

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
APPLICATION FOR PERMIT TO DRILL OR REENTER

RECEIVED

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

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER			5. Lease Serial No. SF - 080244
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well Gas <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone			6. If Indian, Allottee or tribe Name
2. Name of Operator BP America Production Company Attn: Mary Corley			7. If Unit or CA Agreement, Name and No Riddle 2B
3a. Address P.O. Box 3092 Houston, Texas 77253	3b. Phone No. (include area code) 281-365-4491		8. Lease Name and Well No. 3004531949
4. Location of Well (Report location clearly and in accordance with any State requirements) At surface 1670' FSL & 2540' FWL Unit K At proposed prod. Zone			9. API Well No. 3004531949
10. Field and Pool, or Exploratory Blanco Mesaverde			11. Sec., T., R., M., or Blk. and survey or Area Sec. 17, T30N, R09W
14. Distance in miles and direction from nearest town or post office* 11.5 miles from Aztec, NM			12. County or Parish San Juan
15. Distance from proposed* Location to nearest Property or lease line, ft. (Also to nearest drig. Ujnit line, if any) 970'			13. State New Mexico
16. No. of Acres in lease 320		17. Spacing Unit dedicated to this well 320 S/2	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 1300'		20. BLM/BIA Bond No. on file WY2924	
21. Elevations (show whether DF, KDB., RT, GL, etc.) 6099' GL		22. Approximate date work will start* December 20, 2003	23. Estimated duration 5 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:

- 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).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification.
- Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature <i>Mary Corley</i>	Name (Printed/typed) Mary Corley	Date 10/06/2003
Title Senior Regulatory Analyst		
Approved by (Signature) <i>[Signature]</i>	Name (Printed/Typed) [Name]	Date 11/26/03
Title [Title]	Office [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.

*(Instructions on reverse)

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

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

NMOC

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 30-045-31949	² Pool Code 72319	³ Pool Name Blanco Mesquite
⁴ Property Code 000921	⁵ Property Name Riddle	⁶ Well Number # 2B
⁷ OGRID No. 000778	⁸ Operator Name BP AMERICA PRODUCTION COMPANY	⁹ Elevation 6099

¹⁰ Surface Location

UL or Lot No. K	Section 17	Township 30 N	Range 9 W	Lot Idn	Feet from the 1670	North/South line SOUTH	Feet from the 2540	East/West line WEST	County SAN JUAN
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¹¹ Bottom Hole Location If Different From Surface

⁷ UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
¹² Dedicated Acres 320	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ 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

¹⁶	¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Signature: <i>Mary Corley</i> Printed Name: MARY CORLEY Title: Sr. Regulatory Analyst Date: 10-06-2003
	¹⁸ SURVEYOR CERTIFICATION 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. September 2, 2003 Date of Survey Signature and Seal of Professional Surveyor 7016 Certificate Number

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

Prospect Name: Riddle

Lease: Riddle

County: San Juan

State: New Mexico

Date: September 11, 2003

Well No: 2 B

Surface Location: 17-30N-9W, 1670 FSL, 2540 FWL

Field: Blanco Mesaverde

OBJECTIVE: Drill 400' below the top of the Point Lookout Sandstone, set 41/2" production liner, Stimulate CH, MF and PL intervals							
METHOD OF DRILLING				APPROXIMATE DEPTHS OF GEOLOGICAL MARKER			
TYPE OF TOOLS		DEPTH OF DRILLING		Estimated GL: 6099'		Estimated KB: 6114'	
Rotary		0 - TD					
LOG PROGRAM				MARKER			
TYPE		DEPTH INVERAL				SUBSEA	
OPEN HOLE						TVD	
None							
CASED HOLE							
GR-CCL-TDT		TDT - TD to 7" shoe					
CBL		Identify 4 1/2" cement top					
REMARKS: - Please report any flares (magnitude & duration).				Ojo Alamo		4521	
				Kirtland		4467	
				Fruitland		3930	
				*		3555	
				*		3305	
				*		3088	
				#		1797	
				#		1470	
				#		1057	
						701	
						5413	
				TOTAL DEPTH		657	
				# Probable completion interval		* Possible Pay	
SPECIAL TESTS				DRILL CUTTING SAMPLES		DRILLING TIME	
TYPE				FREQUENCY		FREQUENCY	
None				DEPTH		DEPTH	
				None		Geolograph	
				Production hole		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 - 2509 (1)		Water/LSND	8.6-9.2		<6		
2509 - 5457		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#	12.25"	1	
Intermediate 1	2509	7"	J/K-55 ST&C	20#	8.75"	1,2	
Production	5457	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, 3-4 Stage Limited Entry Hydraulic Frac (Produced Water)							
GENERAL REMARKS:							
Notify BLM/NMOCD 24 hours prior to Spud, BOP testing, and Casing and Cementing.							
Form 46 Reviewed by:				Logging program reviewed by: N/A			
PREPARED BY:		APPROVED:		DATE:			
HGJ/MNP/JMP				September 11, 2003			
				Version 1.0			
Form 46 12-00 MNP							

BP America Production Company

BOP Pressure Testing Requirements

Well Name: Riddle
County: San Juan

2 B
State: New Mexico

Formation	Estimated TVD/MD	Anticipated Bottom Hole Pressure	Maximum Anticipated Surface Pressure **
Ojo Alamo	1593		
Fruitland Coal	2559		
PC	2809		
Lewis Shale	3026		
Cliff House	4317	500	0
Menefee Shale	4644		
Point Lookout	5057	600	0
Mancos	5413		
Dakota	-		

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

Requested BOP Pressure Test Exception: 750 psi

SAN JUAN BASIN Mesaverde Formation Pressure Control Equipment

Background

Mesaverde
The objective ~~Dakota~~ *Mesaverde* 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~~ *Blanco Mesaverde*. No abnormal temperature, pressure, or H2S anticipated.

Equipment Specification

Interval

BOP Equipment

Below conductor casing to total depth 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: Riddle 2B
 Location: 17-30N-09W, 1670 FSL, 2540 FWL
 County: San Juan
 State: New Mexico

Field: Blanco Mesaverde
 API No.
 Well Flac
 Formation: MesaVerde
 KB Elev (est) 6114
 GL Elev. (est) 6100

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	2509	8.75	7	LT&C	Surface	NA	
Production -	5457	6.25	4.5		2409	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
Intermediate		7	20 K-55	3740		2270	234	0.0405
Production -		4.5	11.6 J-55	5350		4960	154	0.0155

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		81
TOC@Surface	+ 2% CaCl2 (accelerator)		75 cuft
	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 (ft ³ /sk)	Water (gal/sk)
Slurry 1	15.8	1.16	4.95

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

Cementing Program

1 Stop Ring
1 Thread Lock Compound

Intermediate:

Fresh Water 20 bbl fresh water

Lead
Slurry 1
TOC@Surface

230 sx Class "G" Cement
+ 3% D79 extender
+ 1/4 #/sk. Cellophane Flake
+ 0.1% D46 antifoam

600
~~589~~ cuft

Tail
Slurry 2

60 sx 50/50 Class "G"/Poz
+ 2% gel (extender)
0.1% D46 antifoam
+ 1/4 #/sk. Cellophane Flake
+ 2% S1 Calcium Chloride

75 cuft

500 ft fill

0.1503 cuft/ft OH
0.1746 cuft/ft csg ann
80 % excess

Slurry Properties:

	Density (lb/gal)	Yield (ft ³ /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

180 LiteCrete D961 / D124 / D154
+ 0.03 gps D47 antifoam
+ 0.5% D112 fluid loss
+ 0.11% D65 TIC

454
~~440~~ cuft

TOC@Liner Top

Slurry Properties:

	Density (lb/gal)	Yield (ft ³ /sk)	Water (gal/sk)
Slurry	9.5	2.52	6.38

0.1026 cuft/ft OH
40 % excess
0.1169 cuft/ft csg ann

Casing Equipment:

4-1/2", 8R, ST&C
1 Float Shoe (autofill with minimal LCM in mud)
1 Float Collar (autofill with minimal LCM in mud)
1 Stop Ring
Centralizers, every 4th joint in mud drilled holes, none in air drilled holes
1 Top Rubber Plug
1 Thread Lock Compound