Form 3160-3 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0136 Expires:November30, 2000

APPLICATION FOR PERMIT TO DRI	5. Lease Serial No SF - 080537	5. Lease Serial No. SF • 080537			
a. Type of Work X DRILL REEN	6. If Indian, Allot	6. If Indian, Alloteeor Tribe Name			
b. Type of Well Oil Well X Gas Well Other		7. Unitor CA Agreemen(NameandNo. San Juan 30-5 Unit			
2. Nameof Operator Phillips Petroleum Company		8. Lease Namear SJ 30-5 Ur			
Ba. Address 5525 Highway 64, NBU 3004, Farmington, NM 874	3b. PhoneNo. (include area of 505-599-3454		39-26840		
 Location of Well (Report location clearly and in accordance with an At surface Unit G. 1975' FNL & 940' FEL 	ny State equirements)*		and Blanco MV		
At proposed prod. zone Same as ab	pove	1	M., or Blk. andSurveyor 4,T30N,R5W		
14. Distancein miles and direction from nearest town or post of fice*		12. Countyor Pa			
29 miles east of	f Blanco, NM	Rio Arriba,	NM .		
15. Distancefrom proposed*	16. No. of Acres in lease	17. SpacingUnitdedica	atedo thiswell		
propertyor lease line, ft. 1018' (Also to nearestdrg. unit line, if any)	807.21 acres	218.36 E/2 both MV & DK			
18. Distancefromproposed ocation*	19. ProposedDepth	20. BLM/BIA Bond N	20. BLM/BIA Bond No. on file		
to nearestwell, drilling, completed, applied for, on this lease, ft.	8654	ES	ES0048		
21. Elevations(Show whetherDF, KDB, RT, GL, etc. 7182' GL	22. Approximatedateworkwills 2nd Qtr 2002	start* 23. Estimate	23. Estimatedduration 20 days		
The following, completed in accordance with the requirements of C 1. Well platcertifiedby a registeredsurveyor. 2. A DrillingPlan 3. A Surface Use Plan (if the locationis on NationalForest SystemLa SUPO shallbe filed withthe appropriat Forest Service Office).	4. Bond to cover the opera Item 20 above). 5. Operatomertification. 6. Such othersite specific	ationsunlesscoveredby ar	n existingbond on file (see		
	authorizedofficer.				
25. Sign Cature false Clust	Name(<i>Printed/Typed</i>) Patsy Clugston	i L	Date 10/10/01		
Title Sr. Regulatory/Proration Clerk					
Approvedby (Signautre) Mun/ + 1/2 mis	Name(Printed/Typed)	I	Date My 23-0		
Title	Office				
Application approvables not warrantor certify that the applicantholo conduct operations thereon. Conditions of approval, if any, are attached.	dslegal or equitabletitle to those rights in	n the subject lease which	vouldentitlethe applican		
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make United States any false, fictitious or fraudulent statements or repre	e it a crime for any personknowlinglyan esentations as to any matter within its j	d willfullyto make to any urisdiction.	departmentr agency of		
*(Instructions on Reverse)			The state of the s		
This could be a compared to so a conclusion property between pure and to so a conclusion and appeal pure and to so CFR 0785.4.			I trouble d		

HOLD C104 FOR NSP

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District I PO Box 1980, Hobbs, NM 88241-1980 District II 811 South First, Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410

2040 South Pacheco, Santa Fe, NM 87505

District IV

State of New Mexico Energy, Minerals & Natural Resources Department

Revised October 18, 19 Instructions on ba Submit to Appropriate District Offi

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

State Lease - 4 Copi Fee Lease - 3 Copi AMENDED REPOR

Form C-1

WELL LOCATION AND ACREAGE DEDICATION PLAT													
30-03	-039-26840 'Pool Code 'Pool Name 'Pool Name												
Property 00925		³ Property Name SAN JUAN 30-5 UNIT									· Well Number		
'ogrid 017654		Operator Name PHILLIPS PETROLEUM COMPANY								'Elevation 7182			
<u> </u>	10 Surface Location												
UL or lot no.	Section 24	Township 30N	Runge 5W	Lot Idn	Idn Feet from the			South line	Feet from the		East/Wes		County RIO ARRIBA
			11 Bot	tom Hol	e Location	on If	Diffe	erent Fro	om S	urface	1	·	
UL or lot no.	Section	Township	Range	Lot Idn	Feet from t	the	North/	South line	Feet	from the	East/West	line	County
12 Dedicated Acr	es '3 Joint	or Infill '*	Consolidatio		rder No.			· · · · · · · · · · · · · · · · · · ·	L		<u>. </u>		
	218.36 E/2 Y U //SP - /829 NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR /												
NO ALLOWA	ABLE WI	LL BE AS	SIGNED 1 ON-STAN	TO THIS (IDARD UI	COMPLET VIT HAS E	'ION U BEEN .	JNTIL APPR	. ALL INT OVED BY	ERES	STS HAV. DIVISIO	E BEEN (N	CONS	OLIDATED OR A
5280.00'		N89°5	7¹₩ 2640	1320. 0.00'	1975,		1		is if	17 OPER hereby certificate and comp	RATOR fy that the info colete to the be clugstor culatory	ormation st of my	TIFICATION contained herein is knowledge and belief
N00°03'E			Secti	SF-0	80537 21 acre	5 5	3 7 4	North	1 * 0 co	hereby certification of the control	y that the well om field notes upervision bee of miles	l location of actua	(1) (2/5/01 (5) (5) (5) (5) (5) (5) (5) (5) (5) (5)
	2640	00'		132	0.00	48	7.74	· \	√ ā	Certificate Nu	mber		

West

District I PO Box 1980, Hobbs, NM 88241-1980 District II 811 South First, Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

Form C-1 Revised October 18, 19 Instructions on ha Submit to Appropriate District Offi

State Lease - 4 Cop. Fee Lease - 3 Copi

AMENDED REPOR

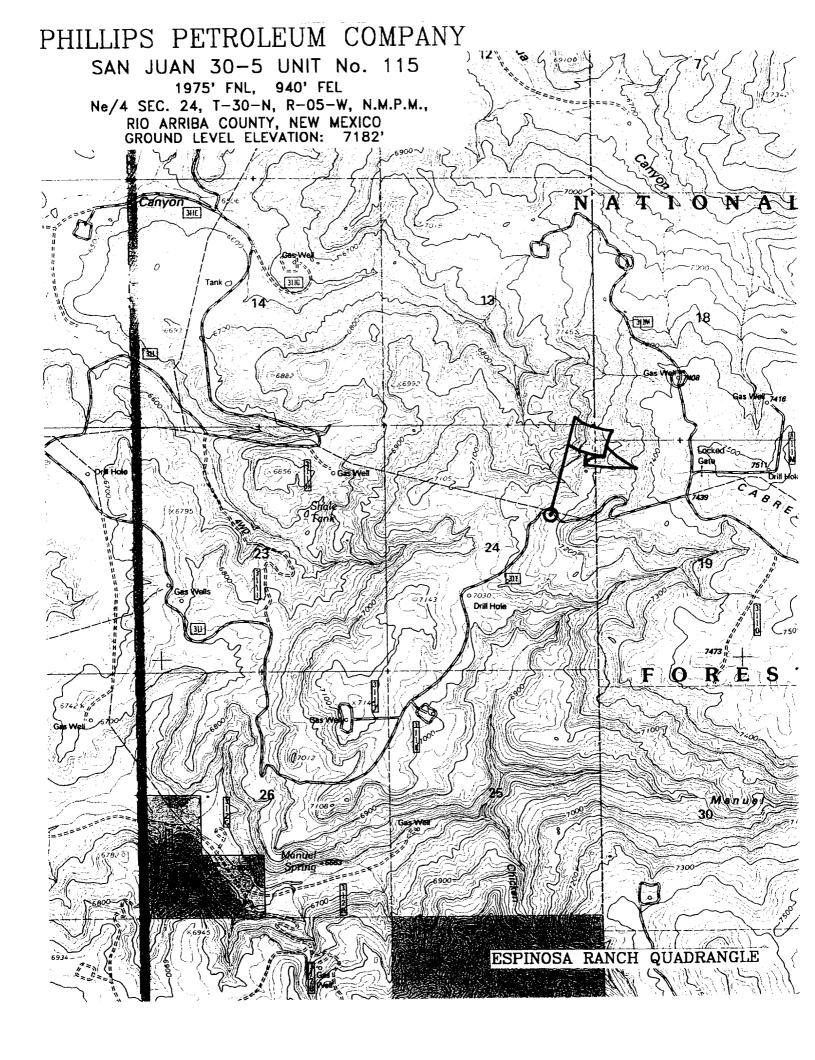
2040 South Pacheco, Santa Fe, NM 87505 WELL LOCATION AND ACREAGE DEDICATION PLAT 30-03917 Number 840 1 Pool Code Pool Name 72319 Blanco Mesaverde 4 Property Code * Well Number 3 Property Name 009258 SAN JUAN 30-5 UNIT 115 'OGRID No. Operator Name 7182 017654 PETROLEUM COMPANY **PHILLIPS** ¹⁰ Surface Location UL or lot no. Section Township Runge Lot Ida Feet from the North/South line Feet from the East/West line County 24 1975 NORTH 9401 G 30N 5W **EAST** RIO ARRIBA 11 Bottom Hole Location If Different From Surface UL or lot no. Section Lot Idn Feet from the Township Runge North/South line Feet from the East/West line County G 12 Dedicated Acres 14 Consolidation Code 13 Order No. 13 Joint or Infill NSP-1829 218.36 E/2 NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR . NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION 16 17 OPERATOR CERTIFICATION 1320.00 N89°57'W 2640 00' I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief 1 Patsy Clugston Printed Name 940 Sr. Regulatory/Proration Clerk 2 9 - 21 - 01Section 24 SF-080537 18SURVEYOR CERTIFICATION 807.21 acres I hereby certify that the well location shown on this plat NOO 03'E was plotted from field notes of actual surveys made by me or under my supervision; and that the same is true and W.VORDHUD 3 9/5/01 Date of S PROFESSION!

1320.001

Certificate Number

2640,00

West



PHILLIPS PETROLEUM COMPANY

WELL NAME:	San Juan 30-5 Unit #115 MV/DK	

DRILLING PROGNOSIS

1. Location of Proposed Well: Unit G, 1975' FNL & 940' FEL

Section 24, T30N, R5W

- 2. Unprepared Ground Elevation: <u>@ 7182' (unprepared)</u>.
- 3. The geological name of the surface formation is <u>San Jose</u>.
- 4. Type of drilling tools will be <u>rotary</u>.
- 5. Proposed drilling depth is 8654'.
- 6. The estimated tops of important geologic markers are as follows:

Naciamento - 2119'	Menefee Fm 6099'
Ojo Alamo - 3248'	Pt. Lookout - 6288'
Kirtland Sh - 3456'	Mancos Sh - 6626'
Fruitland Fm 3752'	Gallup Ss 7579'
Pictured Cliffs - 3929'	Greenhorn Ls 8324'
Lewis Shale - 4227'	Graneros Sh 7386'
Cliff House Ss - 6014'	Dakota Ss - 8504'

7. The estimated depths at which anticipated water, oil, gas or other mineral bearing formations are expected to be encountered are as follows:

Water: Ojo Alamo - 3248' - 3456'
Gas & Water: Fruitland - 3752' - 3929'
Gas: Mesaverde - 6014' - 6626'
Dakota - 8504' - 8654'

8. The proposed casing program is as follows:

Surface String: 9-5/8", 32.3#, H-40 @ 320'
Intermediate String: 7", 20#, J/K-55 @ 4352'
Production String: 4-1/2", 11.6#, I-80 or N-80 @ 8654' (TD)

9. Cement Program:

Surface String: 197.7 sx Type III cement + 2% bwoc Calcium Chloride + 0.25#/sx

Cello-flake + 60.6% FW (1.41 yield = 278 cf). Comment to Superce

Intermediate String: Lead Cement: 556.5 sx Type III cement (35:65) Poz + 5#/sx Gilsonite + 0.25 #/sx Cello-Flake + 6% bwoc Bentonite + 10#/sx CSE + 3% bwow KCL + 0.4% bwoc FL-25 + 0.02#/sx static free + 129% FW (2.37 yield = 1318.9 cf). Cement to surface with 120% excess casing/hole annular volume.

> Tail Cement: 50.0 sx Type III cement + 0.25#/sx Cello-Flake + 1% Calcium Chloride + 60.5% FW (1.4 yield = 70 cf). Cement to surface with 120% excess of casing/hole annulus volume.

Production String *: Lead Cement: 50 sx Type III (35:65) POZ L (Fly Ash L) with 6% gel Bentonite, 5#/sx Phenoseal, 0.2% bwoc CD-32, 0.75 bwoc FL-52 1#/sx LCM-1 0.25#/sx Cello-Flake, 10#/sx CSE, 0.02#/sx Static Free (2.34 yield = 117 cf).

> 2nd Lead Cement: 227.8 sx Type III (35:65) POZ L (Fly Ash L) with 6% gel Bentonite, 2.5#/sx Phenoseal, 0.2% bwoc CD-32, 0.75 bwoc FL-52 1#/sx LCM-1 0.25#/sx Cello-Flake, 10#/sx CSE, 0.02#/sx Static Free (2.32 yield = 529 cf)

> Tail Cement - 20 sx Type III (35:65) POZ L (Fly Ash L) with 6% gel Bentonite, 5#/sx Phenoseal, 0.2% bwoc CD-32, 0.75 bwoc FL-52 1#/sx LCM-1 0.25#/sx Cello-Flake, 10#/sx CSE, 0.02#/sx Static Free (1.91 yield = 38 cf).

*The production casing cement is calculated to cover the openhole interval with 50% excess and annular volume 200' within intermediate shoe. Depending on hole conditions, the well may be cemented in a single stage or two staged.

Centralizer Program:

Total four (4) 1 @ 10' above shoe & top of 2nd, 4th & 6th joint Surface:

Intermediate: Total seven (7) – 10' above shoe, top of 1st, 2nd, 4th, 6th, & 8th its &

1 jt. above surface casing.

None planned. Production:

Total Three (3) – on intermediate casing at 1st it. below the Ojo Turbulators:

Alamo and next 2 its up.

The minimum specifications for pressure control equipment which are to be used, a 10. schematic diagram thereof showing sizes, pressure ratings (or) API series and the testing procedure and testing frequency are enclosed within the APD packet.

BOP AND RELATED EQUIPMENT CHECK LIST

3M SYSTEM:

2 hydr. rams (pipe & blind) or hydr. ram and annular with blind ram on bottom

Kill Line (2-inch minimum)

1 kill line valve (2-inch minimum)

1 choke line valve

2 chokes (refer to diagram in attachment 1) on choke manifold

Upper kelly cock valve in open position with handle available

Safety valve (in open position) and subs to fit all drill strings in use (with handle available)

Pressure gauged on choke manifold

2 inch minimum choke line

Fill-up line above the uppermost preventer

The BOPs will be pressure tested according to Onshore Order #2 III, A 1 and 30% safety factor.

drilling\BOPck.lst