Form 3160-3 (July 1992)

UNITED STATES

SUBMIT IN TRIPLICATE* (Other instructions on reverse side)

FORM APPROVED OMB NO. 1004-0136 Expires: February 28, 1995

| | | | | | | PRILL NO |
|--|--|--|--|----------------------------|--|------------------|
| DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT | | | | | NMSF-079065 | |
| APPL | | | RILL OR DEEPEN | | DIAN, ALLOTTER OR T | |
| . TYPE OF WORK | RILL 🖳 | | | | AGREEMENT NAME | |
| OIL OIL | GAS TO | DEEPEN [| _ | | 30042 | . N/A |
| NAME OF OPERATOR | 8. FARM | 8. FARM OR LEASE NAME WELL NO 20 #3 | | | | |
| ichardson | Operating Co. | | (303) 830-80 | 000 9. API W | | . ~ . |
| | | '00 Denv | er Co 80203 | <u> </u> | -045-311 | • |
| LOCATION OF WELL (| n St., Suite 17 Report location clearly and | | | B Fru | uit Coal & W | Kutz P |
| | 660' FSL & | 1715' FW | LSWSW | 11. SEC | ., T., R., M., OR BLK. SURVEY OR AREA | |
| At proposed prod. z | one Same | | | W/ 20 |)-29n-13w | NMPN |
| | AND DIRECTION FROM NEAR | | OFFICE* | 12. Su | nt Juan 13. | STATE NM |
| AIF MILE S DISTANCE FROM PRO LOCATION TO NEARE | | on | 16. NO. OF ACRES IN LEASE | 17. NO. OF ACRES | | |
| PROPERTY OR LEASE (Also to nearest d | : LINE, FT. rlg. unit line, if any) | 973' | 1.470.81 | | 5/2 320 & | 160- |
| DISTANCE FROM PR TO NEAREST WELL, OR APPLIED FOR, ON T | DRILLING, COMPLETED, | | 19. proposed depth | 20. ROTARY OR CA | | tory |
| | whether DF, RT, GR, etc.) | 3,795' | 1,400' | 22. A | PPROX. DATE WORK W | |
| | 5 | ,486' ung | raded | | 6-2 | 5-02 |
| | | PROPOSED CASIN | IG AND CEMENTING PROGRA | M | one of the second | |
| SIZE OF HOLE | GRADE, SIZE OF CASING | WEIGHT PER FO | | | NTITY OF CEMENT | |
| 8-3/4" | _ K-55 7" | 20 | | i | | |
| 6-1/4" This action is subje | outsuant to 43 OFR 3165.3 | DRILL | 120' 1,400' ING OPERATIONS AUTHORIZED A | _ =2 Arie | -36 cu. ft. & to | |
| 6-1/4" This action is subjet procedural review pand appeal pursua Vell name & | ot to technical and cursuant to 43 CFR 3165.3 of to 43 CFR 3165.4 k number hav | 10.5 DRILL SUBJE "GENE Changed f | 1,400' ING OPERATIONS AUTHORIZED A SET TO COMPLIANCE WITH ATTA FRAL REQUIREMENTS". From 3-16-02 N | ARE CHED otice of St | 280 cu. ft. & to | surface PC 20 |
| 6-1/4" This action is subjet procedural review pand appeal pursuation (Section 1997) Well name & (Section 2997) | ot to technical and cursuant to 43 CFR 3166.3 of to 43 CFR 3166.4 k number hav respond with | 10.5 DRILL SUBJE "GENE Changed f Richardsor | 1,400' ING OPERATIONS AUTHORIZED A ECT TO COMPLIANCE WITH ATTA ERAL REQUIREMENTS'. From 3-16-02 N n's new nomenc | ARE CHED otice of St | 280 cu. ft. & to | surface PC 20 |
| 6-1/4" This action is subjet procedural review pand appeal pursual Vell name & (3") to cor | ot to technical and cursuant to 43 CFR 3165.3 of to 43 CFR 3165.4 k number hav | 10.5 DRILL SUBJE "GENE Changed f Richardsor | 1,400' ING OPERATIONS AUTHORIZED A ECT TO COMPLIANCE WITH ATTA ERAL REQUIREMENTS'. From 3-16-02 N n's new nomenc | ARE CHED otice of St | 280 cu. ft. & to | surface |
| 6-1/4" This action is subjet procedural review pand appeal pursual Vell name & (3") to cor | ot to technical and cursuant to 43 CFR 3166.3 of to 43 CFR 3166.4 k number hav respond with | 10.5 DRILL SUBJE "GENE Changed f Richardsor | 1,400' ING OPERATIONS AUTHORIZED A ECT TO COMPLIANCE WITH ATTA ERAL REQUIREMENTS'. From 3-16-02 N n's new nomenc | ARE CHED otice of St | 280 cu. ft. & to | surface |
| 6-1/4" This action is subjet procedural review pand appeal pursua Vell name & 3") to cor | ot to technical and cursuant to 43 CFR 3166.3 of to 43 CFR 3166.4 k number hav respond with | 10.5 DRILL SUBJE "GENE Changed f Richardsor | 1,400' ING OPERATIONS AUTHORIZED A ECT TO COMPLIANCE WITH ATTA ERAL REQUIREMENTS'. From 3-16-02 N n's new nomenc | ARE CHED otice of St | 280 cu. ft. & to | surface |
| 6-1/4" This action is subjet procedural review pand appeal pursua Vell name & 3") to cor | ot to technical and cursuant to 43 CFR 3166.3 of to 43 CFR 3166.4 k number hav respond with | 10.5 DRILL SUBJE "GENE Changed f Richardsor | 1,400' ING OPERATIONS AUTHORIZED A ECT TO COMPLIANCE WITH ATTA ERAL REQUIREMENTS'. From 3-16-02 N n's new nomenc | ARE CHED otice of St | 280 cu. ft. & to | surface |
| 6-1/4" This action is subjet procedural review pand appeal pursua /ell name & 3") to cor | ot to technical and cursuant to 43 CFR 3166.3 of to 43 CFR 3166.4 k number hav respond with | 10.5 DRILL SUBJE "GENE Changed f Richardsor | 1,400' ING OPERATIONS AUTHORIZED A ECT TO COMPLIANCE WITH ATTA ERAL REQUIREMENTS'. From 3-16-02 N n's new nomenc | ARE CHED otice of St | 280 cu. ft. & to | surface |
| 6-1/4" This action is subjet procedural review pand appeal pursua /ell name & 3") to cor | ot to technical and cursuant to 43 CFR 3166.3 of to 43 CFR 3166.4 k number hav respond with | 10.5 DRILL SUBJE "GENE Changed f Richardsor | 1,400' ING OPERATIONS AUTHORIZED A ECT TO COMPLIANCE WITH ATTA ERAL REQUIREMENTS'. From 3-16-02 N n's new nomenc | otice of Stature ("F- | taking ("RFRPC 20 #3 | PC 20 |
| This action is subjeted procedural review pand appeal pursual Vell name & (3") to construct a construction of the construction | ottotechnical and cursuant to 43 CFR 3166.3 of to 43 CFR 3166.4 & number haverespond with report will be | TO.5 DRILL SUBJE "GENE "GENE Changed f Richardsor filed by | 1,400' ING OPERATIONS AUTHORIZED A ECT TO COMPLIANCE WITH ATTA FRAIL REQUIREMENTS'. From 3-16-02 N n's new nomenc LaPlata. | otice of Stature ("F- | taking ("RFRPC 20 #3 | PC 20 |
| This action is subjeted procedural review and appeal pursual Vell name & 3") to construct the procedural review and appeal pursual Vell name & 3") to construct the procedurate of the p | otto technical and cursuant to 43 CFR 3166.3 of to 43 CFR 3166.4 k number haverespond with respond will be | nRILL SUBJE GENE Changed f Richardsor filed by | 1,400' ING OPERATIONS AUTHORIZED A ECT TO COMPLIANCE WITH ATTA ERAL REQUIREMENTS'. From 3-16-02 N n's new nomenc | otice of Stature ("F- | taking ("RFRPC 20 #3 | PC 20 |
| 6-1/4" This action is subjeted procedural review and appeal pursuance (a) and appeal pursuance (a) to construct the construction of the constructi | otto technical and cursuant to 43 CFR 3166.3 of to 43 CFR 3166.4 k number haverespond with respond will be | nRILL SUBJE GENE Changed f Richardsor filed by | 1,400' ING OPERATIONS AUTHORIZED A ECT TO COMPLIANCE WITH ATTA ERAL REQUIREMENTS'. From 3-16-02 N n's new nomenc LaPlata. give data on present productive zone us vertical depths. Give blowout prev | otice of Stature ("F- | taking ("RFRPC 20 #3 | PC 20 |
| This action is subjeted procedural review and appeal pursual fell name & 3") to construct the construction of the construction | otto technical and cursuant to 43 CFR 3166.3 of to 43 CFR 3166.4 k number haverespond with respond will be | DRILL SUBJE "GENE Changed for Richardsor filed by | 1,400' ING OPERATIONS AUTHORIZED A ECT TO COMPLIANCE WITH ATTA ERAL REQUIREMENTS'. From 3-16-02 N n's new nomenc LaPlata. give data on present productive zone us vertical depths. Give blowout prev | otice of Stature ("F- | taking ("RFRPC 20 #3 | chardso |
| This action is subjet procedural review and appeal pursuance of the control of th | otto technical and cursuant to 43 CFR 3165.3 or to 43 CFR 3165.4 o | THE | ING OPERATIONS AUTHORIZED A ECT TO COMPLIANCE WITH ATTA FRAL REQUIREMENTS. From 3-16-02 N n's new nomenc LaPlata. give data on present productive zone ue vertical depths. Give blowout prev Consultant (505 | otice of Stature ("F- | taking ("RFRPC 20 #3 O (via BLM); Richarte 5- | chardso |
| This action is subject procedural review and appeal pursua Vell name & 3") to concrete according to the concrete according | otto technical and cursuant to 43 CFR 3165.3 of to 43 CFR 3165.4 of the management of the composition of the | DRILL SUBJE "GENE Changed for Richardson filed by poposal is to deepen, and measured and the subject to the sub | ING OPERATIONS AUTHORIZED A ECT TO COMPLIANCE WITH ATTA FRAL REQUIREMENTS. From 3-16-02 N n's new nomenc LaPlata. give data on present productive zone ue vertical depths. Give blowout prev | otice of Stature ("F- | taking ("RFRPC 20 #3 O (via BLM); Richarte 5- | chardso |
| This action is subject procedural review and appeal pursua Vell name & 3") to concrete the cology and appeal pursua Vell name & 4.3") to concrete the cology archaeology above space Description of the cologist and appeal pursua velocity and appeal pursua velocity and appeal pursua velocity and appeal veloc | otto technical and cursuant to 43 CFR 3165.3 of to 43 CFR 3165.4 of the total and with respond with report will be supported by the support of the total and the support of the | DRILL SUBJE "GENE Changed for Richardson filed by poposal is to deepen, and measured and the subject to the sub | ING OPERATIONS AUTHORIZED A ECT TO COMPLIANCE WITH ATTA FRAL REQUIREMENTS. From 3-16-02 N n's new nomenc LaPlata. give data on present productive zone ue vertical depths. Give blowout prev Consultant (505 | otice of Stature ("F- | taking ("RFRPC 20 #3 O (via BLM); Richarte 5- | chardso |

*See Instructions On Reverse Side

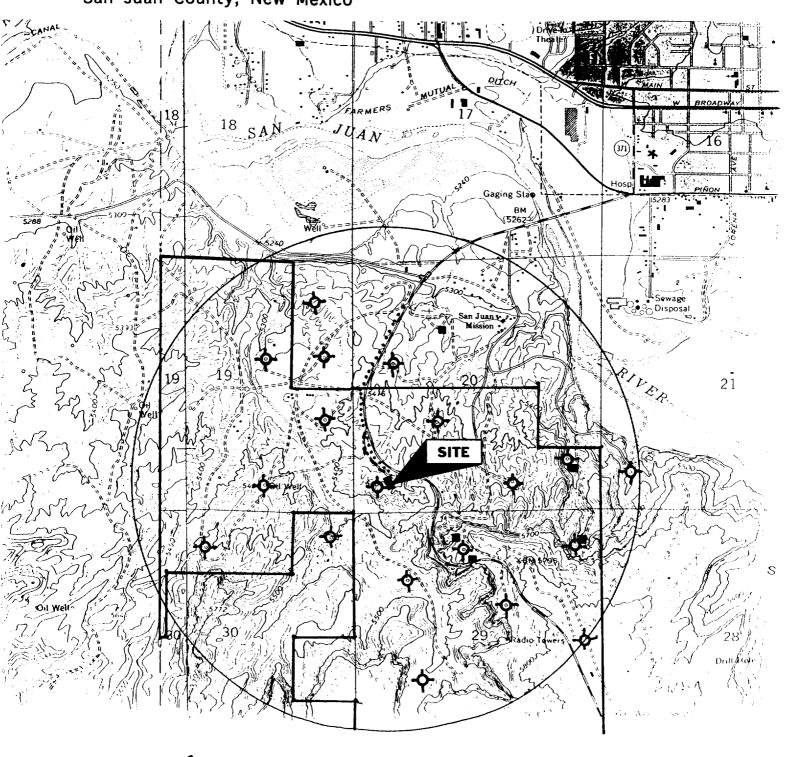
State of New Mexico Energy. Minerals & Mining Resources Department OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

MENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT APA Number Pool Code Pool Name 30-045-3112 71629 & 79680 BASIN FRUIT. COAL & WEST KUTZ PC Property Name **Well Number** 7*004*7 RPC 20 OGRID Na. Operator Name **Bevation** 019219 RICHARDSON OPERATING COMPANY 5486 Surface Location UL or Lot Rga. Lot lon. Feet from> North/South Feet from> County Egg1/Wegt Μ 20 29 N. 13 W. 660 SOUTH 715 WEST NAUL NAS Bottom Hole Location if Different From Surface UL or Lot Sec. Tup. Feet from> North/South | Feet from> East/Weet County Dedication Joint ? Convolidation Order No. NO ALLOWABLE WILL ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belef. Signature Printed Name BRIAN WOOD Title CONSULTANT Date MAY 27, 2002 SURVEYOR CERTIFICATION I hereby certify that the well location 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 belief. NAD 27 Date of Survey 36 42 23.45° N MAY 2002 10814'07.58° W Signature and Sect of DDD/ SET HENCE 715 6844

PAGE 11

Sec. 20, T. 29 N., R. 13 W. San Juan County, New Mexico



PROPOSED WELL:
EXISTING WELL:

P & A WELL: -

PROPOSED PIPELINES:

EXISTING ROAD: _ - - \

LEASE: _ _ - \



Richardson Operating Co.

F-RPC 20 #3

660' FSL & 715' FWL

Sec. 20, T. 29 N., R. 13 W. San Juan County, New Mexico

Drilling Program

1. ESTIMATED FORMATION TOPS

| Formation Name | GL Depth | <u>KB Depth</u> | <u>Elevation</u> |
|--------------------|----------|-----------------|------------------|
| Kirtland Shale | 000' | 5' | +5,486' |
| Fruitland Fm | 650' | 655' | +4,836' |
| Pictured Cliffs Ss | 1,200' | 1,205' | +4,286' |
| Total Depth (TD)* | 1,400' | 1,405' | +4,086' |

^{*} all elevations reflect the ungraded ground level of 5.486'

2. NOTABLE ZONES

Gas ZonesWater ZonesCoal ZonesFruitlandFruitlandFruitland

Pictured Cliffs

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.) 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.



PAGE 1

Richardson Operating Co. F-RPC 20 #3 660' FSL & 715' FWL Sec. 20, T. 29 N., R. 13 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 415 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 | 1,400' |

Surface casing will be cemented to surface with ≈ 36 cu. ft. (≈ 30 sacks) Class B + 2% CaCl₂. Volume is based on 100% excess, yield of 1.18 cu. ft./sk, and slurry weight of 15.6 PPG. W.O.C. = 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. Forty barrels of fresh water will next be circulated. Lead with ≈ 170 cubic feet (≈ 83 sacks) of Class B with 2% metasilicate (yield = 2.06 cubic feet per sack, slurry weight = 12.5 pounds per gallon). Tail with ≈ 110 cubic feet (≈ 93 sacks) of Class B with 2% CaCl₂ (yield = 1.18 cubic feet per sack, slurry weight = 15.6 pounds per gallon). Total cement volume is ≈ 280 cubic feet 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. Seven centralizers will be spaced on every other joint starting above the shoe. Seven turbolizers will be placed on every other joint starting from the top of the well.

