SUBMIT IN TRIPLICATE*

FORM APPROVED

0	DEDADTMENT	FED STATES	reverse st	ue,	Expires: February 28, 1995
7		T OF THE INTI	-	5. LEAS	E DESIGNATION AND SERIAL NO.
APPLICATION FOR PERMIT TO DRILL OR DEEPEN				6. 11 N	MSF-079968 DIAN, ALLOTTER OR TEIRE NAME
la. TYPE OF WORK		DEEPEN [279 207 13 5	7. UNIT	AGREEMENT NAME
	AS ELL OTHER		SINGLE MULTIPI	E 8. FARM	DR LEASE NAME, WELL NO.
2. NAME OF OPERATOR	norating Co	(303) 030 0000		9. API WE	Ropco 4 #3
ADDRESS AND TELEPHONE NO.	perating Co.		00202		-045 30394
1. LOCATION OF WELL (R. At SUITAGE	Suite 1700,			Twin'	°PC & Ba. TFr. Co.
At proposed prod. zon		. & 1060' FW	'L	1 AND	T., R., M., OR BLK. SURVEY OR AREA
	Same	REST TOWN OR POST OFF	ICE*		9n-14w NMPM
	E of Kirtland,			San	Juan NM
LOCATION TO NEAREST PROPERTY OR LEAST L (Also to nearest drig	I INE, FT.	2698'	NO. OF ACRES IN LEASE 2523.72	17. NO. OF ACRES ATO THIS WELL.	160/318.9
S. DISTANCE FROM PROP TO NEAREST WELL, DO OR APPLIED FOR, ON TH	OSED LOCATION* RILLING, COMPLETED,	19.	PROPOSED DEPTH	20. ROTARY OR CAB	LE TOOLS
21. ELEVATIONS (Show whe	ether DF, RT, GR, etc.)	N/A	1,200'	22. AP	Rotary PROX. DATE WORK WILL START*
3.		5,435' ungra	ded ground ND CEMENTING PROGRAM	<u> </u>	Upon Approval
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH		TITY OF CEMENT
		20#	120'		≈36 cu ft & to surface
procedural	4-1/2" (K-55) Is subject to technique review pursuant to 43 pursuant to 43 OFR 3	CFR 3166.3	1,200′_	DRILLING OPERA	220 cu ft & to surface ATIONS AUTHORIZED ARE WITH ATTACHED
• • • • • • •	with Neel McBri		omitted July 24	"GENERAL REQU 2000.	JIREMENTS''
Archaeolo	ogy report LAC	2000-31e suk	MAR 200 PAECEIVE OIL COON. DI DIST. 3	2000.	cc: BLM (& OCD), Co
Archaeolo	e proposed program:	proposal is to deepen, give d	MAR 200 RECEIVE OIL CON. DI DIST. 3 ata on present productive zone a tical depths. Give blowout preven	and proposed new producter program, if any.	cc: BLM (& OCD), Co
Archaeolo N ABOVE SPACE DESCRIBI	e proposed program:	proposal is to deepen, give d	MAR 200 RECEIVE OIL CON. DI DIST. 3	and proposed new productor program, if any.	cc: BLM (& OCD), Co
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N ABOVE SPACE DESCRIBING PROPERTY OF THE PERMIT NO.	E PROPOSED PROGRAM: A nent data on sposurface location and or State office use)	proposal is to deepen, give dong and measured and true ver	MAR 200 RECEIVE OIL CON. DI DIST. 3 ALCON. DI DIST. 3	nd proposed new producter program, if any.	cc: BLM (& OCD), Coctive zone. If proposal is to drill of
N ABOVE SPACE DESCRIBITION OF THE PERMIT NO.	E PROPOSED PROGRAM: from the data on short data of state office use)	proposal is to deepen, give dong and measured and true ver	MAR 200 RECEIVE OIL CON. DI DIST. 3 ALCON. DI DIST. 3	nd proposed new producter program, if any.	cc: BLM (& OCD), Coctive zone. If proposal is to drill or 10-8-00
Archaeolo N ABOVE SPACE DESCRIBICATION (This space for Feder PERMIT NO. Application approval does not conditions of APPROVAL	E PROPOSED PROGRAM: from the data on short data of state office use)	proposal is to deepen, give dong and measured and true ver	MAR 2000 RECEIVE OIL COON. DO DIST. 3 The control of the productive zone and the control of the productive zone and the control of the contr	nd proposed new producter program, if any.	cc: BLM (& OCD), Coctive zone. If proposal is to drill or 10-8-00 ATE he applicant to conduct operations there MAR - 9

State of New Mexico Energy. Minerals & Mining Resources Department

OOIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe. NM 87505

MENDED REPORT

71 3 C7 WELL LOCATION AND ACREAGE DEDICATION PLAT Fruitiand snd. APA Number Pool Code Pool Name FRUIT. COAL & TWIN MOUNDS, PC 71629 & 86620 Property Code Property Name Well Number ROPCO 4 - 3 OGRID No. **Bevation** Operator Name 019219 RICHARDSON OPERATING COMPANY 5435'---Surface Location UL or Lot Sec T_P. Lot lon Feet from> North/South Feet from> East/West County Rge. WEST 4 29 N. 14 W. 1830 SOUTH 1060 SAN JUAN Bottom Hole Location If Different From Surface UL or Lat Feet from> North/South Feet from> Sec Txp. Lot lon East/West County

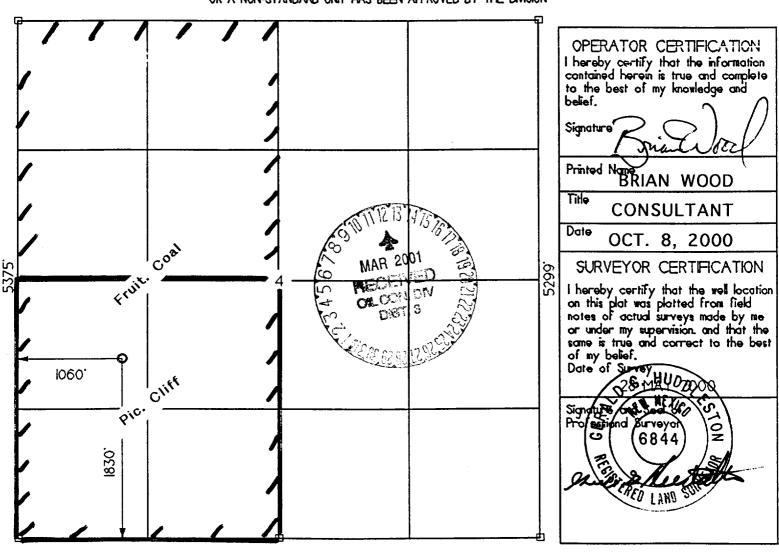
> NO ALLOWABLE WILL ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DWISION

Order No.

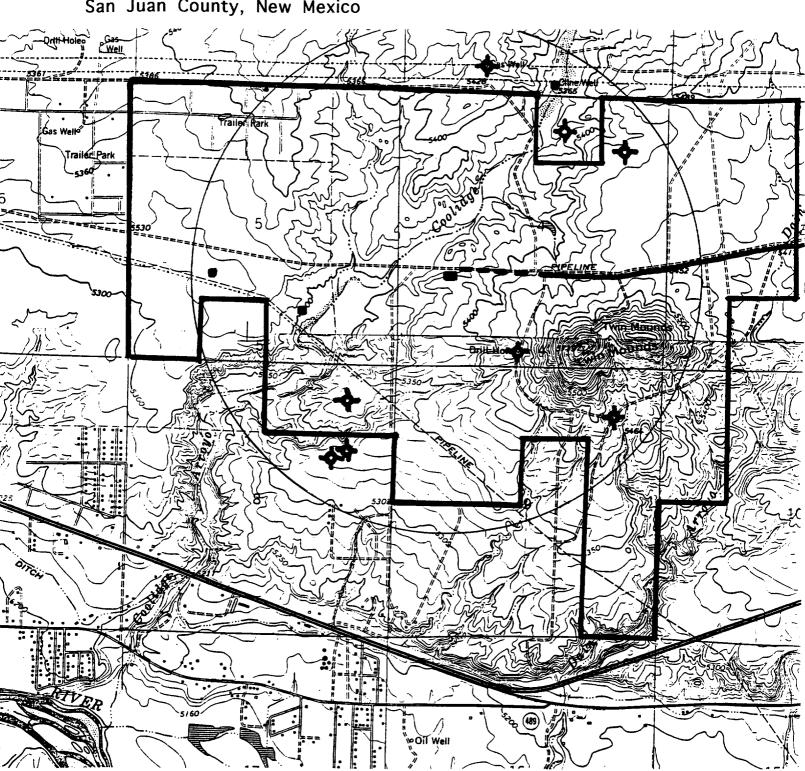
Dedication PG

Joint ?

Consolidation



Richardson Operating Co. Ropco 4 #3 1830' FSL & 1060' FWL Sec. 4, T. 29 N., R. 14 W. San Juan County, New Mexico



PROPOSED WELL:

DIRT ROAD:

EXISTING WELL: •

PAVED ROAD: ~

P&A WELL: 💠

LEASE BOUNDARY:



Richardson Operating Co. Ropco 4 #3 1830' FSL & 1060' FWL Sec. 4, T. 29 N., R. 14 W. San Juan County, New Mexico

Drilling Program

1. ESTIMATED FORMATION TOPS

Formation Name	<u>GL Depth</u>	KB Depth	Subsea Elevation
Kirtland Sh	000'	5'	+5,435'
Fruitland Coal	700'	705'	+4,735'
Pictured Cliffs Ss	850'	855'	+4,585'
Total Depth (TD)*	1,200'	1,205'	+4,235'

^{*} all elevations reflect the ungraded ground level of 5,435'

2. NOTABLE ZONES

<u>Gas Zones</u>	Water Zones	Coal Zones
Fruitland Coal (700')	Fruitland Coal (700')	Fruitland Coal (700')
Pictured Cliffs (850')		

Water zones will be protected with casing, cement, and weighted mud. Fresh water encountered during drilling will be recorded by depth, cased, and cemented. Oil and gas shows will be tested for commercial potential based on the well site geologist's recommendations.

3. PRESSURE CONTROL

The drilling contract has not yet been awarded, thus the exact BOP model to be used is not yet known. (A typical 2,000 psi model is on PAGE 3. It or a comparable model will be used.) Double ram or annular system with a rotating head will be used. All ram preventers and related equipment will be hydraulically tested at nipple up and after any use under pressure to 1000 psi.



Richardson Operating Co.
Ropco 4 #3
1830' FSL & 1060' FWL
Sec. 4, T. 29 N., R. 14 W.
San Juan County, New Mexico

Blind rams will be hydraulically activated and checked for operational readiness each time pipe is pulled out of the hole. All checks of the BOP stack and equipment will be noted on the daily drilling report. BOP equipment will include a kelly cock, floor safety valve, and choke manifold all rated to 2000 psi. Maximum expected pressure is \approx 480 psi.

4. CASING & CEMENT

<u> Hole Size</u>	<u>O.D.</u>	Weight (lb/ft)	<u>Grade</u>	<u>Age</u>	GL Setting Depth
8-3/4"	7"	20	K-55	New	120'
6-1/4"	4-1/2"	10.5	K-55	New	1,200'

Surface casing will be cemented to surface with ≈ 36 cu. ft. (≈ 30 sx) Class B + 2% CaCl₂. Volume is based on 100% excess, yield of 1.18 cu. ft./sk, and slurry weight of 15.6 PPG. WOC = 12 hours. Pressure test surface casing to 600 psi for 30 minutes.

Production casing hole will first be cleaned of rock chips by circulating at least 150% of hole volume with mud to the surface. Thirty barrels of fresh water will next be circulated. Lead with ≈ 125 cu. ft. (≈ 60 sx) of Class B with 2% metasilicate (yield = 2.06 cu. ft./sk, slurry weight = 12.5 PPG). Tail with ≈ 95 cu. ft. (≈ 80 sx) of Class B with 2% CaCl₂ (yield = 1.18 cu. ft./sk, slurry weight = 15.6 PPG). Total cement volume is ≈ 220 cu. ft. based on 75% excess and circulating to surface.

Production casing will have 4-1/2" cement guide shoe and self fill float collar. Float will be placed one joint above the shoe. Five centralizers will be spaced on every other joint starting above the shoe. Five turbolizers will be placed on every other joint starting from the top of the well.

