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

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK 1a. Type of Work 5. Lease Number NMSF008483A DRILL Unit Reporting Number 1b. Type of Well 6. If Indian, All. or Tribe GAS 2. Operator Unit Agreement Name Oil & Gas Company Allison Unit Address & Phone No. of Operator 8. Farm or Lease Name PO Box 4289, Farmington, NM 87499 Allison Unit 9. Well Number (505) 326-9700 106S 4. **Location of Well** 10. Field, Pool, Wildcat 1645'FNL, 830'FWL Basin Fruitland Coal 11. Sec., Twn, Rge, Mer. (NMPM) Latitude 36° 59.0870, Longitude 107° 31.4210 Sec. 13, T-32-N, R-7-W 14. Distance in Miles from Nearest Town 13. State 12. County Ignacio 16 miles, Allison 7 miles San Juan MM 15. Distance from Proposed Location to Nearest Property or Lease Line 830' Acres in Lease 16. 17. Acres Assigned to Well 18. Distance from Proposed Location to Nearest Well, Drlg, Compl, or Applied for on this Lease **Proposed Depth** 19. 20. Rotary or Cable Tools 3254' Rotary 21. Elevations (DF, FT, GR, Etc.) 22. Approx. Date Work will Start 6618' GR 23. **Proposed Casing and Cementing Program** See Operations Plan attached 24. Authorized by Regulatory/Compliance Supervisor PERMIT NO. APPROVAL DATE hel David J. Menkiewicz TITLE DATE

Archaeological Report to be submitted

Threatened and Endangered Species Report to be submitted

NOTE: This format is issued in lieu of U.S. BLM Form 3160-3

Title 18 U.S.C. Section 1001, makes 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 presentations as to any matter within its jurisdiction.

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

, State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

Form C-102 Revised February 21, 1994 Instructions on back

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

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

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

PO Box 2088 HEUEIV Santa Fe. NM 87504-2088 AMENDED REPORT 2003 JAN -8 PM 1: 18

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

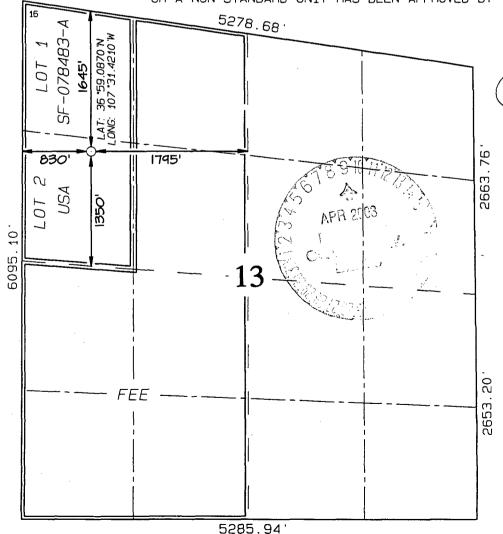
# WELL LOCATION AND ACREAGE DEDICATION NIMAT

'API Number	²Pool Code	³Pool Name			
30-045-31326	0-045- 3/326 71629 Basin Fruitland Coal				
Property Code 6784	AL	*Well Number 106S			
'OGRID No.	BURLINGTON RESOUR	*Elevation 6618'			

<sup>10</sup> Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Ε	13	32N	7W		1645	NORTH	830	WEST	SAN JUAN
	L	11 E	Bottom	Hole L	ocation I	f Different	From Surf	ace	· · ·
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	'East/West line	County
<sup>12</sup> Dedicated Acres					<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.		
W/330.27	,								

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





## OPERATIONS PLAN

Well Name: Allison Unit #106S

Location: 1645'FNL, 830'FWL Section 13, T-32-N, R-7-W

Latitude 36° 59.0870'N, Longitude 107° 31.4210'W

San Juan County, NM

Formation: Basin Fruitland Coal

Elevation: 6618'GR

Formation:	Top	Bottom	Contents
Surface	San Jose	2349'	
Ojo Alamo	2349'	2421'	aquifer
Kirtland	2421'	28691	-
Fruitland	2869'	3124'	
Intermediate TD	3100'		•
Fruitland Coal	3124'	3254'	gas
B/Basal Coal	3254'	3256'	gas
Total Depth	3254'		
Pictured Cliffs	3256'		

Logging Program: none Coring Program: none

# Mud Program:

Interval	Type	Weight	Vis.	Fluid Loss
0- 120'	Spud	8.4-9.0	40-50	no control
120-3100'	Non-dispersed	8.4-9.0	30-60	no control
3100-3254'	Air/Mist			

# Casing Program (as listed, the equivalent, or better):

Hole	Size	Depth	Ir	iterval	Csg.	Size	Wt.	Grade
12 1,	/4"	0'	_	120'	9	5/8"	32.3#	H-40
83,	/4"	0'	-	3100'	7'	ı	20.0#	J-55
6 1,	/4"	3100'	-	3254'	or	en hole	9	
Tubing Pr	rogram:							
		0'	-	3254 <b>′</b>	2	3/8"	4.7#	J-55

Float Equipment: 9 5/8" surface casing - saw tooth guide shoe. Centralizers will be run in accordance with Onshore Order #2.

7" intermediate casing - guide shoe and self-fill float collar. Standard centralizers run every other joint above shoe. Two turbolizing type centralizers - one below and one into the base of the Ojo Alamo @ 2421'. Standard centralizers thereafter every fourth joint up to the base of the surface pipe.

Wellhead Equipment: 9 5/8" x 7" x 2 3/8" x 11" 2000 psi xmas tree assembly.

### Cementing:

9 5/8" surface casing - cement with 32 sx Class A, B Portland Type I, II cement (38 cu.ft. of slurry, bring cement to surface through 3/4" line) or equivalent. WOC 24 hours for pre-set holes or 8 hours for conventionally set holes before pressure testing or drilling out from under surface casing.

7" intermediate casing - lead w/377 sacks Premium Lite with 3% calcium chloride, 5 pps LCM-1, and 1/4#/sack flocele, 0.4% FL-52, & 0.4% SMS. Tail with 90 sacks Type III cmt with 1% calcium chloride, 1/4#/sack flocele and 0.2% FL-52 (926 cu.ft., 100% excess to circulate to surface).

Note: If open hole logs are run, cement volumes will be based on 25% excess over caliper volumes.

#### BOP and tests:

Surface to intermediate TD - 11" 2000 psi (minimum) double gate BOP stack (Reference Figure #1). Prior to drilling out surface casing, test rams to 600#/30 min.

Intermediate TD to Total Depth - 7 1/6" 2000 psi (minimum) double gate BOP stack (Reference Figure #2). Prior to drilling out intermediate casing, test blind rams and casing to 1500 psi for 30 minutes; all pipe rams and casing to 1500 psi for 30 minutes each.

From surface to TD - choke manifold (Reference Figure #3).

Pipe rams will be actuated at least once each day and blind rams actuated once each trip to test proper functioning. An upper kelly cock valve with handle and drill string safety valves to fit each drill string will be maintained and available on the rig floor.

#### Additional information:

- \* The Fruitland Coal formation will be completed.
- \* Anticipated pore pressure for the Fruitland is less than 500 psi.
- \* This gas is dedicated.
- \* The west half of section 13 is dedicated to the Fruitland Coal.

Date:	1/8/03	Drilling Engineer:	True!	1. Hiles