la. Type of Work:

1b. Type of Well:

#### UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**



FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

Lease Serial No.

AIA	/ISF	: <b>n</b> s	เกว	3 <b>2</b> -

1312	101	-000E0	U-1-1	

APPLICATI	ON FOR P	ERMIT TO DRILL	OR REENTER	28 M 11: 27	6. If Indian, Allottee or Tribe Name  N/A
drill		REENTER	070 Fai	mington, NM	7. If Unit or CA Agreement, Name and No.
Oil Well	Gas Well	Other	Single Zone	Multiple Zone	8. Lease Name and Well No <b>A</b> QUIDDITCH #7
or					9. API Well No.

Name of Operate **CALPINE NATURAL GAS L. P.** 30-045- 31652

3b. Phone No. (include area code) 10. Field and Pool, or Exploratory 3a. Address 7415 EAST MAIN STREET (505) 327-4892 BASIN FRUITLAND COAL **FARMINGTON, NM 87401** 

Location of Well (Report location clearly and in accordance with any State requirements.\*)

950' FNL & 1915' FWL

4. Distance in miles and direction from nearest town or post office\*

15 AIR MILES SOUTH OF FARMINGTON

16. No. of Acres in lease 17. Spacing Unit dedicated to this well

WEST HALF (312.40 ACRES)

∠ 7-26n-12w

12. County or Parish

**SAN JUAN** 

(Also to nearest drig. unit line, if any) 20. BLM/BIA Bond No. on file 19. Proposed Depth 18. Distance from proposed location\* to nearest well, drilling, completed,

BLM NMB000019 (STATE WIDE) 1.460'

Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start\* 5,975' GL **UPON APPROVAL** 

1,892'

660'

23. Estimated duration 2 WEEKS

11. Sec., T., R., M., or Blk. and Survey or Area

NMPM

13 State

NM

13

2004

24. Attachments

2,373.98

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

1. Well plat certified by a registered surveyor.

At proposed prod. zone SAME

Distance from proposed\*

applied for, on this lease, ft.

location to nearest property or lease line, ft.

- 2. A Drilling Plan.
- 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification.
- Such other site specific information and/or plans as may be required by the authorized officer.

#### Comments

Title

DRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHED "GENERAL REQUIREMENTS".

This action is subject to technical and procedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4

cc:BIA, BLM (& OCD), Cartaya, NAPI, Thompson, Tribe

25. Signature Name (Printed/Typed) Date 4-21-03 **BRIAN WOOD** 

CONSULTANT PHONE: 505 466-8120 FAX: 505 466-9682

Approved by (Signature) Name (Printed/Typed) /s/ David J. Mankiewicz Title

Application approval does not warrant or certify the the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon

Office

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

HOLD CIOG FOR Name change to

See Attached conditions of

District I PO Box 1980, Hobbs, NM 88241-1980

District II PO Drawer DD, Artesia, NM 88211-0719

District III 1000 Rio Brazos Rd., Aztec, NM 87410

District IV PO Box 2088, Santa Fe, NM 87504-2088

30-045-31650

LOT 4

1260.60

1320.00

State of New Mexico
Energy, Minerals & Natural Resources Department

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

\*Pool Code

71629

Revised February 21, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

Pool Name

BASIN FRUITLAND COAL

AMENDED REPORT

### WELL LOCATION AND ACREAGE DEDICATION PLAT

Property Cod	73873	•	GUIDD		dditch	~	) We	71 Number
OGRIU NU.	214274	.CALPI	Operator NE NATURAL	Name	10000			levation 5975
	2.1-1		<sup>10</sup> Surface	Location				
U. or lot no. Section	Township Range	Lot Idn	Feet from the 950	North/South line	Feet from the	East/We WE		SAN JUAN
\	<sup>11</sup> Bottom	Hole l	ocation I			rface		<u> </u>
UL or lot no. Section	Township Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	est line	County
Dedicated Acres	2.40 Acres - (N	N/2)	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Onder No.			•
NO ALLOWABLE	WILL BE ASSIGNE OR A NON-S			ON UNTIL ALL			EN COM	NSOL IDATED
1254.00 · LOT 1 · I915 · NMSF - C	1320. 0660 1080238-A		264 APR	0.00	I he contain to t	reby certify sined herein he best of my ture	BRIAI	FICATION Information Informati
NMNM-023472 0 3	MMM-022046	=7-	MN, no	Ignimis 7 070	I hen shown notes my su and c	eby centify to on this plat of actual su pervision, and orrect to the ey Date:	hat the will was plot was plot that the best of FEBRUA of Profes	IRY 10, 2003 ssional Surveyor

BEOHNED

Certificate Number

703 APR 28 AM 11: 27

2640.00

Calpine Natural Gas L. P. Quidditch #7 950' FNL & 1915' FWL Sec. 7, T. 26 N., R. 12 W. San Juan County, New Mexico

### **Drilling Program**

### 1. ESTIMATED FORMATION TOPS

<u>Formation</u>	GL Depth	KB Depth	<b>Elevation</b>
Nacimiento	000'	5'	+5,975'
Ojo Alamo Sandstone	50'	55'	+5,925'.
Kirtland Shale	100'	105'	+5,875'
Top Fruitland	854'	859'	+5,121'
Lower Fruitland Coal	1,144'	1,149'	+4,831'
Pictured Cliffs Sandstone	1,184'	1,189'	+4,791'
Total Depth (TD)*	1,460'	1,465'	+4,515'

<sup>\*</sup> all elevations reflect the ungraded ground level of 5,975'

### 2. NOTABLE ZONES

Gas Zones	Water Zones	<u>Coal Zones</u>
Fruitland	Ojo Alamo	Fruitland
Pictured Cliffs	Fruitland	

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 2,000 psi system with a rotating head will be used. All ram



Calpine Natural Gas L. P. Quidditch #7 950' FNL & 1915' FWL Sec. 7, T. 26 N., R. 12 W. San Juan County, New Mexico

preventers and related equipment will be hydraulically tested at nipple up and after any use under pressure to 1,000 psi.

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 2,000 psi. Maximum expected pressure is ≈585 psi.

### 4. CASING & CEMENT

Hole Size	<u>O. D.</u>	Weight (lb/ft)	<u>Grade</u>	<u>Age</u>	<b>GL Setting Depth</b>
8-3/4"	7"	20	K-55	New	120'
6-1/4"	4-1/2"	10.5	K-55	New	1,460'

Surface casing will be cemented to surface with  $\approx 59$  cubic feet ( $\approx 50$  sacks) Class B + 2% CaCl<sub>2</sub>. Volume is based on 100% excess, yield of 1.18 cubic feet per sack, and slurry weight of 15.6 pounds per gallon. W. O. C. = 12 hours. Pressure test surface casing to 600 psi for 30 minutes.

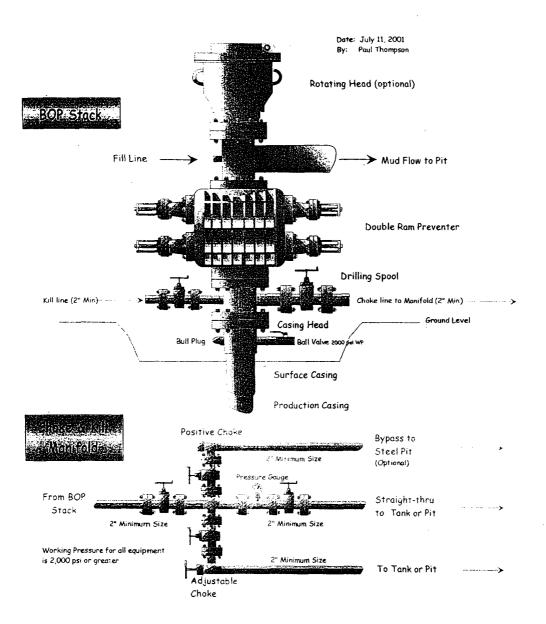
Production casing hole will be cleaned of rock chips by circulating  $\geq 150\%$  of hole volume with mud. Thirty barrels of fresh water will next be circulated. Lead with  $\approx 247$  cubic feet ( $\approx 120$  sacks) of Class B with 2% metasilicate (yield = 2.06 cubic feet per sack, slurry weight = 12.5 pounds per gallon). Tail with  $\approx 59$  cubic feet ( $\approx 50$  sacks) of Class B with 2% CaCl<sub>2</sub> (yield = 1.18 cubic feet per sack, slurry weight = 15.6 pounds per gallon). Total cement volume = 306 cubic feet @ 100% excess and circulating to surface.

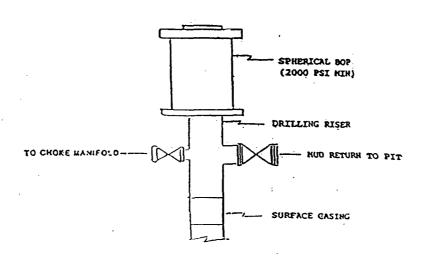
Production casing will have 4-1/2" cement guide shoe and self fill float collar. Float will be placed one joint above the shoe. Five centralizers will be spaced on every other joint starting above the shoe. Five turbolizers will be placed on every other joint starting from the top of the well.



## Calpine Natural Gas Company

### Well Control Equipment Schematic for 2M Service





# CALPINE NATURAL GAS COMPANY QUIDDITCH #7 950' FNL & 1915' FWL, SECTION 7, T26N, R12W, NMPM SAN JUAN COUNTY, NEW MEXICO GROUND ELEVATION: 5975' -o- (5) 6 -0-2:1 Slopes Reserve Pit 8' DEEP N86°W ō LAYDOWN Wellhead to back Wellhead to front 4 75' 75' Weilhead to side Ē Ē F2 ③ 2 B' A-A' \ 5985 5975' 5965 B-B' 5985' 5975' 5965' C-C' 59851 5975' 5965'

Note: Contractor should call One—Call for location of any marked or unmarked buried pipelines or cables on well pad and/or access road at least two (2) working days prior to construction