

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. Type of Work DRILL	2004 AUG 11 PM 1 30	5. Lease Number SF-078506 Unit Reporting Number
1b. Type of Well GAS	RECEIVED 070 FARMINGTON NM	6. If Indian, All. or Tribe
2. Operator BURLINGTON RESOURCES Oil & Gas Company		7. Unit Agreement Name
3. Address & Phone No. of Operator PO Box 4289, Farmington, NM 87499 (505) 326-9700		8. Farm or Lease Name Hunsaker 9. Well Number #725S
4. Location of Well 1480' FNL, 835' FWL Latitude 36° 52.3371' N, Longitude 107° 45.3287' W		10. Field, Pool, Wildcat Basin Fruitland Coal 11. Sec., Twn, Rge, Mer. (NMPM) E Sec. 26, T31N, R09W API # 30-045- 32526
14. Distance in Miles from Nearest Town 22.6 miles to highway 550 and highway 173 in Aztec, NM		12. County San Juan ✓ 13. State NM
15. Distance from Proposed Location to Nearest Property or Lease Line 835'		
16. Acres in Lease		17. Acres Assigned to Well W/2 312.96
18. Distance from Proposed Location to Nearest Well, Drlg, Compl, or Applied for on this Lease 52'		
19. Proposed Depth 2926'		20. Rotary or Cable Tools Rotary
21. Elevations (DF, FT, GR, Etc.) 6020' GR		22. Approx. Date Work will Start
23. Proposed Casing and Cementing Program See Operations Plan attached		
24. Authorized by: <u>Joni Clark</u> Regulatory/Compliance Specialist		<u>8/9/04</u> Date

PERMIT NO.

APPROVAL DATE

APPROVED BY J. Mankie

TITLE AFM

DATE 10-7-04

Archaeological Report attached

Threatened and Endangered Species Report attached

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.

DRILLING OPERATIONS AUTHORIZED ARE
SUBJECT TO COMPLIANCE WITH ATTACHED
"GENERAL REQUIREMENTS".



is subject to technical and
procedural review pursuant to 43 CFR 3165.3
and appeal pursuant to 43 CFR 3165.4

DISTRICT I
1623 N. French Dr., Hobbs, N.M. 88240

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised August 15, 2000

DISTRICT II
811 South First, Artesia, N.M. 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, N.M. 87410

DISTRICT IV
2040 South Pacheco, Santa Fe, NM 87505

OIL CONSERVATION DIVISION

2040 South Pacheco
Santa Fe, NM 87505

RECEIVED

AUG 11 2004

Bureau of Land Management
Farmington Field Office

Submit to appropriate District Office
Lease - 4 Copies
Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number 30-045-		*Pool Code 71629	*Pool Name Basin Fruitland Coal
*Property Code 7147	*Property Name HUNSAKER		*Well Number 725S
*OGRID No. 14538	*Operator Name BURLINGTON RESOURCES OIL AND GAS COMPANY LP		*Elevation 6020'

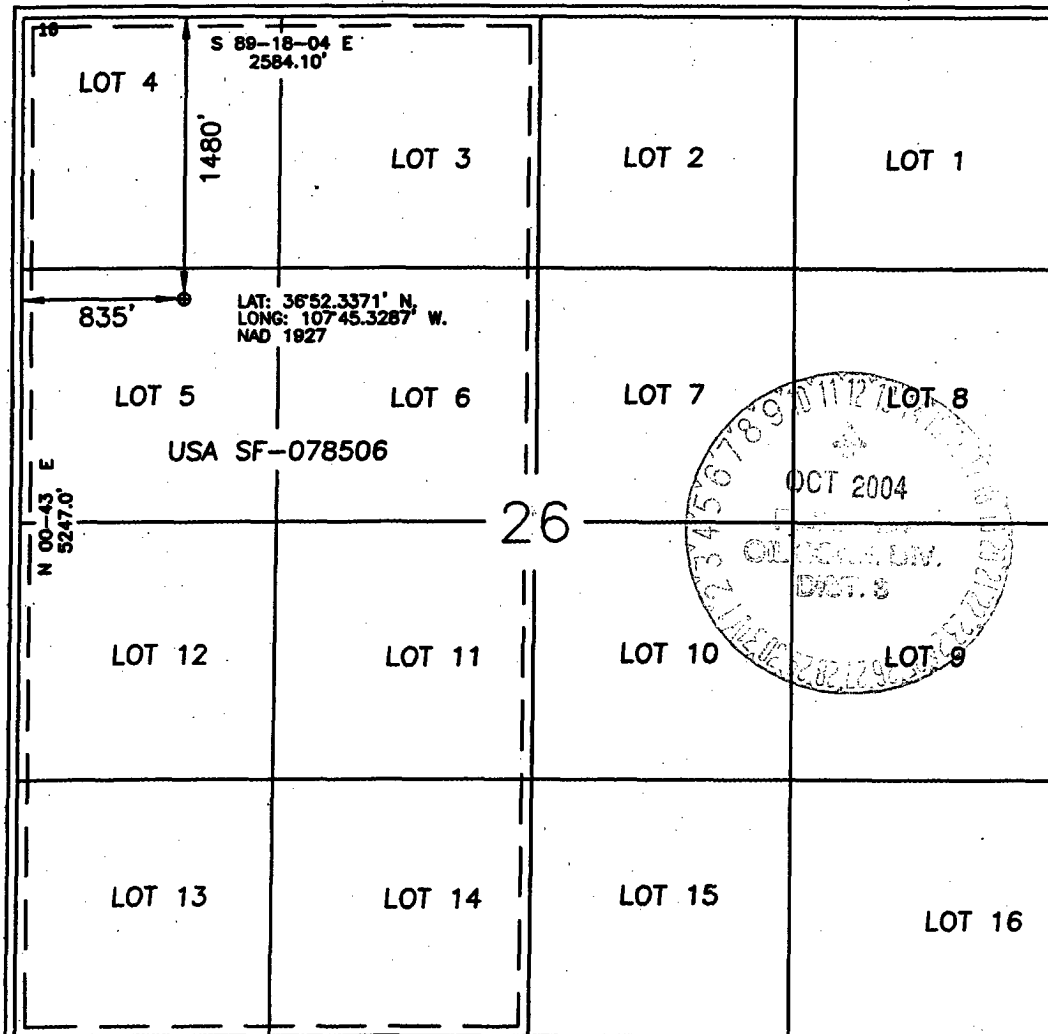
¹⁰ Surface Location

UL or lot no. E	Section 26	Township 31-N	Range 9-W	Lot Idn	Feet from the 1480'	North/South line NORTH	Feet from the 835'	East/West line WEST	County SAN JUAN
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¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
*Dedicated Acres W/2 312.96		*Joint or Infill		*Consolidation Code		*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



¹⁷ OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief

Signature [Signature]
Printed Name Regulatory Specialist
Title 8/9/04
Date

¹⁸ SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Date of Survey 7/6/04
Signature and Seal of Professional Surveyor
Certificate Number 15703

OPERATIONS PLAN

Well Name: Hunsaker #725S

Location: 1480' FNL, 835' FWL, Sec 26, T-31-N, R-9-W
San Juan County, NM

Latitude 36° 52.3371'N, Longitude 107° 45.3287'W

Formation: Basin Fruitland Coal

Total Depth: 2926'

Logging Program: See Walker Koch Wells Master Operations Plan

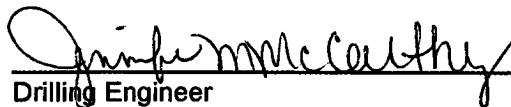
Mud Program: See Walker Koch Wells Master Operations Plan

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

Hole Size	Depth Interval	Csg	Wt.	Grade	Cement	
12 1/4	0' - 200'	9.625"	32.3#	H-40	188	cu.ft
8 3/4	0' - 2625'	7"	20.0#	J-55	582	cu.ft
6 1/4	2585' - 2926'	5 1/2"	15.5#	J-55	0	cu.ft

Tubing Program: See Walker Koch Wells Master Operations Plan

- * The Fruitland Coal formation will be completed.
- * The west half of Section 26 is dedicated to the Fruitland Coal formation in this well.
- * Gas is dedicated.


Drilling Engineer

8-10-04
Date

MULTI-POINT SURFACE USE PLAN

Hunsaker #725S

- * Anticipated pipeline facilities as shown on the attached plat from Burlington Resources Gathering Inc.
- * No new road will be built.
- * Water Supply will be from Pump Canyon Water Hole #2 located SW Section 36, T-31-N, R-9-W, New Mexico.
- * Surface ownership: Bureau of Land Management
- * During the onsite inspection it was decided that since the well location is twinned on the Hunsaker #1A, a Threatened and Endangered Specied survey would not be required from Burlington Resources.
- * Move existnig metter run to thenorth side of well pad.
- * Drain cut on north side with sediment trap on east side (corner #3).
- * Install all production equipment on northwest side.
- * Close existing access road on south side and rehab.
- * Archaeological Resources: See Archaeological Survey technical report # from San Juan College.



Regulatory Specialist

BURLINGTON RESOURCES OIL & GAS COMPANY LP

HUNSAKER #725S

1480' FNL 835' FWL

SEC 26, T31N, R9W N.M.P.M.

SAN JUAN COUNTY, NEW MEXICO

APD MAP #1

NO NEW BLM ACCESS

SW/NW SEC 26, T31N, R9W

HUNSAKER #725S

EXISTING ACCESS

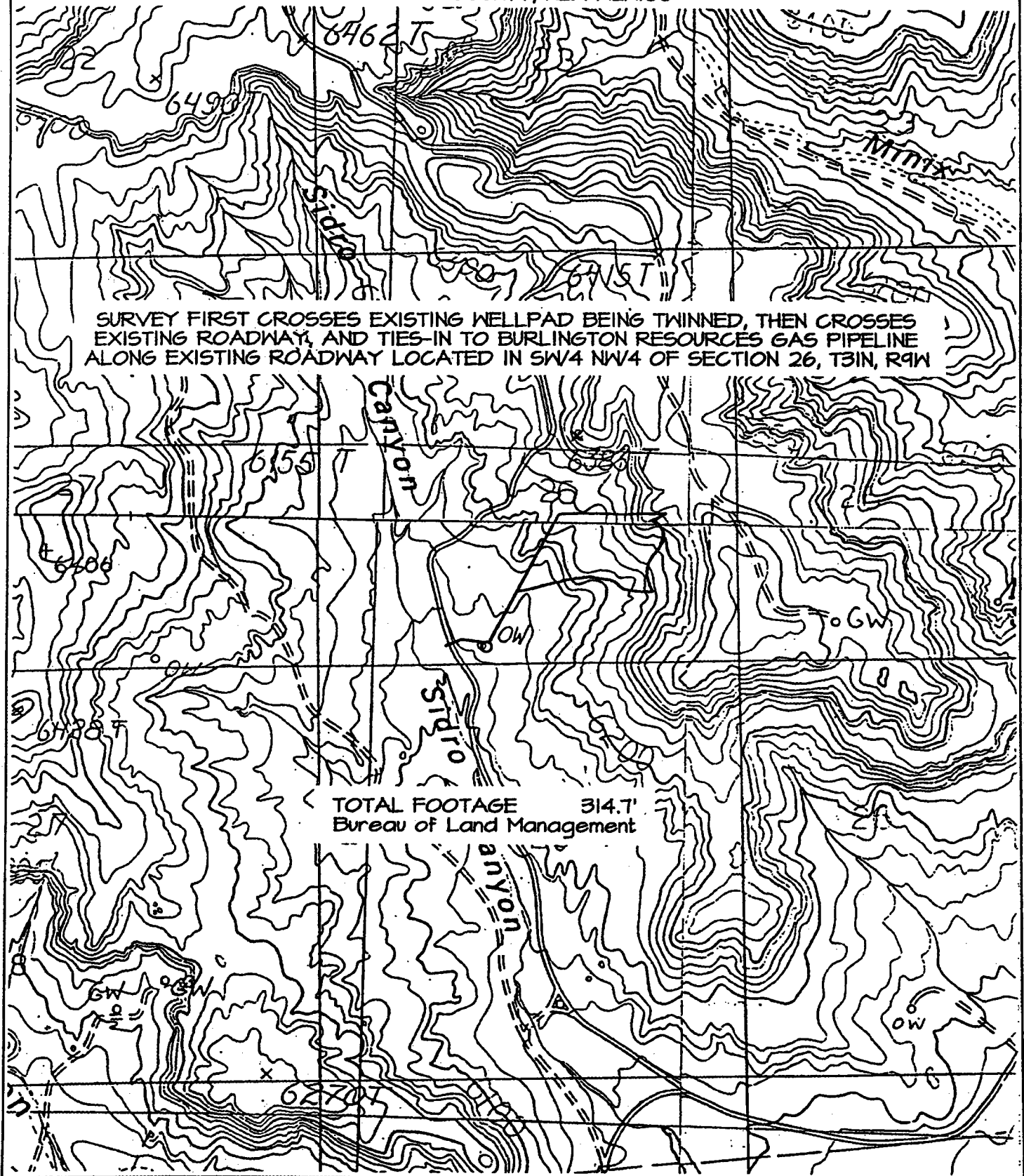
0 1000 FEET 0 500 1000 METERS

Printed from TOPOI ©2001 National Geographic Holdings (www.topo.com)

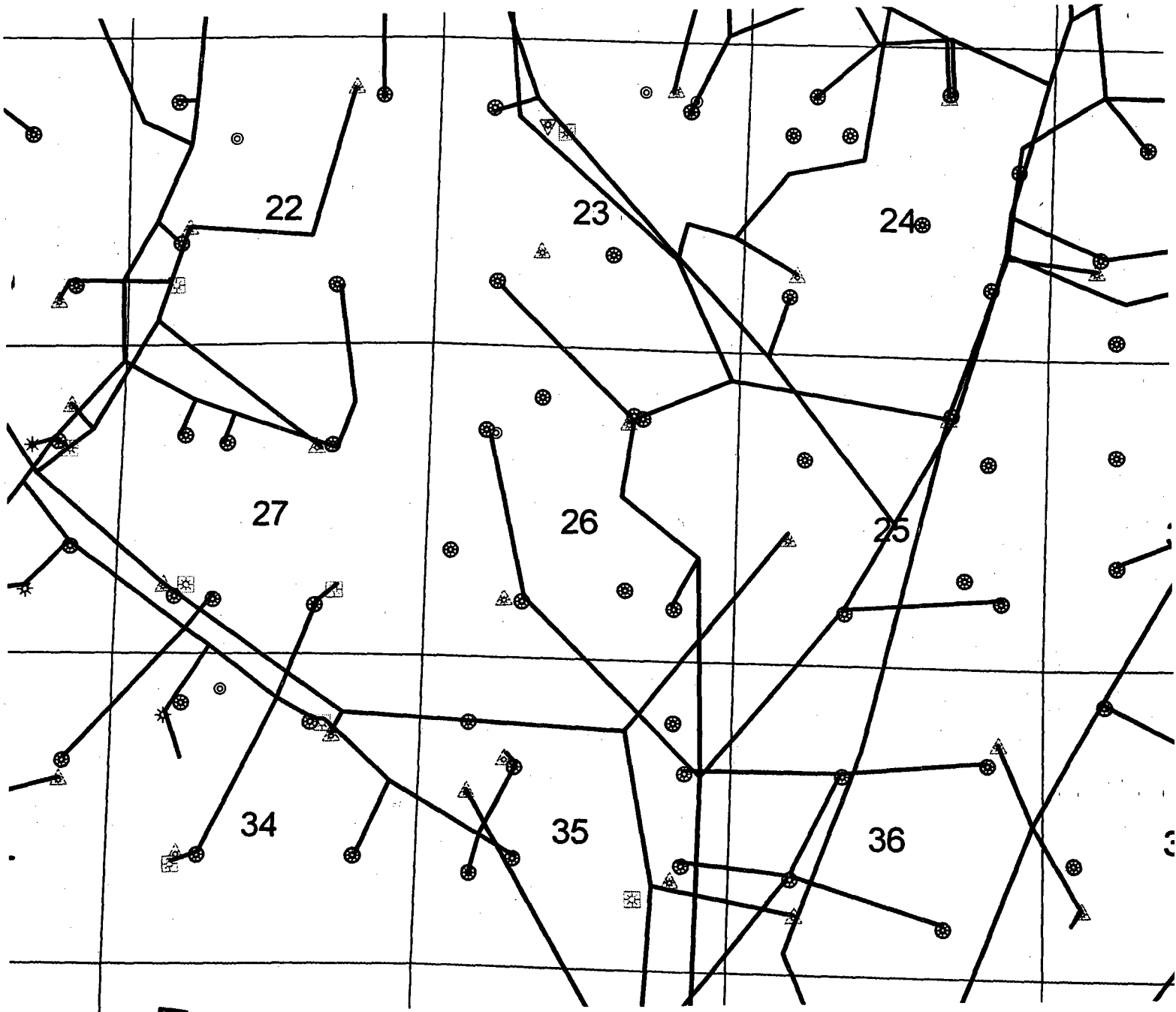
PROPOSED PIPELINE ROUTE

BURLINGTON RESOURCES OIL & GAS HUNSAKER #7255

1480' FNL & 835' FWL, SECTION 26, T31N, R9W, N.M.P.M.
SAN JUAN COUNTY, NEW MEXICO



Burlington Resources Oil & Gas Company LP
Hunsaker #725S
Sec.26, T-31-N, R-9-W
San Juan County, New Mexico
Map 1A



District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-045-
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Burlington Resources Oil & Gas Company LP		6. State Oil & Gas Lease No. SF-078506
3. Address of Operator 3401 E. 30 th Street, Farmington, NM 87402		7. Lease Name or Unit Agreement Name Hunsaker
4. Well Location Unit Letter <u>E</u> : <u>1480</u> feet from the <u>North</u> line and <u>835</u> feet from the <u>West</u> line Section <u>26</u> Township <u>31N</u> Range <u>9W</u> NMPM San Juan County, NM		8. Well Number 725S
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		9. OGRID Number 14538
Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached)		
Pit Location: UL <u>E</u> Sect <u>26</u> Twp <u>31N</u> Rng <u>9W</u> Pit type <u>Workover</u> Depth to Groundwater <u><50'</u> Distance from nearest fresh water well <u>>1000'</u> Distance from nearest surface water <u>>1000'</u> Below-grade Tank Location UL <u> </u> Sect <u> </u> Twp <u> </u> Rng <u> </u> ; <u> </u> feet from the <u> </u> line and <u> </u> feet from the <u> </u> line		

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
 TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
 PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐
 OTHER: New Drill Pit ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
 COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
 CASING TEST AND CEMENT JOB ☐
 OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Burlington Resources proposes to construct a new drill pit. The new drill pit will be a lined pit as detailed in Scenario 1 of Burlington's general pit construction plan dated April 26, 2004 on file at the NMOCD office.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☒ or an (attached) alternative OCD-approved plan ☐.

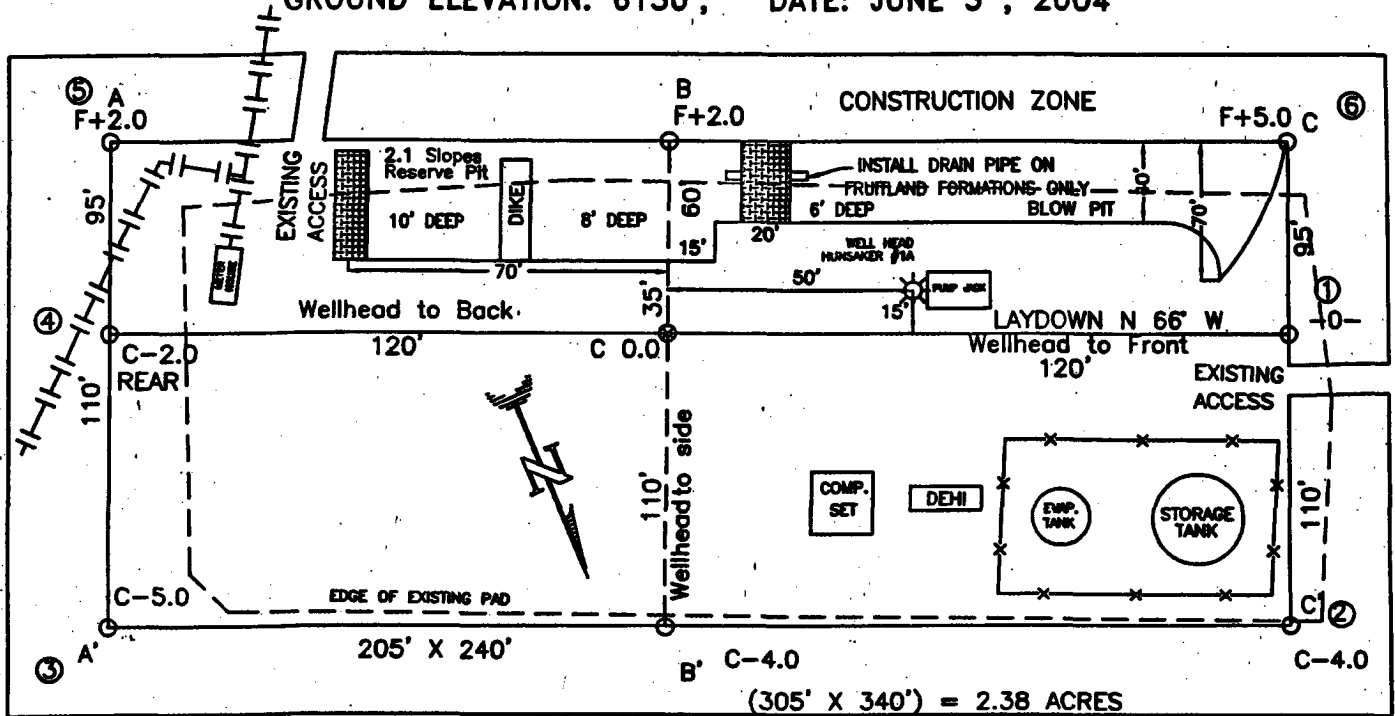
SIGNATURE Joni Clark TITLE Regulatory Specialist DATE 8/06/04

Type or print name Joni Clark E-mail address: jclark@br-inc.com Telephone No. 326-9700

(This space for State use)

APPROVED BY [Signature] TITLE DEPUTY OIL & GAS INSPECTOR DATE OCT 12 2004
 Conditions of approval, if any:

HUNSAKER #725S, 1480' FNL 835' FWL
SECTION 26, T-31-N, R-9-W, N.M.P.M., SAN JUAN COUNTY, NEW MEXICO
GROUND ELEVATION: 6130', DATE: JUNE 3, 2004



RESERVE PIT DIKE: TO BE 8' ABOVE DEEP SIDE (OVERFLOW - 3' WIDE AND 1' ABOVE SHALLOW SIDE).
BLOW PIT: OVERFLOW PIPE HALFWAY BETWEEN TOP AND BOTTOM AND TO EXTEND OVER PLASTIC LINER AND INTO BLOW PIT.

ELEV. A-A'	C/L				
6140					
6130					
6120					

ELEV. B-B'	C/L				
6140					
6130					
6120					

ELEV. C-C'					
6140					
6130					
6120					

NOTE: VECTOR SURVEYS IS NOT LIABLE FOR UNDERGROUND UTILITIES OR PIPELINES.
CONTRACTOR SHOULD CALL ONE-CALL FOR LOCATION OF ANY MARKED OR UNMARKED BURIED PIPELINES OR CABLES
ON WELL PAD AND OR ACCESS ROAD AT LEAST TWO (2) WORKING DAYS PRIOR TO CONSTRUCTION.

BURLINGTON RESOURCES

SAN JUAN DIVISION

Release 10-8-04

September 8, 2004

BP America Production Company
ATTN: Bryan Anderson OSO Engineer
San Juan BU
West Lake 1 Room 19-114
501 Westlake Park Blvd
Houston, TX 77079

(Certified Mail – Return Receipt Requested)

Re: Hunsaker #725S
Basin Fruitland Coal
1480'FNL, 835'FWL Section 26, T-31-N, R-09-W
San Juan County, New Mexico

To the Affected Persons:

Burlington Resources Oil & Gas Company LP is submitting the enclosed Application for Permit to Drill to the appropriate regulatory agency(s) for approval. This well is located inside the High Productivity Area of the Basin-Fruitland Coal Pool as indicated on the attached plat. Notice is being made pursuant to New Mexico Oil Conservation Commission Order R-8768-F dated July 17, 2003.

The affected parties have twenty (20) days from receipt of this notice in which to file with the District Office of the New Mexico Oil Conservation Division written objection to the proposed Application for Permit to Drill.

Sincerely,



Joni Clark
Regulatory Specialist

14

41

41

- SEYMOUR 720

SEYMOUR 720

1

1

39.03

39.03

39.03

BR
HUNSAKER 726



1:23,579 - 1" equals 1,965'

San Juan

SEC 26, T31N, R9W

File Number	Revised Date	02/25/2004
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F40 Number of Monthly Payments PA Number 7755 PA Number 7755

2. Article Number



7110 6605 9590 0009 1982

1. Article Addressed to:

FOUR STAR OIL & GAS COMPANY
ATTN BARBARA NELMS
PO BOX 36366

HOUSTON, TX 77236

9/8/2004 1:30 PM

Code: HUNSAKER 725S - HPA

COMPLETE THIS SECTION ON DELIVERY

A. Signature

☐ Agent
☒ Addressee

B. Received by (Printed Name)

C. Date of Delivery

D. Is delivery address different from item 1?

☐ Yes

If YES enter delivery address below:

☐ No

3. Service Type



Certified

4. Restricted Delivery? (Extra Fee)



Yes

PS Form 3811

Domestic Return Receipt

2. Article Number



7110 6605 9590 0009 1975

1. Article Addressed to:

BP AMERICA PRODUCTION COMPANY
ATTN BRYAN ANDERSON OSO ENGINEER
SAN JUAN BU
WEST LAKE 1 ROOM 19-114
501 WESTLAKE PARK BLVD
HOUSTON, TX 77079

9/8/2004 1:30 PM

Code: HUNSAKER 725S - HPA

COMPLETE THIS SECTION ON DELIVERY

A. Signature

☐ Agent
☒ Addressee

B. Received by (Printed Name)

C. Date of Delivery

D. Is delivery address different from item 1?

☐ Yes

If YES enter delivery address below:

☐ No

SEP 14 2004

3. Service Type



Certified

4. Restricted Delivery? (Extra Fee)



Yes

PS Form 3811

Domestic Return Receipt

2. Article Number



7110 6605 9590 0009 1999

1. Article Addressed to:

WILLIAMS PRODUCTION COMPANY
ONE WILLIAMS CENTER
PO BOX 3102 MS25-3

TULSA, OK 74101

9/8/2004 1:30 PM

Code: HUNSAKER 725S - HPA

COMPLETE THIS SECTION ON DELIVERY

A. Signature

☐ Agent
☒ Addressee

B. Received by (Printed Name)

C. Date of Delivery

D. Is delivery address different from item 1?

☐ Yes

If YES enter delivery address below:

☐ No

A MAIL CALL

STANLEY ALLEN

SEP 16 2004

USPS

3. Service Type



Certified

4. Restricted Delivery? (Extra Fee)



Yes

PS Form 3811

Domestic Return Receipt