SUBMIT IN TRIPLICATE* (Other instructions on

reverse side)

Form approved.

Budget Bureau No. 1004-0136

Expires December 31, 1991

UNITED STATES

5. LEASE DESIGNATION AND SERIAL NO

DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** Jicarilla Apache Contract #93 6. IF INDIAN, ALLOTTEE OR TRIBE NAME APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK Jicarilla Apache Nation UNIT AGREEMENT NAME DRILL[X]DEEPEN 1a. TYPE OF WORK 1b. TYPE OF WELL 8. FARM OR LEASE NAME, WELL NO. MULTIPLE SINGLE Jicarilla 93 #2C WELI ZONE API WELL NO. 2 NAME OF OPERATOR 30039 Williams Production Company LLC 10. FIELD AND POOL OR WILDCAT 3. ADDRESS OF OPERATOR P.O. Box 316 - Ignacio, CO 81137 (970) 563-33083 Blanco Mesa Verde 11. SEC., T., R., M., OR BLK. 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) AND SURVEY OR AREA 910' FSL & 1980' FEL At Surface Sec. 34. T27N, R3W At proposed Prod. Zone 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE 2. COUNTY OR PARISH 13. STATE 16 miles NE of Lindrith, NM Rio Arriba 15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY 16. NO OF ACRES IN LEASE NO. OF ACRES ASSIGNED TO THIS WELL OR LEASE LINE, FT.(Also to nearest drlg. unit line, if any) 910' ROTARY OR CABLE TOOLS 18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, 19. PROPOSED DEPTH DRILLING, COMPLETED, OR APPLIED FOR ON THIS LEASE, FT. 6413' 1200 Rotarv 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 22. APPROX. DATE WORK WILL START* 7193' GR February 15, 2004 23. PROPOSED CASING AND CEMENTING PROGRAM SIZE OF HOLE SIZE OF CASING WEIGHT/FOOT SETTING DEPTH QUANTITY OF CEMENT 9-5/8" *36.0*# $\sim 250 \, ft$ 12-1/4" 205 cu.ft. Type III with 2% CaCl 7 20.0# ~ 4313 ft 8-3/4" ~1019 cu.ft.65/35 poz & ~139 cu.ft.Type III 4-1/2" 10.5# ~ 4213'-6413 ft 6-1/4" ~290 cu.ft.Premium Light w/ additives Williams Production Company proposes to drill a vertical well to develop the Mesa Verde formation at above described location in accordance with the attached drilling and surface use plans. This location has been archaeologically surveyed by Velarde Energy Service. Copies of their reports have been submitted directly to your office. This APD also is serving as an application to obtain BLM road and pipeline right-of-ways. This well will require

SE qtr of sec 27, T27N, R3W where it joins NM hwy #537. IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone.

approximately 1100' of new access road. This road proceeds east in the SE qtr of se 34 where it joins an existing road. This road then proceeds north in the SE qtr of sec 34, the SW & NW qtrs of sec 35, the NE qtr sec 34, and the .

f proposal is to drill or deepen directionally, give pertinent data on subsu	rface locations and measured and true vertical depths. Give	e blowout prever	nter program, if any.	
SIGNED Lawry Higgin	TITLE Larry Higgins, Drlg COM	DATE	12/16/2003	
(This space for Federal or State office use)				
PERMIT NO.	APPROVAL DATE			
Application approval does not warrant excertify that the applicant holds legal or	equitable title to those rights in the subject lease which would entitl	e the applicant to o	conduct operations thereon.	
CONDITIONS OF APPROVALLIF ANY:	1			· ·
APPROVED BY Allea live	TITLE AFM	DATE	1-20-05	
*600				

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 representations as to any matter within its jurisdiction.

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

Oistrict II PO Drawer DD, Artesia, NM 68211-0719

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

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

State of New Mexico Energy, Minerals & Natural Resources Department

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

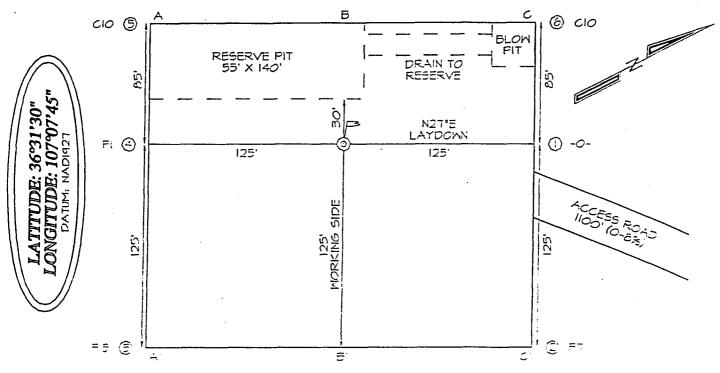
Form C-102
Revised February 21, 1993
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Cocies
Fee Lease - 3 Copies

AMENDED REPORT

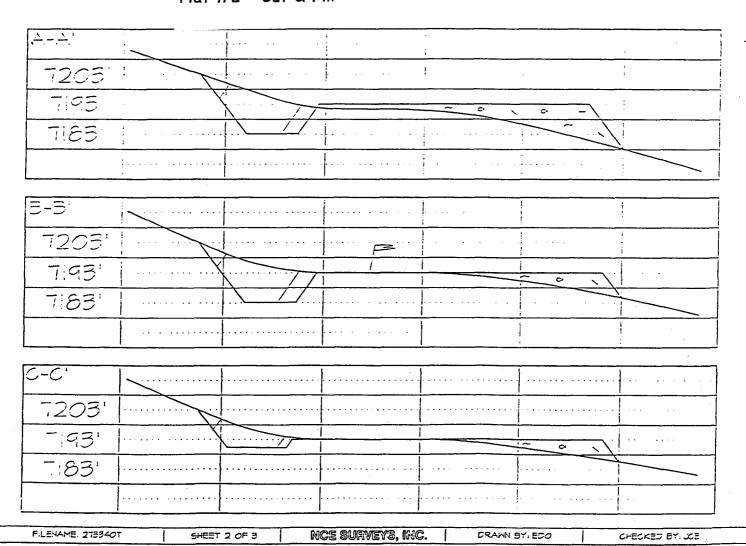
WELL LOCATION AND ACREAGE DESTCATION DIAT

	WELL	LOCAT	IA DUA NOI	CREAGE DED	ICATION PI	LAT	
'API Numbe	9292		Pool Code Pool Name 72319 SLANCO MESAVERDE				
50 037- 0 Property Code 17029	1016		Property JICARIL	.Name			*Well Number 2C
'OGRID No. 120782		WILL	*Operator IAMS PRODUC	Name CTION COMPAN	Ϋ́Υ		*Elevation 7 193 '
			¹⁰ Surface	Location			
UL or lot ro. Section O 34	Township Range 27N 3W	Lat Ion	Feet from the	North/South line SOUTH	Feet from the 1980	East/Wes	l eto
	¹¹ Bottom	Hole L	ocation I				
ut on lot no. Section	Township Range	Lot Ion	Feet from the	North/South line	Feet from the	East/wes	st line County
¹² Decidated Acres).0 Acres - (E	[/2)	¹³ Joint or Infill	³⁴ Consolidation Code.	1 th Chaen Na.		<u>'</u>
NO ALL REEN O	GWABLE WILL BE ONSCLIDATED OR	ASSIGN A NON-	! ED TO THIS STANDARD UN	COMPLETION U	NTIL ALL IN APPROVED BY	THE OI	
5280.00.		34	Q 17 18	1980'	I neme contain to the contain to the Signature of the contain to t	VEYOR Centify the this plat rectual survey and seal to the following and seal survey and seal seal survey and seal seal seal seal seal seal seal seal	CERTIFICATION that the information is thus and complete / knowledge and belief / knowledge and belief COM CERTIFICATION at the well location was plotted from field veys made by me or under that the same is thue best of my belief. /: AUGUST 21, 2003 of Professional Surveyor C. EDWARDS EDWARDS

WILLIAMS PRODUCTION COMPANY JICAKILLA 93 #2C 910' FSL & 1980' FEL, SECTION 34, T27N, R3W, NMPM RIO ARRIBA COUNTY, NEW MEXICO ELEVATION: 7193'



Plat #2 - Cut & Fill





WILLIAMS PRODUCTION COMPANY

Operations Plan

(Note: This procedure will be adjusted on site based upon actual conditions)

DATE:

12/15/2003

FIELD:

Jicarilla MV

WELL NAME:

Jicarilla 93 #2C

Rio Arriba, NM

SURFACE:

Jicarilla

LOCATION:

SW/4 SE/4 Sec 34-27N-3W

MINERALS:

Jicarilla

ELEVATION:

7193' GR

LEASE #

Jicarilla Apache

Contract #93

MEASURED DEPTH:

6413'

I. GEOLOGY: Surface formation - San Jose

A. FORMATION TOPS: (KB)

	<u>MD</u>		$\underline{\mathbf{MD}}$
Ojo Alamo	3490'	Cliff House	5605'
Kirtland	3580'	Menefee	5685'
Fruitland	3580'	Point Lookout	5963'
Pictured Cliffs	3818'	Total Depth	6413'
Lewis	3993'	-	

- **B.** MUD LOGGING PROGRAM: Mud logger on location from approximately 3,000' to intermediate casing point.
- C. <u>LOGGING PROGRAM</u>: High Resolution Induction/ GR and Density/ Neutron log from surface to intermediate casing point and High Resolution Induction/ GR and Density/ Neutron log from intermediate shoe to TD. Onsite geologist will pick Density/ Neutron log intervals on both logging runs.
- D. <u>NATURAL GAUGES:</u> Gauge any noticeable increases in gas flow. Record all gauges in Tour book and on morning reports.

II. DRILLING

- A. MUD PROGRAM: Clear water with benex to 7" casing point. Convert to a LSND mud to log and run pipe. Treat for lost circulation as necessary. Obtain 100% returns prior to cementing. Notify Engineering of any mud losses. Use air w/Air Hammer from 7 in. csg.to TD.
- B. <u>BOP TESTING</u>: While drill pipe is in use, the pipe rams and the blind rams will be function tested once each trip. The anticipated reservoir is expected to be less than 1300 psi, so the rams will be tested to 1500 psi. The surface and intermediate casing strings will be pressure tested to 1500 psi in conjunction with the BOP test before drilling out cement. The drum brakes will be inspected and tested each tour. All tests, inspections and SPR's will be recorded in the tour book as to time and results.

III. MATERIALS

A. CASING PROGRAM:

CASING TYPE	HOLE SIZE	DEPTH (MD)	CASING SIZE	WT. & GRADE
Surface	12-1/4"	+/- 250'	9-5/8"	36# K-55
Intermediate	8-3/4"	+/- 4313'	7"	20# K-55
Prod. Liner	6-1/4"	+/- 4213'-6413'	4-1/2"	10.5# K-55

B. FLOAT EQUIPMENT:

- 1. <u>SURFACE CASING:</u> 9-5/8" notched regular pattern guide shoe. Run (1) standard centralizer on each of the bottom (3) joints of Surface Casing.
- 2. <u>INTERMEDIATE CASING:</u> 7" cement nose guide shoe with a self-fill insert float. Place float collar one joint above the shoe. Install one Turbulent centralizer on each of the bottom (3) joints and one standard centralizer every (4) joints to the surface casing. Total centralizers = (26) regular and (3) turbulent.
- 3. <u>PRODUCTION CASING:</u> 4-1/2" whirler type cement nose guide shoe with a latch collar on top of 20" bottom joint. Place marker joint above 5630'. Place one positive standoff turbolizer every other joint. Total turbolizers is 34.

C. <u>CEMENTING:</u>

(Note: Volumes may be adjusted onsite due to actual conditions)

- 1. <u>SURFACE</u>: Slurry: <u>150sx</u> (205 cu.ft.) of "Type III" + 2% CaCl₂ + ½ # of cello-flake/sk (Yield = 1.39 cu.ft./sk, Weight = 14.5 #/gal.). The 100% excess should circulate cement to the surface. WOC 12 hours. Test csg to 1500psi.
- INTERMEDIATE: Lead 490 sx (1019) cu.ft.) of "Type III" 65/35 poz with 8% gel, 1% CaCl₂ and 1/4# cello-flake/sk (Yield = 2.09 cu.ft./sk, Weight = 12.1 #/gal.). Tail 100 sx (139cu.ft.) of "Type III" with 1/4# cello-flake/sk, and 1% CaCl₂ (Yield = 1.4 cu.ft./sk, Weight = 14.5#/gal.). Use 100% excess in Lead Slurry to circulate to surface. No excess in Tail Slurry. Total volume = 1158 cu.ft. Bump Plug to 1,500 psi. Notify engineering if cement is not circulated to surface.
- 3. PRODUCTION LINER: 10 bbl Gelled Water space. Lead: 50sx (130ft³) of Premium Light HS + 1% FL-52 + .2% CD-32, 0.1% R-3, 3 #/sk CSE, ¼ #/sk cello flake. (Yield = 2.59 cu.ft./sk, Weight = 11.6 #/gal.). Tail: 80 sx (160 ft³) of Premium Light HS + 1% FL-52 + .2% CD-32, 0.1% R-3, 3 #/sk CSE, ¼ #/sk cello flake and 4% Phenoseal. (Yield = 2.15 ft³/sk, Weight = 12.3 #/gal.). Displace cement at a minimum of 8 BPM. The 20% excess in lead and tail should cover 100 ft into intermediate casing. Total volume 290ft³. WOC 12 hours

Jicarilla 93 #2C Operations Plan Page #3

IV COMPLETION

A. CBL

1. Run Cement Bond Log across all intervals to be perforated and find Top of Cement behind all casing strings if cement is not circulated to surface.

B. PRESSURE TEST

1. Pressure test 7" & 4-1/2" casing to 3300# for 15 minutes.

C. STIMULATION

- 1. Perforate the Point Lookout as determined from the open hole logs.
- 2. Stimulate with approximately 80,000# of 20/40 sand in slick water.
- 3. Isolate Point Lookout with a CIBP.
- 4. Perforate the Menefee/Cliff House as determined from the open hole logs.
- 5. Stimulate with approximately 80,000# of 20/40 sand in slick water.
- 6. Test each zone before removing bridge plugs.

D. RUNNING TUBING

1. <u>Mesa Verde</u>: Run 2-3/8", 4.7#, J-55, EUE tubing with a SN (1.91" ID) on top of bottom joint. Land tubing approximately 25' above the bottom Point Lookout perforation.

Gary Sizemore

Sr. Drilling Engineer

Williams Production Company, LLC Well Control Equipment Schematic for 2M Service

Attachment to Drilling Technical Program

Typical BOP setup

