

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0136
Expires November 30, 2000

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of Work: ☒ DRILL ☐ REENTER

1b. Type of Well: ☐ Oil Well ☒ Gas Well ☐ Other ☒ Single Zone ☐ Multiple Zone

2. Name of Operator: BP AMERICA PRODUCTION COMPANY
Contact: MARY CORLEY
E-Mail: corleym@bp.com

3a. Address
P.O. BOX 3092
HOUSTON, TX 77253

3b. Phone No. (include area code)
Ph: 281.366.4491
Fx: 281.366.0700

5. Lease Serial No.
SF - 078201

6. If Indian, Allottee or Tribe Name

7. If Unit or CA Agreement, Name and No.

8. Lease Name and Well No.
FLORANCE O 20C

9. API Well No.
30045 31313

10. Field and Pool, or Exploratory
BLANCO MESAVERDE

4. Location of Well (Report location clearly and in accordance with any State requirements.)*

At surface NESE Lot I 2180FSL 775FEL 36.47700 N Lat, 107.43500 W Lon
At proposed prod. zone

11. Sec., T., R., M., or Blk. and Survey or Area

Sec 24 T30N R9W Mer NMP

14. Distance in miles and direction from nearest town or post office*
21 MILES FROM AZTEC, NEW MEXICO

15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)
775

16. No. of Acres in Lease
348.62

12. County or Parish
SAN JUAN

13. State
NM

17. Spacing Unit dedicated to this well

348.62 E/2

18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft.

19. Proposed Depth
5573 MD

20. BLM/BIA Bond No. on file

WY2924

21. Elevations (Show whether DF, KB, RT, GL, etc.)
6264 GL

22. Approximate date work will start
02/05/2003

23. Estimated duration
7 DAYS

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. 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 operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification
6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature
(Electronic Submission)

Name (Printed/Typed)
MARY CORLEY

Date
12/19/2002

Title
AUTHORIZED REPRESENTATIVE

Approved by (Signature)
Jim Lovato

Name (Printed/Typed)

Date
FEB - 5 2003

Title

Office

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

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.

Additional Operator Remarks (see next page)

Electronic Submission #17058 verified by the BLM Well Information System
For BP AMERICA PRODUCTION COMPANY, sent to the Farmington

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

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

** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL **

NMCCD

District I
PO Box 1980, Hobbs NM 88241-1980
District II
PO Drawer KK, Artesia, NM 87211-0719
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 LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-045-31313		² Pool Code 72319		³ Pool Name BLANCO MESAVERDE	
⁴ Property Code 000551		⁵ Property Name Florance O			⁶ Well Number # 20C
⁷ OGRID No. 000778		⁸ Operator Name BP AMERICA PRODUCTION COMPANY			⁹ Elevation 6264

¹⁰ 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 (Lot 5)	24	30 N	9 W		2180	SOUTH	775	EAST	SAN JUAN

¹¹ Bottom Hole Location If Different From Surface

⁷ UL or lot no.	⁸ Section	⁹ Township	¹⁰ Range	¹¹ Lot Idn	¹² Feet from the	¹³ North/South line	¹⁴ Feet from the	¹⁵ East/West line	¹⁶ County
¹⁷ Dedicated Acres 348.62		¹⁸ Joint or Infill		¹⁹ Consolidation Code		²⁰ Order No.			

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

				<p>¹⁷ OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p>Signature: <i>Mary Corley</i> Printed Name: MARY CORLEY Title: SR REGULATORY Analyst Date: 12.18.2002</p>	
<p>¹⁸ SURVEYOR CERTIFICATION</p> <p>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.</p> <p>December 9, 2002</p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor</p>					

**BP AMERICA PRODUCTION COMPANY
DRILLING AND COMPLETION PROGRAM**

Prospect Name: Florance O
Lease: Florance O
County: San Juan
State: New Mexico
Date: December 10, 2002

Well No: 20 C
Surface Location: 24-30N-9W, 2180 FSL, 775 FEL
Field: Blanco Mesaverde

OBJECTIVE: Drill 50' below the top of the Mancos Shale, set 4 1/2" production liner, Stimulate CH, MF and PL intervals

METHOD OF DRILLING		APPROXIMATE DEPTHS OF GEOLOGICAL MARKER			
TYPE OF TOOLS	DEPTH OF DRILLING	Estimated GL: 6264'		Estimated KB: 6277	
Rotary	0 - TD				
LOG PROGRAM		MARKER		SUBSEA	TVD
TYPE OPEN HOLE None	DEPTH INVERTAL	Ojo Alamo		4517	1760
		Kirtland		4330	1947
CASED HOLE GR-CCL-TDT CBL	TDT - TD to 7" shoe Identify 4 1/2" cement top	Fruitland		3840	2437
		Fruitland Coal	*	3809	2369
		Pictured Cliffs	*	3304	2973
		Lewis	#	3185	3093
		Cliff House	#	1785	4492
		Menefee	#	1494	4783
		Point Lookout	#	1093	5184
		Mancos		754	5523
				TOTAL DEPTH	
REMARKS: - Please report any flares (magnitude & duration).		# Probable completion interval * Possible Pay			
SPECIAL TESTS		DRILL CUTTING SAMPLES		DRILLING TIME	
TYPE		FREQUENCY	DEPTH	FREQUENCY	DEPTH
None		None	Production hole	Geologist	0-TD
REMARKS:					

MUD PROGRAM:					
Approx. Interval	Type Mud	Weight, #/gal	Vis, sec/qt	W/L cc's/30 min	Other Specification
0 - 120	Spud	8.6-9.2			
120 - 2319 (1)	Water/LSND	8.6-9.2		<6	
2319 - 5573	Gas/Air/N2/Mist	Volume sufficient to maintain a stable and clean wellbore			

REMARKS:
(1) The hole will require sweeps to keep unloaded while fresh water drilling. Let hole conditions dictate frequency.

CASING PROGRAM: (Normally, tubular goods allocation letter specifies casing sizes to be used. Hole sizes will be governed by Contract)						
Casing String	Estimated Depth	Casing Size	Grade	Weight	Hole Size	Landing Pt, Cmt, Etc.
Surface/Conductor	120	9 5/8"	H-40 ST&C	32#	13.5"	1
Intermediate 1	2319	7"	J/K-55 ST&C	20#	8.75"	1,2
Production	5573	4 1/2"	J-55	10.5#	6.25"	3,4

REMARKS:
(1) Circulate Cement to Surface
(2) Set casing 50' above Fruitland Coal
(3) Bring cement 100' above 7" shoe
(4) 100' Overlap

CORING PROGRAM:
None

COMPLETION PROGRAM:
Rigless, 2-3 Stage Limited Entry Hydraulic Frac

GENERAL REMARKS:
Notify BLM/NMOCDD 24 hours prior to Spud, BOP testing, and Casing and Cementing.

Form 46 Reviewed by: _____ Logging program reviewed by: _____ N/A

PREPARED BY: HGJ/MNP/JMP	APPROVED:	DATE: December 10, 2002 Version 1.0
Form 46 12-00 MNP		

BP America Production Company

BOP Pressure Testing Requirements

Well Name: Florance O
County: San Juan

20 C
State: New Mexico

Formation	Estimated TVD/MD	Anticipated Bottom Hole Pressure	Maximum Anticipated Surface Pressure **
Ojo Alamo	1760		
Fruitland Coal	2437		
PC	2973		
Lewis Shale	3093		
Cliff House	4492	500	0
Menefee Shale	4783		
Point Lookout	5184	600	0
Mancos	5523		

** Note: Determined using the following formula: $ABHP - (.22 \times TVD) = ASP$

Requested BOP Pressure Test Exception: 750 psi

SAN JUAN BASIN
Dakota Formation
Pressure Control Equipment

Background

The objective Dakota formation maximum surface pressure is anticipated to be less than 1000 psi, based on shut-in surface pressures from adjacent wells. Pressure control equipment working pressure minimum requirements are therefore 2000 psi. Equipment to be used will conform to API RP-53 (Figure 2.C.2) for a 2000 psi system per Federal Onshore Order No. 2. Due to available conventional equipment within the area, 3000 psi rated pressure control equipment will typically be utilized in a double ram type arrangement. Regional drilling rights to be utilized have substructure height limitations which exclude the use of annular preventers; therefore a rotating head will be installed above these rams. This pressure control equipment will be utilized for conventional drilling below conductor to total depth in the Basin Dakota. No abnormal temperature, pressure, or H2S anticipated.

Equipment Specification

Interval

Below conductor casing to total depth

BOP Equipment

11" nominal or 7 1/16", 3000 psi
double ram preventer with rotating head.

All ram type preventers and related control equipment will be hydraulically tested to 250 psi (low pressure) and 2000 psi (high pressure), upon installation, following any repairs or equipment replacements, or at 30 day intervals. Accessories to BOP equipment will include kelly cock, upper kelly cock with a handle available, floor safety valves and choke manifold which will also be tested to equivalent pressure.

Cementing Program

Well Name: Florance O 20C	Field: Blanco Mesaverde
Location: 24-30N-9W, 2180 FSL, 775 FWL	API No.
County: San Juan	Well Flac
State: New Mexico	Formation: MesaVerde
	KB Elev (est) 5775
	GL Elev. (est) 5762

Casing Program:

Casing String	Est. Depth (ft.)	Hole Size (in.)	Casing Size (in.)	Thread	TOC (ft.)	Stage Tool Or TOL (ft.)	Cmt Cir. Out (bbl.)
Surface	120	12.25	9.625	ST&C	Surface	NA	
Intermediate	2319	8.75	7	LT&C	Surface	NA	
Production -	5573	6.25	4.5		2219	NA	

Casing Properties:

(No Safety Factor Included)

Casing String	Size (in.)	Weight (lb/ft)	Grade	Burst (psi.)	Collapse (psi.)	Joint St. (1000 lbs.)	Capacity (bbl/ft.)	Drift (in.)
Surface	9.625	32	H-40	3370	1400	254	0.0787	8.845
Intermediate	7	20	K-55	3740	2270	234	0.0405	6.456
Production -	4.5	11.6	J-55	5350	4960	154	0.0155	3.875

Mud Program

Apx. Interval (ft.)	Mud Type	Mud Weight	Recommended Mud Properties Prio Cementing:
			PV <20
			YP <10
			Fluid Los: <15
0 - SCP	Water/Spud	8.6-9.2	
SCP - ICP	Water/LSND	8.6-9.2	
ICP - ICP2	Gas/Air Mist	NA	
ICP2 - TD	LSND	8.6 - 9.2	

Cementing Program:

	Surface	Intermediate	Production
Excess %, Lead	100	100	40
Excess %, Tail	NA	0	40
BHST (est deg. F)	72	110	159
Time Between Stages, (hr)	NA	NA	NA
Special Instructions	1,6	1,6	2,6

1. Do not wash pumps and lines.
2. Wash pumps and lines.
3. Reverse out
4. Run Blend Test on Cement
5. Record Rate, Pressure, and Density on 3.5" disk
6. Confirm densitometer with pressurized mud scales
7. 1" cement to surface if cement is not circulated.
8. If cement is not circulated to surface, run temp. survey 10-12 hr. after landing plug.

Notes:

*Do not wash up on top of plug. Wash lines before displacing production cement job to minimize drillout.

Surface:

Preflush	20 bbl.	FreshWater	
Slurry 1	70 sx Class G Cement		75 cuft
TOC@Surface	+ 2% CaCl2 (accelerator)		
	0.25 #/sk Cellophane Flake (lost circulation additive)		0.3132 cuft/ft OH
	0.1% D46 antifoam		100 % excess

Slurry Properties:

	Density (lb/gal)	Yield (ft3/sk)	Water (gal/sk)
Slurry 1	15.8	1.16	4.95

Cementing Program

Casing Equipment: 9-5/8", 8R, ST&C
 1 Guide Shoe
 1 Top Wooden Plug
 1 Autofill insert float valve
 Centralizers, 1 per joint except top joint
 1 Stop Ring
 1 Thread Lock Compound

Intermediate:

Fresh Water	20 bbl	fresh water	
Lead Slurry 1 TOC@Surface		210 sx Class "G" Cement + 3% D79 extender +1/4 #/sk. Cellophane Flake + 0.1% D46 antifoam'	532 cuft
Tail Slurry 2		60 sx 50/50 Class "G"/Poz + 2% gel (extender) 0.1% D46 antifoam	75 cuft
500 ft fill		+1/4 #/sk. Cellophane Flake + 2% S1 Calcium Chloride	0.1503 cuft/ft OH 0.1746 cuft/ft csg ann 80 % excess

Slurry Properties:	Density (lb/gal)	Yield (ft3/sk)	Water (gal/sk)
Slurry 1	11.7	2.61	17.77
Slurry 2	13.5	1.27	5.72

Casing Equipment: 7", 8R, ST&C
 1 Float Shoe
 1 Float Collar
 1 Stop Ring
 Centralizers, one every other joint to base of Ojo
 2 Turbolizers across Ojo
 Centralizers, one every 4th joint from Ojo to base of surface casing
 1 Top Rubber Plug
 1 Thread Lock Compound

Production:

Fresh Water	10 bbl	CW100	
Slurry		200 LiteCrete D961 / D124 / D154 + 0.03 gps D47 antifoam + 0.5% D112 fluid loss + 0.11% D65 TIC	484 cuft
TOC@Liner Top			0.1026 cuft/ft OH 40 % excess
Slurry Properties:	Density (lb/gal)	Yield (ft3/sk)	Water (gal/sk)
Slurry	9.5	2.52	6.38
			0.1169 cuft/ft csg ann