

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. Type of Work DRILL	5. Lease Number NMSF-078200-A Unit Reporting Number	
1b. Type of Well GAS	6. If Indian, All. or Tribe	
2. Operator <b>BURLINGTON RESOURCES</b> Oil & Gas Company	7. Unit Agreement Name	
3. Address & Phone No. of Operator PO Box 4289, Farmington, NM 87499 (505) 326-9700	8. Farm or Lease Name Grambling C 9. Well Number 3B	
4. Location of Well 1800' FSL, 660' FEL	10. Field, Pool, Wildcat Blanco MV/Basin DK	
Latitude 36° 49.4498'N, Longitude 107° 49.7318'W		
11. Sec., Twn, Rge, Mer. (NMPM) I Sec 12, T-30-N, R-10-W API # 30-045- 33131		
14. Distance in Miles from Nearest Town Aztec 15 miles	12. County San Juan	13. State NM
15. Distance from Proposed Location to Nearest Property or Lease Line 660'	17. Acres Assigned to Well 296 E/A	
16. Acres in Lease	17. Acres Assigned to Well	
18. Distance from Proposed Location to Nearest Well, Drlg, Compl, or Applied for on this Lease 475' PC	20. Rotary or Cable Tools Rotary	
19. Proposed Depth 7567'	20. Rotary or Cable Tools	
21. Elevations (DF, FT, GR, Etc.) 6287' GR	22. Approx. Date Work will Start	
23. Proposed Casing and Cementing Program See Operations Plan attached		
24. Authorized by: <u>Frances Sand</u> Regulatory Specialist	<u>5-12-05</u> Date	

PERMIT NO.

APPROVAL DATE

APPROVED BY

TITLE

DATE

Archaeological Report Attached

Threatened and Endangered Species Report Attached

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.

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

NMOC

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

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

State of New Mexico  
Energy, Minerals & Natural Resources Department

Form C-10  
Revised February 21, 199

Instructions on bac  
Submit to Appropriate District Office  
State Lease - 4 Copie  
Fee Lease - 3 Copie

OIL CONSERVATION DIVISION  
PO Box 2088  
Santa Fe, NM 87504-2088  
2005 JUN 1 PM 12 06

☐ AMENDED REPORT

RECEIVED  
WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number 30-045 33131	*Pool Code 72319/71599	*Pool Name Blanco Mesaverde/Basin Dakota
*Property Code 7056	*Property Name GRAMBLING C	*Well Number 3B
*GRID No. 14538	*Operator Name BURLINGTON RESOURCES OIL & GAS COMPANY, LP	*Elevation 6287

<sup>10</sup> Surface Location

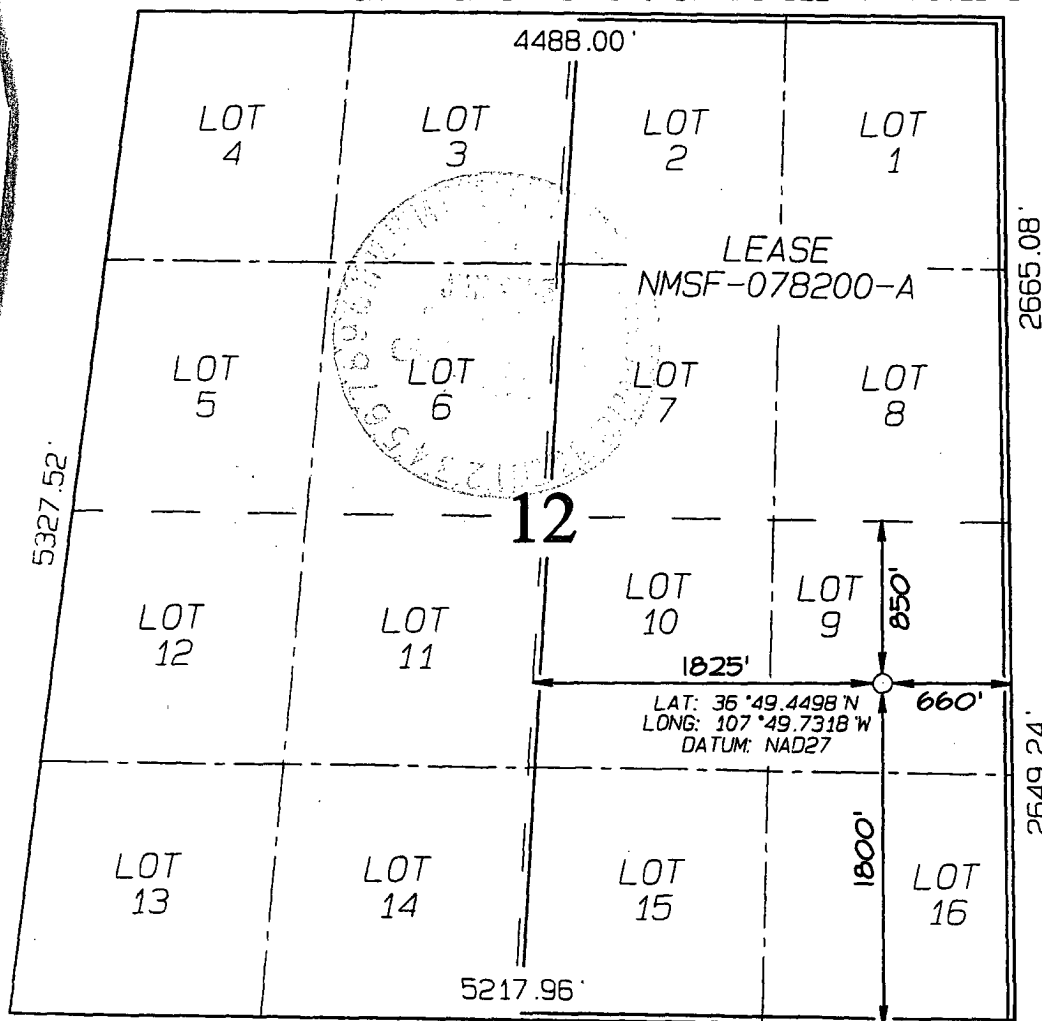
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
I	12	30N	10W		1800	SOUTH	660	EAST	SAN JUAN

<sup>11</sup> 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

<sup>12</sup> Dedicated Acres MV/DK 296 E/2	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.
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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

*Frances Bond*

Signature

Printed Name

Regulatory Specialist

Title

3-29-05

Date

<sup>18</sup> SURVEYOR CERTIFICATION

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

Date of Survey: MARCH 7, 2005

Signature and Seal of Professional Surveyor



*Jason C. Edwards*

Certificate Number 15269

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

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

**OIL CONSERVATION DIVISION**

1220 South St. Francis Dr.

Santa Fe, NM 87505

**SUNDRY NOTICES AND REPORTS ON WELLS**  
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:  
Oil Well ☐ Gas Well ☒ Other

2. Name of Operator  
BURLINGTON RESOURCES OIL & GAS COMPANY LP

3. Address of Operator  
3401 E. 30TH STREET, FARMINGTON, NM 87402

4. Well Location  
Unit Letter I : 1800 feet from the South line and 660 feet from the East line  
Section 12 Township 30N Range 10W NMPM County San Juan

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type New Drill Depth to Groundwater <100' Distance from nearest fresh water well <1000' Distance from nearest surface water <1000'  
Pit Liner Thickness: 12 mil Below-Grade Tank: Volume bbls; Construction Material

**12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data**

**NOTICE OF INTENTION TO:**

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: New Drill ☒

**SUBSEQUENT REPORT OF:**

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

**Workover, Lined:**

Burlington Resources proposes to construct a workover pit. Based on Burlington's interpretation of the Ecosphere's risk ranking criteria, the workover pit will be a lined pit as detailed in Burlington's Revised Drilling / Workover Pit Construction / Operation Procedures dated November 11, 2004 on file at the NMOCD office. Burlington Resources anticipates closing the pit according to the Drilling / Workover Pit Closure Procedure dated August 2, 2004 on file at the NMOCD office.

On this workover, a vent/flare pit may be the only pit that will be required. Under this circumstance, a portion of this vent/flare pit will be designed to manage fluids, and that portion will be lined, as per the risk ranking criteria.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☒, or an (attached) alternative OCD-approved plan ☐.

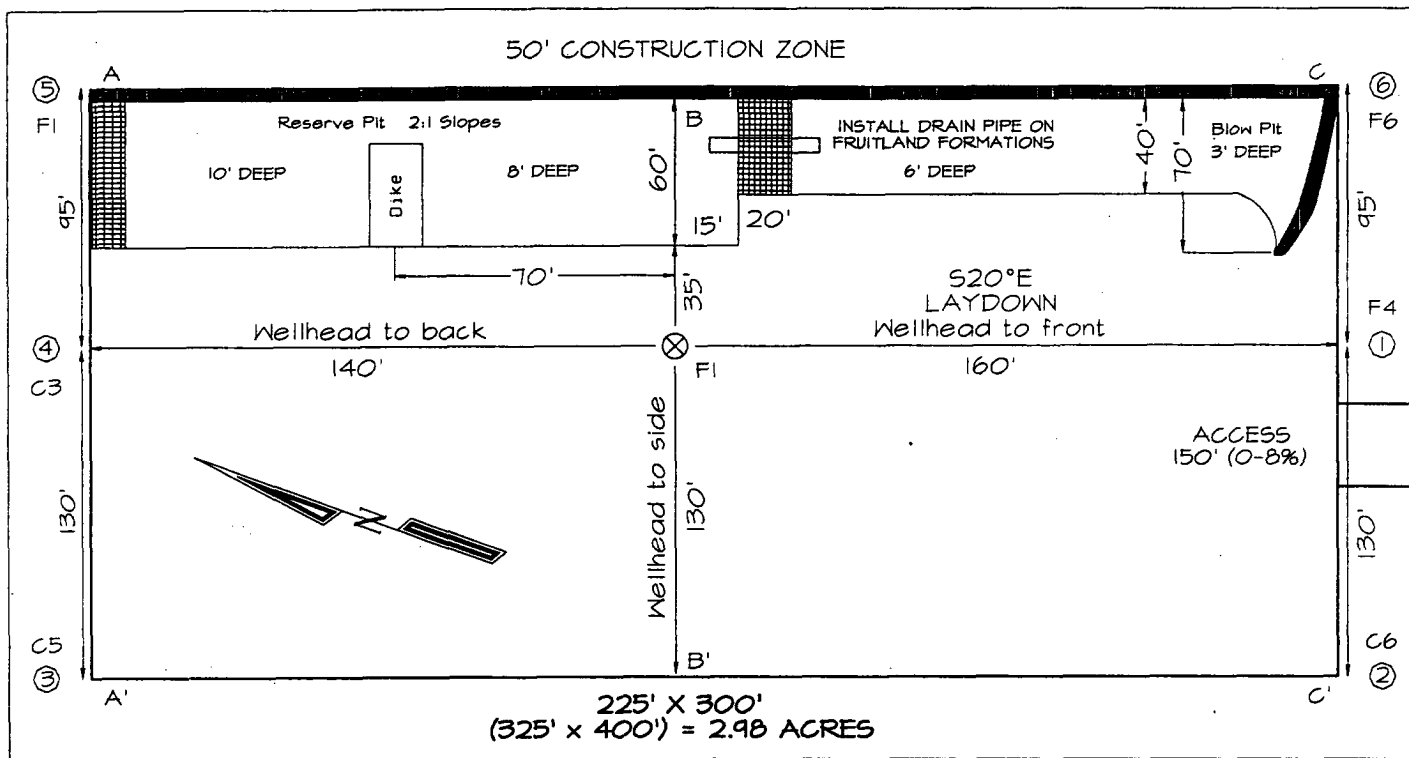
SIGNATURE Frances Bond TITLE Regulatory Specialist DATE 04/05/2005

Type or print name Frances Bond E-mail address: fbond@br-inc.com Telephone No. 505-326-9847  
**For State Use Only**

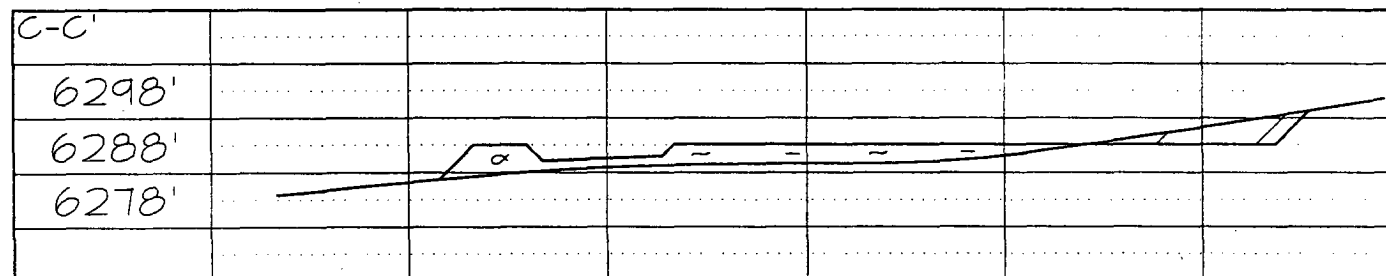
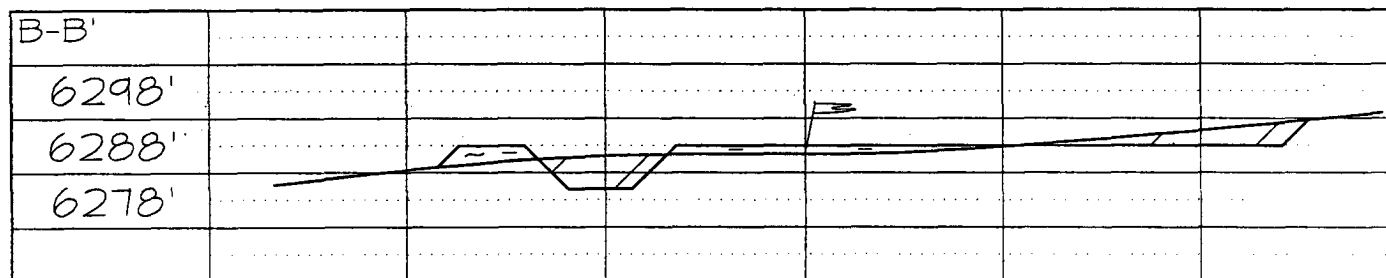
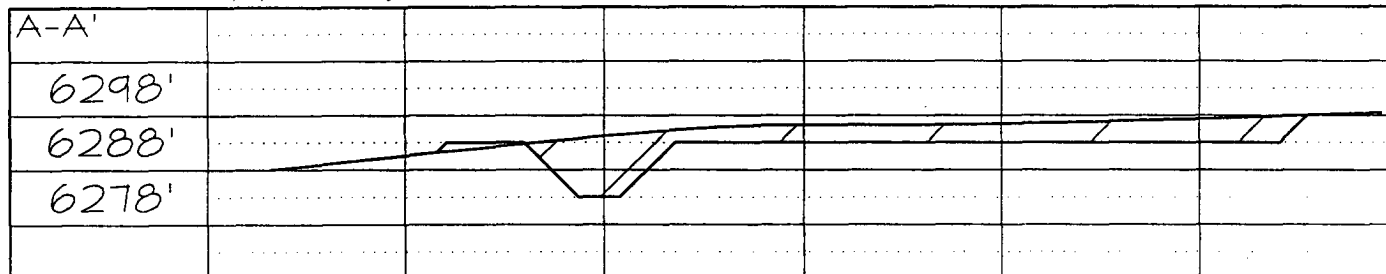
APPROVED BY [Signature] TITLE DEPUTY OIL & GAS INSPECTOR, DIST. 88 DATE JUN 17 2005  
Conditions of Approval (if any):

**BURLINGTON RESOURCES OIL & GAS COMPANY, LP**  
**GRAMBLING C #3B, 1800' FSL & 660' FEL**  
**SECTION 12, T30N, R10W, NMPM, SAN JUAN COUNTY, NM**  
**GROUND ELEVATION: 6287' DATE: MARCH 7, 2005**

**LATITUDE: 36°49'27"**  
**LONGITUDE: 107°49'44"**  
 DATUM: NAD1927



Reserve Pit Dike: to be 8' above Deep side (overflow - 3' wide and 1' above shallow side).  
 Blow Pit: overflow pipe halfway between top and bottom and to extend over plastic liner and into blow pit.



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

## OPERATIONS PLAN

Well Name: GRAMBLING C 3B  
Location: 1800' FSL & 660' FEL, Section Sec 12 T30N R10W  
San Juan County, New Mexico  
Formation: Blanco Mesaverde/Basin Dakota  
Elevation: 6287' GL

<u>Formation Tops:</u>	<u>Top</u>	<u>Bottom</u>	<u>Contents</u>
Surface	San Jose	1711'	
Ojo Alamo	1711'	1799'	aquifer
Kirtland	1799'	2769'	gas
Fruitland	2769'	2979'	gas
Pictured Cliffs	2979'	3124'	gas
Lewis	3124'	3704'	
Huerfanito Bentonite	3704'		
Chacra	4014'	4704'	gas
Massive Cliff House	4704'	4784'	gas
Menefee	4784'	5231'	gas
Massive Point Lookout	5231'	5579'	gas
Mancos Shale	5579'	6512'	
Gallup	6512'	7256'	gas
Greenhorn	7256'	7305'	gas
Graneros	7305'	7348'	gas
Two Wells	7348'	7452'	gas
Paguate	7452'	7489'	gas
Cubero	7489'	7567'	gas
Total Depth:	7567'		gas

### Logging Program:

#### Mud Logs/Coring/DST

Mud logs - none  
Coring - none  
DST - none  
Open hole - none  
Cased hole - **Gamma Ray, CCL, CBL – surface to TD**

### Mud Program:

<u>Interval</u>	<u>Type</u>	<u>Weight</u>	<u>Vis.</u>	<u>Fluid Loss</u>
0 - 120'	Spud MUD/Air/Air Mist	8.4 - 9.0	40 - 50	no control
120 - 3224'	LSND	8.4 - 9.0	30 - 60	no control
3224 - 7567'	Air/Air Mist/Nitrogen	n/a	n/a	n/a

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

<u>Hole Size</u>	<u>Depth Interval</u>	<u>Csg.Size</u>	<u>Wt.</u>	<u>Grade</u>
12 1/4"	0' - <del>120'</del> 200'	9 5/8"	32.3#	H-40
8 3/4"	0' - 3224'	7"	20#	J-55
6 1/4"	0' - 7567'	4 1/2"	10.5#	J-55

Tubing Program:

<u>Depth Interval</u>	<u>Csg.Size</u>	<u>Wt.</u>	<u>Grade</u>
0' - 7567'	2 3/8"	4.7#	J-55

BOP Specifications, Wellhead and Tests:

Surface to Intermediate TD -

11" 2000 psi minimum double gate BOP stack (Reference Figure #1). After nipple-up prior to drilling out surface casing, rams and casing will be tested to 600 psi for 30 minutes.

Intermediate TD to Total Depth -

11" 2000 psi minimum double gate BOP stack (Reference Figure #1). After nipple-up prior to drilling out intermediate casing, rams and casing will be tested to 1500 psi for 30 minutes.

Surface to Total Depth -

2" nominal, 2000 psi minimum choke manifold (Reference Figure #3).

Completion Operations -

7 1/16" 2000 psi double gate BOP stack (Reference Figure #2). After nipple-up prior to completion, pipe rams, casing and liner top will be tested to 2000 psi for 15 minutes.

Wellhead -

9 5/8" x 7" x 4 1/2" x 2 3/8" x 2000 psi tree assembly.

General -

- Pipe rams will be actuated once each day and blind rams will be actuated once each trip to test proper functioning.
- An upper kelly cock valve with handle available and drill string valves to fit each drill string will be available on the rig floors at all times.
- BOP pit level drill will be conducted weekly for each drill crew.
- All BOP tests & drills will be recorded in daily drilling reports.
- Blind and pipe rams will be equipped with extension hand wheels.

Cementing:

9 5/8" surface casing -

**Pre-Set Drilled** - Cement with 23 sx Type I, II cement with 20% flyash mixed at 14.5 ppg, 1.61 cu ft per sack yield. (38 cu ft of slurry, bring cement to surface) Wait on cement for 24 hours for pre-set holes before pressure testing or drilling out from under surface.

**Conventionally Drilled** - Cement with 88 sx Type III cement with 0.25 pps Celloflake, 2% CaCl. (113 cu ft of slurry, 200% excess, bring cement to surface) Wait on cement for 8 hrs for conventionally set holes before pressure testing or drilling out from under surface. Wait on cement appropriate time until cement achieves 250 psi compressive strength at 60 degrees F. prior to nipple up of BOPE. Wait on cement for 8 hrs for conventionally set holes before pressure testing or drilling out from under surface. Test casing to 600 psi for 30 minutes.

Saw tooth guide shoe on bottom. Bowspring centralizers will be run in accordance with Onshore Order #2.

7" intermediate casing -

Lead with 283 sacks Premium Lite cement with 3% calcium chloride, 0.25 pps Celloflake, 5 pps LCM-1, 0.4% fluid loss, 0.4% sodium metasilicate. Tail w/90 sacks Type III cmt w/1% calcium chloride, 0.25 pps Celloflake, 0.2% fluid loss (727 cu ft 50% excess to circulate to surface). WOC minimum of 8 hours before drilling out intermediate casing. If cement does not circulate to surface, a CBL or a temperature survey will be run to determine TOC. Test casing to 1500 psi for 30 minutes.

Cement nose guide shoe on bottom with float collar spaced on top of shoe joint. Bowspring centralizers spaced every other joint off bottom, to the base of the Ojo Alamo @ 1799'. Two turbolating centralizers at the base of the Ojo Alamo 1799'. Bowspring centralizers spaced every fourth joint from the base of the Ojo Alamo to the base of the surface casing.

4 1/2" Production Casing -

Pump 299 sxs Premium Lite HS FM w/0.25 pps celloflake, 0.3% CD-32, 6.25 pps LCM-1, 1% fluid loss, 6% gel, 7 pps CSE (593 cu.ft., 30% excess to achieve 100' overlap in 4-1/2" x 7" annulus). WOC a minimum of 18 hrs prior to completing.

Cementing: Continued

Cement float collar stacked on top of float shoe.

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

Cement nose guide shoe on bottom with float collar spaced on top of shoe joint. The liner hanger will have a rubber packoff.

- If hole conditions permit, an adequate water spacer will be pumped ahead of each cement job to prevent cement/ mud contamination or cement hydration.

Special Drilling Operations (Air/Mist Drilling):

The following equipment will be operational while air/mist drilling:

- An anchored blooie line will be utilized to discharge all cuttings and circulating medium to the blow pit a minimum of 100' from the wellhead.
- The blooie line will be equipped with an automatic igniter or pilot light.
- Compressors will be located a minimum of 100' from the wellhead in the opposite direction from the blooie line.
- Engines will have spark arresters or water cooled exhaust.
- The rotating head will be properly lubricated and maintained.
- A float valve will be utilized above the bit.
- Mud circulating equipment, water, and mud materials will be sufficient to maintain control of the well.

Additional Information:

- The Mesa Verde and Dakota formations will be completed and commingled.
- No abnormal temperatures or hazards are anticipated.
- Anticipated pore pressures are as follows:

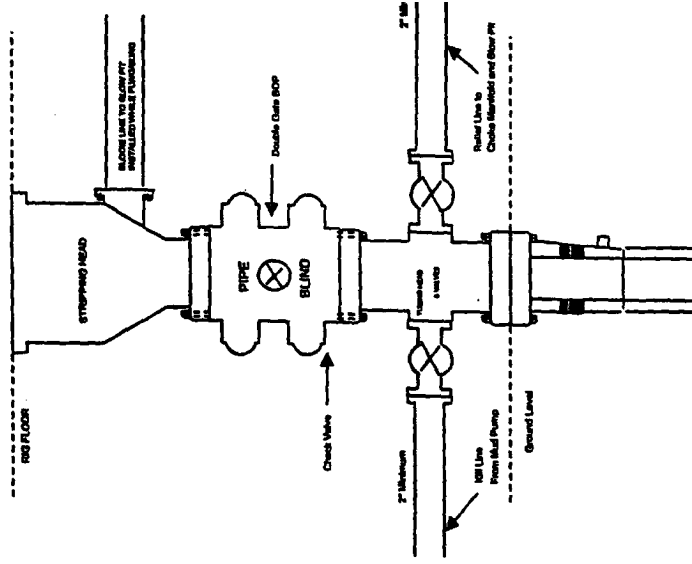
Fruitland Coal	300 psi
Pictured Cliffs	600 psi
Mesa Verde	700 psi
Dakota	2000 psi
- Sufficient LCM will be added to the mud system to maintain well control, if lost circulation is encountered below the top of the Pictured Cliffs.
- The East half of Section 12 is dedicated to the Mesa Verde and Dakota.
- This gas is dedicated.

  
Drilling Engineer

5-13-05  
Date



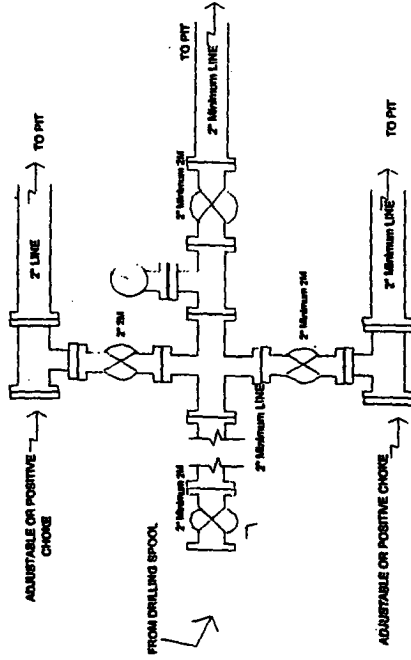
Completion/Workover Rig  
BOP Configuration  
2,000 psi System



Minimum BOP Installation for all Completion/Workover Operations. 7-1/16" bore, 2000 psi minimum working pressure double gate BOP to be equipped with blind and pipe rams. A stripping head to be installed on the top of the BOP. All BOP equipment is 2000 psi working pressure or greater excluding 500 psi stripping head.

Figure #2

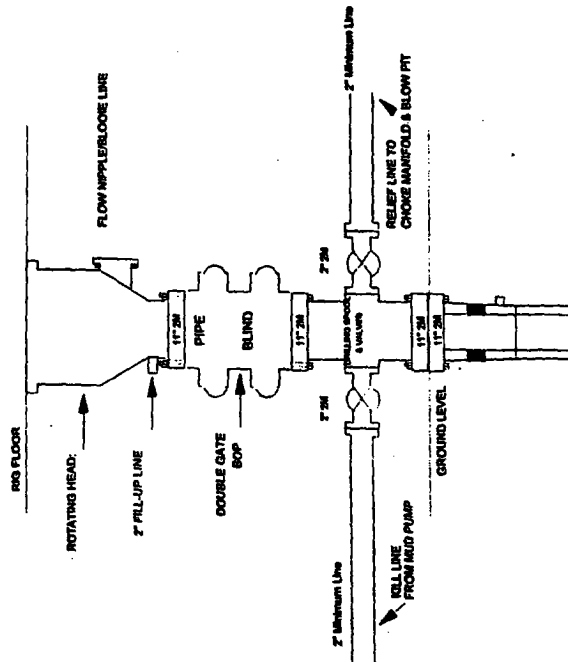
Drilling Rig  
Choke Manifold Configuration  
2000 psi System



Choke manifold installation from Surface Casing Point to Total Depth. 2,000psi working pressure equipment with two chokes.

Figure #3

Drilling Rig  
2000 psi System



BOP Installation from Surface Casing Point to Total Depth. 11" Bore 10" Nominal, 2000 psi working pressure double gate BOP to be equipped with blind rams and pipe rams. A 500 psi rotating head on top of ram preventers. All BOP equipment is 2,000 psi working pressure

Figure #1