SUBMIT IN TRIPLICATE*

(Other instructions on reverse side)

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

UNITED STATES

Teverse and
PARTMENT OF THE INTERIOR

DEPARTMENT OF THE INTERIOR 5. LEASE DESIGNATION AND SERIAL NO. NMNM-0468128 BUREAU OF LAND MANAGEMENT 6. IF INDIAN, ALLOTTER OR TRIBE, NAME NAME APPLICATION FOR PERMIT TO DRILL OR DEEPEN 1a. TYPE OF WORK 7. UNIT AGREEMENT NAME DRILL P DEEPEN h. TYPE OF WELL (303) 830-8000 Richardson Operating Co. 1700 Lincoln St., Suite 1700, Denver, Co. 80203

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) 11. BEC., T., R., M., OR BLK. AND SUBVEY OR AREA 762' FSL & 660' FWL At proposed prod. zone ^{√\}21-29n-13w NMPM Same San Juan 13. STATEM 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE air miles S of Farmington 17. NO. OF ACRES ASSIGNED TO THIS WELL DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, 16. NO OF ACRES IN LEASE _660<u>'</u> (Also to nearest drig, unit line, if any) DISTANCE FROM PROPOSED LOCATIONS
TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 1,200 Rotary 1+ mile 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 4-30-02 5.290' ungraded PROPOSED CASING AND CEMENTING PROGRAM WEIGHT PER FOOT SETTING DEPTH SIZE OF HOLE GRADE, SIZE OF CASING ≈36 cu. ft. & to surface 20 K-55__7" 120' 8-3/4" 235 cu. ft. & to surface 1.200' 6-1/4" K-55 4-1/2" 10.5 Well name & number have changed from Notice of Staking ("Ropco 21 #2") etc. to correspond with Richardson's new nomenclature ("F-RPC 21 #3"). Archaeology report LAC 2001-28p filed 1-22-02. cc: BLM, OCD (via BLM), IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to dell or ace locations and measured and true vertical depths. Give blowout preventer program, if any Consultant (505) 466-8120 SIGNED (This space for Bederal or State office use) APPROVAL DATE 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: AND DESCRIPTION OF THE PROPERTY AND ASSESSED. TITLE APPROVED BY

*See Instructions On Reverse Side

Title 18 U.S.C. Section 1991, makes it a crime for any person knowingly and willfully to make to

MOCD

ny department or agency of the

Form C - 102

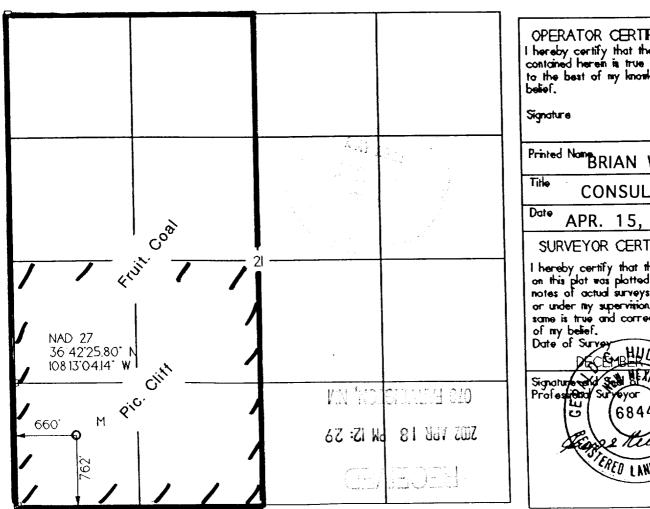
State of New Mexico Energy, Minerals & Mining Resources Department OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe. NM 87505

MENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

APA Number			2	Pool Cod	0041 6 NEOT 1/1/T7 DO				CCT VUT7 DC
50-04	5-7	31079	7 7162	9 & 79	680 B	ASIN FR	UII. CO	AL & W	EST KUIZ PC
Property Code			Property Name					Wel Number	
29676			•	RPC 2I					3
OGRID No. Operator Name					Bevation				
019219 RICHARDSON OPERATING COMPANY					5290				
Surface Location									
UL or Lot	Sec.	Twp.	Rge.	Lot lon	Feet from>	North/South	Feet from>	East/West	County
M	21	.29 N.	. 13 W.		762	SOUTH	660.	WEST .	SAN JUAN
Bottom Hole Location If Different From Surface									
UL or Lot	Sec.	Tup	. Rge.	Lot kin.	Feet from>	North/South	Feet Irom>	East/West	County
	- 1						ļ		
Dedication Join		nt? Consolidation			Order Na.				
	N	IO ALLOWAB	LE WILL AS	SIGNED TO	THIS COMPLET	TON UNTIL AL	L INTERESTS I	HAVE BEEN CO	NSOLDATED

OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



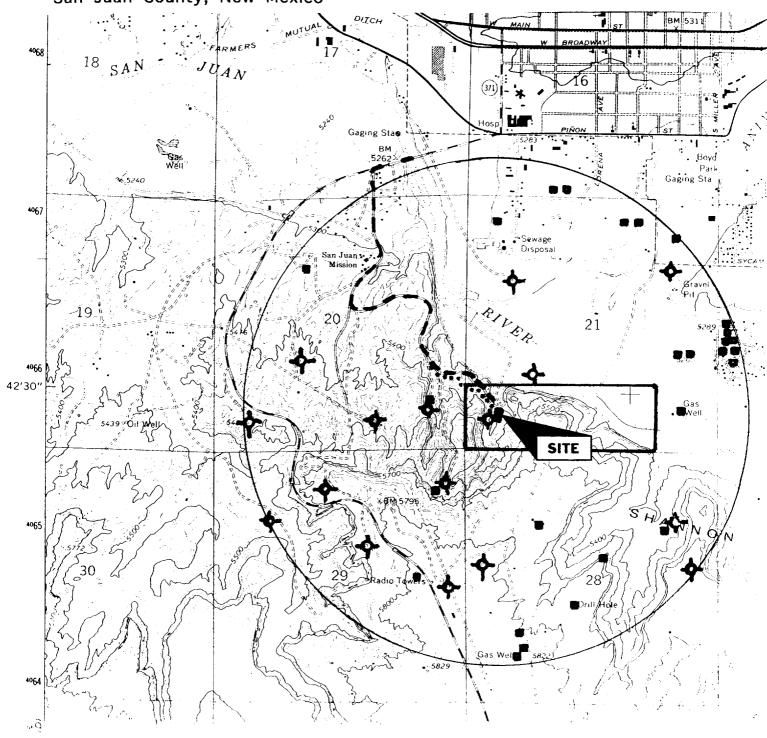
OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and Printed Name BRIAN WOOD CONSULTANT APR. 15, 2002 SURVEYOR CERTIFICATION I hereby certify that the well location on this plat was platted from field notes of actual surveys made by me or under my supervisión, and that the same is true and correct to the best Signature val Sell Fric ERED LAND

F-RPC 21 #3

762' FSL & 660' FWL

Sec. 21, T. 29 N., R. 13 W.

San Juan County, New Mexico



PROPOSED WELL: EXISTING WELL: P & A WELL:

PROPOSED PIPELINES:

EXISTING ROAD: _____

LEASE:



Richardson Operating Co. F-RPC 21 #3 762' FSL & 660' FWL

762' FSL & 660' FWL

Sec. 21, T. 29 N., R. 13 W. San Juan County, New Mexico

Drilling Program

1. ESTIMATED FORMATION TOPS

Formation Name	GL Depth	KB Depth	Elevation
Kirtland Shale	000'	5'	+5,290'
Fruitland Fm	535'	540'	+4,755'
Pictured Cliffs Ss	1,050'	1,055'	+4,240'
Total Depth (TD)*	1,200'	1,205'	+4,090'

^{*} all elevations reflect the ungraded ground level of 5,290'

2. NOTABLE ZONES

Gas Zones	Water Zones	Coal Zones
Fruitland	Fruitland	Fruitland

Pictured Cliffs

Water zones will be protected with casing, cement, and weighted mud. Fresh water encountered during drilling will be recorded by depth, cased, and cemented. Oil and gas shows will be tested for commercial potential based on the well site geologist's recommendations.

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.) Double ram or annular system with a rotating head will be used. All ram preventers and related equipment will be hydraulically tested at nipple up and after any use under pressure to 1000 psi.



PAGE 1

Richardson Operating Co. F-RPC 21 #3 762' FSL & 660' FWL Sec. 21, T. 29 N., R. 13 W. San Juan County, New Mexico

Blind rams will be hydraulically activated and checked for operational readiness each time pipe is pulled out of the hole. All checks of the BOP stack and equipment will be noted on the daily drilling report. BOP equipment will include a kelly cock, floor safety valve, and choke manifold all rated to 2000 psi. Maximum expected pressure is \approx 415 psi.

4. CASING & CEMENT

<u>Hole Size</u>	<u> O. D.</u>	Weight (lb/ft)	<u>Grade</u>	<u>Age</u>	GL Setting Depth
8-3/4"	7"	20	K-55	New	120'
6-1/4"	4-1/2"	10.5	K-55	New	1,200'

Surface casing will be cemented to surface with ≈ 36 cu. ft. (≈ 30 sacks) Class B + 2% CaCl₂. Volume is based on 100% excess, yield of 1.18 cu. ft./sk, and slurry weight of 15.6 PPG. W.O.C. = 12 hours. Pressure test surface casing to 600 psi for 30 minutes.

Production casing hole will first be cleaned of rock chips by circulating at least 150% of hole volume with mud to the surface. Forty barrels of fresh water will next be circulated. Lead with ≈ 145 cu. ft. (≈ 71 sacks) of Class B with 2% metasilicate (yield = 2.06 cu. ft./sk, slurry weight = 12.5 PPG). Tail with ≈ 90 cu. ft. (≈ 77 sacks) of Class B with 2% CaCl₂ (yield = 1.18 cu. ft./sk, slurry weight = 15.6 PPG). Total cement volume is ≈ 235 cubic feet based on 75% excess and circulating to surface.

Production casing will have 4-1/2" cement guide shoe and self fill float collar. Float will be placed one joint above the shoe. Six centralizers will be spaced on every other joint starting above the shoe. Six turbolizers will be placed on every other joint starting from the top of the well.

