UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

	SUNDRY NOTICES AND REP	PORTS ON WELLS
		5. LEASE NUMBER
		SF-078092
1. TYPE OF WELL GAS		6. IF INDIAN, ALL. OR TRIBE NAME
2. OPERATOR		7. UNIT AGREEMENT NAME
	OIL INC.	
3. ADDRESS & PHONE NO. OF OPERATOR		8. FARM OR LEASE NAME
P O BOX	4289 ON, NM 87499	DOUTHIT FEDERAL 9. WELL NO.
TAWINGI	JN, NH 0/493	262
4. LOCATION OF WELL		10. FIELD, POOL, OR WILDCAT
1500'FSL 1	200'FWL	BASIN FRUITLAND COAL
		SEC. 26 T27N R11W NMPM
14. PERMIT NO.	15. ELEVATIONS	12. COUNTY 13. STATE
	6423'GL	MIN, MAIIT, NAS
16. SUBSEQUENT	REPORT OF: Amended Applica	ation for Permit to Drill
17. Describe pro	posed or completed operat	
	College to the second	
	ce is made to Marathon Cil's p #26-2 submitted 10-02-90 and	
Meridi: Federa.	n Gil Inc. will operate and d: #262 at 1500'FSL and 1200'FW	rill this well as the Touthit Tof Section 25 of Township 27M
	ge 11W.	
Submi+ ·	ed for review:	
- Opers	tions Plan	
	iagrams	The state of the s
- Fact	ities Diagram	
18. AUTHORIZED	BY: Sugar Wall	field 12-7-90
	REGULATORY AFFAIRS	APANO
NOTE: THIS FORM	AT IS ISSUED IN LIEU OF T	US BLM FORM 3160-5.
(This space for	Federal or State office v	use) JAN 1 1 190
APPROVED BY	TITLE	DATE
CONDITION OF APP	ROVAL, IF ANY:	AREA MANAGES FARMINGTON RECG
		PARMINGTON DESCRIPTION

DATE: DEC 6,1990

2012

Well Name: 262 DOUTHIT FEDERAL

1500'FSL 1200'FWL Sec. 26 T27N R11W SAN JUAN

NEW MEXICO BASIN FRUITLAND COAL Elevation 6423'GL

Formation tops: Surface- NACIMIENTO

Ojo Alamo- 950 Kirtland- 1063

Fruitland- 1820 Total Depth-

Pictured Cliffs- 2012

Logging Program: Mud logs from 1820 to total depth.

Mud Program: Interval Type Weight Visc. Fl. Loss 0 - 2008.4 - 8.9 Spud 40-50 no control

200 - 2012Non-dispersed 8.4 - 9.5 3**0-60** no control

Casing Program: Hole Size Depth Interval Csq. Size Weight Grade 0 - 200 12 1/4" 8 5/8" 24.0# K-55

7 7/8" 0 - 20125 1/2" 15.5# K-55

0 - 2012 4.7# Tubing Program: 2 3/8" J-55

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

5 1/2" production casing - float shoe on bottom. Three centralizers run every other joint above shoe. Two turbolizing type centralizers - one below and one into the base of the Ojo Alamo @ 1063' . Standard centralizers thereafter every fourth joint up to the base of the surface pipe.

Wellhead Equipment: 8 5/8" x 5 1/2" x 2 3/8" x 11" 3000 psi xmas tree assembl.

Cementing:

8 5/8" surface casing - cement with 211 sacks of class "B" cement with 1/4# flocele/sack and 3% calcium chloride (248 cu ft. of slurry, 200% excess to circulate to surface). WOC 12 hours. Test casing to 600 psi for 30 minutes.

5 1/2" production casing - lead with 304 sacks of 65/35 class "B" poz with 6% gel, 2% calcium chloride and 1/2 cu.ft. Perlite/sack (10.3 gallons of water/sack) tail with 100 sacks of class "B" with 2% calcium chloride. 705 cu ft. of slurry, 100% excess to circulate to surface. If hole conditions permit, a 600 ft spacer will be run ahead of the cement slurry to avoid mud contamination of the cement. WOC 12 hours. If cement does not circulate to surface, a temperature log will be run after 8 hours to determine TOC.

BOP and Tests:

Surface to TD - 11" 2000 psi(minimum) double gate BOP stack (Reference Figure #1 and #2). Prior to drilling out surface casing, test rams to to 600 psi for 30 minutes.

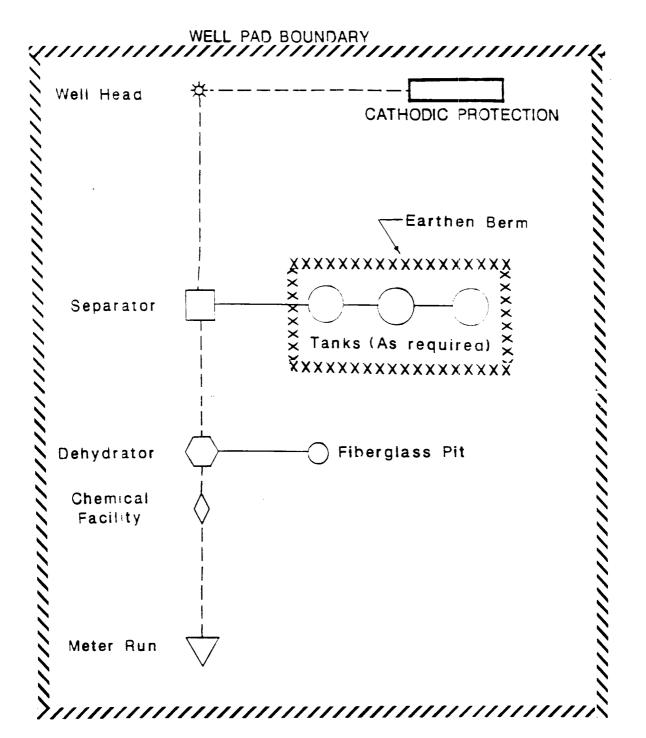
Completion - 6" 2000 psi(minimum) double gate BOP stack (Reference Figure #2. Prior to completion operations, test rams to 3000 psi for 15 minutes.

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 Fruitland pore pressure is 300 psi.
- * This gas is dedicated.
- * The W/2 of Section 26 is dedicated to this well.
- * New casing will be utilized.
- * Cementing Contractor will provide the BLM with a chronological log including the pump rate and pressure, and the slurry density and volume for all cement jobs.
- * Pipe movement (either rotation or reciprocation) will be done if hole conditions permit.



PLAT #1

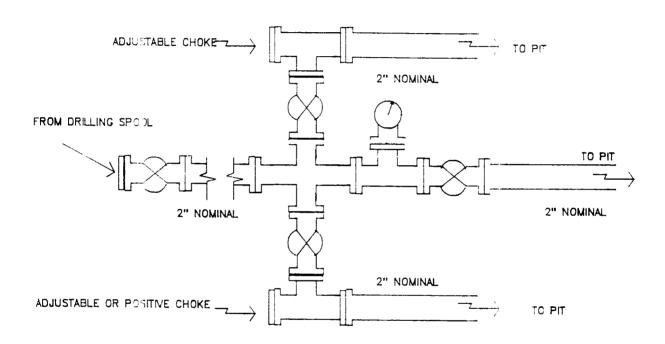
MERIDIAN OIL

ANTICIPATED
PRODUCTION FACILITIES
FOR A
FRUITLAND WELL

KFR 2/90

MERIDIAN OIL INC.

Typical Fruitland Coal Well Choke Manifold Configuration

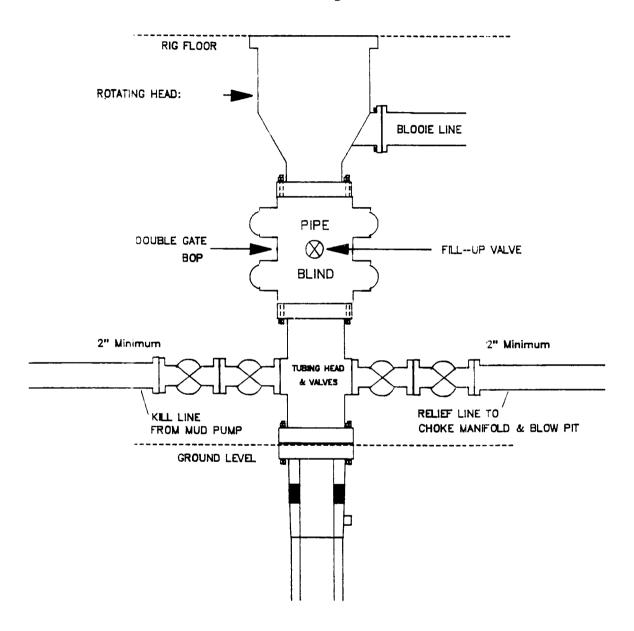


Minimum choke manifold installation for a typical Fruitland Coal well from surface to Total Depth. 2", 2000psi working pressure equipment with two chokes.

Figure #3

MERIDIAN OIL INC.

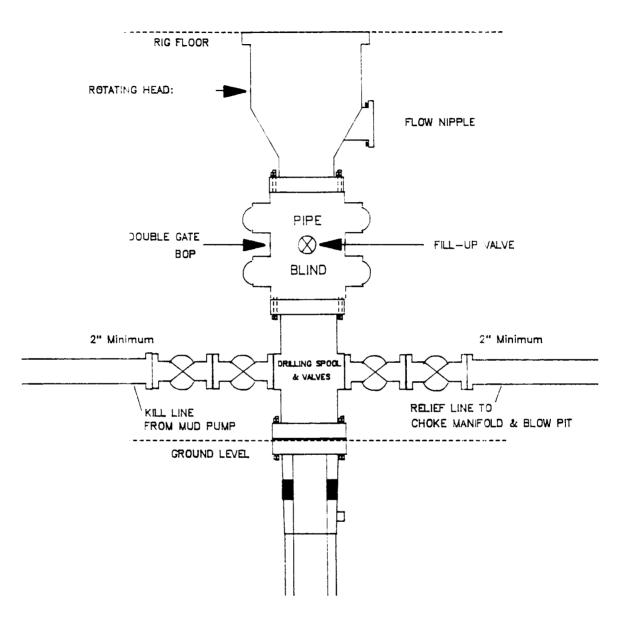
Completion Rig BOP Configuration



Minimum BOP installation for Completion Operations. 7 1/16" Bore (6" Nominal), 2000psi minimum working pressure double gate BOP to be equipped with blind and pipe rams.

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Drilling Rig BOP Configuration



Minimum BOP installation for a typical Fruitland Coal well from surface to Total Depth. 11" Bore (10" Nominal), 2000psi minimum working pressure double gate BOP to be equipped with blind and pipe rams.

A Schaffer Type 50 or equivalent rotating head to be installed on the top of BOP. All equipment is 2000psi working pressure/or greater.

Figure #1

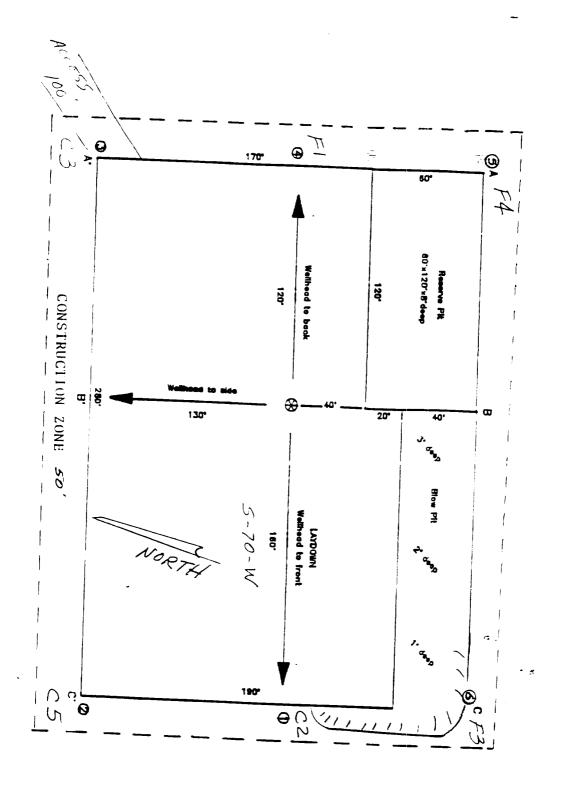


EXHIBIT:	
Name: MOI Douthit Federal #262 Footage: 1500'FSL, 1200'FWL, Sec 26 T— 27 —N, R— 11 —W NMPM Co. San Juan St. NM Elevation: 6423' Date: 11-29-96	<u> </u>

Plat 2 2/3/90

