DECEIVED JUN2 6 1990

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OIL	DIST. 3 APPLICATION FOR PERMIT TO DR	
	TYPE OF WORK DRILL TYPE OF WELL GAS	5. LEASE NUMBER SF-079634 6. IF INDIAN, ALL. OR TRIBE NAME
2.	OPERATOR SOUTHLAND ROYALTY CO.	7. UNIT AGREEMENT NAME
3.	P O BOX 4289 FARMINGTON, NM 87499	8. FARM OR LEASE NAME MCCLANAHAN 9. WELL NO. 550
4.	LOCATION OF WELL 1230'FSL 1400'FWL	10. FIELD, POOL, OR WILDCAT BASIN FRUITLAND COAL 11. SEC. T. R. M OR BLK. SEC. 14 T28N R10W NMPM
14.	DISTANCE IN MILES FROM NEAREST TOWN 4 MILES SW OF BLANCO	12. COUNTY 13.STATE SAN JUAN NM
15.	PROPOSED LOCATION 1230' TO NEAREST PROPERTY OR LEASE LINE.	RES IN LEASE 17. ACRES ASSIGNED TO WELL \$\int_{\int} / 320.00\$ \$\int_{\int} / 320.00\$ DRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WHEN ATTACHED "GENERAL RECUIREM ATTACHED
18.	PROPOSED LOCATION TO NEAREST WELL DR. 300' COMPL., OR APPLIED FOR ON THIS LEASE.	POSED DEPTH 20. ROTARY OR CABLE TOOLS 1929' ROTARY This action is subject to technical and procedural review pursuant to 43 CFR 3185.3 and appeal pursuant to 43 CFR 3185.4.
21.	ELEVATIONS (DF, FT, GR, ETC.) 5800'GL	22. APPROX. DATE WORK WILL START
23.	PROPOSED CASING AND	CEMENTING PROGRAM
	*SEE OPERATIONS	
24.	AUTHORIZED BY: REG. DRILLING ENGR	- 5/4/90 DATE
PERMI	T NO APPROV	AL DATE APPROVED
APPRO	VED BYTITLE	DATEUN 2 1 1990
NOTE:	THIS FORMAT IS ISSUED IN LIEU OF 1	US BLM FORM 3160-3.

Submit to Appropriate District Office State Lease - 4 copies Fee Lease - 3 copies

State of New Mexico Energy, Minerais and Natural Resources Department

Form C-102 Reviews 1-1-20

DISTRICT I P.O. Box 1980, Hobbs, NM 88240

DISTRICT II P.O. Drawer DD, Artesia, NM 88210

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT III
1000 Rio Brazos Rd., Azzac, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section Operator Southland Royalty Company Mc Clanahan (SF-079634) 550 County N 28 North 10 West San Juan NMPM Actual Footage Location of Well: 1230 South 1400 feet from the West Ground town Elev. 5800 1 Fruitland Coal Basin 320 Acres go dedicated to the subject well by colored peacel or beckers marks on the plat belo to each and identify the ownership thereof (both as to working in 3. If more than one lease of different gard If seasons is "yes" type of our will be see MOR, MAINTAGOR, JOSTEG-PODING, OF OTHERWISE) od, has been approved by the Division. OPERATOR CERTIFICATION I hereby certify that the informati REGETES Peggy Bradfield Regulatory Affairs OIL CON. DIV. Southland Royalty Co V DIST. 3 4-19-90 Date SURVEYOR CERTIFICATION 28 Spot ON Edwards Neale 3 6857 330 660 990 1320 1650 1900 2310 2640 2000 1000 1500 500

DATE: MAY 3,1990

Well Name: 550 MCCLANAHAN

550 MCCLANAHAN 1230'FSL 1400'FWL Sec. 14 T28N R10W SAN JUAN NEW MEXICO

BASIN FRUITLAND COAL Elevation 5800'GL

Formation tops: Surface- NACIMIENTO

Ojo Alamo- 868

Kirtland- 972 Fruitland- 1640

Fruitland Coal Top- 1780

Fruitland Coal Base- 1928

Total Depth- 1929

Pictured Cliffs- 1931

Logging Program: Mud logs from 1640 to total depth.

Mud Program:	Interval	Туре	Weight	Visc.	Fl. Loss
	0 - 200	Spud	8.4 - 8.9	40-50	no contro
	200 - 1929	Non-dispersed	8.4 - 9.5		no contro

Casing Program: Hole Size Depth Interval Csg. Size Weight Grade $12\ 1/4$ " $0-200\ 8\ 5/8$ " 24.0# K-40 $7\ 7/8$ " $0-1929\ 5\ 1/2$ " 15.5# K-55 Unbing Program: $0-1929\ 2\ 3/8$ " 4.7# J-55

Float Equipment: 8.5/8" surface casing - saw tooth guide shoe. Centralizers will be run in accordance with Onshore Order #2.

 $5\ 1/2$ " production casing - float shoe on bottom. Three centralizers run every other joint above shoe and four centralizers run every other joint across Ojo Alamo.

Wellhead Equipment: $8 \frac{5}{8}$ " x 5 $\frac{1}{2}$ " x 2 $\frac{3}{8}$ " x 11" 3000 psi xmas tree assemble

Cementing:

8 5/8" surface casing - cement with 211 sacks of class "B" cement with 1/4# flocele/sack and 3% calcium chloride (248 cu ft. of slurry, 200% excess to circulate to surface). WOC 12 hours. Test casing to 600 psi for 30 minutes.

5 1/2" production casing - lead with 289 sacks of 65/35 class "B" poz with 6% gel, 2% calcium chloride and 1/2 cu.ft. Perlite/sack (10.3 gallons of water/sack) tail with 100 sacks of class "B" with 2% calcium chloride. 676 cu ft. of slurry, 100% excess to circulate to surface. WOC 12 hours.

DATE: MAY 3,1990

BOP and Tests:

Surface to TD - 11" 2000 psi(minimum) double gate BOP stack (Reference Figure #1 and #2). Prior to drilling out surface casing, test rams to to 600 psi for 30 minutes.

Completion - 6" 2000 psi(minimum) double gate BOP stack (Reference Figure #2. Prior to completion operations, test rams to 3000 psi for 15 minutes.

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. A kelly cock valve 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 Fruitland pore pressure is 319 psi. This gas is dedicated.
The W/2 of Section 14 is dedicated to this well. New casing will be utilized.

