



SAN JUAN DIVISION

Sent Federal Express September 21, 1998

SFP 22

Mr. Michael Stoaner New Mexico Oil Conservation Division 2040 South Pacheco Santa Fe, New Mexico 87505

Re: San Juan 30-5 Unit #263 1425'FNL, 1120'FEL, Section 13, T-30-N, R-5-W, Rio Arriba 30-039-not assigned

Dear Mr. Stogner:

Burlington Resources is applying for administrative approval of an unorthodox gas well location for the Basin Fruitland Coal. This application for the referenced location is at the request of the Carson National Forest, and that Section 13 is a short section. This well is located at a standard footage north-south, and a non-standard footage east-west.

The east half (E/2) of Section 13 is fractional and consists of a 217'+/- wide east-west drilling window. The terrain is heavily timbered steep slopes with exposed sandstone cliffs (see enlarged topographic map). The proposed location is adjacent to an existing well, the San Juan 30-5 Unit #104 Dakota (30-039-23311) located at 1630'N 1000'E Section 13. The referenced location is at the request of the Carson National Forest to minimize new surface disturbance, eliminates the need for a new access road in the Forest, and reduces visual impact within the Forest.

This is also an application for a nonstandard proration unit. Production from the Basin Fruitland Coal pool is to be included in a 217.7 acre gas spacing and proration unit comprising of the east half (E/2) of Section 13 which lies within a single governmental half-section and is necessitated by a variation in the legal subdivision of the U.S. Public Land Surveys.

The following attachments are for your review:

- Application for Permit to Drill. 1.
- 2. Completed C-102 at referenced location.
- 3. Offset operators/owners plat - Phillips Petroleum is the operator of the Unit and has given a designation of operator to Burlington Resources for this well.
- 4. 7.5 minute topographic map showing the orthodox windows, and enlargement of the map to define topographic features.

Mr. Michael Stogner Page Two San Juan 30-5 Unit #263 September 21, 1998

Three copies of this application are being submitted to all offset owners/ operators by certified mail with a request that they furnish you with a Waiver of Objection, keep one copy for their files and return one copy to this office.

We appreciate your earliest consideration of this application.

Sincerely,

Jegy Stadhied

Peggy Bradfield Regulatory/Compliance Administrator

xc: NMOCD - Aztec District Office Bureau of Land Management – Farmington District Office Taurus Exploration Phillips Petroleum

WAIVER

______hereby waives objection to Burlington Resources' application for a non-standard location for the San Juan 30-5 Unit #263 as proposed above.

By: _____ Date: _____

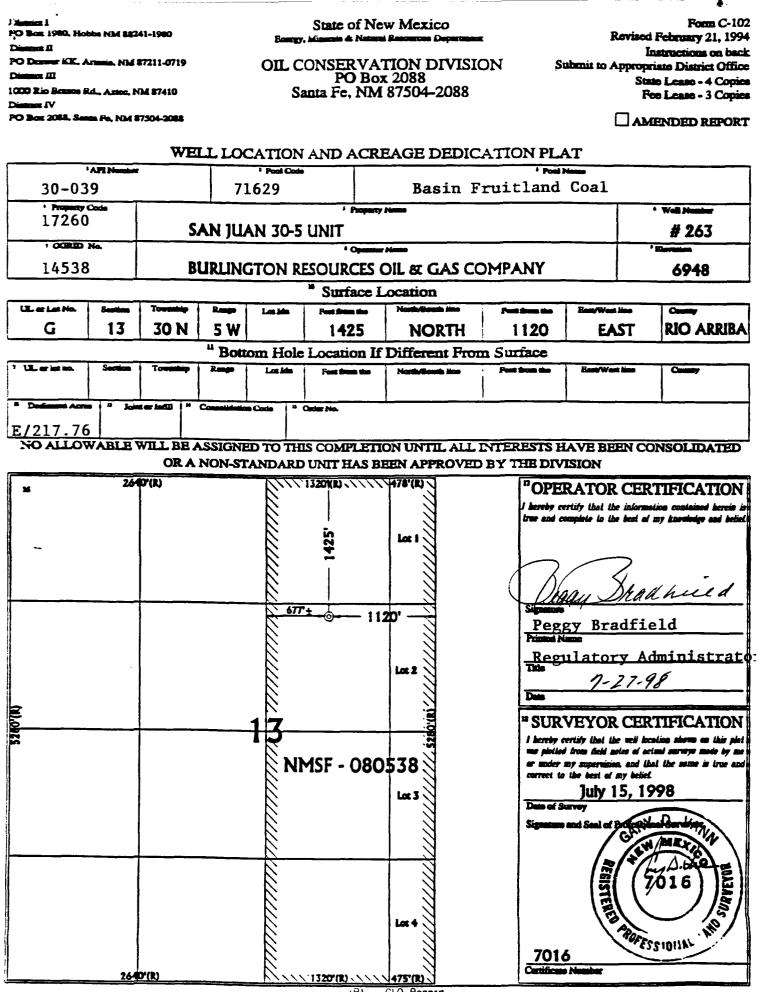
UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

į.

la.	Type of Work	5. Lease Number	
ia.	DRILL	SF-080538	
		Unit Reporting Number	
	-		
b.	Type of Well	6. If Indian, All. or Tribe	
	GAS		
2.	Operator	7. Unit Agreement Name	
	BURLINGTON RESOURCES Oil & Gas Company		
	RESOURCES Oil & Gas Company	San Juan 30-5 Unit	
	Address & Phone No. of Operator	8. Farm or Lease Name	
	PO Box 4289, Farmington, NM 87499	San Juan 30-5 Unit	
		9. Well Number	
	(505) 326-9700	263	
	Location of Well	10. Field, Pool, Wildcat	
	1425'FNL, 1120'FEL	Basin Ft Coal	
		11. Sec., Twn, Rge, Mer. (NMPM)	
	Latitude 36 ⁰ 48' 56", Longitude 107 ⁰ 18' 18"	Sec 13, T-30-N, R-5-W	
		API# 30-039-	
4.	Distance in Miles from Nearest Town	12. County 13. State	
	60 miles to Bloomfield	Rio Arriba NM	
		·	
15.	Distance from Proposed Location to Nearest Property or Lease L 1120'	ine	
16.	Acres in Lease	17. Acres Assigned to Well	
		217.76 E/2	
18.	Distance from Proposed Location to Nearest Well, Drlg, Compl, o	or Applied for on this Lease	
	100'	or Applied for on this cease	
19.	Proposed Depth	20. Rotary or Cable Tools	
	3742'	Rotary	
21.	Elevations (DE ET CB Etc.)	22 Amonov Data Mark will Start	
61.	Elevations (DF, FT, GR, Etc.) 6948' GR	22. Approx. Date Work will Start	
	0540 84		
23.	Proposed Casing and Cementing Program		
	See Operations Plan attached		
24.	Authorized by: page Statchied	7-27-48	
	Regulatory/Compliance Administrato		
PERMIT NO APPRO		ATE	
	OVED BY TITLE	DATE	

ì

Archaeological Report to be submitted Threatened and Endangered Species Report to be submitted NOTE: This format is issued in lieu of U.S. BLM Form 3160-3 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 presentations as to any matter within its jurisdiction.



(R) - GLO Record

OPERATIONS PLAN

Well Name:	San Juan 30-5 Unit #263
Location:	1425'FNL, 1120'FEL Section 13, T-30-N, R-5-W
	Latitude 36° 48'56", Longitude 107° 18'18"
	Rio Arriba County, NM
Formation:	Basin Fruitland Coal
Elevation:	6948'GL

Formation:	Тор	Bottom	Contents
Surface	San Jose	30 95'	
Ojo Alamo	3095'	2943'	aguifer
Kirtland	3197'	3239'	
Fruitland	3504'	3722'	gas
Fruitland Coal	3604'	3692'	gas
**Pictured Cliffs	3722'		
Total Depth	3742'		

**Pictured Cliffs top listed is actually upper PC inner-tongue. Main PC is approximately 150' deeper. Neither the main or inner-tongue is productive in this area and should not be affected by open hole cavitation operations.

Logging Program: Mud logs from below 7" to Total Depth.

Coring Program: none

Mud Program:

Interval	Туре	Weight	Vis.	<u>Fluid Loss</u>
0- 200'	Spud	8.4-9.0	40-5 0	no control
200-3554'	Non-dispersed	8.4-9.0	30-60	no control
3554-3742'	Air			

Casing Program (as listed, the equivalent, or better):

Hole Siz	e Depth Interval	Csg.Size	Wt.	Grade
12 1/4"	0' - 200'	9 5/8"	<u>32.</u> 3#	H-40
8 3/4"	0' - 3554'	7"	20.0#	K-55
6 1/4"	3454' - 3742'	5 1/2"	15.5#	X-55
Tubing Progr	am:			
	0' - 3742'	2 3/8"	4.7#	J-55

Float Equipment: 9 5/8" surface casing - saw tooth guide shoe. Centralizers will be run in accordance with Onshore Order #2.

7" intermediate casing - guide shoe and self-fill float collar. Three centralizers run every fourth joint above shoe. Two turbolizing type centralizers - one below and one into the base of the Ojo Alamo @ 2943'. Standard centralizers thereafter every fourth joint up to the base of the surface pipe.

5 1/2" production casing - Pre-drilled liner run to the 7" casing with an overlap. Liner hanger is a slip grip type.

Wellhead Equipment: 9 5/8" x 7" x 2 3/8" x 11" 3000 psi xmas tree assembly.

Cementing:

9 5/8" surface casing - cement with 159 sx Class "E" cement with 1/4# flocele/sx and 3% calcium chloride (188 cu.ft. of slurry, 200% excess to circulate to surface). WOC 8 hrs. Test casing to 600 psi/30 minutes.

7" intermediate casing - lead w/323 sacks Class "E" with 3% sodium metasilicate, 7 pps gilsonite, and 1/2#/sack flocele. Tail with 90 sacks 50/50 Class "3" Pozmix with 2% gel, 2% calcium chloride, 1/2#/sack flocele and 7 pps gilsonite (1068 cu.ft., 100% excess to circulate to surface).

5 1/2" liner - uncemented.

BOP and tests:

Surface to intermediate TD - 11" 2000 psi (minimum: double gate BOP stack (Reference Figure #1). Prior to drilling out surface casing, test rams to 600#/30 min.

Intermediate TD to Total Depth - 7 1/6" 3000 psi (minimum) double gate BOP stack (Reference Figure #2). Prior to drilling out intermediate casing, test blind rams and casing to 2500 psi for 30 minutes; all pipe rams and casing to 2500 psi for 30 minutes each.

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. An upper kelly cock valve with handle 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 pore pressure for the Fruitland is 1000 psi.
- This gas is dedicated.

Date:

Drilling Engineer:



- 1. Existing Roads Refer to Map No. 1. Existing roads used to access the proposed location will be properly maintained for the duration of the project. Bureau of Land Management right-of-way has been applied for as shown on Map No. 1.
- 2. Planned Access Road Refer to Map No. 1. None required.
- 3. Location of Existing Wells Refer to Map No. 1A.
- 4. Location of Existing and/or Proposed Facilities if Well is Productive -

a. On the Well Pad - Refer to Plat No. 1, anticipated production facilities plat.

b. Off the Well Pad - Anticipated pipeline facilities as shown on the attached plat from Williams Field Service.

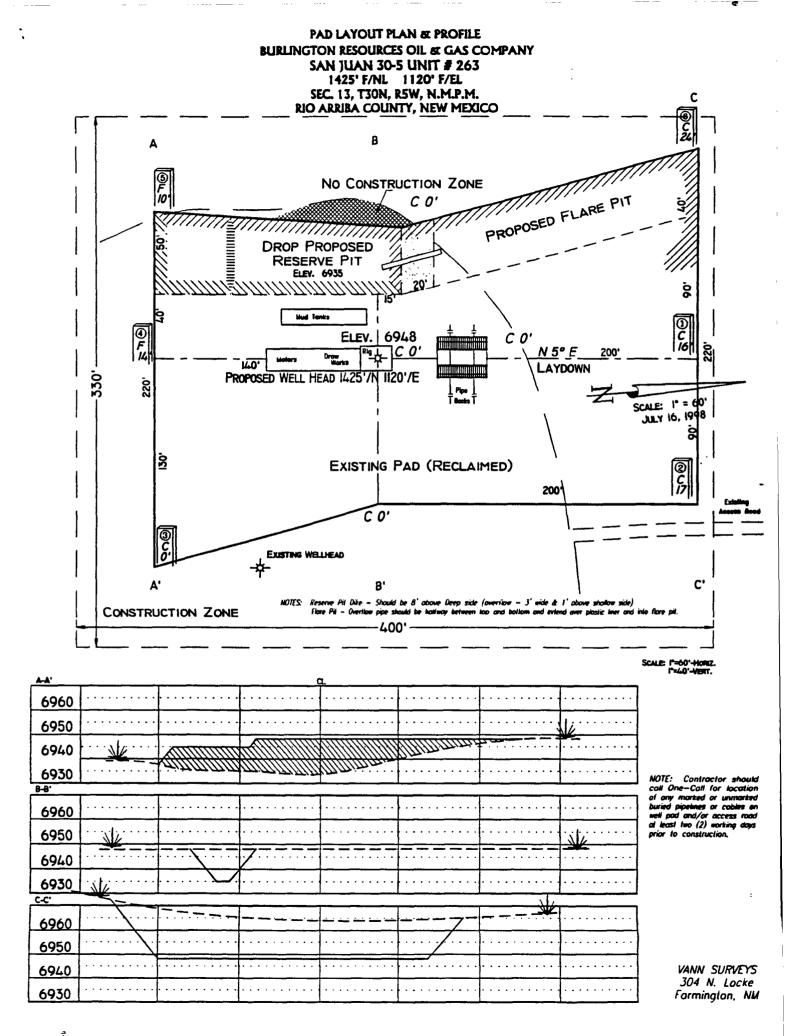
- Location and Type of Water Supply Water will be hauled by truck for the proposed project and will be obtained from LaJara Water Hole located SW/4 Section 11, T-30-N, R-6-W, New Mexico.
- 6. Source of Construction Materials If construction materials are required for the proposed project, such materials will be obtained from a commercial guarry.
- 7. Methods of Handling Waste Materials All garbage and trash materials will be removed from the site for proper disposal. A portable toilet will be provided for human waste and serviced in a proper manner. If liquids are left in the reserve pit after completion of the project, the pit will be fenced until the liquids have had adequate time to dry. The location clean-up will not take place until such time as the reserve pit can be properly covered over to prevent run-off from carrying waste materials into the watershed. Reserve pits will be lined as needed with either 12 mil bio-degradable plastic liner or a bentonite liner. All earthen pits will be so constructed as to prevent leakage from occurring; no earthen pit will be located on natural drainage. Generation of hazardous waste is not anticipated. Federal regulations will be adhered to regarding handling and disposal of such waste if so generated.
- 8. Ancillary Facilities None anticipated.
- 9. Wellsite Layout Refer to the location diagram and to the wellsite cut and fill diagram (Figure No. 4). The blow pit will be constructed with a 2'/160' grade to allow positive drainage to the reserve pit and prevent standing liquids in the blow pit.

- 10. Plans for Restoration of the Surface After completion of the proposed project, the location will be cleaned and leveled. The location will be left in such a condition that will enable reseeding operations to be carried out. Seed mixture as designated by the responsible government agency will be used. The reseeding operations will be performed during the time period set forth by the responsible government agency. The permanent location facilities will be painted as designated by the responsible government agency.
- 11. Surface Ownership Carson National Forest
- 12. Other Information Environmental stipulations as outlined by the responsible government agency will be adhered to. Refer to the archaeological report for a description of the topography, flora, fauna, soil characteristics, dwellings, historical and cultural sites.
- 13. Operator's Representative and Certification Burlington Resources Oil & Gas Company Regional Drilling Manager, Post Office Box 4289, Farmington, NM 87499, telephone (505) 326-9700. I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan, are to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Burlington Resources Oil and Gas Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Regulatory/Compliance Administrator

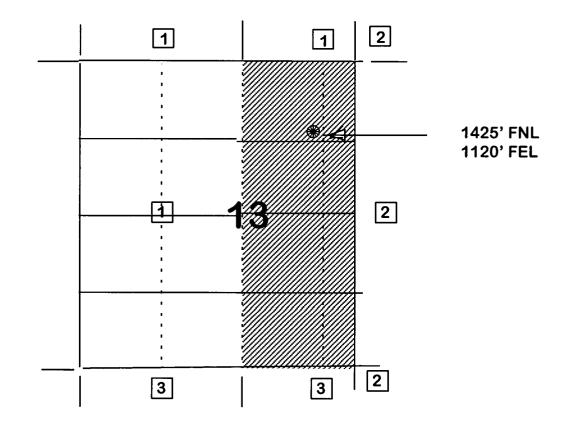
-27-98

pb



BURLINGTON RESOURCES OIL AND GAS COMPANY OFFSET OPERATOR \ OWNER PLAT San Juan 30-5 Unit #263 Nonstandard location Nonstandard Proration Unit Fruitland Coal Formation Well

Township 30 North, Range 5 West



- 1) Burlington Resources O&G under designation of agent from Phillips Petroleum Company
 - 2) Taurus Exploration U.S.A. 2198 Bloomfield Highway Farmington, NM 87401
- Phillips Petroleum Company as Unit Operator
 5525 Highway 64, NBU 3004 Farmington, New Mexico 87401

Re: San Juan 30-5 Unit #263 1425'FNL, 1120'FEL, Section 13, T-30-N, R-5-W, Rio Arriba 30-039-not assigned

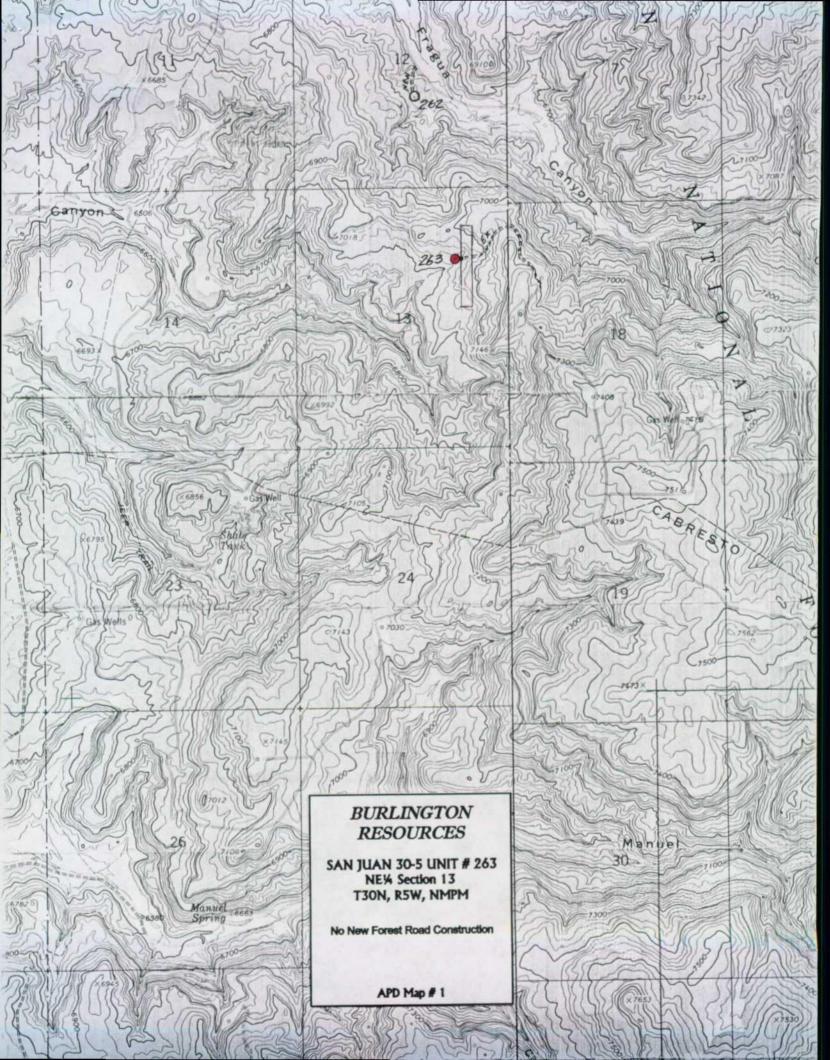
I hereby certify that the following offset operators/owners have been mailed notification of our application for non-standard location to drill the referenced well.

Taurus Exploration USA 2198 Bloomfield Highway Farmington, NM 87401

Phillips Petroleum Company as Unit Operator 5525 Highway 64, NBU #3004 Farmington, NM 87401

Standined

Peggy Bradfield Regulatory/Compliance Administrator





CMD	:
OG55	SECT

- --- -

INQUIRE LAND BY SECTION 10/06/98 09:23:02 OGOIV -EMFA

I.

Sec : 13 Twp : 30N Rng : 05W Section Type : NORMAL

L	K	¦ J	3
40.00	40.00	40.00	14.43
Federal owned U	Federal owned U	Federal owned U	Federal owned U
M 40.00	N 40.00	0 40.00	4 14.41
Federal owned U A	Federal owned U	Federal owned U	Federal owned U
PF01 HELP PF02 PF07 BKWD PF08 F	PF03 EXIT WD PF09 PRINT	PF04 GoTo PF05 PF10 SDIV PF11	 PF06 PF12

CMD	:
OG5S	ECT

ONGARD INQUIRE LAND BY SECTION

10/06/98 09:22:50 OGOIV -EMFA PAGE NO: 1

Sec : 13 Twp : 30N Rng : 05W Section Type : NORMAL

D		C C	B	¦ 1
40.00		40.00	40.00	14.47
Federal o U	wned	 Federal owned U 	Federal owned U	Federal owned U
E 40.00		F 40.00	G 40.00	2 14.45
Federal o U	wned	Federal owned U	Federal owned U A	Federal owned U
PF01 HELP PF07 BKWD	PF02 PF08 FW	PF03 EXIT D PF09 PRINT	PF04 GoTo PF05 PF10 SDIV PF11	PF06 PF12

54.47 54.45 105.92 54.43 163.35 54.41 217.76

Mr. Michael Stogner Page Two San Juan 30-5 Unit #263 September 21, 1998

Three copies of this application are being submitted to all offset owners/ operators by certified mail with a request that they furnish you with a Waiver of Objection, keep one copy for their files and return one copy to this office.

We appreciate your earliest consideration of this application.

Sincerely,

Spaanied

Peggy Bradfield Regulatory/Compliance Administrator

xc: NMOCD - Aztec District Office Bureau of Land Management – Farmington District Office Taurus Exploration Phillips Petroleum

WAIVER **HURU**S hereby waives objection to Burlington Resources' application for a non-standard location for the San Juan 30-5 Unit #263 as proposed above.

Decenary Date: 7-28-98 By: