Form 3160-3 (August 1999)	UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT						FORM APPROVED OMB NO. 1004-0136 Expires: November 30, 2000		
	APPLICATION FOR PERMIT TO DRILL OR REENTER						5. Lease Serial No. NMNM 30586		
la. Type of Work					6	6. If Indian, Allotee or Tribe Name			
lb. Type of Well	Oil Well X Gas Well Other Single Zone Multiple Zone					ne 7	Unit or CA A	greemen	t Name and No.
2. Name of Operat Energen Reso 3a. Address		ation	· · · · · · · · · · · · · · · · · · ·		3b. Phone No. (include area co	do)	Lease Name a Carracas API Well No.		No. 12
2198 Bloomfi 4. Location of We At surface At proposed proc	II (Report location of 2630' FSL,	Farmington, clearly and in acco 980' FWL	New Mexico 8 ordance with any Sta	740	(505)325-6800		300 Field and Pool Basin Fru	l, or Exp litlan 1., or Bl	oloratory d Coal k. and Survey or Area
14. Distance in miles	and direction from	-	ost office* NE of Goberna	dor			County or Par Of Arriba	ish	13.State
15. Distance from p location to near property or leas (Also to nearest	est	980'			Not-OT Acres in lease		ing Unit dedicat		
18. Distance from p to nearest well, applied for, on t	drilling, completed,	2000'		19.1	Proposed Depth 4101'	20.BLM	I/BIA Bond No	o. on file	3
21. Elevations (Show whether DF, KDB, RT, GL, etc. 7371' GL			22.	22. Approximate date work will start* 23. Estim 05/04		23. Estimate	nated duration 5 days		
			2	4. Att	achments				
 Well plat certifia A Drilling Plan A Surface Use I 	ed by a registered su	rveyor. is on National For	est System Lands, th		 A. Bond to cover the operat Item 20 above). 5. Operator certification. 6. Such other site specific in authorized officer. 	ions unles	s covered by an	c	· · ·
25.Signuature) el	\mathbf{i}			Printed/Typed) Thomas	<u></u>	ľ	Date	11/21/03
Title Drilling 8	Completion	<u>Kox~~~e</u> Foreman	L	boug		· <u> </u>			
Approved by (Signat		Le ure		Name (Printed/Typed)]	Date 11/	10/04
Title	APA	11		Office	FFO			_/	/ /
Application approva conduct operations t Conditions of approv	hereon.		applicant holds lega	al or e	quitable title to those rights in	the subjec	t lease which v	vould en	title the applicant to
Title 18 U.S.C. Sect States any false, ficti	ion 1001 and Title 4 tious or fraudulent s	3 U.S.C. Section statements or repre	1212, make it a crim esentations as to any	e for a matter	ny person knowlingly and willfur within its jurisdiction.	illy to mak	te to any depart	ment or	agency of the United

*(Instructions on Reverse)

This action is subject to technical and procedural review presuant to 45 OFF (1997) and appeal pursuant to 45 OFR 0168-4

-

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

J



OPERATIONS PLAN

WELL NAME:
LOCATION:Carracas 24A #12LOCATION:2630' FSL, 980' FWL, Section 24, T32N, R5W, Rio Arriba County, NMFIELD:Basin Fruitland CoalELEVATION:
7371' GL

FORMATION TOPS:

Surface	San Jose
Nacimiento	2036
Ojo Alamo	3351
Kirtland	3471
Fruitland	3876

Total Depth4101

LOGGING PROGRAM:

Open Hole Logs: Surface to intermediate- Yes Inter TD to total depth: None

Mud Logs:	Intermediate to total depth
Coring:	None
Natural Gauges:	Every 500' from intermediate TD to total depth

<u>MUD PROGRAM</u>: Fresh water low solids mud from surface to intermediate TD (9.0 PPG). Air/mist from intermediate casing point to total depth.

CASING PROGRAM:

HOLE SIZE	DEPTH	<u>CSG SIZE</u>	<u>WT.</u>	<u>GRADE</u>		
12 ¼"	200'	9 5/8"	32.3#	H-40 – ST&C		
8 ³ / ₄ "	3946'	7"	23#	J-55 – LT&C		
6 ¼"	3846'-4101'	5 1/2"	15.5#	J-55 – LT&C		
TUBING PROGRAM:						
	4050'	2 3/8"	4.7#	J-55		

WELLHEAD: 11" 3000 x 9 5/8" casing head. 11" 3000 x 7 1/16" 3000 xmas tree.

BOP SPECIFICATIONS:

An 11" 2000 psi minimum double gate BOP stack (Figure 1) will be used following nipple up of casing head. During air drilling operations, a Shaffer Type 50 or equivalent rotating head will be installed on top of the stack. A 2" nominal, 2000 psi minimum choke manifold will be used. An upper Kelly Cock valve with handle available and drill string valve to fit each drill string will be available on the rig floor during drilling operations.



CEMENTING:

9 5/8" surface casing - cement with 110 sks Class B Cement with $\frac{1}{4}$ " flocele/sk and 2% calcium chloride (130 cu. ft. of slurry, 100% excess to circulate to surface). WOC 12 hrs. Test casing to 600# for 30 minutes.

Texas Pattern Guide Shoe on bottom. 3 bow type centralizers spaced throughout the string.

7" intermediate casing – cement with 520 sks 65/35 Class B Poz with 6% gel, 2% calcium chloride, 10% gilsonite, and $\frac{1}{4}$ # flocele/sk. Tail with 100 sks Class B w/2% calcium chloride, 10% gilsonite and $\frac{1}{4}$ # flocele/sk. (1127 cu. ft. of slurry, 90% excess to circulate to surface). WOC 12 hrs. If cement does not circulate, run temperature survey in 8 hrs. to determine TOC. Test casing to 1200 psi for 30 minutes.

Cement nose guide shoe on bottom with a self-fill insert float valve on top of shoe joint. 10 bow spring centralizers spaced every 2nd joint off bottom. Two turbolating centralizers at the base of the Ojo Alamo.

5 ¹/₂" liner – NO CEMENT

OTHER INFORMATION:

- 1) The Basin Fruitland Coal will be completed.
- 2) No abnormal temperatures or pressures are anticipated.
- 3) If lost circulation is encountered sufficient LCM will be added to the mud system to maintain well control.
- 4) This gas is dedicated.
- 5) Anticipated pore pressure for the Fruitland is 700 psi.







Minimum choke manifold installation from surface to Total Depth. 2" minimum, 2000 psi working pressure equipment with two chokes.

5.4.8.