Form 3160-3 FORM APPROVED (August 1999) OMB NO. 1004-0136 Expires: November 30, 2000 UNITED STATES DEPARTMENT OF THE INTERIOR Lease Serial No BUREAU OF LAND MANAGEMENT NM NM-100807 If Indian, Allottee or Tribe Name APPLICATION FOR PERMIT TO DRILL OR REENTER If Unit or CA Agreement, Name and No \mathbf{x} la. TYPE OF WORK REENTER DRILL GAS WELL OTHER SINGLE ZONE MULTIPLE ZONE Juniper**2** Name of Operator Coleman Oil & Gas, Inc. 3a. Address 3b. Phone No. (include area code) P.O. Drawer 3337, Farmington N.M. 87499 (505) 327-0356 **Basin Fruitland Coal** Location of well (Report location clearly and In accordance with any State requirements.*) 11. Sec., T., R., M., or Blk. And Survey or Area At surface 1475' FNL, 1310' FWL Latitude 36° 19' 01", Longitude 107° 53' 14" Section 15, T24N, R10W At proposed prod. zone 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 12. County or Parish 13. State South East of Farmington New Mexico on County RD. 7515 approximately 40 miles. **NM** San Juan 17. Spacing Unit dedicated to this well 15. Distance from proposed 16. No. of Acres in lease location to nearest 320 ACRES W/2 1310' 640 property or lease line, ft. (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. 1680' NA BLM Blanket Bond #08510612 21. ELEVATIONS (Show whether DF. RT, GR, etc.) 22. Aproximate date work will start* 23. Estimated Duration 6852' December-03 2 Weeks 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. 4. Bond to cover the operations unless covered 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 Operator certification SUPO shall be filed with the appropriate Forest Service Office) Such other site specific information and/ or plans as may be required by the a authorized officer. 25. Signature Name (Printed/Typed)

Name (Printed/Typed)

Title

Operations Engineer

Approved By (Signature)

Name (Printed/Typed)

Name (Printed/Typed)

DANOV 2 0 2003

Title

Office

Application approval does not warrant or certify that 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.

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

^{*}See Instructions On Reverse Side

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

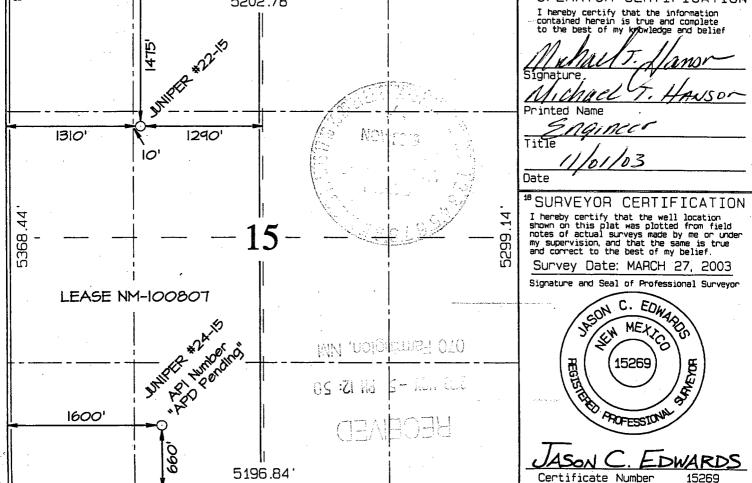
State of New Mexico Energy, Minerals & Natural Resources Department

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

0 Box 2088, Santa Fe, NM 87504-2088										
			WELL	LOCAT	ON AND A	CREAGE DED:	ICATION PL	.AT		
				*Pool Coc	- 1	e Pool Name				
30-045-21984			71629	9 BASIN FRUITLAND COAL						
Property Code			Property Name JUNIPER /5							11 Number
'OGRID No. 4838		CO	Operator LEMAN OIL				levation 6852			
					¹⁰ Surface	Location				
UL or lot no.	Section	Township	Range	Lat Idn	Feet from the	North/South line	Feet from the	East/Ne	st line	County
F.	15	24N	10W		1475	NORTH	1310	WE	ST	SAN JUAN
¹¹ 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/We	st line	County
2 Dedicated Acres 320.0 ACRES - (W/2) 13 Joint or Infill										
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										
16		1	52	202.78			¹⁷ OPER	ATOR	CERTI	FICATION
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OPERATIONS PLAN

Well Name:

Juniper#22=15

15 #12

Location:

1475' FNL, 1310' FWL Section 15, T-24-N, R-10-W, NMPM

San Juan County, NM

Formation:

Basin Fruitland Coal

Elevation:

6852' GL

Formation:	Тор	Bottom	Contents
Nacimiento	Surface	680'	aquifer
Ojo Alamo	680'	765'	aquifer
Kirtland	765'	1255'	-
Fruitland	1255'	1505'	gas
Pictured Cliffs	1505'	1680'	gas
Total Depth	1680'		

Drilling Contractor: Availability

Mud Program:

<u>Interval</u>	Type "	<u>Weight</u>	<u>Vis.</u>	Fluid Loss
0'- 120'	Spud	8.4 - 9.0		no control
120'- 1680'	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 12 1/4" 7 7/8"	<u>Depth Interval</u>	Csg. Size	<u>Wt.</u>	<u>Grade</u>
	0' - 120'	8 5/8"	24#	J-55 or K-55
	120' - 1680'	5 1/2"	15.5#	J-55 or K-55
Tubing Program:	0' - 1560'	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 centrilizers 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 84 sacks Class "B" cement with 1/4# celloflake/sx and 2% calcium chloride (83.93 cu. ft. of slurry, 100% excess to circulate to surface). WOC 12 hrs. Test casing to 600 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 30 bbls of fresh water. Lead with 230 sx (473.80 cu. ft.) of Class "B" with 2% metasilicate and 1/4#/sk celloflake. (Yield = 2.06 cu. ft. /sk; slurry weight = 12.5 PPG). Tail with 85 sx (100.30 cu. ft.) of Class "B" with 2% CaCl and 1/4#/sk celloflake. (Yield = 1.18 cu. ft. / sk; slurry weight = 15.6 PPG). Total cement volume is 574 cu. ft. (100% excess on open hole, calculated on cement volumes). WOC 12 hrs. Test casing to 600 psi/30 minutes.

BOP and Tests: Surface to TD - 11" 2000 psi (minimum) double gate BOP stack (Reference Figure #1). Prior to drilling out surface casing, test rams to 1000# / 30 min.

From surface to TD - 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 300 psi.
- New casing will be utilized.
- Pipe movement (either rotation or reciprocation) will be done if hole conditions permit.

Date: 11/01/03	Drilling Engineer:_	Michael T.	anson
		/ *	