UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT Sundry Notices and Reports on Wells Lease Number NMSF078356A 1. Type of Well If Indian, All. or GAS Tribe Name 7. Unit Agreement Name 2. Name of Operator OIL & GAS COMPANY Huerfanito Unit Well Name & Number 3. Address & Phone No. of Operator Huerfanito Unit 94R PO Box 4289, Farmington, NM 87499 (505) 326-9700 API Well No. 30-045-30845 Location of Well, Footage, Sec., T, R, M 10. Field and Pool 970'FNL, 1660'FEL, Sec. 26, T-27-N, R-9-W, NMPM Blanco PC South 11. County and State San Juan Co, NM CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OTHER DATA Type of Submission Type of Action Notice of Intent Abandonment __X_ Change of Plans ___ New Construction Recompletion Subsequent Report Plugging Back Non-Routine Fracturing ___ Water Shut off Casing Repair _____Altering Casing ____ Conversion to Injection Final Abandonment Other -13. Describe Proposed or Completed Operations It is intended to change the approved casing and cementing procedure for the subject well. Attached is a new operations plan. 170 Farmington, NM OIL COMS. DIV I hereby certify that the foregoing is true and correct. Title Regulatory Supervisor Date 06/23/03 (This space for Feder State Office use) APPROVED BY Title

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.

CONDITION OF APPROVAL, if any:

OPERATIONS PLAN

Well Name: Huerfanito Unit 94R

Location: 970'FNL, 1660'FEL Section 26, T-27-N, R-9-W

San Juan County, New Mexico

Latitude 36° 33.0, Longitude 107° 45.2

Formation: Blanco PC South

Elevation: 6198'GR

Formation:	Top	Bottom	Contents
Surface	San Jose	1235′	
Ojo Alamo	1235′	1364'	aquifer
Kirtland	1364'	1737'	
Fruitland	1737'	2123'	gas
Pictured Cliffs	2123'		gas
Total Depth	2323 ′		

Logging program: cased hole - CBL/GR/CCl TD to surface

Coring Program: none

Mud Program:

<u>Interval</u>	<u>Type</u>	Weight	<u>Vis.</u>	Fluid Loss	
0- 120'	Spud	8.4-9.0	40-50	no control	
120-2323'	FW	8.4-9.0	40-60	no control	

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

Hole Size	Depth	<u>Interval</u>	Csg.Size	Wt.	Grade
8 3/4" 6 1/4"	•	120' 2323'	7" 4 1/2"	20.0# 10.5#	
Tubing Program	: - 0'	0 2323'	2 3/8"	4.70#	J-55

Float Equipment: 7" surface casing - saw tooth guide shoe. Centralizers will be run in accordance with Onshore Order #2.

4 1/2" production casing - float shoe on bottom. Standard centralizers run every other joint above shoe to the base of the Ojo Alamo @ 1364'. Two turbolizing type centralizers - one below and one into the base of the Ojo Alamo @ 1364. Standard centralizers thereafter every fourth joint up to the base of the surface pipe.

Wellhead Equipment: $7" \times 4 \frac{1}{2}" \times 2 \frac{3}{8}" 2000$ psi screw on independent wellhead.

Cementing:

7" surface casing - cement with 26 sx Type I, II cement with 20% fly ash (41 cu.ft. of slurry to bring cement to surface) or equivalent. Wait on cement for 24 hours for pre-set holes or 8 hrs for conventionally set holes before pressure testing or drilling out from under surface. Test casing to 600 psi for 30 minutes. This well has already been pre-set.

Huerfanito Unit 94R

4 1/2" production casing - Lead w/161 sx Premium Lite cement w/3% calcium chloride, 0.25 pps Flocele, 5 pps LCM-1, 0.4% fluid loss, 0.4% sodium metasiliate. Tail w/90 sx Type III cement w/1% calcium chloride, 0.25 pps Flocele, and 0.2% fluid loss (468 cu. ft. of slurry, 100% excess to circulate to surface).

Note: If open hole logs are run, cement volumes will be based on 25% excess over caliper volumes.

BOP and tests:

Surface to TD - 7 1/16'' 3000 psi single spherical anular preventer (Reference attached Figure). Prior to drilling out surface casing, test BOP and casing to 400 psi/30 min.

Completion - 6" 2000 psi (minimum) double gate BOP stack (Reference Figure #2). Prior to completion operations, test BOP and casing to 2000 psi/15 min..

From surface to TD - choke manifold (Reference Attached Figure).

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:

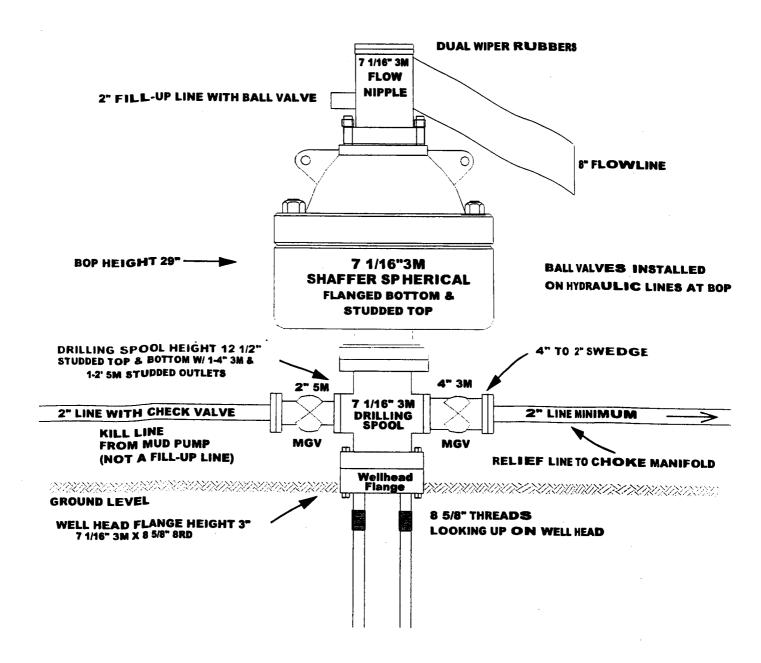
- * The Pictured Cliffs formation will be completed.
- * Anticipated pore pressure for the Pictured Cliffs is 500 psi.
- * This gas is dedicated.
- * The northwest quarter of Section 26 is dedicated to the Pictured Cliffs.

Drilling Engineer

Date

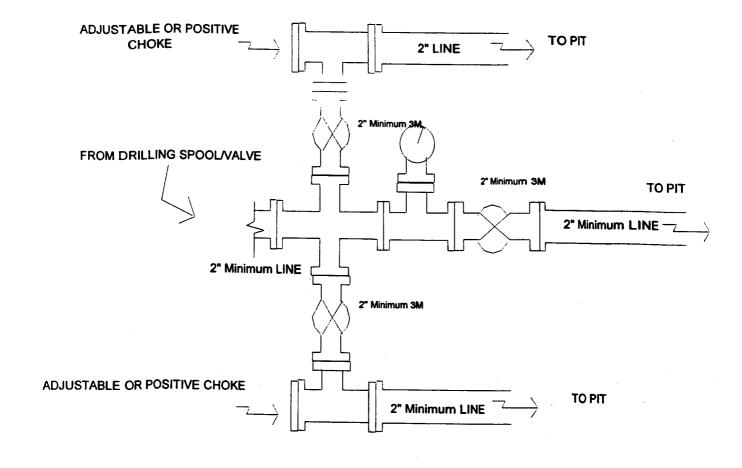
Drilling Rig

3000 psi BOP System



BURLINGTON RESOURCES

Drilling Rig Choke Manifold Configuration 3000 psi System



Choke manifold installation from Surface Casing Point to Total Depth. 3,000 psi working pressure equipment with two chokes.