Form 3160-3 (August 1999)

# UNITED STATES DEPARTMENT OF THE INTERIOR RURFALLOF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0136 Expires: November 30, 200

| BUREAU OF LAND MANAGEME  | Exp   | Expires: November 30, 2000 |                                  |  |
|--|---|----------------------------|----------------------------------|--|
| APPLICATION FOR PERMIT TO DRILL O  | 5. Lease Serial   | 5. Lease Serial No.        |                                  |  |
| la. Type of Work X DRILL REENTER   | 6. If Indian, A   | llotee or Tribe Name       |                                  |  |
| II. T CW-II  | Jicaril   | la Apache                  |                                  |  |
| 1b. Type of Well Oil Well X Gas Well Other   | Single Zone Multiple Zone   |                            | Agreement Name and No. 39-29 297 |  |
| 2. Name of Operator Energen Resources Corporation  |   | 8. Lease Name              |                                  |  |
| 3a. Address  | 3b. Phone No. (include area co  | Jicaril  9. API Well No    |                                  |  |
| 2198 Bloomfield Highway Farmington, New Mexico 87  | <u>(505)325-6800</u>  | J. All I Well IV           | u.                               |  |
| 4. Location of Well (Report location clearly and in accordance with any State At surface 1800' FNL. 2120' FEL  | e equirements)*   | Blanco I                   | ool, or Exploratory<br>Mesaverde |  |
| At proposed prod. zone   |   | A                          | , M., or Blk. and Survey or Are  |  |
| 14. Distance in miles and direction from nearest town or post office*  |   | 12. County or P            |                                  |  |
| 12 miles northwest of Lindrit  | h. New Mexico   | Rio Arriba                 |                                  |  |
| 15. Distance from proposed*  | 16. No. of Acres in lease   | 17. Spacing Unit dedic     |                                  |  |
| location to nearest property or lease line, ft.  (Also to nearest drg. unit line, if any)  | 2508.2  | 3:                         | 20 E/2                           |  |
| 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.  1300  | 6272'   |                            |                                  |  |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.   | 22. Approximate date work will star                                   | t* 23. Estima              | ted duration                     |  |
| 7006'  | 10/04   |                            | 10 days                          |  |
|  | . Attachments   | <u>-</u> <u>-</u> -        |                                  |  |
| The filter and the first state of the filter and th | -1.C O. 1. N. 1. d. 111   | 14- 41:- 6                 |                                  |  |
| The following, completed in accordance with the requirements of Onshore Oil a  | ind Gas Order No. 1, shall be attached                                | to this form:              |                                  |  |
| <ol> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan</li> <li>A Surface Use Plan (if the location is on National Forest System Lands, the<br/>SUPO shall be filed with the appropriate Forest Service Office).</li> </ol>   |   | ·                          | an existing bond on file (see    |  |
|  |   |                            |                                  |  |
| ( A )  | ame (Printed/Typed)   |                            | Date                             |  |
| Title Tollows  | Ooug Thomas   |                            | 12/19/03                         |  |
| Drilling & Completion Foreman  |   |                            |                                  |  |
| Approved by (Signature)  | ame (Printed/Typed)   |                            | Date //8/16                      |  |
| Title 154  | office  | <del></del>                | 17,700                           |  |
| Application approval does not warrant or certify that the applicant holds legal  | l or equitable title to those rights in                               | the subject lease which    | n would entitle the applicant to |  |
| conduct operations thereon. Conditions of approval, if any, are attached.  |   | -                          | 200                              |  |
| 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  | e for any person knowlingly and willfumatter within its jurisdiction. | lly to make to any dep     | artment or agency of the United  |  |
| *(Instructions on Reverse).  | 7   | <del></del>                |                                  |  |
| HOLD C194 FOR 1/ 5   | L TIMES   |                            | <b>F</b>                         |  |
|  | AFMSS   |                            | RO                               |  |
| JAN 2006   | Adjud Umy   | 9                          | 년 <b>6</b>                       |  |
| PRECEIVED  | Engr  |                            | ж УЛ<br>Ж УЛ                     |  |
| OLCONS. DIV.   | Geol Mu   |                            | ₹ 10                             |  |
| JAN 2000<br>PRECEIVED<br>ONL CONS. DIV.<br>DIST. 8   | Surf  |                            |                                  |  |
|  | Apovl   |                            |                                  |  |
| NMOCI  |   |                            |                                  |  |
|  | 3   |                            |                                  |  |

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 80x 2088. Santa Fe. NM 87504-2088 State of New Mexico Energy, Minerals & Natural Resources Department

> Sut SION

Revised February 21, 1994 Instructions on back Submit to Appropriate District Office State Lease - 4 Copies

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

Fee Lease - 4 Copies

AMENDED REPORT

Form C-102

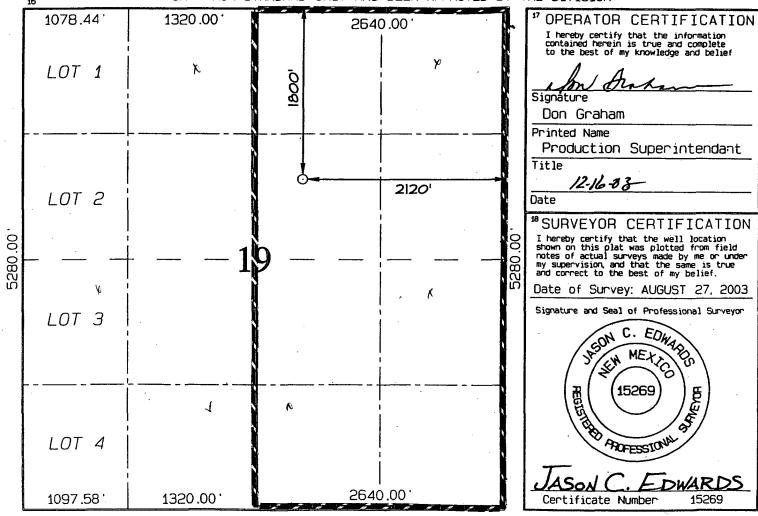
WELL LOCATION AND ACREAGE DEDICATION PLAT

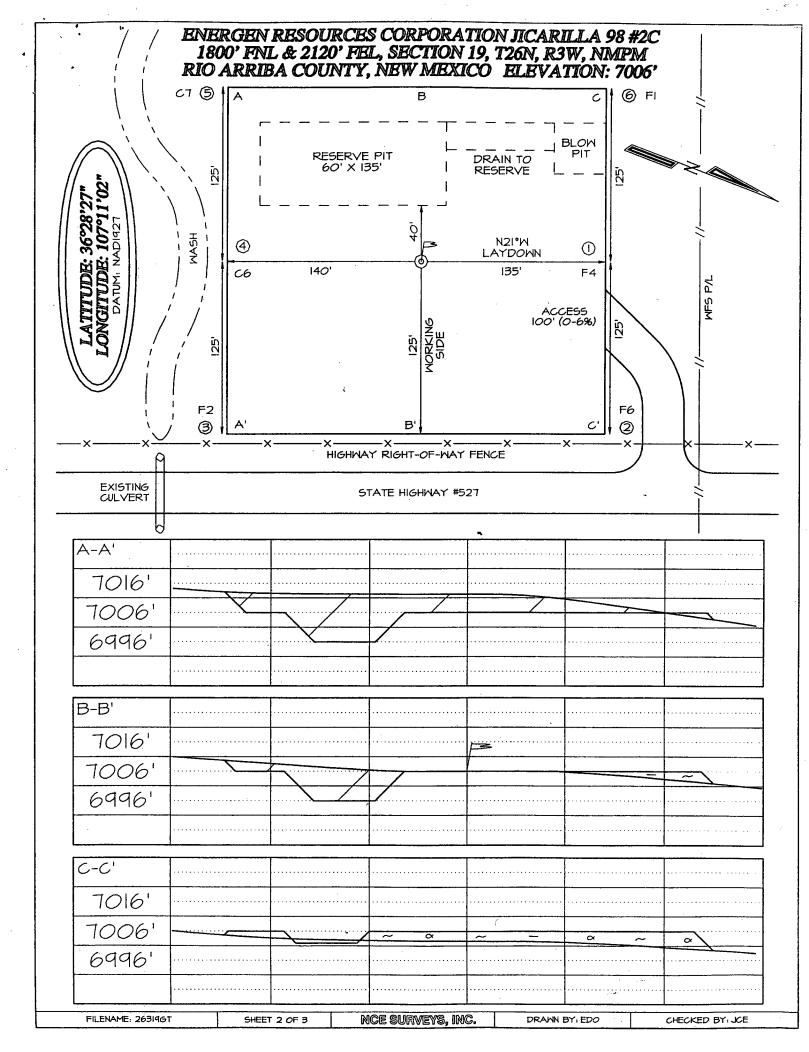
| 'API Numbe<br>30-039-29 |    | 72319                         | Pool Name<br>BLANCO MESAVER | DE              |
|-------------------------|----|-------------------------------|-----------------------------|-----------------|
| Property Code 21940     |    | *Property Name JICARILLA 98   |                             |                 |
| '0GRID №.<br>162928     | EN | Operator N<br>ERGEN RESOURCES |                             | *Elevation 7006 |

<sup>10</sup> Surface Location

| UL or lot no.                 | Section<br>19 | Township<br>26N | Range<br>3W | Lot Idn | Feet from the                 | North/South line<br>NORTH        | Feet from the 2120      | East/West line<br>EAST | County<br>RIO<br>ARRIBA |
|-------------------------------|---------------|-----------------|-------------|---------|-------------------------------|----------------------------------|-------------------------|------------------------|-------------------------|
|                               |               | 11 E            | Bottom      | Hole L  | ocation I                     | f Different                      | From Surf               | ace                    |                         |
| UL or lot no.                 | Section       | Township        | Range       | Lot Idn | Feet from the                 | North/South line                 | Feet from the           | East/Mest line         | County                  |
|                               |               |                 |             |         | ļ                             |                                  |                         |                        |                         |
| <sup>12</sup> Dedicated Acres |               |                 |             | ·       | <sup>13</sup> Joint or Infill | <sup>34</sup> Consolidation Code | <sup>25</sup> Onder No. | <u> </u>               |                         |
|                               | 320           | .0 Acres        | s – (E,     | /2)     |                               |                                  |                         |                        |                         |

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





# **OPERATIONS PLAN**

WELL NAME: Jicarilla 98 #2C

LOCATION: 1800' FNL, 2120' FEL, Section 19, T26N, R3W, Rio Arriba, New Mexico

FIELD: Blanco Mesaverde ELEVATION: 7006'

## **FORMATION TOPS:**

| Surface         | San Jose | Huerfanito Benonite | 4127 |
|-----------------|----------|---------------------|------|
| Nacimiento ~    | 2222     | Cliff House         | 5337 |
| Ojo Alamo       | 3322     | Menefee             | 5447 |
| Kirtland        | 3387     | Point Lookout       | 5822 |
| Fruitland       | 3492     | Mancos Shale        | 6087 |
| Pictured Cliffs | 3632     |                     |      |
| Lewis           | 3827     |                     |      |

Total Depth 6272

## **LOGGING PROGRAM:**

Open Hole Logs:

Surface to intermediate: NONE Inter TD to total depth: None

Mud Logs:

None

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 (9.0-9.2 PPG). Air/mist from intermediate casing point to total depth.

#### CASING PROGRAM:

| HOLE SIZE | <u>DEPTH</u> | CSG SIZE | $\underline{\mathbf{WT.}}$ | <u>GRADE</u> |
|-----------|--------------|----------|----------------------------|--------------|
| 12-1/4"   | 200'         | 9-5/8"   | 32.3#                      | H-40 ST&C    |
| 8-3/4"    | 4027'        | 7"       | 20#                        | J-55 ST&C    |
| 6-1/4"    | 3877'-6272'  | 4-1/2"   | 10.5#                      | J-55 ST&C    |

# **TUBING PROGRAM:**

6200' 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 sxs Class B Cement with 1/4" Flocele/sx 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 with centralizers on the first three joints.

7" intermediate casing - cement with 530 sks 65/35 Class B Poz with 6% gel, 2% calcium chloride, 10% gilsonite, and 1/4# flocele/sk. Tail with 100 sks Class B w/2% calcium chloride, 10% gilsonite and 1/4# flocele/sk. (1150 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. 8 bow spring centralizers spaced every 2nd joint off bottom. Two turbolating centralizers at the base of the Ojo Alamo.

#### 4 1/2 Production Liner

Cement with 370 sks 50/50 poz with 2% gel, 5 PPS gilsonite, .4% halad - 9 and 1/4# flocele/sk (466 cu. Ft., 90% excess to intermediate casing). WOC 18 hrs prior to completion.

Cement nose guide shoe on bottom with float collar on top of shoe joint. Liner hanger will have a neopreme packoff on top.

#### OTHER INFORMATION:

- 1) The Blanco Mesaverde and Gallup Dakota will be completed and downhole commingled.)
- 2) No abnormal temperatures or pressures are anticipated.
- 3) Anticipated pore pressure for the Mesa Verde is 800, Pictured Cliffs is 500 and the Fruitland 400 psi.
- 4) If lost circulation is encountered, sufficient LCM will be added to the mud system to maintain well control.
- 5) This gas is dedicated.