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 2040 South Pacheco, Santa Fe, NM 87505

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

		'Or	perator Name and Production P. O. Box 3	d Address Compa			K56	189		OGRID Nun 000778 3 API Numb	3	
		Н	ouston, Texas	77253		\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\	MA	Y 2000	33		30230	
					ty Na Control of the Line of t			D E	⁶ Well No. 561			
					7 Surface			97. g	53/			
JL or lot no.	Section	Township	Range	Lot lo	ln Feet	from the	North/S	outh line	Feet from the	East/West l	ine County	
0	21	29N	12W			790	So	uth	1920	East	San Juan	
	<u> </u>	8 P1	roposed Bo	ottom H	lole Loca	tion If I	Differe	nt Fro	m Surface		· · · · · · · · · · · · · · · · · · ·	
UL or lot no.	Section	Township	Range	Lot lo	in Fee	from the	North/S	outh line	Feet from the	East/West	line County	
		° Pro	posed Pool I		I.,				10 Propo	osed Pool 2		
		West Kut	z Pictured C	liffs			<u> </u>			 		
" Work Type Code			12 Well Type Coo	/		able/Rotary			Lease Type Code Fee	- 15	Ground Level Elevation 54352	
N - New Drill "Multiple No			17 Proposed Dept	pth 18 For		Formation Ired Clif			19 Contractor Aztec		²⁰ Spud Date 6/15/2000	
			²¹ P	roposeo	l Casing	and Cer	nent P	rogran	1			
Hole S	ize	Casin	g Size	Casing	weight/foot		Setting D	epth	Sacks of C	Cement	Estimated TOC	
(1) 8 3/4"		7			23#				115 SXS CLS			
	1/4"	4	4 1/2"		10.5#		1594'/		161 SXS CLS B		Surface	
						_						
									 			
zone. Describ OBJECTI Run Cased (1) Circul	VE: Dril I Hole (G ate Ceme sing 200' ram: 0'	1 200' into R-CCL-TI ent to Surfa below top 135' T	program, if any the Pictured OT) logs: Tl ace of Pictured Type - Spud	Use add Cliffs, s OT from Cliffs.	set 4 ½" C: PBTD. G Weigl	asing to R- CCL	TD, Sti from F 0.2	mulate PDTB to	the Pictured Co Surface.	Cliffs inte		
The hole w	v <mark>ill requi</mark> i	re sweeps to	o keep unioa	iaea wn	ue iresn w	ater dril	ling. L	et hole	conditions are		ency	
The hole w	n: Rigle	s, Single	Stage Hydi	raulic F	ac.	ater dril	ling. L					
The hole w Completio 13 I hereby centers of my kn	n: Rigles	information	o keep unloa Stage Hydr given above is t	raulic F	ac.	ater dril	ling. L		CONSERVA			
The hole we Completio	n: Rigles	information	Stage Hydi	raulic F	ac.		oroved by	OIL C				
The hole w Completio 13 I hereby centers of my kn	n: Rigles	information	Stage Hydi	raulic F	ac.		proved by	OIL C	CONSERVA La GAS INSPEC	TION DI	VISION	
The hole w Completio 13 I hereby cer best of my kn Signature:	n: Rigles	ss, Single state information and belief.	Stage Hydingiven above is the	raulic F	ac.	App	proved by	OIL C	CONSERVA	TION DI	VISION	



District I PO Box 1980, Hobbs NM 88241-1980 District II PO Deawer KK, Artesia, NM 87211-0719

OIL CONSERVATION DIVISION

Form C-102 Revised February 21, 1994 Instructions on back Submit to Appropriate District Office

State of New Mexico

Energy, Minerals & Natural Resources Department

District III				PO Box 2088 Santa Fe, NM 87504-2088						State Lease - 4 Copies Fee Lease - 3 Copies		
1000 Rio Brazos R District IV PO Box 2088, San									□амі	ENDED REPORT		
		WEI	LLLOC	CATION	AND ACRE	AGE DEDICA	ATION					
30-04	API Number	730	1	* Pool Code		DEST Ku	TZ 1	1 Ct U	red C	1/1/s		
4 Property Code			ALLE		Property N			# 561				
00011	A	MOCO) PROL	Operator 1 OCTION C			Elevation 5435					
<u> </u>	<u></u>				¹⁰ Surface L	ocation						
UL or Lot No.	Section 21	Towaship 29 N	Range 12 W	Lot Idn	Post from the 790	North/South line SOUTH	Feet from the 1920		EAST	SAN JUAN		
	21	27 11		om Hole		Different From	n Surfa	ice				
7 UL or lot no.	Section	Township	Range	Lot Ide	Feet from the	North/South line	Feet fro		Bast/West line	County		
Dedicated Acc		t or Infill 14	Consolidatio	n Code 15	Order No.		1					
160.37	SE WARLEY	NATE OF	ASSIGNI	TO TO TH	IIS COMPLETIO	ON UNTIL ALL	INTERE	STS HA	VE BEEN CO	DNSOLIDATED		
NO ALLO	WABLE	OR A	NON-ST	ANDARI	D UNIT HAS BI	EEN APPROVED	BYTH	E DIVIS	ION			
16	2627	(R)	······		262	5 (R)	1	bereby certi	fy that the inform	RTIFICATION nation contained herein is if my knowledge and belief.		
	Æ	5189	Lot 3		Let 2	Lot 1						
<u>e</u>	No of the second	MAN 200	00 (2) Lot 4	71_	Lat 5	Lot 6			DUSINE 24 2000 EYOR CE	DRIST SENTALLYST O RTIFICATION location shown on this plat		
5345(R)	346		Lot 9		Let 8	Lat 7		or under m correct to i	from field notes of by supervision, and the best of my bel November	actual surveys mode by me that the same is true and lief. 2, 1999		
Le	Let 10		Lot 11		Lot 12 06.	1920'		7016 Certificate	WEGISTERED TO THE SESSION Number	16 BALLAND		

(R) - GLO Record

2635(R)

Amoco Production Company BOP Pressure Testing Requirements

Well Name:

Gallegos Canyon Unit 561

County:

San Juan

State: New Mexico

Formation	TVD	Anticipated Bottom Hole Pressure	Maximum Anticipated Surface Pressure **
Ojo Alamo	105'		
Kirtland	225'		
Fruitland Coal	1043'		
Pictured Cliffs	1394'		

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

Requested BOP Pressure Test Exception: 750 PSI

SAN JUAN BASIN Pictured Cliffs Formation Pressure Control Equipment

Background

The objective Pictured Cliffs 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

<u>Interval</u>

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.

