Form 3160-3 (April 2004)				OMB N	APPROVED 0. 1004-0137	
UNITED STATES DEPARTMENT OF THE I BUREAU OF LAND MAN	NTERIOR	04 SEP 20	8 Ma	5. Zease Serial No.  JICARILLA	March 31, 2007  CONTACT #9	 7
APPLICATION FOR PERMIT TO			IVED	6. If Indian, Allotee	or Tribe Name	
AFFLICATION FOR FERWIT TO	DRILL OF	070 FARMI	NGTON	JICARILLA A	APACHE TRI	BE
la. Type of work:	ER (			7 If Unit or CA Agre	ement, Name an	d No.
lb. Type of Well: ☐Oil Well	8. Lease Name and Well No. TRIBAL の5 # /					
2. Name of Operator PATINA OIL AND GAS				9. API Well No. 3	929	23
3a. Address .5802 US HIGHWAY 64 FARMINGTON, NEW MEXICO 87401	3b. Phone No <b>505-63</b>	. (include area code) <b>2-8056</b>		10. Field and Pool, or Basin DK/Blan		<b>HPD</b> E
4. Location of Well (Report location clearly and in accordance with any	y State requirem	ents.*)		11. Sec., T. R. M. or B	lk. and Survey or	Area
At surface 660' FNL and 660' FEL  At proposed prod. zone SAME		A SEC 5-T26N-R3W				
14. Distance in miles and direction from nearest town or post office* 21 MILES SOUTH OF DULCE, NEW MEXICO	12. County or Parish RIO ARRIBA	13. S	tate NM			
15. Distance from proposed* 660' location to nearest	16. No. of a	cres in lease	17 Spacin	g Unit dedicated to this v	vell	
property or lease line, ft. (Also to nearest drig. unit line, if any)  320 ACRES  E/2 3.				20 Acres MV, DK, 169 terus PC		
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.	20. BLM/E	BIA Bond No. on file				
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 7105' GR	22 Approxir	nate date work will star	1 <u> </u>	23. Estimated duration 21 DAYS	1	
	24. Attac	hments				
The following, completed in accordance with the requirements of Onshore	e Oil and Gas	Order No.1, shall be at	tached to thi	s form:		
Well plat certified by a registered surveyor.     A Drilling Plan.		4. Bond to cover the ltem 20 above).	ne operation	ns unless covered by an	existing bond or	file (see
3. A Surface Use Plan (if the location is on National Forest System I SUPO shall be filed with the appropriate Forest Service Office).	Lands, the	5. Operator certific 6. Such other site s authorized offic	specific info	rmation and/or plans as	may be required	by the
25. Signature	I	(Printed/Typed)			Date	
Title REGULATORY/ENGINEERING TECH		JEAN M. MUSE			09/17/200	4
		(D. 100)			_	
Name (Printed Typed)					Date (13	05
Helpe Field Waroger - M	Office					
Application approval does not warrant or certify that the applicant holds conduct operations thereon.  Conditions of approval, if any, are attached.	legal or equita	able title to those right	s in the subj	ect tease which would er	ititle the applicar	ntto

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

\*(Instructions on page 2)

NMOCD



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

Form C-102 Revised February 21, 1994 Instructions on back Submit to Appropriate District Office

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

State Lease - 4 Copies Fee Lease - 3 Copies

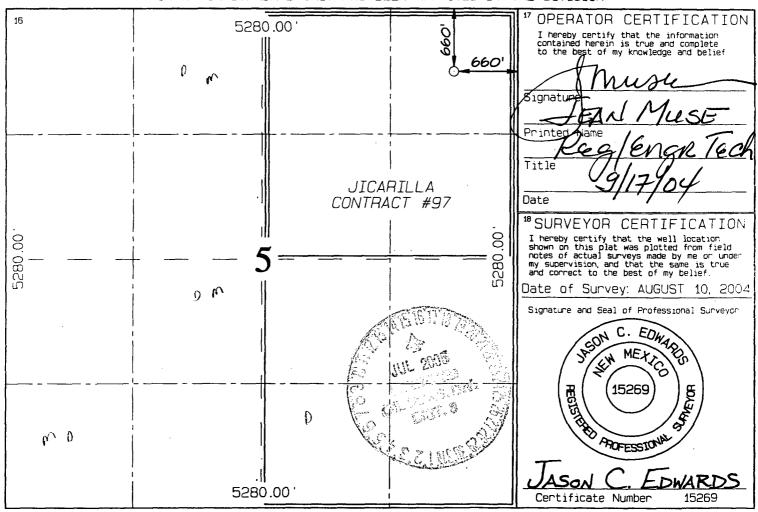
2004 SEP 20 AM 8 42

AMENDED REPORT

WELL LOCATION AND ACPEAGE, DEDICATION PLAT

O TO TAILUTE IT THE										
'API Num	ber	Pool Code Pool Name								
30-039	-19238	25020 72319-71599 TARACTIO PICTURED CEIFES-BLANCO MESAVERDE-							SIN DAKOTA	
*Property	Code	³Property Name						■ We	*Well Number	
3494	+1		TRIBAL 5						01	
'OGRID	No.				*Operator	Name		9 E	*Elevation	
17325	52		PATINA SAN JUAN, INC. 7105					7105		
<sup>10</sup> Surface Location										
UL or lot no.	Sect ion	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
Α	5	26N	ЗМ		660	NORTH	660	EAST .	RIO ARRIBA	
<sup>11</sup> 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	
				•						
12 Dedicated Acres				- DC	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.	<del></del>	-	
	320.0	Acres (E	(AC/4) [/2) -	MV, DK						
NO ALLOWARIE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED										

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



## Operations Plan Patina San Juan, Inc. Tribal #05-01 <u>Rio Arriba, New Mexico</u>

### 1. LOCATION:

NE NE Section 5, T26N, R3W Rio Arriba, New Mexico

Field: Tapacito Pictured Cliffs, Blanco MV & Basin DK

Surface: Jicarilla Apache Tribe Minerals: Jicarilla Contract # 97

# 2. SURFACE FORMATION, ESTIMATED TOPS AND WATER, OIL, GAS OR MINERAL BEARING FORMATIONS (TVD):

Surface formation - San Jose

Formation	Depth
Fruitland**	3547'
Pictured Cliffs**	3827
Lewis	3994'
Cliff House**	5509'
Menefee**	5659'
Point Lookout**	5989'
Gallup**	7087
Greenhorn	7873'
Graneros	7951'
Dakota**	7997'
TD	8450'

### Legend:

- \* Freshwater bearing formation
- \*\* Possible hydrocarbon bearing formation
  \*\*\* Probable hydrocarbon bearing formation
- # Possible H2S bearing formation

All fresh water and prospectively valuable minerals encountered during drilling will be recorded by depth and adequately protected.

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### 3. PRESSURE CONTROL EQUIPMENT:

BOP equipment will be tested to the lesser of its rated working pressure, 70-percent of the internal yield of the surface casing or 1,000psi. See attachments for BOP and choke manifold diagrams.

### **Production Hole BOP Requirements and Test Plan**

```
11" – 2,000 psi single ram (blind)
11" – 2,000 psi single ram (pipe)
```

Test as follows:

a) Pipe rams: 1,000 psi (High) 250 psi (low) b) Choke manifold and lines: 1,000 psi (High) 250 psi (low)

All ram type preventers and related equipment will be hydraulically tested at nipple-up. They will also be retested in either of the following events:

- A pressure seal is broken.
- 30 days have elapsed since the last successful test of the equipment.

Furthermore, BOP's will be checked daily as to mechanical operating condition. All ram type preventers will have hand wheels, which will be operative and accessible at the time the preventers are installed. See attached Exhibit for details on the BOP equipment.

### **AUXILIARY EQUIPMENT:**

- a) Manually operated kelly cock (upper and lower)
- b) Full opening manually operated safety valves in the full open position, capable of fitting all drill stem connections.

### 4. CASING DESIGN:

Casing Program:

Casing Size Hole Size Depth 12 1/4" 300' 9 5/8" 7" 8 3/4" 4400' +/-6 1/4" 8450' 4 1/2"

Hole Size	Casing Type	Top (MD)	Bottom (MD)	Wt. (lb./ ft)	Grade	Thread	Condition
9-5/8"	Surface	0'	300'	36.0	J55	STC	New
7"	Production	0'	4400' +/-	23	N80	LTC	New
4 1/2"	Production	0	8450'	11.6	N80	LTC	New

Casing Data				Collapse	Burst	Min. Tensile
OD _	Wt/Ft	Grade	Thread	(psi)	(psi)	(Lbs.)
9-5/8"	36.0 lbs.	J55	STC	2,020	3,520	394,000
7"	23 lbs.	N80	LTC	3,830	6,340	442,000
4 1/2"	11.6 lbs.	N80	LTC	6,350	7,780	223,000

### MINIMUM CASING DESIGN FACTORS:

COLLAPSE: 1.125 **BURST**: 1.00 TENSION: 1.80

Area Fracture Gradient Range:

0.7 - 0.8 psi/foot

Maximum anticipated reservoir pressure:

2,500 psi

Maximum anticipated mud weight:

9.0 ppg

Maximum surface treating pressure:

3,500 - 3,750 psi

### Float Equipment:

**Surface Casing:** Guide shoe on bottom and 3 centralizers on the bottom 3 joints.

<u>Intermediate Casing:</u> Float shoe on bottom joint and a float collar one joint up from float shoe. One centralizer 10 ft above float shoe and nine centralizers spaced every joint above the float collar. Stage tool above Picture Cliffs. One centralizer below stage tool and one centralizer above stage tool.

**Production Casing:** 4 1/2" whirler type cement nosed guide shoe and a float collar on top of bottom joint with centralizers over potential hydrocarbon bearing zones. Stage tool above the Gallup. One centralizer below stage tool and one centralizer above stage tool.

### **CEMENTING PROGRAMS:**

### 9-5/8" Surface casing:

162 sxs Type III cement with 2% CaCl<sub>2</sub>, ¼#/sx cellofakes. 100% excess to circulate cement to surface. WOC 12 hrs. Pressure test surface casing to 1000 psi for 30 minutes.

Slurry weight: 15.2 ppg Slurry yield: 1.27 ft<sup>3</sup>/sack

Volume basis:

 40' of 9-5/8" shoe joint
 17 cu ft

 300' of 12-1/4" x 9-5/8" annulus
 94 cu ft

 100% excess (annulus)
 94 cu ft

 205 cu ft
 205 cu ft

### Note:

- 1. Design top of cement is the surface.
- 2. Have available 100 sx Type III cement with 2% CaCL<sub>2</sub> for top out purposes.

### 7" Intermediate Casing:

1st Stage: 245 sacks of Type III cement

Slurry weight: 14.5 ppg Slurry yield: 1.4 ft<sup>3</sup>/sack

2<sup>nd</sup> Stage: (Stage tool at 2700' +/-): 270 sacks of Premium Lite FM

Slurry weight: 12.4 ppg Slurry yield: 1.92 ft<sup>3</sup>/sack

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Volume Basis:	40' of 7" shoe joint	9 cu ft
	4100' of 7" x 8 3/4" annulus	617 cu ft
	300' of 7" x 9 5/8" hole	50 cu ft
	30% excess (annulus)	185 cu ft
	Total	861 cu ft

### Note:

- 1. Design top of cement is surface.
- 2. Actual cement volumes to be based on caliper log plus 30%.

### 4 1/2" Production casing:

Stage 1: 115 sacks of Premium Lite High Strength FM out guide shoe.

Slurry weight: 12.3 ppg Slurry yield: 2.13 ft<sup>3</sup>/sack

Volume basis:

40' of 4 1/2" shoe joint 5 cu ft 4 1/2 " x 6 1/4" hole 177 cu ft 30% excess (annulus) 55 cu ft Total 237 cu ft

- 3. Design top of cement is stage collar at 6600+/- A. Cement to one lab intermediate
  4. Actual cement volumes to be based on caliper log plus 30%. csq shoe by 100 minimum
- Stage 2: 90 sacks of 35/65 pozmix: Type III cement out stage collar at 6600 +/- ft.

Slurry weight: 9.5 ppg Slurry yield: 4.05 ft<sup>3</sup>/sack

4 1/2 " x 6 1/4" hole	226 cu ft
300' of 4 ½" x 7" csg	33 cu ft
30% excess (annulus)	78 cu ft
Total	337 cu ft

### Note:

Volume basis:

- 5. Design top of cement is at 4100' or 300 ft into 7" casing.
- 6. Actual cement volumes to be based on caliper log plus 30%.

# 2000 psi Choke Manifold Tribal No. 05-01

Minimum requirements

2" line to pit or mud/gas separator

Components

1 - 2" Valve (2M)

2 - 3" Valve (2M)

3 - Mud cross with gauge (2M) flanged below the gage.

4 - Beam Adjustable choke (2M)

5 - Needle Adjustable choke (2M)

Note: All line and valve sizes listed are minimum requirements.

က

3" line from BOP (see BOP diagram)

3" bypass line

2" line to pit or mud/gas separator 8/ 5-17-08