DEC 2005 OL CONS. DIV. Form 3188-90 (August 1999)	2005 MAR	23 FM <u>11</u> 37	1	FORM APPROV OMB NO. 1004-0			
Alson and Control STATE	2		1	Expires: November 3			
(2/8 670) ((39)		RECEIVED	5.	Lease Serial No.			
DEPARTMENT OF THE	01017	INV Villate to the first					
BUREAU OF LAND MAN				NO-G-0101-14			
APPLICATION FOR PERMIT TO D	RILL OR R	EENTER	6.	If Indian, Allottee or Tribe Nan	ne		
				Navajo Allotte	ed		
			7.	If Unit or CA Agreement, Nam	e and No.		
1a. TYPE OF WORK DRILL	للسا	REENTER					
b. TYPE OF WELL OIL X GAS WELL OTHER	SINGLE	zone	E 8.	Lease Name and Well No. Juniper West Com	12 #32		
2. Name of Operator			9.				
Coleman Oil & Gas, Inc.				<i>30-045-3</i> 299	1		
3a. Address	3b. Phone No	o. (include area code)		. Field and Pool, or Exploratory	·		
P.O. Drawer 3337, Farmington N.M. 87499	1 (505) 327-0356	1	Basin Fruitland Coal			
4. Location of well (Report location clearly and In accordance with an			11	. Sec., T., R., M., or Blk. And St			
At surface 1955' FNL, 1890' FEL Latitude 36 At proposed prod. zone	5° 19' 46", L	ongitude 107° 57' 05"		G Section 12, T24	4N, R11W		
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TO	VN OR POST OFF	ICE*	12	. County or Parish	13. State		
				_	1		
South East of Farmington New Mexico on Co		No. of Acres in lease		San Juan g Unit dedicated to this well	NM		
location to nearest property or lease line, ft. 678'	10.	160	i Dpacing	320 ACRES	N/2		
(Also to nearest drlg unit line, if any) 18. Distance from proposed location*	10	Proposed Depth	20 PLM/	BIA Bond No. on file			
to nearest well, drilling, completed,	115.	1 toposca Dopat	20. ISLINI	BIA Bollu No. oli ille			
applied for, on this lease, ft. NA	ŀ	1445'		BIA Blanket Bond #	#08510607		
21. ELEVATIONS (Show whether DF. RT, GR, etc.)	22.	Aproximate date work will start*		23. Estimated Duration			
6637'		April-05		2	Weeks		
	24	Attachments					
The following, completed in accordance with the requirements of			had to this	£			
The following, completed in accordance with the requirements of	of Onshore Off an	d Gas Order No. 1 shah be adac	neu to trus	IOHII:			
1. Well plat certified by a registered surveyor.		4. Bond to cover the operation	ns unless cov	vered by existing bond on file(see			
2. A Drilling Plan.		item 20 above).					
3. A Surface Use Plan (if the location is on National Forest System Lands, the 5. Operator certification.							
SUPO shall be filed with the appropriate Forest Service Office).		 Such other site specific inf authorized officer. 	ormation and	i/ or plans as may be required by t	he a		
25. Signature	Name (Printe			DATE			
Michael T. Harr		Michael T. Hanso	n	1	-Mar-05		
Operations Engineer	· 			2			
Approved By (Signature)	Name (Print	ed/Typed)		DATE •			
Im lalale		· - · ·		1 12 10	701		
Title Athe AM	Office				· + · · · ·		
Application approval does not warrant or certify that the applicant holds le operations thereon. Conditions of approval, if any, are attached.	gal or equitable titl	e to those rights in the subject lease v	vhich would	entitle the applicant to conduct			

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

*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

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

Box 2088, 9	Santa Fe,	NM 87504-	2088							ليدسما		
			WELL	LOCAT	ION AND	AC	REAGE DEDI	CAT	ION PL	ΑT		
_	PI Numbe			*Pool Coo	1		5.6		Pool Nami			
	<u>5-3</u>	<i>2997</i>		71629				i N	FRUITLA	ND CO		
Property	Code 35			, .	°Prope JUNIPER W	-					*WE	ell Number 32
'OGRID N 4838				CO	*Opera LEMAN OI		Name & GAS, INC.				۶	levation 6637
	·	·· ·····		•	¹⁰ Surface	e L	_ocation					
UL or lot no.	Section 12	Township 24N	Range 11W	Lot Idn	Feet from the		North/South line NORTH	1	t from the	East/We		SAN JUA
		11 B	ottom	Hole L	ocation	If	Different	Fro	m Surf	ace		
UL or lot no.	Section	Township	Range	Lot Ion	Feet from the	e	North/South line	Fee	t from the	East/We	est line	County
Dedicated Acres	320	.0 Acres	s – (N,	/2)	13 Joint or Infil	11	¹⁴ Consolidation Code	¹⁵ Order	No.		•	
NO ALLOW	ABLE W	ILL BE A	SSIGNE NON-ST	D TO TH FANDARD	IS COMPLE UNIT HAS	TIC	N UNTIL ALL EN APPROVED	INTE BY T	HE DIVI	SION		
16	·			233.80	1455'	1		2632.74'	I hereby	certify d herein pest of my	that the	IFICATION Information of complete e and belief Anso Anso 2
5273.40	(C)			12-	O-	-	1890'		I hereby shown on notes of my superv and correct Date of	certify the this plat actual sur ision, and ct to the	was plote was plote veys made that the best of r	FICATION all location ted from field by me or under same is true my belief. CH 11, 2005 ssional Surveyor

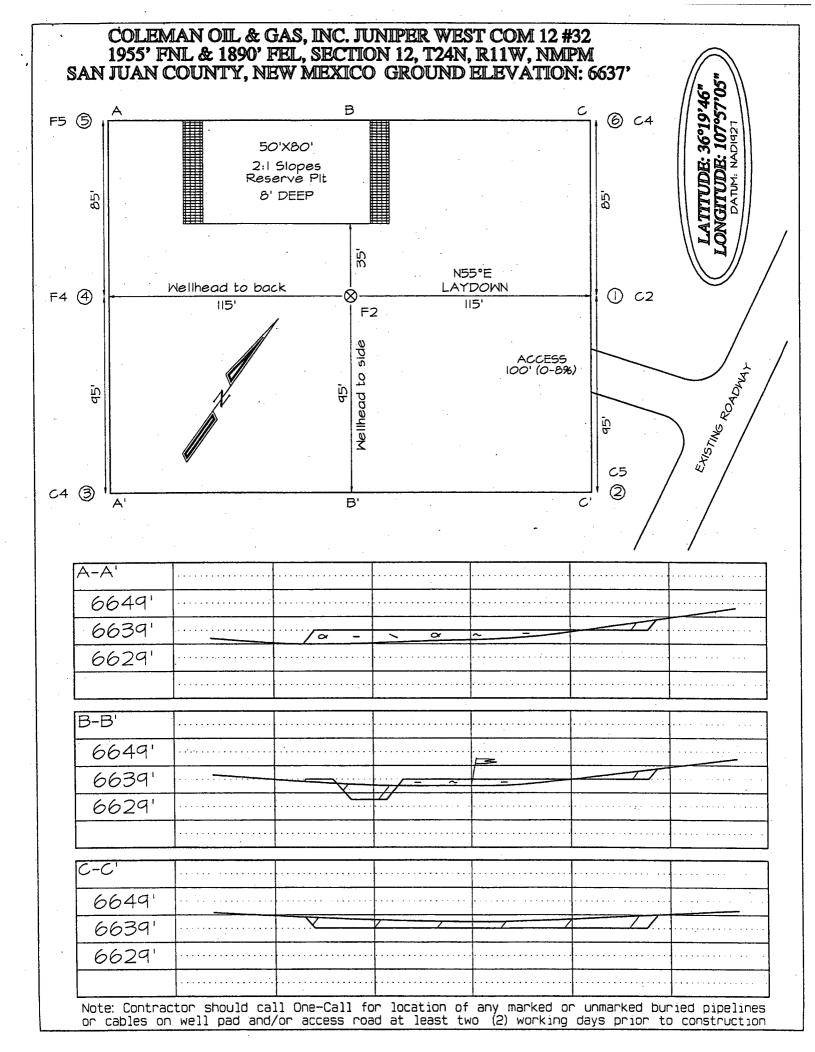
5269.44

PEGISITER PROFESSIONAL

15269

Certificate Number

2624.16



OPERATIONS PLAN

Well Name:

Juniper West Com 12 #32

Location:

1955' FNL, 1890' FEL Section 12, T-24-N, R-11-W, NMPM

San Juan County, NM

Formation:

Basin Fruitland Coal

Elevation:

6637' GL

Formation:	Тор	Bottom	Contents
Nacimiento	Surface	460'	aquifer
Ojo Alamo	460'	550'	aquifer
Kirtland	550'	980'	
Fruitland	980'	1270'	gas
Pictured Cliffs	1270'	1455'	gas
Total Depth	1455'		_

Drilling Contractor: Availability

Mud Program:

<u>Interval</u>	<u>Type</u>	<u>Weight</u>	<u>Vis.</u>	Fluid Loss
0' - 120'	Spud	8.4 - 9.0	40 - 50	no control
120' - 1455'	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	<u>Wt.</u>	<u>Grade</u>
12 1/4"	0' - 120'	8 5/8"	24#	J-55 or K-55
7 7/8"	120' - 1455'	5 1/2"	15.5#	J-55 or K-55
Tubing Program:				
	0' - 1270'	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 145 sacks (378.45 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 491.85 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 blind rams and casing to 750 psig for 30 minutes; all pipe rams and choke assembly to 750 psig for 15 minutes each.

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

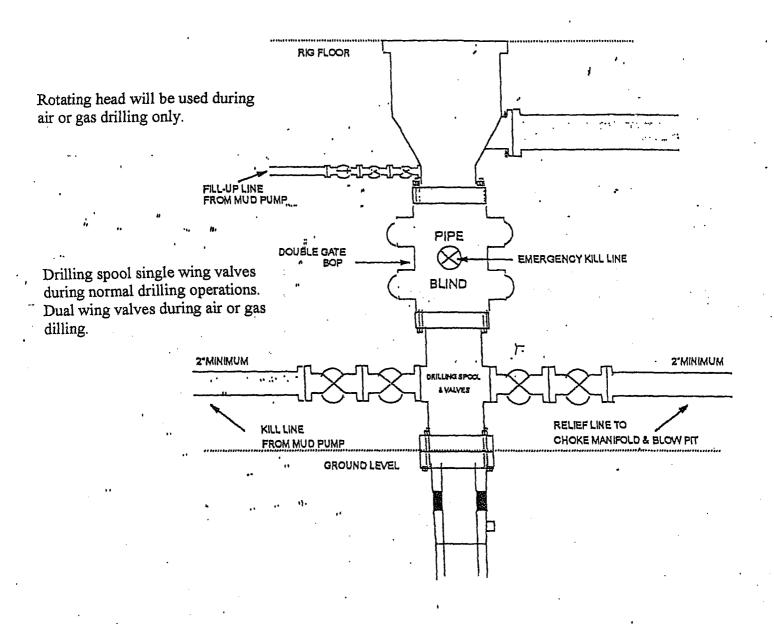
Pipe rams will be actuated at least once each day and blind rams actuated once each trip to test proper functioning. An upper kelly cock valve with handle and drill string safety valves to fit each drill string will be maintained and available on the rig floor.

Additional information:

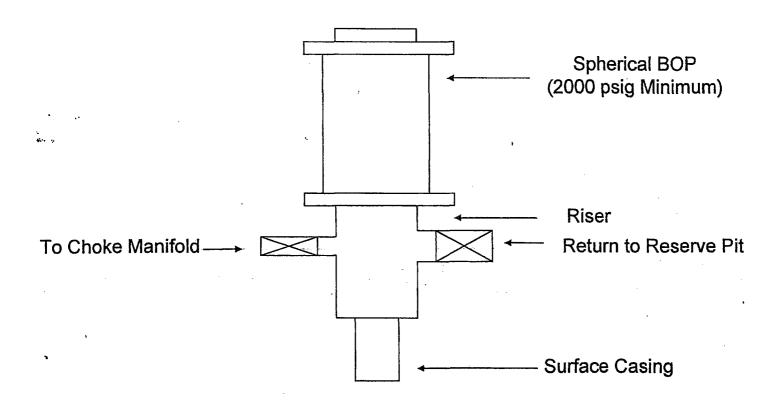
- The Fruitland Coal formation will be completed.
- Anticipated pore pressure for the Fruitland is 250 psi.
- New casing will be utilized.
- Pipe movement (either rotation or reciprocation) will be done if hole conditions permit.

Date: 3/24/05 Drilling Engineer: Mchael T. Jans

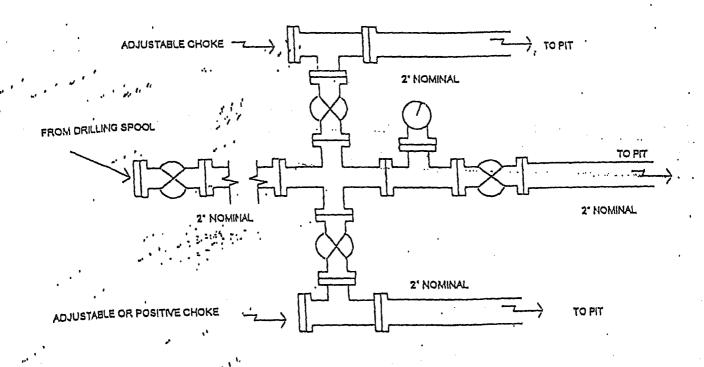
BOP Configuration 2M psi System



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.