Form 3160-5 (June 1990)

## **UNITED STATES**

FORM APPROVED

(June 1770)	BUREAU OF LAND M		VED Z	Expires: March 31, 1993  Lesse Designation and Serial No.
Do not use this form	NDRY NOTICES AND RI	EPORTS ON WELLS	DM 1:54	F 078118  If Indian, Allottee or Tribe Name
	SUBMIT IN TRI	PLICATE 0/0 Harwar	7.	If Unit or CA, Agreement Designation
1. Type of Well Oil Gas Well Well				
2. Name of Operator	Other		8.	Well Name and No.  FC Federal Com 8
CONOCO. Inc.  3. Address and Telephone No.			9.	API Well No.
10 Desta Dr. Ste	= 100W. Midland. TX	79705	10.	30-045-27831 Field and Pool, or Exploratory Area Basin Fruitland Coal
1870′ FSL & 1525	5' FWL		11.	County or Parish, State
Sec. 18, T-32N,	R-11W			San Juan, NM
12. CHECK APP	ROPRIATE BOX(s) TO IN	DICATE NATURE OF NO	TICE, REPORT,	OR OTHER DATA
TYPE OF SUBM		TYF	PE OF ACTION	
Notice of Intent  Subsequent Rep  Final Abandonn  13. Describe Proposed or Completed give subsurface locations ar	ODECES W SEP 1 8 19 ODECES OF COMMON	Plugging Back Casing Repair Altering Casing Other Sidetrack/Ho	mated date of starring any o	Change of Plans  New Construction  Non-Routine Fracturing  Water Shut-Off  Conversion to Injection  Dispose Water  Note: Report results of multiple completion on Well completion or Recompletion Report and Log form.)  proposed work. If well is directionally drilled.
FC Federal Com 8R, horizontal lateral by Division Order for this proposed lateral instead of The revised drilli the sidetracked hofor well No. 8. A essentially the saprimary difference replacement wellbound in the same of	as a horizontal well. NMOCD approval of No. R-10071. Attach sidetrack of the exificity of the exification of	drilling permit for to 1, to a sidetrack of a horizontal well in sting FC Fed Com 8 we a new vertical wellboard there will be not sed, the original higher build to a 90 deg derable cost savings. This spacing unit.	the existing this spacing to amend that ell to drill to re.  In the state appropriate the changes in the sidetracked of the control of the co	FC Fed Com 8 with a unit was approved torder to provide the same horizontal oplication. Since the casing program norizontal is ment well. The instead of a smaller
14. I hereby certify that the foregoin	MHooua	Title Sr. Conservation	Coordinator	P.P.R.O°VED
(This space/for Federal or/State) Approved by	·	itle		GFP 1 1 1995
Conditions of approval, if any:				

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 and States



Midland Division
Exploration Production

Conoco Inc. RECEIVED
10 Desta Drive, Suite 100WAIL ROOM
Midland, TX 79705-4500
(915) 686-5400
95 SEP - 9 PH 1: 54

070 FARMINGTON, NM

September 5, 1995

Mr. Michael Stogner Oil Conservation Division 2040 S. Pacheco Santa Fe, New Mexico 87504

Re: Application to Amend Drilling Plan for a High Angle/Horizontal Directional Drilling Pilot Project for the FC Fed Com No. 8 Well Sec. 18, T-32N, R-11W, NMPM, as Previously Approved by Order No. R-10071

Dear Mr. Stogner:

By Division Order No. R-10071, issued February 28, 1994, Conoco Inc. was authorized to initiate a high angle/horizontal directional drilling pilot project in the Basin Fruitland Coal Gas Pool within an existing standard gas spacing unit in the W/2 of Section 18, Township 32 North, Range 11 West, San Juan County, New Mexico.

The approved drilling plan called for a replacement well, the No. 8R, to be drilled just 85 feet to the Southwest of the existing well, the FC Fed Com No. 8. Both of these wells are shown on the attached map, EXHIBIT A, which also shows the spacing unit, the 790 foot setbacks, and the offset operators.

The replacement well, No. 8R, was proposed for a surface location at 1870 FSL and 1445 FWL. It was to be drilled vertically to 2585 feet, kicked off at a 12°/100 foot build angle, and laterally extended at a 90 degree angle upon encountering the top of the middle seam of the Fruitland Coal Formation. The entire wellbore, including the productive lateral section, were to be totally contained within the required 790 foot setback from the outer boundary of the spacing unit.

The implementation of this project has been delayed pending evaluation of the results of another similar horizontal drilling project. In the interim, advances in slimhole horizontal drilling technology make it more practical to achieve the same horizontal objective through a horizontal sidetrack of the existing well. Drilling horizontally from a sidetracked wellbore, with a smaller diameter wellbore than originally proposed, is expected to yield the same production increase as anticipated for the originally planned new well at a considerable cost savings.

Therefore, it now being proposed that the approved drilling plan be revised to allow (a) the horizontal lateral to be initiated from a sidetrack of the existing well, the FC Fed Com 8, located only 85 feet from the proposed new well and (b) the hole size to be reduced to a 4-3/4" open hole completion. As shown in EXHIBIT A, the entire wellbore will still be within the same approved drilling window, will follow a similar horizontal extension, and will have the same bottom hole target as that approved in Order No. 10071.

The revised drilling plan for this proposed sidetrack/horizontal project is included as EXHIBITS B, C, and D. EXHIBIT B is the traditional well plan outline while EXHIBIT C is a Section View of the horizontal sidetrack. As shown by EXHIBIT C, it is proposed to kickoff at 2869 feet with a 4-3/4" hole, building angle at 30°/100 feet until beginning the lateral extension in the top of the middle seam of the Fruitland Coal at a 90 degree angle.

EXHIBIT D shows both a horizontal plan and a vertical section of the horizontal lateral. Comparing this new vertical section, with the higher rate of build, to the one in the original plan shows that this actually gives the potential of drilling a lateral that would be 350 feet longer within the same drilling window.

All offsetting operators, as identified on EXHIBIT A, have been notified by copy of this application and by certified mail of this proposed amendment. Copies of the certified mail receipts are attached as EXHIBIT E.

I am enclosing a copy of Order No. R-10071 for your convenience. If I can provide you with any additional information that will assist you in evaluating this requested amendment, please contact me at (915) 686-6548.

Very truly yours,

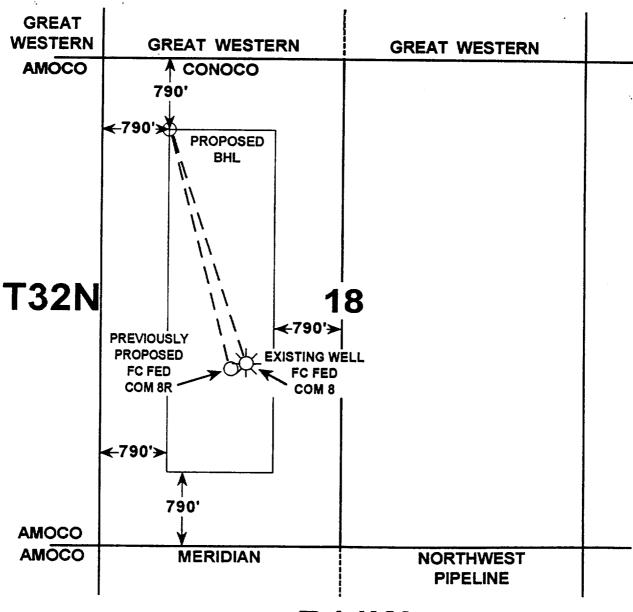
Jerry W. Hoover

Sr. Conservation Coordinator

# CONOCO, INC.

# PROPOSED HORIZONTAL FRUITLAND COAL WELL (SIDETRACK & LATERAL)

## F.C. FEDERAL COM 8



**R11W** 

SAN JUAN CO., N.M.

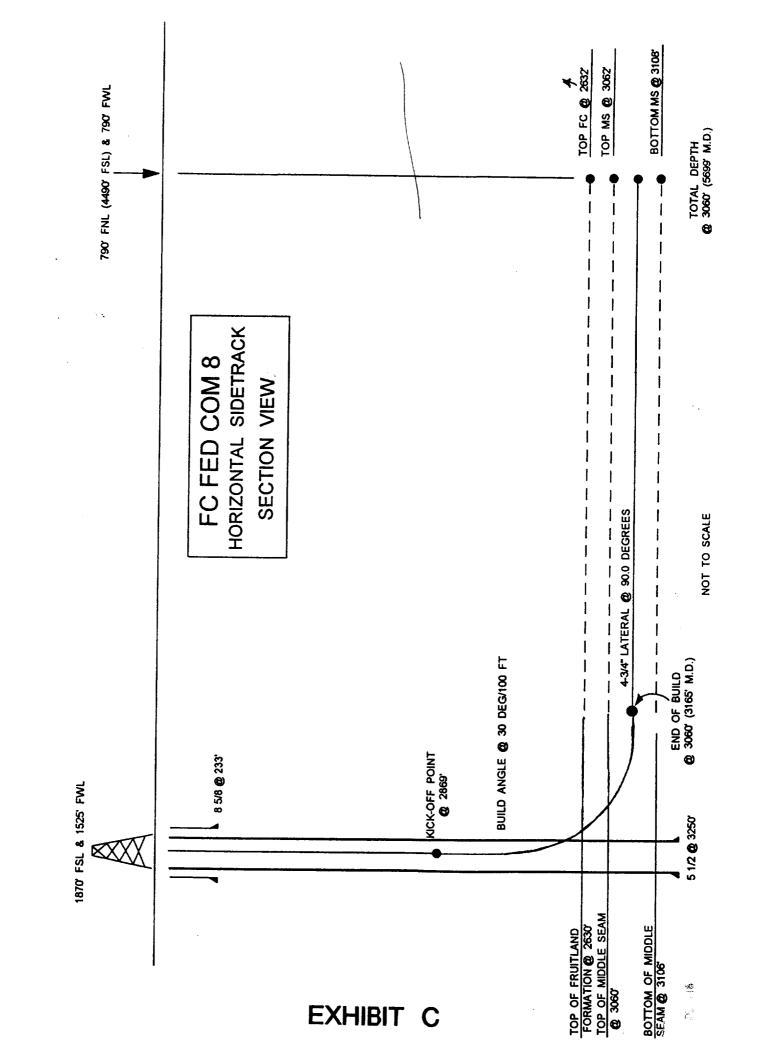
### PROPOSED WELL PLAN OUTLINE

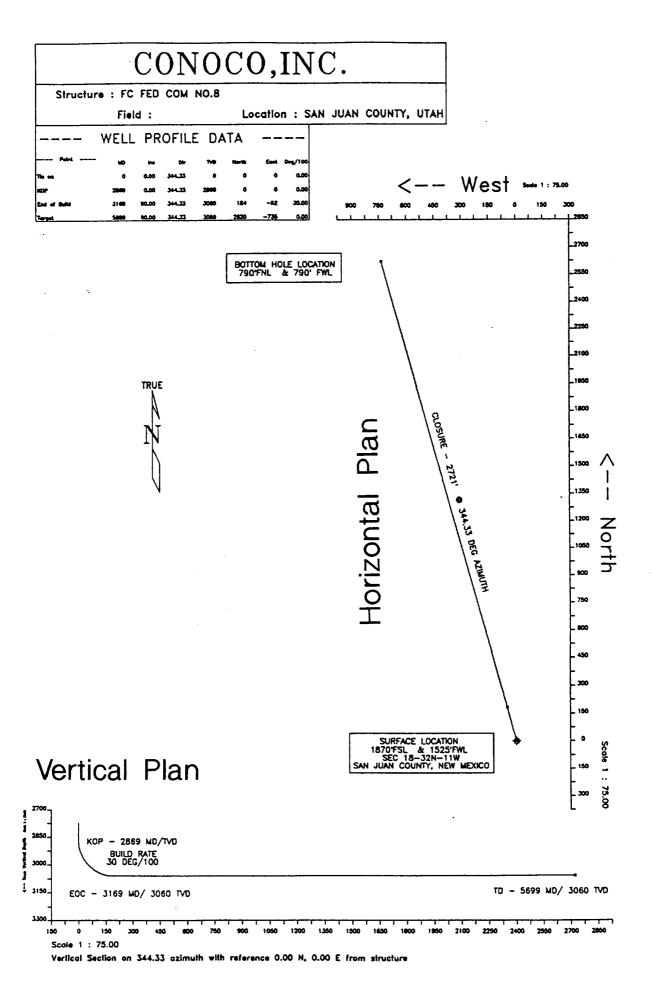
WELL NAME: FC FED COM 8 SIDETRACK

EST. KB = +6627'

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PREPARED: BILLY	GOODWIN	





#### Z 740 462 347



Meridian Oil Inc. P.O. Box 4289 Farmington, NM 87499

	Postage	\$
	Certified Fee	
	Special Delivery Fee	
3	Restricted Delivery Fee	
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PS Form <b>3800, March</b> 1993	TOTAL Postage & Fees	\$
	Postmark or Date	
Form 38	Postmerk or Delay	

Z 740 462 350



Receipt for Certified Mail - No Insurance Coverage Provided

Southland Royalty Co. % Meridian Oil INc. P.O. Box 4289 Farmington, NM 87499

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Z 740 462 348 Receipt for **Certified Mail** No Insurance Coverage Provided

McKenzie Methane Co. % Quintana Petroleum P.O. Box 3331 Houston, TX 77253

	Postage	\$
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Z 740 462 351



Receipt for **Certified Mail** No insurance Coverage Provided

Amoco Production Co. P.O. Box 800 Denver, CO 80201

	Postage	\$
PS Form <b>3800,</b> March 1993	Certified Fee	
	Special Delivery Fee	
	Restricted Delivery Fee	
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	Return Receipt Showing to Whom, Date, and Addressee's Address	
	TOTAL Postage & Fees	\$
PS Form 380	Postmark or Date	

Z 740 462 349



Receipt for **Certified Mail** No Insurance Coverage Provided

Northwest Pipeline % Williams Production P.O. Box 58900 Salt Lake City, UT 8415

	Postage	\$
PS Form <b>3800, March</b> 1993	Certified Fee	
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	Restricted Delivery Fee	
	Return Receipt Showing to Whom & Date Delivered	
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	TOTAL Postage & Fees	\$
Form 380	Postmark or Date	

Z 740 462 352



Emerald Gas Operating Co. 501 West 1-44 Service Rd. #310 Oklahoma City, OK 73118

	Postage	\$
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PS Form <b>3800,</b> March 1993	Restricted Delivery Fee	
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PS Form 3800, March 1993

Great Western Dri P.O. Box 1659 Midland, TX 79701

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