District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV

Mary Corley

Sr. Business Analyst

Phone: 281-366-4491

Printed name:

04/26/2000

Title:

State of New Mexico Energy Minerals and Natural Resources

Form C-101 Revised March 17, 1999

Oil Conservation Division 2040 South Pacheco Santa Fe, NM 87505 Submit to appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

2040 South Pacheco, Santa Fe, NM 87505 AMENDED REPORT APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN ACK, OR ADD A ZONE ¹ Operator Name and Address OGRID Number APR 2000 **Amoco Production Company** 000778 P. O. Box 3092 API Number Houston, Texas 77253 OPLOOM DIV 5-30223 Property Code Property Name Well No Gallegos Canyon Unit Con 000572 558 ⁷ Surface Location Feet from the Lot Idn North/South line UL or lot no. Section Township Range Feet from the East/West line County 29N 12W 1715 Souh 1670 West San Juan K 16 ⁸ Proposed Bottom Hole Location If Different From Surface Lot Idn North/South line East/West line UL or lot no. Section Township Range Feet from the Feet from the County 9 Proposed Pool 1 ¹⁰ Proposed Pool 2 **Basin Fruitland Coal** 11 Work Type Code Well Type Code 3 Cable/Rotary Lease Type Code Ground Level Elevation N - New Drill Gas Rotary/Top Drive State 56962 16 Multiple Proposed Depth 18 Formation 9 Contractor 20 Spud Date 1837' -**Fruitland Coal** 6/1/2000 No Aztec ²¹ Proposed Casing and Cement Program Estimated TOC Casing weight/foot Setting Depth Sacks of Cement Hole Size Casing Size 7" 135' 8 3/3" 23# 115 SXS CLS B (1) Surface 4 1/2" **(2)** 6 1/4" 10.5# 1837' 191 SXS CLS B **Surface** ²² Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. OBJECTIVE: Drill 150' into the Pictured Cliffs, set 4 ½" Casing to TD, Stimulate the Fruitland Coal interval. Run Cased Hole (GR-CCL-TDT) logs: TDT from PBTD. GR-CCL from PDTB to Surface. (1) Circulate Cement to Surface (2) Set Casing 150' below top of Pictured Cliffs. Weight 8.6 - 9.2 Mud Program: 0' - 135' Type - Spud 135' - TD' Type - Water Weight 8.6 - 9.2 The hole will require sweeps to keep unloaded while fresh water drilling. Let hole conditions dictate frequency Completion: Rigless, Single Stage Hydraulic Frac. OIL CONSERVATION DIVISION ²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief. Signature: Approved by:

DEPUTY OIL & GAS INSPECTOR, DIST

Approval Date

Attached

Conditions of Approval:

District I
PO Box 1980, Hobbs NM 88241-1980
District II
PO Drawer KK, Artesia, NM 87211-0719
District III
1000 Rio Brazos Rd., Aztec, NM 87410

PO Box 2088, Santa Fe, NM 87504-2088

¹API Number

District IV

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

Form C-102 Revised February 21, 1994 Instructions on back

Submit to Appropriate District Office

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☐ AMENDED REPORT

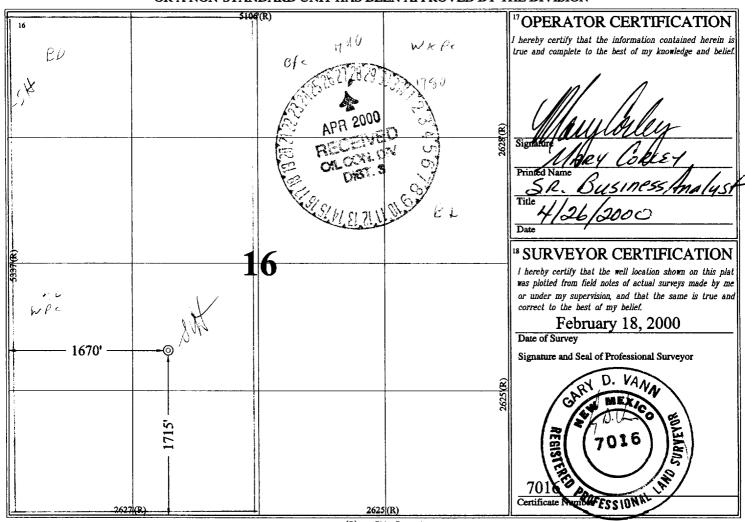
WELL LOCATION AND ACREAGE DEDICATION PLAT

² Pool Code

30-04	15-30	0223	71	629		BASIN FRU	ITLAND	COAL	, <u> </u>	
Property Code		⁵ Property Name							Well Number	
000-572		Gallegos Canyon Unit Com							# 558	
7 OGRID No.		Operator Name							⁹ Elevation	
1001118		AMOCO PRODUCTION COMPANY							5696	
¹⁰ Surface Location										
UL or Lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
K	16	29 N	12 W		1715	SOUTH	1670	WES	Γ SAN JUAN	
¹¹ Bottom Hole Location If Different From Surface										
⁷ UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	e County	
Dedicated Acre	ss ¹³ Join	t or Infill 14 (Consolidatio	n Code 15	Order No.				<u> </u>	

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED

OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



Amoco Production Company BOP Pressure Testing Requirements

Well Name:

Gallegos Canyon Unit 567

County:

San Juan

State: New Mexico

Formation	TVD	Anticipated Bottom Hole Pressure	Maximum Anticipated Surface Pressure **
Ojo Alamo	Surface		
Kirtland	415'		
Fruitland Coal	1360'		
Pictured Cliffs	1687'		

** Note: Determined using the following formula: ABHP - (.22 * TVD) = ASP

Requested BOP Pressure Test Exception: 750 PSI

SAN JUAN BASIN Fruitland Coal Formation Pressure Control Equipment

Background

The objective Fruitland Coal formation maximum surface pressure is anticipated to be less than 1000 PSI, based on shut-in surface pressures from adjacent wells. Pressure control equipment working pressure minimum requirements are therefore 2000 PSI. Equipment to be used will conform to API RP-53 (Figure 2.C.2) for a 2000 PSI system per Federal Onshore Order No. 2. Due to available conventional equipment within the area, 3000 PSI rated pressure control equipment will typically be utilized in a double ram type arrangement. Regional drilling rights to be utilized have substructure height limitations which exclude the use of annular preventers; therefore a rotating head will be installed above these rams. This pressure control equipment will be utilized for conventional drilling below conductor to total depth. No abnormal temperature, pressure, or Hydrogen Sulfide gas is anticipated.

Equipment Specification

Interval

BOP Equipment

Below conductor casing to total depth

11" nominal or 7 1/16", 3000 PSI double ram preventer with rotating head.

All ram type preventers and related control equipment will be hydraulically tested to 250 PSI (low pressure) and 750 PSI (high pressure), upon installation, following any repairs or equipment replacements, or at 30 day intervals. Accessories to BOP equipment will include Kelly cock, upper Kelly cock with a handle available, floor safety valves and choke manifold which will also be tested to equivalent pressure at the appropriate intervals.

