UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

	APPLICATION FOR PERMIT TO DRIL	T D	EEPEN, OR PLUG BA	CK
	TYPE OF WORK PLUG BACK TYPE OF WELL GAS		LEASE NUMBER SF 047017 B IF INDIAN, ALL.	OR TRIBE: NAME
2.	OPERATOR Meridian Oil Inc.	7.	UNIT AGREEMENT N	IAME
3.	ADDRESS & PHONE NO. OF OPERATOR P.O. BOX 4289 FARMINGTON, NM 87499 (505) 326-9700		FARM OR LEASE NA Angel Peak "B" WELL NO. #31	MIE
4.	990' FNL, 1650' FWL		FIELD, POOL, OR BASIN FRUITLAND SEC. T. R. M OR Section 25, T28N, F	COAL BLK.
14.	DISTANCE IN MILES FROM NEAREST TOWN	12.	COUNTY San Juan	13. STATE
15.	DISTANCE FROM 16. ACRES IN LE PROPOSED LOCATION TO NEAREST PROPERTY OR LEASE LINE.		17. ACRES ASS 320.00	IGNED TO WELL
18.	DISTANCE FROM PROPOSED LOCATION TO NEAREST WELL DR. COMPL., OR APPLIED FOR ON THIS LEASE.	M	JUL 0 9 1991	CABLE. TOOLS
21.	ELEVATIONS (DF, FT, GR, ETC.) 5820' KDB		APREDIX DATE WO	ORK WILL START
23.	PROPOSED CASING AND CE	MENT	ING PROGRAM	A grant of the second
24.	AUTHORIZED BY: SEE OPERATIONS PI REGULATORY AFFAIRS	AN		7 - 2 - 90 DATE
PERM	IT NO APPROVAL DATE _			
APPROVED BYTITLE			DATE	
NOTE	THIS FORMAT IS ISSUED IN LIEU OF US BLM (NO ADDITIONAL DIRT WORK WILL BE REQUIR	(FOR	M 3160-3. APPROV	ED

OIL CONSERVATION DIVISION

P. O. UOX 2088

ANTA FE, NEW MEXICO 87501

form C-107 Revised-10-1

All distances must be from the outer haundaries of the fection Ci rialor Well He. Meridian Oil Inc. ANGEL PEAK "B" 31 Unit Letter Township 28 NORTH 25 SAN JUAN Actual 1 colling Lordison of well: 990 1650 NORTH WEST feet from the line and Ground Level Cley. l'icducing f'ormation Dedicated Acreeges 5807 Fruitland Coal <u>Basin</u> W4 320 1. Outline the acrenge dedicated to the subject well by colored pencil or hachare marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to work; interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consoli dated by communitization, unitization, force-pooling. etc? If answer is "yes," type of consolidation . Yes No If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side this form if necessary.). No allowable will be assigned to the well until all interests have been consolidated (by communitization; unitization forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Divisic CERTIFICATION I hereby certify that the Information car 1650 Peggy Bradfield Membalian Oil



GARREY CARRUTHERS

GOVERNOR

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION



ust 17,

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Union Texas Petroleum Corporation P.O. Box 2120 Houston, TX 77252-2120

Attention: Ken E. White

Administrative Order NSL-2688

Dear Mr. White:

Reference is made to your application of July 24, 1989 for a non-standard coal gas well location for your existing Angel Peak "8" Well No. 31 located 990 feet from the North line and 1650 feet from the West line (Unit C) of Section 25, Township 28 North, Range 11 West, NMPM, Basin Fruitland Coal (Gas) Pool, San Juan County, New Mexico. The W/2 of said Section 25 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 8 of the Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool as promulgated by Division Order No. R-8768, the above-described unorthodox coal gas well location is hereby approved.

Sincerely.

William J. LeMay

Director

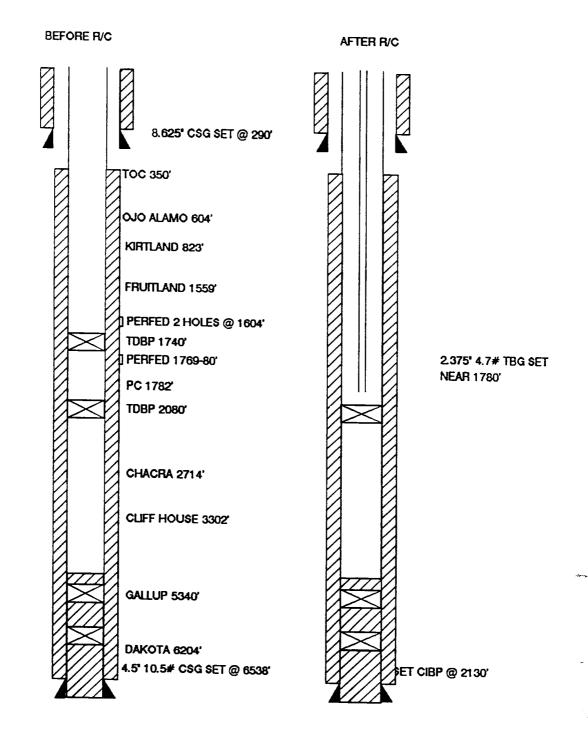
WJL/MES/ag

Oil Conservation Division - Aztec cc:

New Mexico Oil & Gas Engineering Committee - Hobbs

US Bureau of Land Management - Farmington

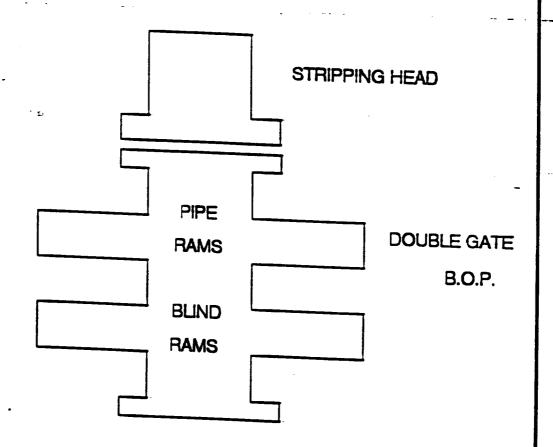
ANGEL PEAK B #31 WELLBORE DIAGRAMS



RECOMPLETION PROCEDURE Angel Peak B #31

- 1. Prepare location for workover. Install or replace anchors as necessary.
- MOL with workover rig, hold safety meeting, install safety signs and proper fire equipment at strategic points. Comply with all BLM, NMOCD, and MOI regulations.
- 3. Rig up blow lines, record tubing (if present) and casing pressures and blow well down. NU 6" 3000 psi BOP and test. Load hole with water. TOOH with tubing if present in wellbore.
- 4. Pressure test casing to 1000 psi for 15 minutes.
- 5. Run GR-CCL.
- 6. Perforate coal over the following intervals: 1584-94',1600-04',1636-59', 1694-1704', 1719-24'. Perforations to be correlated with existing CDL log.
- 7. TIH with 3-7/8" bit on 2-3/8" tubing and drill out bridge plug at 1740'. CO to 2080' and circulate wellbore clean. TOOH. TIH with tubing and swab wellbore dry. Check well for gas flow. Evaluate well overnight. Check well for buildup pressure and gas flow.
- 8. Evaluate well for possible fracture stimulation. A stimulation procedure will be provided if necessary.
- 9. When well is clean, land 2-3/8" tubing with a common pump seating nipple one joint off bottom. Land tubing near 1780'. Swab well in. Record final 30, 45 and 60 minute gauges on morning report. ND BOP. NU tree. Rig down and release rig.
- 10. Shut well in for pressure build up. Obtain gas and water sample for analysis.

WORKOVER / RECOMPLETION B.O.P. SCHEMATIC



MINIMUM: 6" 2000 PSI DOUBLE GATE B.O.P.

MAXIMUM ANTICIPATED SHUT-IN WELLHEAD

PRESSURE IS LESS THAN 2000 PSI