

**KELLAHIN & KELLAHIN**  
**Attorney at Law**

**W. THOMAS KELLAHIN**  
706 GONZALES ROAD  
SANTA FE, NEW MEXICO 87501

TELEPHONE 505-982-4285  
FACSIMILE 505-982-2047  
TKELLAHIN@COMCAST.NET

May 7, 2007

**HAND DELIVERED**

Mr. Mark Fesmire, P.E., Director  
Oil Conservation Division  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

*Case 13933*

2007 MAY 7 PM 4:48

Re: Application of Burlington Resources Oil & Gas Company LP for approval of  
a Pilot Sequestration Injection Well Project, Basin Fruitland Coal Gas Pool  
San Juan County, New Mexico

Dear Mr. Fesmire:

On behalf of Burlington Resources Oil & Gas Company LP, please  
find enclosed our referenced application which we request be set for  
hearing on the Examiner's docket now scheduled for June 7, 2007. Also  
enclosed is our proposed advertisement of this case for the NMOCD  
docket.

Very truly yours,



W. Thomas Kellahin

cc: Burlington Resources Oil & Gas Company LP  
Attn: Alan Alexander

**CASE 13933** Application of Burlington Resources Oil & Gas Company LP for approval of a Pilot Sequestration Injection Well Project, San Juan County, New Mexico. Applicant, pursuant Division Rule 701, seeks an order approving a pilot sequestration injection well project within a project area consisting of all of Section 32, T31N R8W, including the drilling of an CO2 injection well at an unorthodox location 2500 feet FNL and 2665 feet FWL (Unit F) of Section 32 for injection within an interval from 3123 feet to 3148 feet into the Fruitland formation of Basin Fruitland Coal Gas Pool, for the purpose of testing the feasibility of disposal of carbon dioxide as a alternative to the current practice of venting carbon dioxide to the atmosphere and to test the feasibility of enhancing methane production from offset wells. This project is located approximately 6 miles northwest of the spillway of the Navajo Dam, New Mexico.

STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION

CASE NO. 13933

**Application of Burlington Resources Oil & Gas Company LP  
for approval of a Pilot Sequestration Injection Well Project  
within the Basin Fruitland Coal Gas Pool  
San Juan County, New Mexico**

2007 MAY 7 PM 4:43

**APPLICATION**

Burlington Resources Oil Gas Company LP ("Burlington"), a wholly owned subsidiary of ConocoPhillips Company, by its attorneys, Kellahin & Kellahin, applies to the New Mexico Oil Conservation Division ("Division") for an order approving a pilot sequestration injection well project within a project area consisting of all of Section 32, T31N R8W, including the drilling of an CO2 injection well at an unorthodox location 2500 feet FNL and 2665 feet FWL (Unit F) of Section 32 for injection within an interval from 3123 feet to 3148 feet into the Fruitland formation of Basin Fruitland Coal Gas Pool, for the purpose of testing the feasibility of disposal of carbon dioxide as a alternative to the current practice of venting carbon dioxide to the atmosphere and to test the feasibility of enhancing methane production from offset wells.

In support of its application Burlington states:

- (1) Burlington is the current operator of the Fruitland Coal Gas Pools wells within Section 32, T31N, R8W, San Juan County, New Mexico. **See locator Map attached as Exhibit "A"**
- (2) On June 2, 2005, Governor Richardson issued Executive Order EO-2005-033 establishing greenhouse gas emission reduction goals for New Mexico and called for the creation of the Climate Change Advisory Group.

- (3) This Advisory Group, consisting of about 40 representatives from tribes, industry, agriculture, universities and our national labs and environmental nonprofit groups, forwarded sixty-nine (69) recommendations covering the sectors of energy supply with the impact of implementing these recommendations expected to result in net saving's of \$2 billion to New Mexico's economy while reducing the equivalent of 267 million metric tons of carbon dioxide through the year 2020.
- (4) On December 28, 2006, Governor Richardson issued Executive Order EO-2006-69 expanding the reduction goals set forth for the state in Executive Order 2005-033 and implementing these progressive recommendations.
- (5) As part of this implementation, New Mexico Tech in partnership with United State Department of Energy (DOE) and members of the oil and gas industry, including Burlington, propose this pilot project to see if carbon dioxide currently produced as a waste byproduct of the production of gas from the Fruitland Coal formation can be re-injected and isolated in that formation, i.e. "sequestered."
- (6) Burlington, in cooperation with New Mexico Tech and the DOE, has agreed to operate this pilot project.
- (7) Section 32, T31N, R8W has been selected by Burlington as the proposed Pilot Project Area that currently contains 10 producing wells. **See tabulation of current wells attached as Exhibit "B"**
- (8) If approved, Burlington proposes to drill from one injection wellbore at a location 2500 feet FNL and 2665 feet FWL of this section, a location that would be unorthodox if it were a producing well in the Basin Fruitland Coal Gas Pool. **See Division form C-102, attach as Exhibit "C"**
- (9) In accordance with Division Rule 701, Burlington seeks a permit for the injection of carbon dioxide gas for storage in the Fruitland formation of the Basin Fruitland Coal Gas Pool and approval of its Division Form C-108, **See completed form C-108, attached as Exhibit "D"**

(10) Approval of a Pilot Project will afford an opportunity to:

- a. Determine the optimum injection rate:
  - i. Maximum rate and corresponding pressure
  - ii. Stabilized rate and pressure
  - iii. Permeability changes (coal swelling)
  - iv. Fracture gradients (over time)
- b. Evaluate the sequestration potential:
  - i. Replacement ratio
  - ii. Injection conformance
  - iii. Gross adsorption capacity at varying pressures

(11) Notice of this application and the requested hearing will to be sent to all operators of all wells within 1 mile of the outer boundaries of this pilot project area.

(12) Approval of this application is in the best interests of conservation, the prevention of waste and the protection of correlative rights.

WHEREFORE, Burlington requests that this application be set for hearing before an Examiner of the Oil Conservation Division on June 7, 2007 and after notice and hearing as required by law, the Division enter its order approving this application.

RESPECTFULLY SUBMITTED:

A handwritten signature in black ink, appearing to read 'W. Thomas Kellahin', is written over a faint, circular stamp or seal.

W. THOMAS KELLAHIN  
KELLAHIN & KELLAHIN  
706 Gonzales Road  
Santa Fe, New Mexico 87501  
(505) 982-4285

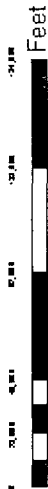
Legend

- U.S. Cities (SJD)
- SJD State Names
- SJD County Names
- AZTEC
- BLOOMFIELD
- FARMINGTON
- Townships\_(SJD)
- San Juan Federal Units
- SDE.COUNTIES\_TOBIN
- U.S. Water Bodies (SJD)

BURLINGTON  
RESOURCES



© Unpublished Work, Burlington Resources, Inc.



1970 928 - 1" equals 80,911'

GCS North American 1927

BURLINGTON RESOURCES

San Juan

CO2 Sequestration Project

Prepared By: Alan Alexander

Date: 5/6/2007

Revised Date:

5/6/2007

File Number:

File Name: BSRP Project San Juan Basin Template San Juan Basin Template.dwg

Exhibit "A"

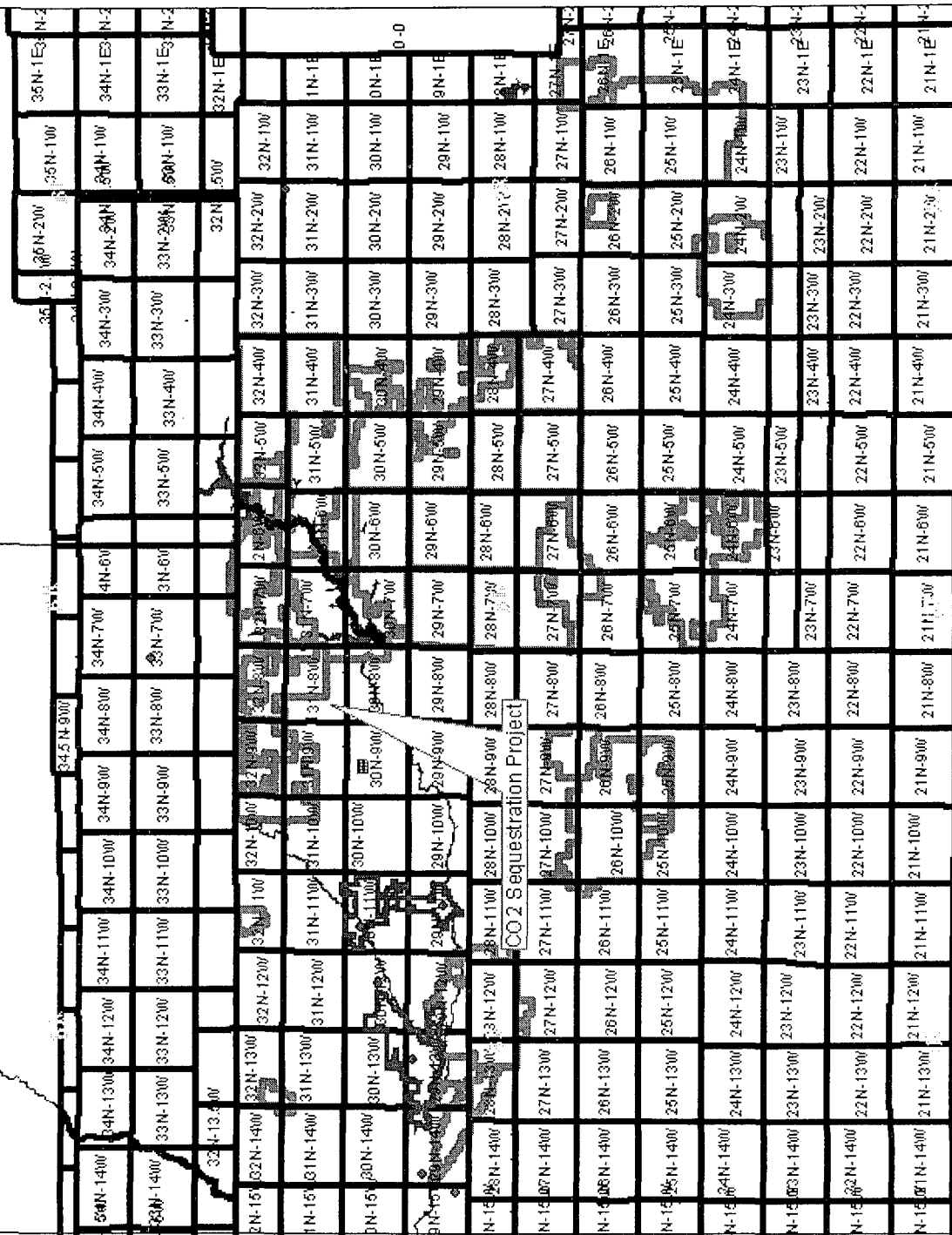


Exhibit B

API Number	WellName	WellNum	CurOprr	Formation	Section	Township	Range	SpotCode
300452093400	EPNG COM A	2A	BURLINGTON RESOURCES O&G CO LP	MESAVERDE	32.0	31.0	8.0 SE NW NW	
300452170200	STATE COM-K	7-A	CONOCOPHILLIPS COMPANY	MESAVERDE	32.0	31.0	8.0 NW SE SE	
300452403900	STATE COM-AL	36-E	CONOCO INCORPORATED	MESAVERDE	32.0	31.0	8.0 NE SW NE	
300452130400	EPNG COM I	10	BURLINGTON RESOURCES O&G CO LP	DAKOTA	32.0	31.0	8.0 NW SE NW	
300452403900	STATE COM-AL	36-E	CONOCO INCORPORATED	DAKOTA	32.0	31.0	8.0 NE SW NE	
300451004400	EPNG STATE	2	BURLINGTON RESOURCES O&G CO LP	MESAVERDE	32.0	31.0	8.0 NE SW SW	
300452093400	EPNG COM A	2A	BURLINGTON RESOURCES O&G CO LP	MESAVERDE	32.0	31.0	8.0 SE NW NW	
300452403900	STATE COM-AL	36-E	CONOCO INCORPORATED	DAKOTA	32.0	31.0	8.0 NE SW NE	
300452130400	EPNG COM I	10	BURLINGTON RESOURCES O&G CO LP	DAKOTA	32.0	31.0	8.0 NW SE NW	
300452130400	EPNG COM I	10	BURLINGTON RESOURCES O&G CO LP	MESAVERDE	32.0	31.0	8.0 NW SE NW	
300451014901	STATE	7	MESA OPERATING LIMITED PARTNERSHIP	MESAVERDE	32.0	31.0	8.0 NE SW NE	
300452747900	FC STATE COM	1	CONOCOPHILLIPS COMPANY	FRUITLAND COAL	32.0	31.0	8.0 SE SW NE	
300452170200	STATE COM-K	7-A	CONOCOPHILLIPS COMPANY	MESAVERDE	32.0	31.0	8.0 NW SE SE	
300451014900	STATE	7	MESA OPERATING LIMITED PARTNERSHIP	MESAVERDE	32.0	31.0	8.0 NE SW NE	
300452747900	FC STATE COM	1	CONOCOPHILLIPS COMPANY	FRUITLAND COAL	32.0	31.0	8.0 SE SW NE	
300452687700	EPNG COM A	300	BURLINGTON RESOURCES O&G CO LP	FRUITLAND COAL	32.0	31.0	8.0 SW NE SW	
300453192900	EPNG COM A	300S	BURLINGTON RESOURCES O&G CO LP	FRUITLAND COAL	32.0	31.0	8.0 SE NW NW	
300452011300	STATE COM AL	36	CONOCOPHILLIPS COMPANY	DAKOTA	32.0	31.0	8.0 SW SE	
300452011300	STATE COM AL	36	CONOCOPHILLIPS COMPANY	MESAVERDE	32.0	31.0	8.0 SW SE	
300451004400	EPNG STATE	2	BURLINGTON RESOURCES O&G CO LP	MESAVERDE	32.0	31.0	8.0 NE SW SW	

DISTRICT I  
1825 N. French Dr., Hobbs, N.M. 88240

DISTRICT II  
1501 West Grand Avenue, Artesia, N.M. 88210

DISTRICT III  
1000 Elb Barroto Rd., Aztec, N.M. 87410

DISTRICT IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised October 12, 2005

Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

☒ AMENDED REPORT

### WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number 30-045-		*Pool Code 71629	*Pool Name BASIN FRUITLAND COAL
*Property Code 36348	*Property Name EPNG COM A INJ		*Well Number 1
*GRID No. 14538	*Operator Name BURLINGTON RESOURCES OIL AND GAS, LP		*Elevation 4531'

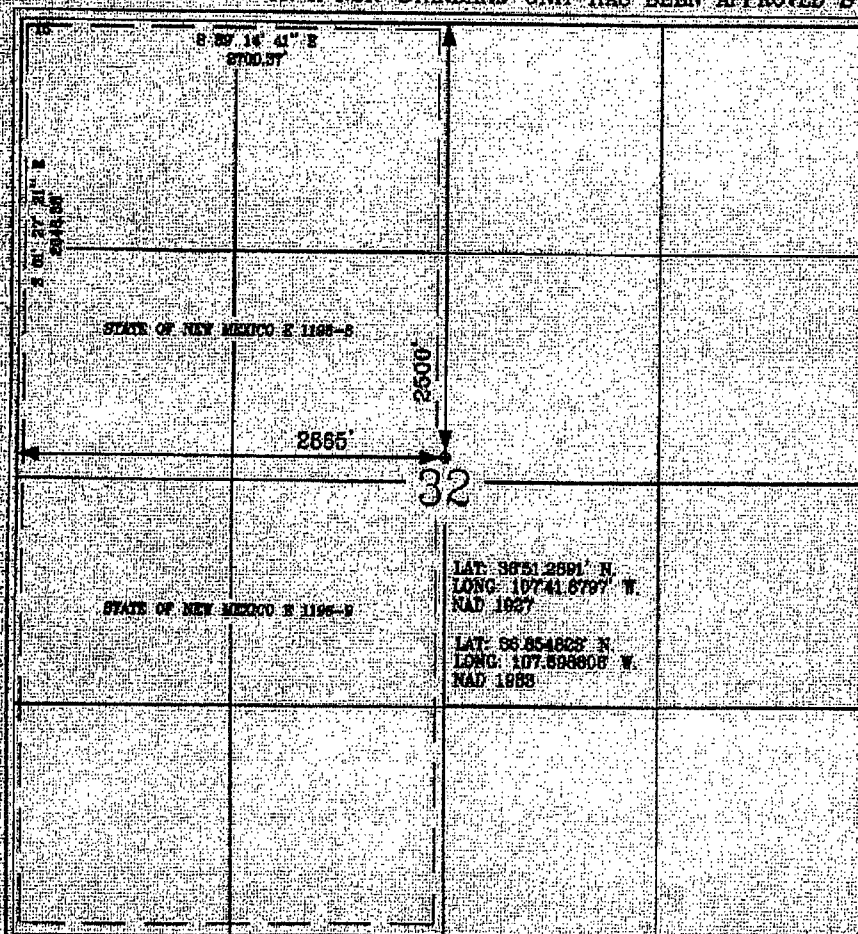
#### 10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	32	31-N	5-W		2500'	NORTH	2865'	WEST	SAN JUAN

#### 11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F									
*Dedicated Acres 320.00			*Joint or InHH		*Consolidation Code		*Order No.		

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



#### 17 OPERATOR CERTIFICATION

I hereby certify that the information furnished herein is true and complete to the best of my knowledge and belief, and that this information was obtained from a working interest or a working interest interest in the land including the proposed bottom hole location or hole is right to drill this well (2) that location presented to a certified well log reader or such a certified log reader interest, or to a satisfactory drilling engineer or a satisfactory geologic area interpreter employed by the Division.

Signature  
Rhonda Rogers  
Printed Name

#### 18 SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual survey made by me or under my supervision, and that the same is true and correct to the best of my belief.

Date of Survey  
Signature and Seal  
15703  
15703

Exhibit "C"



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL  
RESOURCES DEPARTMENTOil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, New Mexico 87505FORM C-108  
Revised June 10, 2003**APPLICATION FOR AUTHORIZATION TO INJECT**

- I. PURPOSE: Secondary Recovery Pressure Maintenance XX Disposal Storage  
Application qualifies for administrative approval? Yes No
- II. OPERATOR: Burlington Resources Oil & Gas, LP  
ADDRESS: 3401 East 30<sup>th</sup> Street, Farmington, NM 87402  
CONTACT PARTY: Patsy Clugston PHONE: 505-326-9518
- III. WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection.  
Additional sheets may be attached if necessary.
- IV. Is this an expansion of an existing project? Yes XX No  
If yes, give the Division order number authorizing the project: \_\_\_\_\_
- V. Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.
- VI. Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.
- VII. Attach data on the proposed operation, including:
1. Proposed average and maximum daily rate and volume of fluids to be injected;
  2. Whether the system is open or closed;
  3. Proposed average and maximum injection pressure;
  4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and,
  5. If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
- \*VIII. Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.
- IX. Describe the proposed stimulation program, if any.
- \*X. Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted).
- \*XI. Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
- XII. Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.
- XIII. Applicants must complete the "Proof of Notice" section on the reverse side of this form.
- XIV. Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.
- NAME: Patsy Clugston TITLE: Regulatory Specialist  
SIGNATURE: Patsy Clugston DATE: \_\_\_\_\_  
E-MAIL ADDRESS: clugspl@conocophillips.com
- \* If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted.  
Please show the date and circumstances of the earlier submittal: \_\_\_\_\_

DISTRIBUTION: Original and one copy to Santa Fe with one copy to the appropriate District Office

Side 2

### III. WELL DATA

- A. The following well data must be submitted for each injection well covered by this application. The data must be both in tabular and schematic form and shall include:

- (1) Lease name; Well No.; Location by Section, Township and Range; and footage location within the section.
- (2) Each casing string used with its size, setting depth, sacks of cement used, hole size, top of cement, and how such top was determined.
- (3) A description of the tubing to be used including its size, lining material, and setting depth.
- (4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

Division District Offices have supplies of Well Data Sheets which may be used or which may be used as models for this purpose. Applicants for several identical wells may submit a "typical data sheet" rather than submitting the data for each well.

- B. The following must be submitted for each injection well covered by this application. All items must be addressed for the initial well. Responses for additional wells need be shown only when different. Information shown on schematics need not be repeated.

- (1) The name of the injection formation and, if applicable, the field or pool name.
- (2) The injection interval and whether it is perforated or open-hole.
- (3) State if the well was drilled for injection or, if not, the original purpose of the well.
- (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations.
- (5) Give the depth to and the name of the next higher and next lower oil or gas zone in the area of the well, if any.

### XIV. PROOF OF NOTICE

All applicants must furnish proof that a copy of the application has been furnished, by certified or registered mail, to the owner of the surface of the land on which the well is to be located and to each leasehold operator within one-half mile of the well location.

Where an application is subject to administrative approval, a proof of publication must be submitted. Such proof shall consist of a copy of the legal advertisement which was published in the county in which the well is located. The contents of such advertisement must include:

- (1) The name, address, phone number, and contact party for the applicant;
- (2) The intended purpose of the injection well; with the exact location of single wells or the Section, Township, and Range location of multiple wells;
- (3) The formation name and depth with expected maximum injection rates and pressures; and,
- (4) A notation that interested parties must file objections or requests for hearing with the Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, New Mexico 87505, within 15 days.

**NO ACTION WILL BE TAKEN ON THE APPLICATION UNTIL PROPER PROOF OF NOTICE HAS BEEN SUBMITTED.**

**NOTICE:** Surface owners or offset operators must file any objections or requests for hearing of administrative applications within 15 days from the date this application was mailed to them.

Side 1

## INJECTION WELL DATA SHEET

OPERATOR: BURLINGTON RESOURCES OIL &amp; GAS, LP

WELL NAME &amp; NUMBER: EPNG COM A INJ #1

WELL LOCATION: 2500' FNL & 2665' FWL,  
FOOTAGE LOCATION

UNIT LETTER F SECTION 32 TOWNSHIP T31N RANGE R08W

WELLBORE SCHEMATICWELL CONSTRUCTION DATA  
Surface Casing

See attached wellbore schematic

Hole Size: 12-1/4" Casing Size: 9-5/8" set @ 200'  
Cemented with: 162 sx or ft<sup>3</sup>  
Top of Cement: SURFACE Method Determined: CIRCULATEDIntermediate CasingHole Size: 8-3/4" Casing Size: 7" set @ 3080'  
Cemented with: 452 sx or ft<sup>3</sup>  
Top of Cement: SURFACE Method Determined: CIRCULATEDProduction CasingHole Size: 6-1/4" Casing Size: 5-1/2" 3050' - 3257'  
Cemented with: NONE or ft<sup>3</sup>  
Top of Cement: N/A Method Determined:  
Total Depth: 3257' PBTD: 3257'Injection Interval

7524' feet To 7868'

(Perforated or Open Hole; indicate which)

Other Type of Tubing/Casing Seal (if applicable): W-7" seal bore

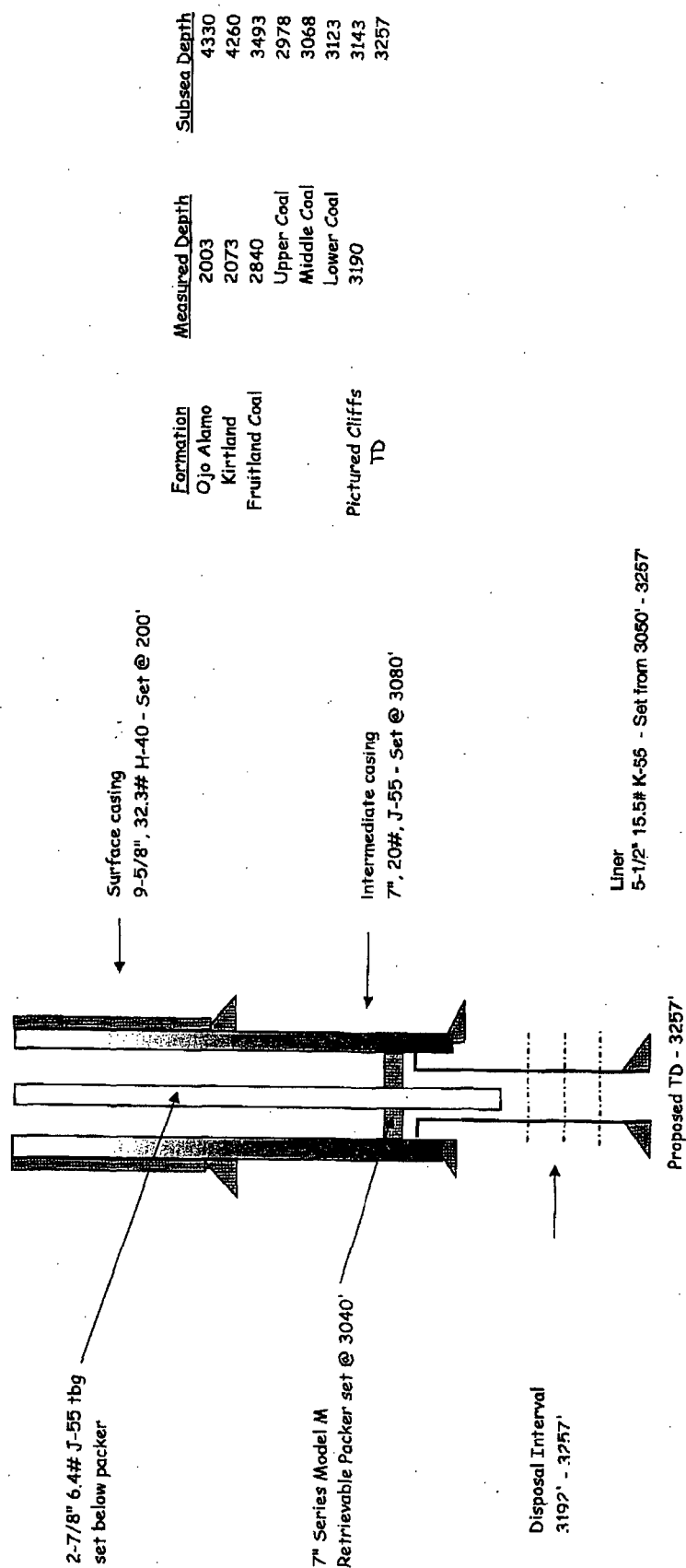
### Additional Data

1. Is this a new well drilled for injection?      XX   Yes      No
- If no, for what purpose was the well originally drilled?
2. Name of the Injection Formation:      Fruitland Coal
3. Name of Field or Pool (if applicable):      Basin Fruitland Coal
4. Has the well ever been perforated in any other zone(s)?      No  
List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) used.
5. Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area:      Fruitland Coal – Top @ 2842'; Pictured Cliffs – Top @ 319'

# EPNG Com A INJECTION Well #1

Lease - E-1196-B  
Unit F, 2500' FNL & 2666' FWL  
Sec. 32, T31N, R8W  
San Juan County, New Mexico

## Proposed Wellbore Schematic



Burlington Resources Oil & Gas, LP  
Application for Authorization to Inject  
EPNG COM A INJ #1  
Unit F (SENW), 2500' FNL & 2665' FWL,  
Section 32, T31N, R8W,  
San Juan County, New Mexico

I. Purpose is CO2 Sequestration Project

II. Operator: Burlington Resources Oil & Gas, LP  
Operator phone Number: (505) 326-9700  
Operator address: 3401 East 30<sup>th</sup> Street  
Farmington, New Mexico 87402  
Contact: Patsy Clugston, Regulatory Specialist  
Phone: (505) 326-9518

- III. A. (1) Lease: State Lease - E-1196-B  
Lease Size: 160 Acres  
Lease Area: NW/4 of Section 32, T31N, R8W  
Closest Lease Line: 35'  
Well Name and Number: EPNG COM A INJ #1  
Well Location: Unit F (SENW), 2500' FNL & 2665' FWL  
Section 32, T31N R8W - See Exhibit A (plat)
- A. (2) Surface Casing - 9-5/8", 32.3 ppf, H-40 ST&C casing  
Intermediate - 7", 20# J-55 ST&C casing  
Production Casing - 5-1/2", 15.5 ppf, K-55 LTC casing
- A. (3) Tubing will be - 2-7/8" 6.4# J-55
- A. (4) Packer Placement - 7" Reliant Series Model M Mechanical set Single  
String Retrievable packer from Baker Oil Tools & will be set @  
approximately 3040'.
- B. (1) Disposal zone will be Basin Fruitland Coal
- B. (2) Disposal interval will be 3192' - 3257'
- B. (3) The original purpose will be the CO2 Sequestration Project
- B. (4) Fruitland Coal

IV. Is this an expansion of an existing project?        YES XX NO

If yes, give the Division order number authorizing the Project:        N/A       

V. Attach a map that identifies all wells and leases with two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.

See Attachment B (wells) & C (leases)

- VI. Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion and a schematic of any plugged well illustrating all plugged detail. (See completion reports on wells within area of review - Attachment D).
- VII. Attach data on the proposed operation, including:
1. Proposed average and maximum daily rate and volume of fluids to be injected: Anticipate maximum injection rate is 2 MMCFD with an average of 1.5 MMCFD. Duration will be for one year.
  2. Whether the system is open or closed: The system will be closed.
  3. Proposed average and maximum injection pressure: Anticipate average injection pressure at the surface is 1000 psi with a maximum of 1135 psi. Plans for completion include continuous surface monitoring of Downhole pressure. In this instance the average Downhole injection pressure would be 1550 psi with a maximum of 1995 psi.
  4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than re-injected produced water: The injected CO<sub>2</sub> will be supplied by Kinder Morgan. The purity of the CO<sub>2</sub> is in excess of 95% with 4% N<sub>2</sub>.
  5. If injection is for disposal purposes into a zone not productive of oil or gas within one mile of the proposed well, attached a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.). The injection zone is productive of hydrocarbons.
- VIII. Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geological name, thickness and depth. Give the geologic name, and depth to the bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.

The proposed injection zones are permeable coal intervals within the Upper Cretaceous Fruitland Formation (Basin Fruitland Coal Pool). The proposed test is expected to encounter three separate coal bearing packages between depths of 2978 to 3165. The test is expected to penetrate 26' of net coal in a Lower Coal interval with average bulk density of 1.55 g/cc, 15' of net coal in a Middle Coal interval with average bulk density of 1.62 g/cc, and 12' of net coal in an Upper Coal interval with average bulk density of 1.57 g/cc. Estimated formation tops:

Formation	Measured Depth	Subsea Depth
Ojo Alamo	2003	+4330
Kirtland	2073	+4260
Fruitland Coal		2840 +3493
Upper Coal		2978 +3355
Middle Coal		3068 +3265
Lower Coal		3123 +3210

Pictured Cliffs	3190	+3143
TD	3255	+3078

Two water wells have been drilled within a 2 mile radius of the proposed test according to review of records from the New Mexico Office of the State Engineer. A well located in NE/4 of Section 30-T31N-R8W was drilled by El Paso Natural Gas in October 1952 to a depth of 1021' and reportedly encountered water bearing sand between depths of 475' to 546' and 703' to 720'. Casing was set to 828', but the well was plugged and abandoned by November 1953. No water sample analysis data is available. The Pump Mesa Water Well #1, located in SE/4SW/4 of Section 32-T31N-R8W, was drilled by El Paso Natural Gas in 1975 for use as a water supply well for drilling and workover operations. It was drilled and cased to a total depth of 2003'. Casing is believed to be perforated in sand intervals between depths of 546' to 1934'. Those perforations from 1862' to 2034' are placed in Ojo Alamo sand. All perforations higher in the wellbore are placed in Tertiary age sands. All water samples from the Pump Mesa Water Well #1 have total dissolved solid concentrations greater than 10,000 mg/l.

There are no existing drinking water source wells located within a two mile radius of the proposed test. No existing underground drinking water sources are located below the Fruitland Formation within a two mile radius of the proposed location.

- IX. Describe the stimulation program, if any: The well will be cased to the top of the lower coal interval and completed open-hole. There is no planned stimulation.
- X. Attach appropriate logging and test data on the well. (if well logs have been filed with the Division, they need not be resubmitted). All logs and test data for the injection well will be submitted to the New Mexico Oil Conservation Division.
- XI. Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken).

The Pump Mesa Water Well #1, located in SE/4SW/4 of Section 32-T31N-R8W, was drilled by El Paso Natural Gas in 1975 for use as a water supply well for drilling and workover operations. It was drilled and cased to a total depth of 2003'. Casing is believed to be perforated in sand intervals between depths of 546' to 1934'. Those perforations from 1862' to 2034' are placed in Ojo Alamo sand. All perforations higher in the wellbore are placed in Tertiary age sands. Water samples from the Pump Mesa Water Well #1 have total dissolved solid concentrations greater than 10,000 mg/l. Water sample analyses from this well are attached. No other water wells are known to exist within one mile of the proposed test.



- XII. Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.

Available geologic and engineering data has been reviewed and there is no evidence of any hydrologic connection between the proposed injection zone and known underground sources of drinking water.

- XIII. PROOF of NOTICE (newspaper affidavit of publication and interested party certified mailing proof). The newspaper affidavit of publication and the interested party certified mailing will be taken care of by our attorney since this well has to go to hearing for approval. The hearing notification and publication takes precedence over the C108 notification per our landman.

**Attachment A**

DISTRICT I  
1825 W. French Dr., Hobbs, N.M. 88240

DISTRICT II  
1501 West Grand Avenue, Artesia, N.M. 88210

DISTRICT III  
1000 E. Brown Rd., Aztec, N.M. 87410

DISTRICT IV  
1820 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources Department

**OIL CONSERVATION DIVISION**

1820 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised October 12, 2005

Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

☒ **AMENDED REPORT****WELL LOCATION AND ACREAGE DEDICATION PLAT**

<sup>1</sup> API Number 30-045-	<sup>2</sup> Pool Code 71629	<sup>3</sup> Pool Name BASIN FRUITLAND COAL
<sup>4</sup> Property Code 36348	<sup>5</sup> Property Name EPNG COM A INC	<sup>6</sup> Well Number 1
<sup>7</sup> GRID No. 14538	<sup>8</sup> Operator Name BURLINGTON RESOURCES OIL AND GAS, LP	<sup>9</sup> Elevation 8321'

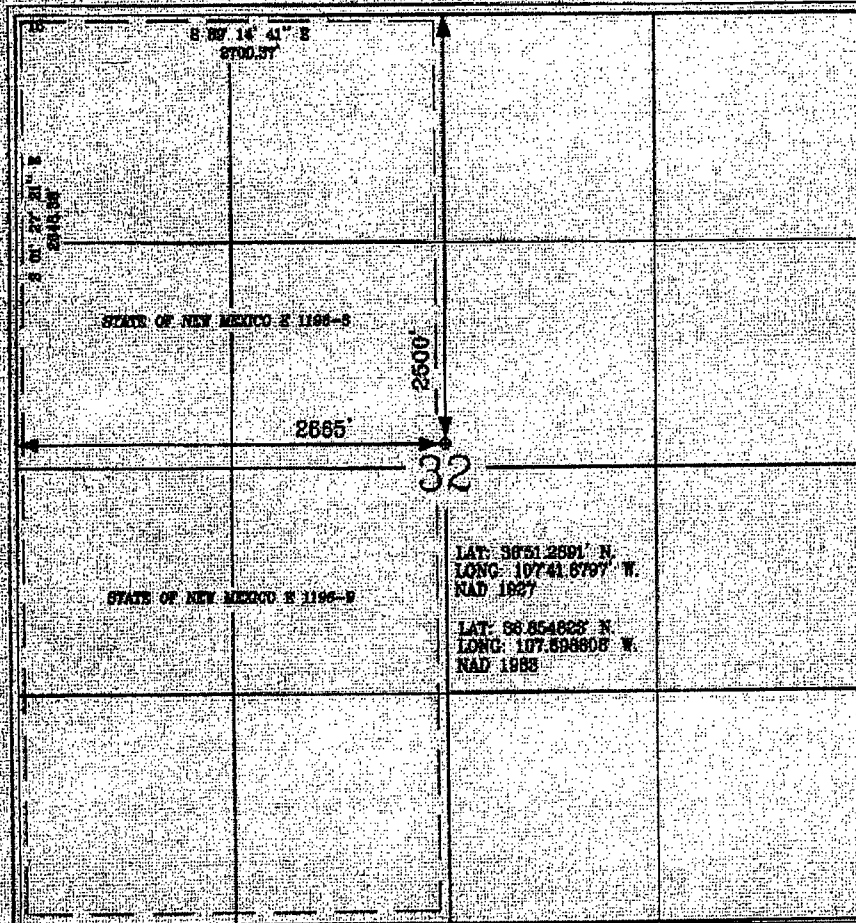
<sup>10</sup> Surface Location

US. or lot no.	Section	Township	Range	Lot 1/4	Feet from the	North/South line	Feet from the	East/West line	County
F	32	31-N	8-W		2600'	NORTH	2665'	WEST	SAN JUAN

<sup>11</sup> Bottom Hole Location If Different From Surface

US. or lot no.	Section	Township	Range	Lot 1/4	Feet from the	North/South line	Feet from the	East/West line	County
F									
<sup>12</sup> Dedicated Acres 320.00			<sup>13</sup> Joint or InHH		<sup>14</sup> Consolidation Code		<sup>15</sup> Order No.		

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

<sup>17</sup> OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this information either represents a working interest or an undivided interest in the land including the proposed bottom hole location or has a right to drill this well as the beneficial interest in a contract with an owner of which a mineral or a working interest, or in a voluntary pooling agreement or in a compulsory pooling order heretofore entered by the Division.

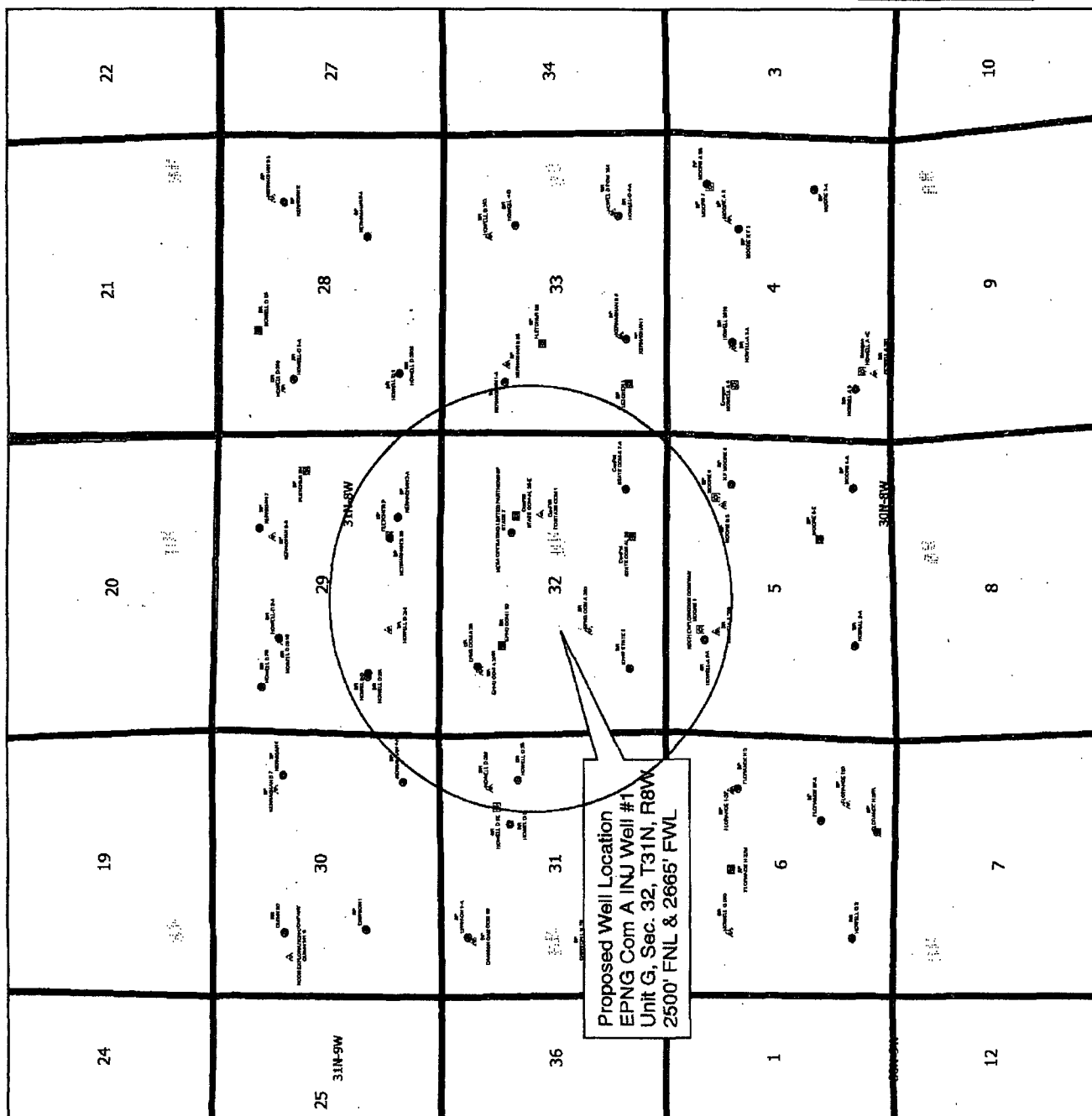
*Rhonda Rogers*  
Signature  
Rhonda Rogers  
Printed Name

<sup>18</sup> SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of direct survey made by me or under my supervision, and that the same is true and correct to the best of my belief.

2-23  
Date of Survey  
Signature and Seal of Licensed Professional Surveyor  
15703  
Certificate Number 15703

# Attachment B



## Legend

<all other values>

FRUITLAND COAL

MESAVERDE

DAKOTA

U.S. Cities (SJD)

SJD State Names

SJD County Names

San Juan Federal Units

Sections (SJD)

Townships (SJD)

U.S. Water Bodies (SJD)

N

BURLINGTON  
RESOURCES



© Unpublished Work, Burlington Resources, Inc.

0 100 200 300 400 500 600 700 Feet

1" equals 3,352'

GCS North American 1987

BURLINGTON RESOURCES

San Juan

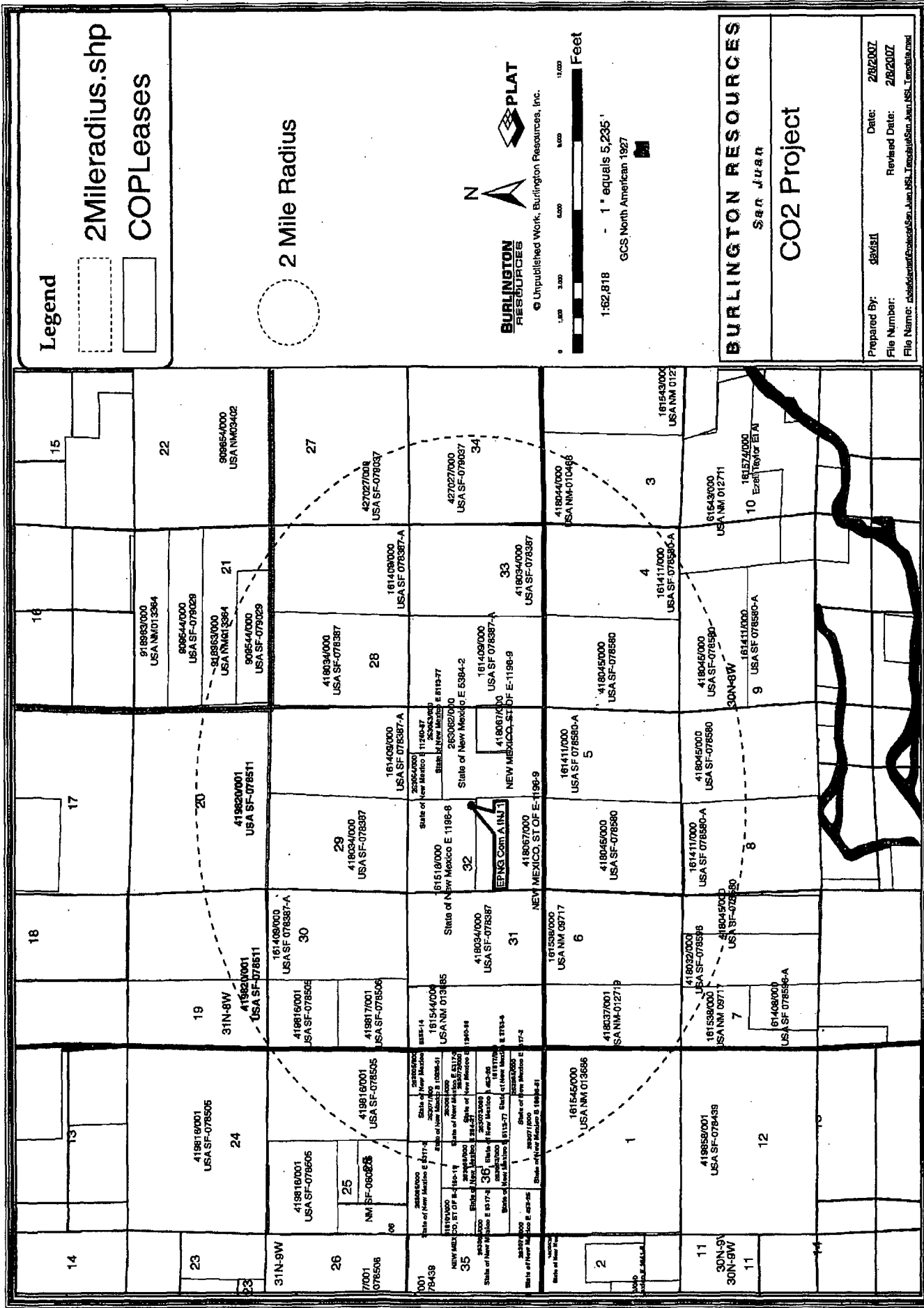
EPNG COM A INJ #1

Sec. 32, T31N, R8W

Prepared By: BJR Date: 4/25/2007

File Number: EPNG.COM.A.INJ.#1 Revised Date: 4/25/2007

File Name: Public\Protected\EPNG.COM.A.INJ.1.1\EPNG.COM.A.INJ.1.1.dwg



**Attachment D****Review Area Well Tabulation**

<b>Well Name &amp; Number</b>	<b>Location</b>	<b>Producing Zone</b>	<b>Date Drilled</b>	<b>Total Depth ft</b>	<b>Completion</b>
EPNG COM A 300S	31N-8W-32D	FruitLand Coal	7/16/2004	3,440	Cased- Hole Natural
EPNG Com A 2	31N-8W-32M	MesaVerde	7/16/1953	5,452	Cased-Fraced
EPNG Com A 2A	31N-8W-32D	MesaVerde	May-78	7,872	Cased-Fraced
EPNG COM I 10	31N-8W-32F	MV/DK	12/3/1973	7,987	Cased-Fraced
EPNG COM A 300	31N-8W-32K	FruitLand Coal	5/23/1989	3,098	Cased- Hole Natural
FC State Com 001	31N-8W-32G	FruitLand Coal	4/25/1991	2,775	Cased- Hole Natural
State COM K 7R	31N-8W-32G	MV/DK	12/17/1993	7,821	Cased-Fraced
State COM AL 36	31N-8W-32O	Dakota	8/10/1967	7,755	Cased-Fraced
State COM AL 36M	31N-8W-32A	MesaVerde	9/1/2006	7,928	Cased-Fraced
State COM K 7A	31N-8W-32P	MesaVerde	7/12/1975	5,710	Cased-Fraced