CONDITIONS OF APPROVAL, IF ANY :

SUBMIT IN TRIPLICATE*

(Other instructions on

Form approved. Budget Bureau No. 42-R1425.

reverse side)

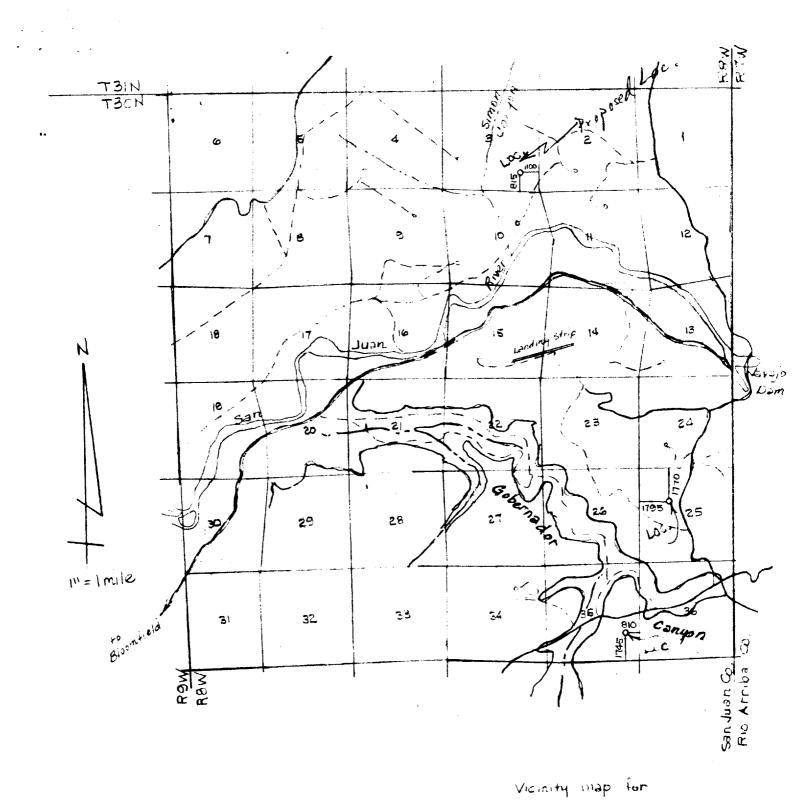
30- 045- 21783

| UNITE | ED S | STATI | ES |
|------------|--------|-------|-----------------|
| DEPARTMENT | OF | THE | INTERIOR |

GEOLOGICAL SURVEY NM-012711 6. IF INDIAN, ALLOTTEE OR TRIBE NAME APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK 1a. TYPE OF WORK DRILL X 7. UNIT AGREEMENT NAME DEEPEN PLUG BACK b. TYPE OF WELL WELL SINGLE ZONE WELL X MULTIPLE ZONE S. FARM OR LEASE NAME 2. NAME OF OPERATOR Florance TENNECO OIL COMPANY 9. WELL NO. 3. ADDRESS OF OPERATOR 36A 1860 Lincoln Street, Denver, Colorado 80203 10. FIELD AND POOL, OR WILDCAT 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) Blanco Mesa Verde 815' FSL & 1100" FEL 11. SEC., T., R., M., OR BLK. AND SCRVEY OR AREA At proposed prod. zone Sec. 3, T30N, R8W 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 12. COUNTY OR PARISH | 13. STATE San Juan New Mexico 15. DISTANCE FROM PROPOSED 16. NO. OF ACRES IN LEASE 17. NO. OF ACRES ASSIGNED LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig, unit line, if any) 18. DISTANCE FROM PROPOSED LOCATION* 815' 688.73 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 5695 Rotary 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 22. APPROX. DATE WORK WILL START* 6119 GL May 26, 1975 23. PROPOSED CASING AND CEMENTING PROGRAM SIZE OF HOLD SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 12½" 9 5/8" 36# 200' Sufficent to circulate 8 3/4" 20# 3300" Cement back to surface casing The proposed drilling program for this well is as follows: Drill $12\frac{1}{2}$ " hole \pm 200 and set 9 5/8 surface csg, circ cement to surface. Drill 8 3/4" hole + 3300 and set 7" csg, circ cement to surface. Drill 6 1/8" hole to TD using gas as the drilling fluid. Log the hole and hang a 4½" liner from ±3000 to TD and cement over the Mesa Verde interval. BOP equipment is listed as points No 4 & No5 in the attached 7 point program The well will be completed through casing perforations in the Mesa Verde formation and stimulated as necessary to establish commercial gas production. RECEIVED S. GEOLOGICAL SURVEY IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If pr or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any. (This space for Federal or State office use) PERMIT NO APPROVAL DATE

TITLE

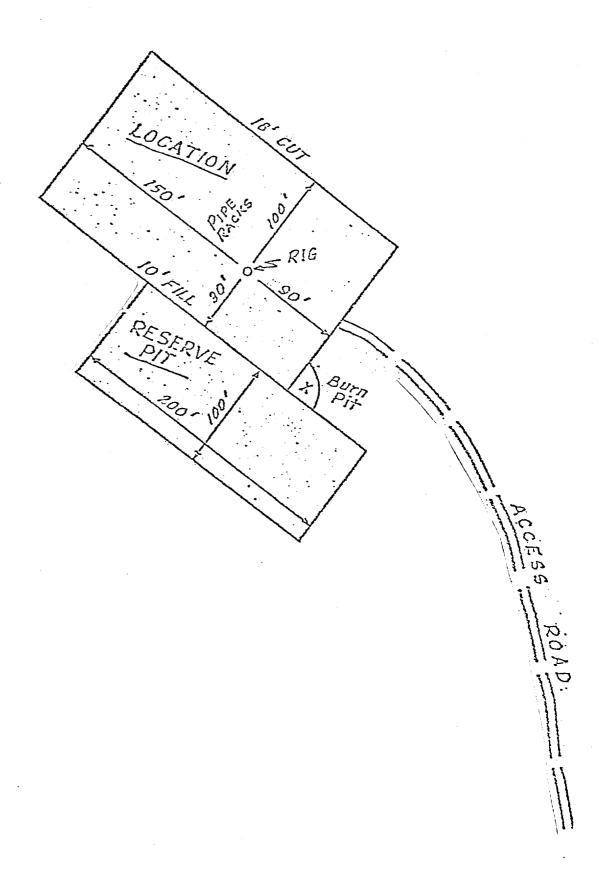
All distances must be from the outer boundaries of the Section per itri Lerise TENNECO CIL COMPANY FLORANCE 36A mit I etter Hange 30N RSW SAN JUAN 815 South 1100 East ir ora Lyvel Elev. Free to ting Formation $F \leq 1$ 6119 Mesa Verde Blanco Mesa Verde 323,20320- 1. Outline the acreage dedicated to the subject well by colored pencil or hachure 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 rovalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all own dated by communitization, unitization, force-pooling, etc? If answer is "yes," type of consolidation ____ If answer is "no," list the owners and tract descriptions which have actually been consolidated, (this form if necessary.)_ No allowable will be assigned to the well until all interests have been consolidated (by communitizat forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the sion. CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. 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. 1100 1463



Tennoco OH Company

Were losted in the FFEE of Ces.3; SE | NW of Sec. 25; NE | SE of Sec 35, T3DN, RAW | NW. PM SAN JUAN 6. Y. MEX SCALE | 1"= | m/c 240 443 75

San Juan Engineering to.



SURFACE USE PLAN

- 1. Shown on attached map.
- 2. Shown on attached map. Approximately 200' of 16' wide road will be required.
- 3. Shown on attached map.
- 4. Shown on attached map.
- 5. This is expected to be a dry gas well, therefore, a tank battery will not be required.
- 6. Water will be hauled from the San Juan River or nearest wash.
- 7. All waste material will be buried in reserve pit at time of location clean up.
- 8. No camps will be associated with this operation.
- 9. No airstrip will be built for this operation.
- 10. Shown on attached diagram.
- 11. Upon completion or abandonment of this well, the location will be cleaned and levelled and a dry hole marker placed, if applicable.
- 12. The location is sandy, rocky, typical for the area. Vegetation is sage brush, scrub oak and scrub cedar.

7 POINT WELL CONTROL PLAN

- 1. Surface casing: 9 5/8", 24#, approximately 200, grade K-55, new condition.
- 2. Casinghead will be 10", 900 Series, 3,000 psi rating.
- 3. Intermediate casing 7", 20#, K-55, will be set at \pm 3300, and cemented to surface casing.
- 4. Blowout preventors: Hydraulic, double ram, 10". One set of rams will be provided for each size drill pipe in the hole. One set of blind rams at all times. Fill line will be 2", kill line will be 2", choke relief line will be 2" with variable choke.
- 5. Auxiliary equipment:
 - Kelly cock will be in use at all times.
 - (2) Stabbing valve to fit drill pipe will be present on floor at all times.
 - (3) Mud monitoring will be visual, no abnormal pressures are anticipated in this area.
 - (4) Rotating head will be used when drilling with gas.
- 6. Anticipated bottom-hole pressure:

This is an area of known pressures. Maximum anticipated pressure at 5700' T.D. is 1000 psi.

- 7. Drilling Fluids:
 - 0 -200 Spud mud
 - 200-3300 Gel water low solids as needed to maintain good hole conditions
 - 3300-T.D.Compressed gas

TENNECO OIL COMPANY

PROGNOSIS TO DRILL AND COMPLETE

DIVISION

Rocky Mountain Division

DATE: April 25, 1975

LEASE:

Florance

WELL NO .: 36 - A

LOCATION:

815 FSL & 1100 FEL

FIELD: Blanco Mesa Verde

S 3, T 30 N, R 8 W

San Juan County, New Mexico

ESTIMATED ELEVATION:

6119GL

ESTIMATED TOTAL DEPTH:

5695

PROJECTED HORIZON:

Blanco Mesa Verde

DRILLING, CASING AND CEMENT PROGRAM:

1. MIRURT, Drill $12\frac{1}{4}$ " hole to \pm 200'.

- 2. Set and cement 9 5/8" casing to T.D. and cement with sufficient cement to circ.
- 3. DO with 8 3/4" bit to 3300 feet.
- 4. Run 7" casing and cement back to surface casing.
- 5. DO of 7" using gas as the circulating fluid, <u>do not</u> drill more than 10' below 7" casing shoe until the hole has dried up completely and is dusting.
- 6. Drill the hole to T.D., log the hole dry as requested by drillsite geologist.
- 7. Run $4\frac{1}{2}$ " liner to T.D., load hole with mud and cement liner back to 7". Set liner hanger and POH w/drill pipe.
- 8. Estimated Tops:

Kirtland 2095 Fruitland 2805 .

Pictured Cliffs 31/5
Green Horn Shale 4595

Cliff House 4955 Point Lookout 5340 0 - 200 Feet spud mud

200 - + 3300 Gel chemical - low solids as needed to maintain good hole conditions.

CORING AND TESTING PROGRAM:

None

DEVIATION SURVEYS:

- 1. Survey surface hole at 100° intervals. Maximum allowable deviation at 200° is $1/2^{\circ}$.
- 2. FROM SURFACE TO TOTAL DEPTH DEVIATION SURVEYS MUST BE TAKEN EVERY 500' OR EACH TRIP WHICHEVER IS FIRST. This may entail running the TOTCO on wireline. Record each survey on the A.A.O.D.C. Drilling Report sheet. Maximum allowable change in deviation is 10 per 100'.

SAMPLES:

| 200 - | | 30' | samples | |
|-------|--|---------|---------|---------|
| | | to T.D. | 10' | samples |

WELL SURVEYS:

GR - Induction

GR - FDC

B.O.P.:

PREVENTORS MUST BE CHECKED FOR OPERATION EVERY 24 HOURS, AND THE CHECK MUST RECORDED ON THE A.A.O.D.C. DRILLING REPORT SHEET.

REPORTS:

1. A 6:00 A.M. drilling report including depth, formation, time distribution, mud properties, bit record, weight on bit, rotary speed, pump pressure, daily and cumulative water used, daily and cumulative mud cost and other pertinent information to be called in to Tenneco Oil Company, Denver, Colorado.

Call the following numbers:

- 255-1995 Report Box automatic answering receiver that will take calls anytime day or night.
- 292-9920 Phyllis Matera 7:45 A.M. to 8:30 A.M. Monday morning report to include separate reports for Saturday, Sunday and Monday.
- 2. The yellow sheet of the A.A.O.D.C. report filled out completely, the original copy of the drilling time recorder, copies of water tickets and copies of any other invoices signed and received for Tenneco Oil Company will be mailed daily to:

Tenneco Oil Company
Suite 1200 - Lincoln Tower Building
Denver, Colorado 80203

3. In cases of emergencies, call the following:

D. E. Brown

(303) 771-8297