Form 3160-3 (August 1999) DEC 2005 UNIFIED STATES DEPARTMENT OF THE INT BUREAU OF LAND MANAGA APPLICATION FOR PERMIT TO DRILL	EMENT 070 FARMINGTON	5. Lease Serial I NO- 6. If Indian, Alle	G-0101-1432	2	
·			ajo Allotted Agreement, Name a		
la TYPE OF WORK DRILL	REENTER				
b. TYPE OF WELL COIL X GAS WELL COTHER C	SINGLE ZONE MULTIPLE ZONE	8. Lease Name of Juniper V	and Well No. West Com 1:	3 #44	
2. Name of Operator Coleman Oil & Gas, Inc.		9. API Well No	14-3295		
	b. Phone No. (include area code)	10. Field and Poo	ol, or Exploratory		
P.O. Drawer 3337, Farmington N.M. 87499	(505) 327-0356		sin Fruitland		
Location of well (Report location clearly and In accordance with any State At surface 1050' FSL, 750' FEL Latitude 36° 18 At proposed prod. zone	·		M. or Blk. And Surve	•	
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OF	R POST OFFICE*	12. County or Pa	rish 1	3. State	
South East of Farmington New Mexico on Count	y RD. 7610 approximately 50 mile	s. San	Juan	NM	
15. Distance from proposed* location to nearest property or lease line, ft. 750'	16. No. of Acres in lease	 Spacing Unit dedicated 	d to this well 320 ACRES	E/2	
(Also to nearest drlg unit line, if any) 18. Distance from proposed location*	19. Proposed Depth	20. BLM/ BIA Bond No.	on file		
to nearest well, drilling, completed, applied for, on this lease, ft. NA	1245'	BIA Blan	nket Bond #0	8510607	
21. ELEVATIONS (Show whether DF. RT, GR, etc.)	22. Aproximate date work will start*	23. Estimat			
6501'	April-05 24. Attachments		2 W	/eeks	
The following, completed in accordance with the requirements of Ons		ed to this form:		· · · · · · · · · · · · · · · · · · ·	
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). 	4. Bond to cover the operation item 20 above). 5. Operator certification. 6. Such other site specific info authorized officer.	s unless covered by existing	ay be required by the	a	
25. Signature	Name (Printed/Typed) — Michael T. Hanso	•	DATE 5-M	[ar-05	
Title Operations Engineer	Michael T. Hanso.		J=1V)	tal-VJ	
	Name (Printed/ Typed)		DATE 12	2/05	
Title Actine AM Office					
Application approval does not warrant or certify that the applicant holds legal or operations thereon. Conditions of approval, if any, are attached.	equitable title to those rights in the subject lease w	nich would entitle the appli	cant to conduct		
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime States any false, fictitious or fraudulent statements or representations as to any n	for any person knowingly and willfully to make to natter within its jurisdiction.	any department or agency o	f the United		

*See Instructions On Reverse Side

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

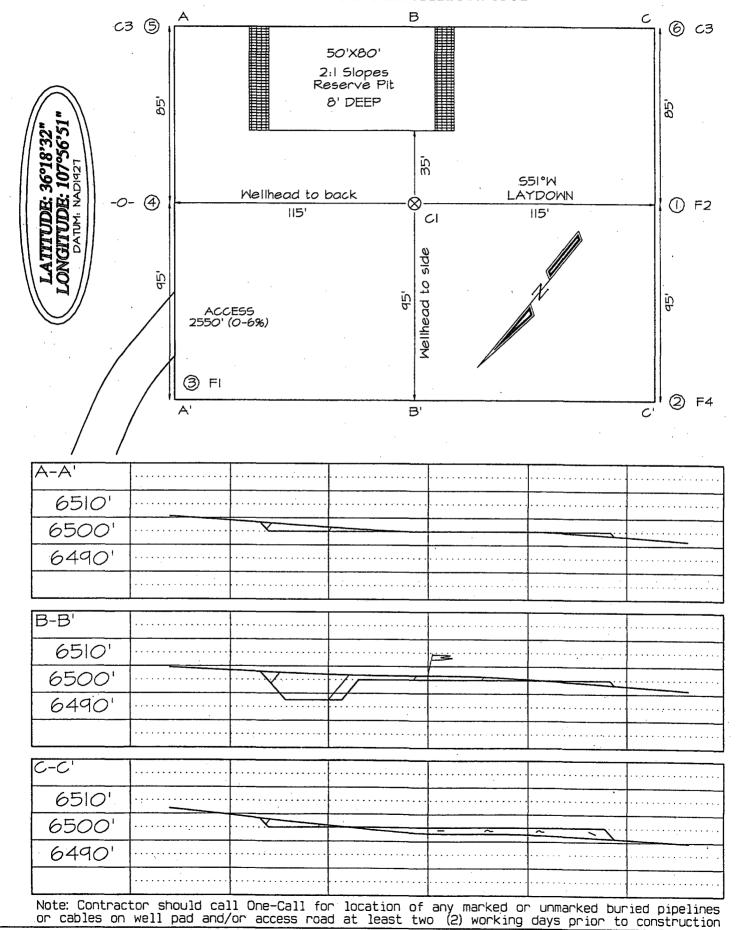
OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

Form C-102
Revised February 21, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

___ AMENDED REPORT

· ·			WELL	LOCATI	ION AND A	CREAGE DED	ICAT	ION PL	AT		,
1	PI Number		-	*Pool Coo 71629	1	Pool Name BASIN FRUITLAND COAL					
'Property 3529	Code				*Property	*Property Name *Well Number PER WEST COM 13 44					
'0GRID 1	1			CO	Operator LEMAN OIL	Name & GAS, INC.				°E	Elevation 5501
					¹⁰ Surface	Location					
UL or lot no.	Section 13	Township 24N	Range 11W	Lot Idn	Feet from the	North/South line SOUTH		t from the 750	East/We	st line ST	SAN JUAN
		11 B	ottom	Hole L	ocation I	f Different	Fro	m Surf	ace		
UL or lat no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Fee	t from the	East/We	est line	County
¹² Dedicated Acres		00 Acre	s - (E	[/2)	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order	No.			
NO ALLOW	VABLE W	ILL BE A OR A	ASSIGNE NON-ST	D TO TH	IS COMPLETI UNIT HAS BE	ON UNTIL ALL EEN APPROVED	INTE BY T	RESTS H	IAVE BE SION	EN CON	NSOLIDATED
40.				269.44			2624.16	I hereby contained to the state of the state	certify d herein pest of my Market Name	that the is true ar knowledge T. //	IFICATION information and complete le and belief ANSO IFICATION ell location ted from field by me or under
5273	28 FT 2 3	OTO FARMINGTON	5	5235.78		OGO!	<u>8</u> 2651.88°	Survey Signature	Date: and Seal	FEBRUA of Profes C. EDW MEXIC 5269	my belief. ARY 6, 2004 ssional Surveyor

COLEMAN OIL & GAS, INC. JUNIPER COM 13 #44 1050' FSL & 750' FEL, SECTION 13, T24N, R11W NMPM, SAN JUAN COUNTY, NEW MEXICO GROUND ELEVATION: 6501'



OPERATIONS PLAN

Well Name:

Juniper West Com 13 #44

Location:

1050' FSL, 750' FEL Section 13, T-24-N, R-11-W, NMPM

San Juan County, NM

Formation:

Basin Fruitland Coal

Elevation:

6501' GL

Formation:	Тор	Bottom	Contents
Nacimiento	Surface	260'	aquifer
Ojo Alamo	260'	370'	aquifer
Kirtland	370'	780'	
Fruitland	780'	1070'	gas
Pictured Cliffs	1070'	1245'	gas
Total Depth	1245'		

Drilling Contractor: Availability

Mud Program:

<u>Interval</u>	Type	<u>Weight</u>	<u>Vis.</u>	Fluid Loss
0' - 120'	Spud	8.4 - 9.0	40 - 50	no control
120' - 1245'	Non-dispersed	8.4 - 9.0	30 - 60	6cc or less

Logging Program:

Porosity Log - Triple Litho Density W/ GR and CAL.

Induction Log - Array Induction W/ GR and SP

Coring Program:

None

Casing Program:

Hole Size	Depth Interval	Csg. Size	Wt.	<u>Grade</u>
12 1/4"	0' - 120'	8 5/8"	24#	J-55 or K-55
7 7/8"	120' - 1245'	5 1/2"	15.5#	J-55 or K-55
Tubing Program:				
	0' - 1070'	2 7/8"	6.50#	J-55

Float Equipment:

8 5/8" surface casing - saw tooth guide shoe. One Centralizer.

5 1/2" production casing — Cement guide shoe and self fill insert float collar. Place float one joint above shoe. Five centralizers spaced every other joint above shoe and five centralizers every other joint from top of well.

Wellhead Equipment: 8 5/8" x 5 1/2" Braiden Head and 5 1/2" x 2 7/8" Tubing Head. Independent Well Head assembly with a minimum rated working pressure of 1000 psig.

Cementing:

8 5/8" Surface Casing -

Cement with 92 sacks Class "B" cement with 1/4# celloflake/sx and 2% calcium chloride (108.56 cu. ft. of slurry, 100% excess to circulate to surface). WOC 12 hrs. Test casing to 750 psi/30 minutes.

5 1/2" Production Casing -

Before cementing circulate hole with at least 1 1/2 hole volumes of mud. Precede cement with 20 bbls of fresh water. Lead with 118 sacks (307.98 cu. ft) of Class "G" with 3% D79 and 1/4# Per sack D29. (Yield = 2.61 cu. ft. /sack; slurry weight = 11.7 PPG). Tail with 90 sacks (113.4 cu. ft.) of Class "G" 50/50 POZ with 2% GEL D-20, 5# Per sack Gilsonite, .1% D46, 1% S-1 and 1/4# Per sack D29. (Yield = 1.26 cu. ft./sack; slurry weight = 13.5 PPG). Total cement volume is 421.38 cu. ft. (100% excess on open hole, calculated on cement volumes).

BOP and Tests:

Surface to Surface Total Depth - None

Surface TD to Total Depth – Annular or Double Ram Type 2000 psi (minimum) double gate BOP stack (Reference Figure #1, #2, #3). Prior to drilling out surface casing, test bird rame BOPE and casing to 750 psig for 30 minutes; all pipe rame and backs accombly to 750 psig for 45 rejectors.

From Surface TD to Total Depth - choke manifold (Reference Figure #3).

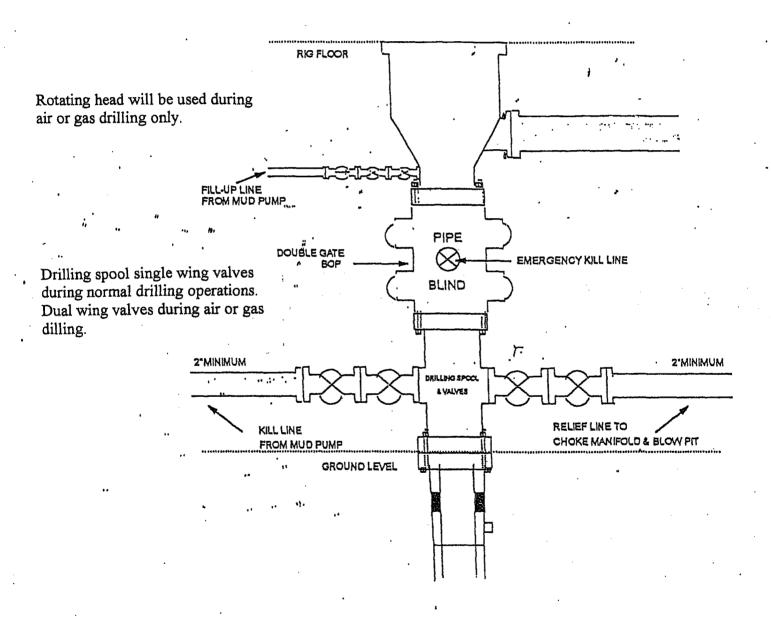
Pipe rams will be actuated at least once each day and blind rams actuated once each trip to test proper functioning. An upper kelly cock valve with handle and drill string safety valves to fit each drill string will be maintained and available on the rig floor.

Additional information:

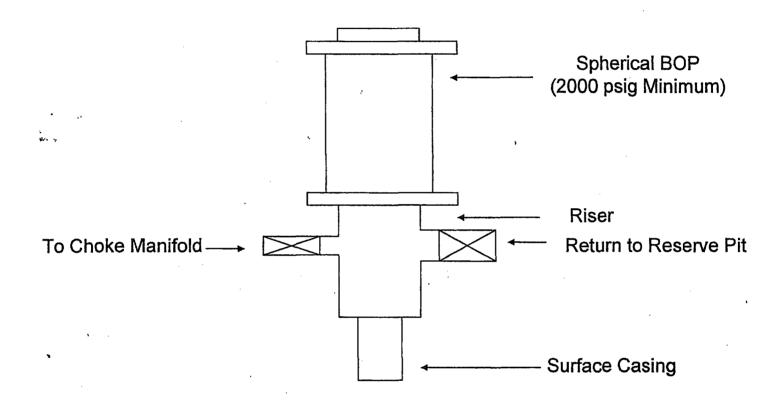
- The Fruitland Coal formation will be completed.
- Anticipated pore pressure for the Fruitland is 250 psi.
- New casing will be utilized.
- Pipe movement (either rotation or reciprocation) will be done if hole conditions permit.

Date: Much 5,2005 Drilling Engineer: Muhaliffars

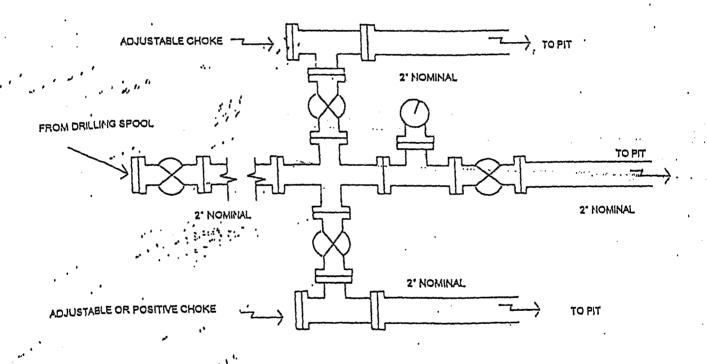
BOP Configuration 2M psi System



13 5/8" and 11" Bore, 2000psi minimum working pressure double gate BOP to be equipped with blind and pipe rams. A Schaffer Type 50 or equivalent rotating head to be installed on the top of the BOP. All equipment is 2000psi working pressure/ or greater.



Choke Manifold Configuration 2M System



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