two centralizers run every 3rd joint to the base of the Ojo Alamo @ 1338'. Two turbolizing type centralizers - one below and one into the base of the Ojo Alamo @ 1338'. Standard centralizers thereafter every fourth joint up to the base of the surface pipe.

Wellhead Equipment: $8 \ 5/8$ " x $4 \ 1/2$ " x $2 \ 3/8$ " x 11" 2000 psi xmas tree assembly.

