FORM 3160-3 (December 1990)

OR LEASE LINE, FT.(Also to nearest drlg. unit line, if any) 660'

18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL.

DRILLING, COMPLETED, OR APPLIED FOR ON THIS LEASE, FT.

21. ELEVATIONS (Show whether DFProcedunal review pursuant to 43 CFR

HAUTED STATES

This action is subject to technical and

SUBMIT IN TRIPLICATE* (Other instructions on Form approved.

Budget Bureau No. 1004-0136

PORTETING COPERA RONS AUTHORIZED ARE

SUBJECT, TO COMPLIANCE WITH ATTACHED

UNITED STATES		reverse side)	Expires December 31, 1	1991
DEPARTMENT OF THE INTE	ERIOR		5. LEASE DESIGNATION AND SERIAL	L NO.
BUREAU OF LAND MANAGEM	ENT	1 11: 23	SF- 078771	
APPLICATION FOR PERMIT TO DRILL, I	DEEPEN, OR PLUC	BACK	6. IF INDIAN, ALLOTTEE OR TRIBE N	AME
ia. TYPE OF WORK DRILL \(\overline{\implies} \) DEEPEN	Carlotte .		7. UNIT AGREEMENT NAME	
lb TYPE OF WELL			Rosa Unit	
		the state of the s	8. FARM OR LEASE NAME, WELL NO).
OIL GAS VELL OTHER	SINGLE X ZONE	MULTIPLE ZONE	8 C	
2 NAME OF OPERATOR			9. API WELL NO.	
Williams Production Company, LLC			30-039-269	144
3. ADDRESS OF OPERATOR			10. FIELD AND POOL OR WILDCAT	
c o Walsh Engineering 7415 E. Main St., Farmington, 1	NM 87402 (505) 327-	4892	Blanco Mesavera	de
4. LOCATION OF WELL (Report location clearly and in accordance with any State of At Surface 660' FSL and 2025' FWL.	equirements		11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA	· · · · · · · · · · · · · · · · · · ·
At proposed Prod. Zone	APR 2002	2	Sec. 26, T31N, R	?6W
14 DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 24 miles NE of Blanco, NM	QL C		12. COUNTY OR PARISH Rio Arriba	13. STATE NM
55 DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY 16. NO.	OF ACRES IN LEASE	17. N	O OF ACRES ASSIGNED TO THIS WEI	LL

	0429" and	appear pursuant to 4	3 CFR 3100.4.		April 15, 2002
23.		PROPOSED CA			
	SIZE OF HOLE	SIZE OF CASING	WEIGHT/FOOT	SETTING DEPTH	QUANTITY OF CEMENT
	12-1/4"	9-5/8"	36.0#	+/- 250'	~180 cu.ft. Type III with 2% CaCl >
	8-3:4"	7"	20.0#	+/- 3731'	~415 cu.ft.65/35 poz & ~250 cu.ft.Type Ii
	6-1.4"	4-1/2"	10.5#	+/- 6091'	~157 cu.ft.50/50 poz & ~258 cu.ft. PL HS

Williams Production Company proposes to drill a vertical well to develop the Mesa Verde formation at the above described location in accordance with the attached drilling and surface use plans.

19. PROPOSED DEPTH

This location has been archaeologically surveyed by Independent Contract Archaeology. Copies of their report have been submitted directly to your office.

This APD also is serving as an application to obtain BLM road and pipeline right-of-ways. This well will not require any new access road (see Pipeline & Well Plats #3 & #4). The well will be accessed by an existing road that & 4). The new access road will originate from the Rosa Unit #99Y well pad which is accessed by an existing road that crosses the NESW, SWSW, SESW of section 26, NW/NE, NE/NE of section 35 and NW NW of section 36 all of T31N, R5W, where it joins the main "Rosa Road"

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any 24 TITLE John C. Thompson, Agent (This space for Federal 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 PORVID J. Mankiewicz

*See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes 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.

District I PO Box 1980, Hobbs, NM 88241+1980

District II PO Drawer DD, Artesia, NM 88211-0719

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

PO Box 2088

Santa Fe. NM 87504-2088

Revised February 21, 1994 Instructions on back Submit to Appropriate District Office State Lease - 4 Copies

OIL CONSERVATION DIVISION

Fee Lease - 3 Copies

Form C-102

AMENDED REPORT

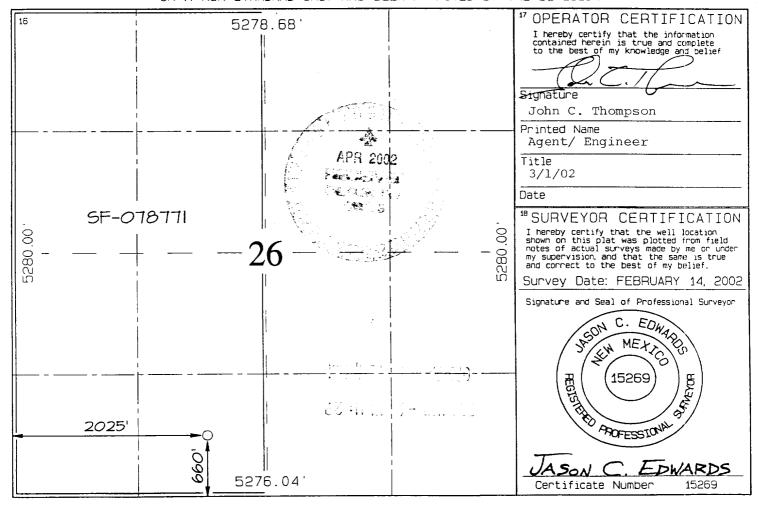
WELL LOCATION AND ACREAGE DEDICATION PLAT

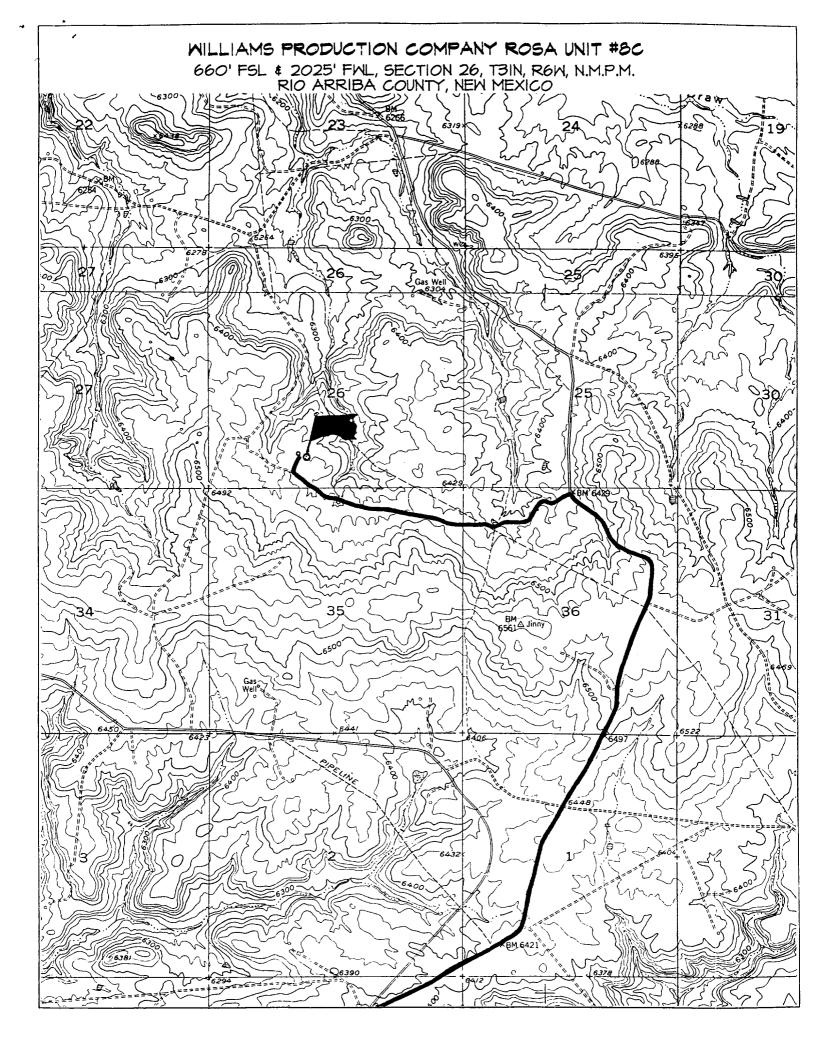
30-039- 26944	'Pool Code 72319	verde	
*Property Code 17033	· ·	Derty Name SA UNIT	*Well Number 8C
120782	•	rator Name DDUCTION COMPANY	*Elevation 6429 '

¹⁰ Surface Location

UL or lot no.	Section 26	Township 31N	Range 6W	Lot Idn	Feet from the	North/South line SOUTH	Feet from the 2025	East/West line WEST	County RIO ARRIBA
		11 E	3ottom	Hole L	ocation I	f Different	From Surf	ace	
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		0.0 Acre	s - (W	/2)	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







WILLIAMS PRODUCTION COMPANY

Operations Plan

(Note: This procedure will be adjusted on site based upon actual conditions)

DATE: 3/1/2002 FIELD: Blanco MV

WELL NAME: Rosa Unit 8C SURFACE: BLM

LOCATION: SE/4 SW/4 Sec 26-31N-6W MINERALS: BLM

Rio Arriba, NM

ELEVATION: 6429' GR **LEASE** # SF-78771

MEASURED DEPTH: 6091'

I. GEOLOGY: Surface formation - San Jose

A. FORMATION TOPS: (KB)

	<u>MD</u>		<u>MD</u>
Ojo Alamo	2481'	Cliff House	5386'
Kirtland	2591'	Menefee	5431'
Fruitland	3001'	Point Lookout	5641'
Pictured Cliffs	3256'	Mancos	6001'
Lewis	3576'	Total Depth	6091'

- B. <u>LOGGING PROGRAM:</u> IND/GR, CDL/SNL. Log the Mesa Verde from TD Intermediate Casing shoe. (selected intervals by on-site Geologist). *Subject to change as wellbore conditions dictate.*
 - C. <u>NATURAL GAUGES:</u> Gauge any noticeable increases in gas flow. Record all gauges in Tour book and on morning reports.

II. DRILLING

- A. <u>MUD PROGRAM:</u> Clear water with benex to 7" casing point. Convert to a LSND mud to log and run pipe. Treat for lost circulation as necessary. Obtain 100% returns prior to cementing. Notify Engineering of any mud losses.
- **B. BOP TESTING:** While drill pipe is in use, the pipe rams and the blind rams will be function tested once each trip. The anticipated reservoir is expected to be less than 1300 psi, so the rams will be tested to 1500 psi. The drum brakes will be inspected and tested each tour. All tests, inspections and SPR's will be recorded in the tour book as to time and results.

III. MATERIALS

A. CASING PROGRAM:

CASING TYPE	HOLE SIZE	DEPTH (MD)	CASING SIZE	WT. & GRADE
Surface	12-1/4"	250'	9-5/8"	36# K-55
Intermediate	8-3/4"	3731'	7"	20# K-55
Prod. Liner	6-1/4"	3631'-6091'	4-1/2"	10.5# K-55

B. FLOAT EQUIPMENT:

- 1. <u>SURFACE CASING:</u> 9-5/8" notched regular pattern guide shoe. Run (1) standard centralizer on each of the bottom (3) joints of Surface Casing.
- INTERMEDIATE CASING: 7" cement nose guide shoe with a self-fill insert float. Place float collar one joint above the shoe. Install one Turbulent centralizer on each of the bottom (3) joints and one standard centralizer every (4) joints to the surface casing. Total centralizers = (26) regular and (3) turbulent.
- 3. <u>PRODUCTION CASING:</u> 4-1/2" whirler type cement nose guide shoe with a latch collar on top of 20" bottom joint. Place marker joint above 5630'. Place one positive standoff turbolizer every other joint. Total turbolizers is 34.

C. <u>CEMENTING:</u>

(Note: Volumes may be adjusted onsite due to actual conditions)

- 1. SURFACE: Slurry: 140sx (180 cu.ft.) of "Type III" + 2% CaCl₂ + ½ # of cello-flake/sk (Yield = 1.39 cu.ft./sk, Weight = 14.5 #/gal.). The 125% excess should circulate cement to the surface. WOC 12 hours. Test csg to 1500psi.
- 2. INTERMEDIATE: Lead: 415sx (871 ft³) of "Type III" 65/35 poz + 8% gel + 1% CaCl₂ + ½ # cello-flake/sk (Yield = 2.09 ft³./sk, Weight = 12.1 #/gal.). Tail: 180x (250 ft³) of class "Type III" + 1% CaCl₂ + ½ # cello-flake/sk. (Yield = 1.39 ft³/sk, Weight = 14.5#/gal.). The 100% excess in lead and tail should circulate cement to the surface. Total volume = 1121 ft³. WOC 12 hours. Run a temperature survey after 8 hours if cement is not circulated to the surface. Test csg. to 1500psi.
- 3. PRODUCTION LINER: Scavenger: $30sx(157 ft^3)$ of Premium Light HS + 0.65% FL-52 + .32% CD-32 (Weight = 11 #/gal). Lead: $80sx(157 ft^3)$ of Premium Light HS + 0.65% FL-52 + .32% CD-32. (Yield = 1.96 cu.ft./sk, Weight = 12.5 #/gal.). Tail: $130 sx(258 ft^3)$ of Premium Light HS + 0.65% FL-52 + .32% CD-32 + .25 #/sk Celloflake + 4% Phenoseal. (Yield = 1.98 ft³/sk, Weight = 12.5 #/gal.). Displace cement at a minimum of 8 BPM. The 50% excess in lead and tail should cover liner top. Total volume 415ft³. WOC 12 hours.

IV COMPLETION

A. CBL

1. Run Cement Bond Log across all intervals to be perforated and find Top of Cement behind all casing strings if cement is not circulated to surface.

B. PRESSURE TEST

1. Pressure test 7" & 4-1/2" casing to 3300# for 15 minutes.

C. STIMULATION

- 1. Stimulate with approximately 80,000# of 20/40 sand in slick water.
- 2. Isolate Point Lookout with a DBP.
- 3. Perforate the Menefee/Cliff House as determined from the open hole logs.
- 4. Stimulate with approximately 80,000# of 20/40 sand in slick water.
- 5. Test each zone before removing bridge plugs.

D. RUNNING TUBING

1. <u>Mesa Verde:</u> Run 2-3/8", 4.7#, J-55, EUE tubing with a SN (1.91" ID) on top of bottom joint. Land tubing approximately 25' above the bottom Point Lookout perforation.

John C. Thompson

Engineer

Walsh Engineering & Production Well Control Equipment Schematic for 2M Service

Attachment to Drilling Technical Program

Typical Mesaverde/Dakota BOP setup

