# SUBMIT IN TRIPLICATE.

FORM APPROVED OMB NO. 1004-0136 Expires: February 28, 1995

UNITED STATES	(Other instruction reverse side
DEPARTMENT OF THE INTERIOR	

		LAND MANAGEMI			NMSF-078	272A
APPL a. TYPE OF WORK	ICATION FOR P	ERMIT TO DRI	<del></del>		6. IF INDIAN, ALLOTTER	OR TRIBE NAME
b. TYPE OF VELL	GAS OTHER	DEEPEN 🗌	SINGLECTED AND -5 PM		7. UNIT AGREEMENT NA N/A  8. FARM OR LEASE NAME, WELL	2386
NAME OF OPERATOR		Production C	ompany (303) 672	<u>// (                                  </u>	Nageezi Fed	
	St., Suite 800,		· · · · · · · · · · · · · · · · · · ·		30-039-2-6	
	Report location clearly and		State requirements.*)	<del></del>	10. Filly brook of	
At proposed prod. zo		a doo rwl			11. SEC., T., R., M., OR BI AND SURVEY OF ARE 3-23n-7W NA 12. COUNTY OF PARISH	
	AND DIRECTION FROM NEAR		ice*	·	12. COUNTY OR PARISH	
. DISTANCE FROM PROP			NO. OF ACRES IN LEASE	17. NO. C	Rio Arriba	NM
	LINE, FT. g. unit line, if any)	660'	321.78		HIS WELI.	40/
	ORILLING, COMPLETED,	1026'	5,675	20. ROTA	RY OR CABLE TOOLS ROTARY	
ELEVATIONS (Show wh	nether DF. RT. GR. etc.)	70' ungraded	ground		May 1, 200	
		PROPOSED CASING A	ND CEMENTING PROGRAM		<del></del>	·
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH		QUANTITY OF CEMENT	
12-174"	8-5/8" (K-55)	24#	300'		≈265 cu ft &	
7-778"	4-1/2" (J-55)	11.6#	5,675'/		≈2,110 cu ft &	to surface
and	cache to achieve to so codural rower personal personal personal to 43	10 43 CFR 3165(\$) CFR 3165.4.	OF LIEBOURD S	SUBA "GEN	INS OR WAS IN SELECTIVE CONTROL WE LIMIT WE LIMIT REQUIREMENTS SE	HOATTACHE
ABOVE SPACE DESCRIE	BE PROPOSED PROGRAM: If prince data on subsurface location	poposal is to deepen, give da and measured and true vert	ita on present productive zone ar ical depths. Give blowout prevent	nd proposed er program,	if any.	
/<	intolog!	TITLE	onsultant (505) 4	466-812	0 4-2	-00
(This space for Fede	eral or State office use)	1111.6				
PERMIT NO.			APPROVAL DATE			
Application approval does	not warrant or certify that the appl		title to those rights in the subject le	ase which wo	uld entitle the applicant to cond	et operations the
CONDITIONS OF APPROVA		_			MAY ! 2	2000
APPROVED BY	Charlie Beechar	*See Instructions	On Reverse Side			

District I 1625 N. French Dr., Hobbs, NM 88240 District II

811 South First, Artesia, NM 88210

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

2040 South Pacheco, Sunta Fe, NM 87505

#### State of New Mexico Energy, Minerals & Natural Resources

Form C-102 Revised March 17, 1994

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

Submit to Appropriate District Office State Lease - 4 Copies

Fee Lease - 3 Copies

AMENDED REPORT

30.039-0	26 436	<sup>2</sup> Pool Code 42289	LYBROK GALLUP Pool Name	
Property Code 8			Property Name Nageezi Federal 3	<sup>4</sup> Well Number <b>∂</b> -3
OGRID No. 23846			Operator Name  LORATION & PRODUCTION	'Elevation 6970'

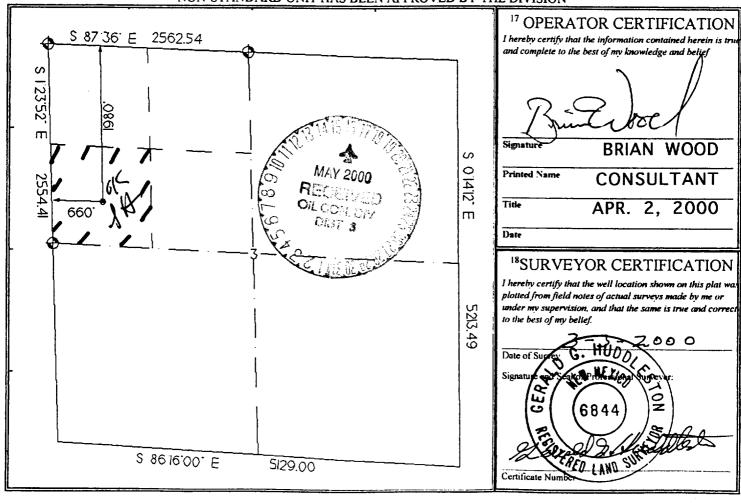
#### <sup>10</sup> Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	Sin/West line	County
Ε.	3	23 N	7•W		•1980′	•North	•660'	West	Rio Arriba
}									

### 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/West line	County
12 Dedicated Acr		or infill	Consolidation	Code 15 (	Order No.	<u> </u>	·		

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



Nageezi Federal 3 #3
1980' FNL & 660' FWL
Sec. 3, T. 23 N., R. 7 W.
Rio Arriba County, New Mexico

#### 3. PRESSURE CONTROL

The drilling contract has not yet been awarded, thus the exact BOP model to be used is not yet known. A typical 2,000 psi model is on PAGE 3.

A minimum 2,000 psi BOP and choke manifold system will be installed and tested to 2,000 psi before drilling surface casing plug. Test will consist of initially pressuring BOP and ancillary equipment to 250 psi for 5 minutes and then to 2,000 psi for 10 minutes. Casing will be tested for 30 minutes. System will remain in use until the well is completed or abandoned. A safety valve and sub with a full opening valve to fit the drill pipe and collars will be available on the rig floor in the open position at all times for use when kelly is not in use.

All BOP mechanical and pressure tests will be recorded on the driller's log. BOPs will be inspected and opened and closed at least daily to assure good mechanical working order. Inspections will be recorded on the daily drilling report. Pressure tests will be conducted before drilling out from under all casing strings which are set and cemented in place.

## 4. CASING & CEMENT

<u>Hole Size</u>	<u>O.D.</u>	Weight (lb/ft)	<u>Grade</u>	Type	Age	GL Setting Depth
12-1/4"	8-5/8"	24	K-55	ST&C	New	300'
7-7/8"	4-1/2"	11.6	J-55	ST&C	New	5,675'

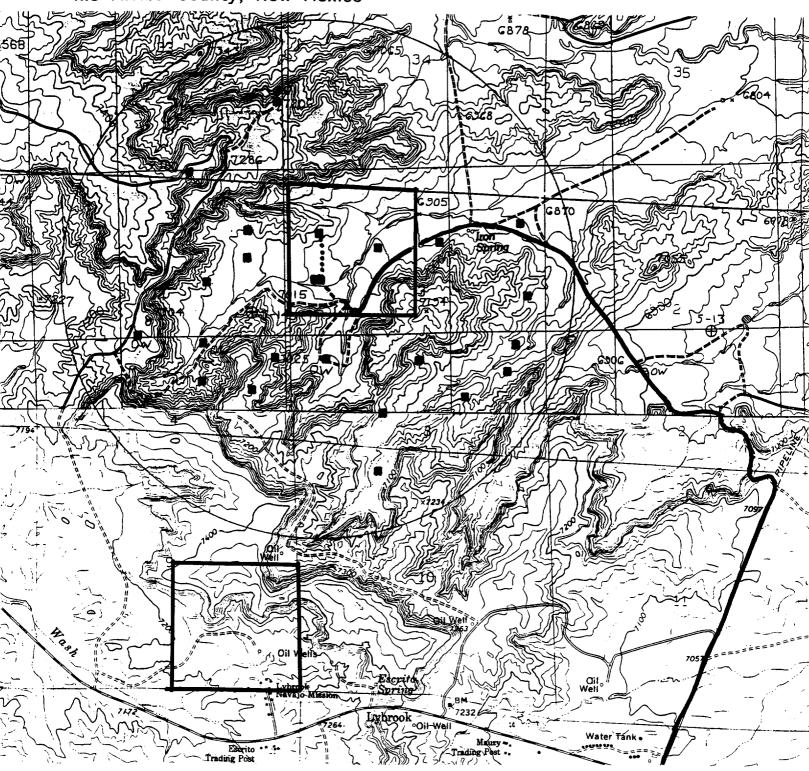
Surface casing equipment will include Texas pattern guide shoe, one shoe joint, float, and 3 bow spring centralizers. Centralizers will be set 10' above the shoe and on top of the 1st and 3rd joints. Lock bottom two joints and float equipment with thread lock compound. Reciprocate casing 20' while cementing. Land casing so casing head flange will be at ground level.



Nageezi Federal 3 #3 1980' FNL & 660' FWL

Sec. 3, T. 23 N., R. 7 W.

Rio Arriba County, New Mexico



PROPOSED WELL: PROPOSED ROAD: 🔪

**EXISTING WELL:** EXISTING ROAD: ~ PROPOSED PIPELINE: LEASE BOUNDARY:

