

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0137
Expires March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

2006 JUN 15 AM 2 24

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMM 30015	
2. Name of Operator Energen Resources Corporation		6. If Indian, Allottee or Tribe Name	
3a. Address 2198 Bloomfield Highway, Farmington, NM 87401		7. If Unit or CA/Agreement, Name and/or No.	
3b. Phone No. (include area code) 505.325.6800		8. Well Name and No. Carracas 30B #13	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Surface: 800' FSL, 70' FWL ssw S30, T32N, R4W Bottom: 1880' FSL, 2375' FWL nesw S30, T32N, R4W		9. API Well No. 30-039-27872-31	
		10. Field and Pool, or Exploratory Area Basin Fruitland Coal	
		11. County or Parish, State Rio Arriba NM	

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input checked="" type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.)

Energen Resources would like to change the Carracas 30B #13 from a vertical drill and cavitation well to a horizontal drill and open hole completion well with the following information:

- *Change the 7" casing setting depth to 4325' (MD), 3923' (TVD).
- *Change the setting depth of the liner to 6200' (MD), 3923' (TVD).
- *Change the production liner to a 4 1/2" 11.6 ppf pre-drilled liner.
- *Cement the 7" casing with 580 sks (1137 cuft) lead and 125 sks (155 cuft) tail.

Energen Resources would also like to change the dedication from a west half to a south half dedication.

Changes are noted on the attached revised C-102, Operations Plan, and Directional Planning Report.

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Nathan Smith

Title

Drilling Engineer

Date 6/14/06

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

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

NMOCD

DISTRICT I
1825 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

Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

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

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

DISTRICT IV
2040 South Pacheco, Santa Fe, NM 87505

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number		Pool Code		Pool Name BASIN FRUITLAND COAL	
Property Code		Property Name CARRACAS 30 B			Well Number 13
GRID No.		Operator Name ENERGEN RESOURCES CORPORATION			Elevation 7198'

¹⁰ Surface Location

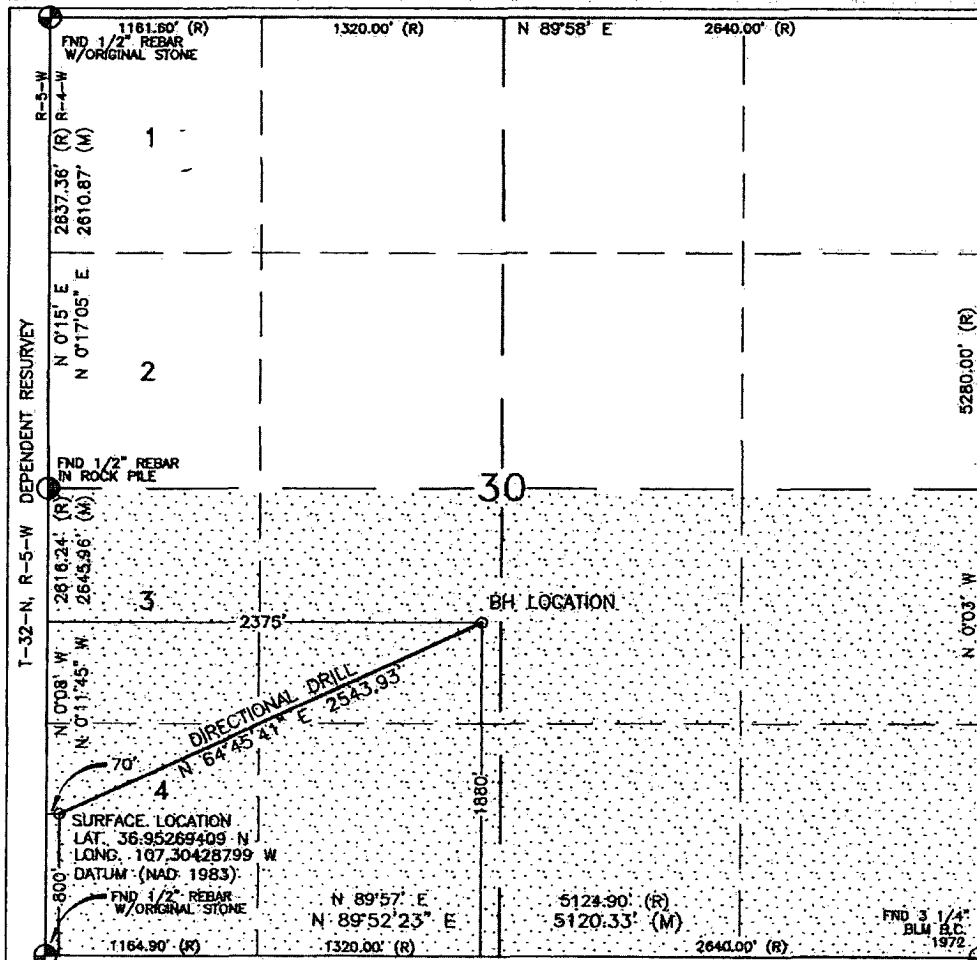
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	30	32N	4W		800'	SOUTH	70'	WEST	RIO ARRIBA

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
K	30	32N	4W		1880'	SOUTH	2375'	WEST	RIO ARRIBA
Dedicated Acres 309.14 Acres - (S/2)		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

16



17 OPERATOR CERTIFICATION

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

Nathan Smith
Signature
Nathan Smith
Printed Name
Drilling Engineer
Title
6/14/06
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.

JANUARY 23, 2006

Date of Survey

Signature and Seal of Professional Surveyor:

David R. Russell
Signature
DAVID R. RUSSELL
Printed Name
0201
Certificate Number
PROFESSIONAL SURVEYOR

Operations Plan

Revised June 14, 2006

Carracas # 30B-13

General Information

Location	800' fsl, 70' fwl at surface 1880' fsl, 2375' fwl at bottom S30, T32N, R4W Rio Arriba County, New Mexico
Elevations	7203' GL
Total Depth	3923' (TVD), 6200' (MD)
Formation Objective	Basin Fruitland Coal

Formation Tops

San Jose	Surface
Nacimiento	2208' (TVD),
Ojo Alamo Ss	3333' (TVD), 3335' (MD)
Kirtland Sh	3428' (TVD), 3425' (MD)
Fruitland Fm	3793' (TVD), 3860' (MD)
Top Main Coal	3903' (TVD), 4150' (MD)
Bottom Coal	3923' (TVD)
Pictured Cliffs Ss	3978' (TVD)
Total Depth	3923' (TVD), 6200' (MD)

Drilling

The 12 ¼" wellbore will be drilled with a fresh water mud system.

The 8 ¾" wellbore will be drilled with a low solids fresh water/polymer mud system. Weighting materials will be drill cuttings and if needed barite. Mud density is expected to range from 8.9 ppg to 9.5 ppg.

Expected Kick Off Point (KOP) is 3313' TVD with a build angle of 9.5°/100ft.

The 6 ¼" wellbore will be drilled with a produced coal water and low polymer system.

Blowout Control Specifications:

An 11" 2000 psi minimum double gate BOP stack (figure 1) will be used following nipple up of casing head. During air drilling operations, a Shaffer Type 50 or equivalent rotating head will be installed on top of stack. A 2" nominal, 2000 psi minimum choke manifold will also be used. An upper Kelly Cock valve handle available and drill string valve to fit each drill string will be available on the rig floor during drilling operations.

Logging Program:

Open hole logs: None

Mud logs: From 3700' (TVD), 3740' (MD) to Intermediate TD and Production TD

Surveys: Every 500' to KOP, every 200' to TD or as directional drilling requires.

Tubulars

Casing, Tubing, & Casing Equipment:

String	Interval	Wellbore	Casing	Csg Wt	Grade
Surface	0'-300'	12 1/4"	9 5/8"	32.3 ppf	H-40 ST&C
Intermediate	0'-4325' (MD) 0-3923' (TVD)	8 3/4"	7"	23.0 ppf	J-55 LT&C
Production	4295-6200' (MD) 3903-3923' (TVD)	6 1/4"	4 1/2"	11.6 ppf	J-55 LT&C
Tubing	0'-4295'		2 3/8"	4.7 ppf	J-55

Casing Equipment:

Surface Casing: Depending on wellbore conditions, a Texas Pattern Guide Shoe on bottom.
Casing centralization with standard bow spring centralizers to achieve optimal standoff.

Intermediate Casing: Depending on wellbore conditions, a Cement nose guide shoe with self fill insert float collar on top of bottom joint and casing centralization with standard bow spring and rigid centralizers to optimize standoff. Two turbolating centralizers at the base of the Ojo Alamo are recommended.

Liner: Bull nose guide shoe on bottom of first joint, H-Latch liner drop off tool on top of last joint.

Wellhead

3000 psi 9 5/8" x 7"x 2 3/8" Flanged Wellhead .

Cementing

Surface Casing: 175 sks Std (class B) with 2.0 % CaCl₂ and 1/4 #/sk Flocele (15.6 ppg, 1.18 ft³/sk 220 ft³ of slurry, 100% excess to circulate to surface). WOC 12 hours. Pressure test surface casing to 1000 psi for 30 min.

Intermediate Casing: Before cementing, circulate hole at least 1 1/2 hole volumes of mud and reduce funnel viscosity to minimum to aide in hole cleanout. Depending on wellbore conditions, cement may consist of 580 sks 65/35 Std (class B) with 6.0 % Bentonite, 2.0 % CaCl₂, 10 #/sk Gilsonite, and 1/2 #/sk Flocele (12.3 ppg, 1.96 ft³/sk) and a tail of 125 sks Std (class B) with 1/4 #/sk Flocele (15.6 ppg, 1.18 ft³/sk). (1292 ft³ of slurry, 100 % excess to circulate to surface).

Liner: Open hole completion, no cement.

Other Information

- 1) This well will be an open hole completion and the Basin Fruitland Coal cavitated.
- 2) If lost circulation is encountered, sufficient LCM will be added to the mud system to maintain well control. The intermediate string may need to be cemented in multiple stages with a slurry design deviated from that listed above.
- 3) If high reservoir pressures or water flows are encountered slurry design may need to be deviated to from those listed above to satisfy wellbore and formation conditions.
- 4) No abnormal temperatures or pressures are anticipated/



Energen Resources Corporation

**Rio Arriba, NM
Sec.30 T32N-R4W
Carracas 30B-13
Wellbore #1**

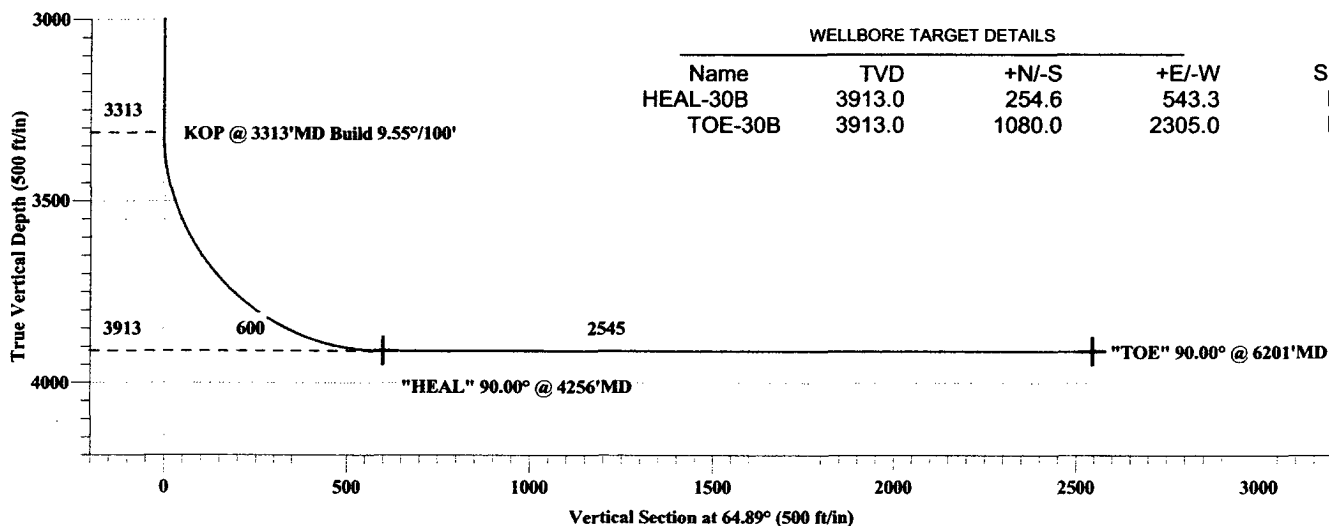
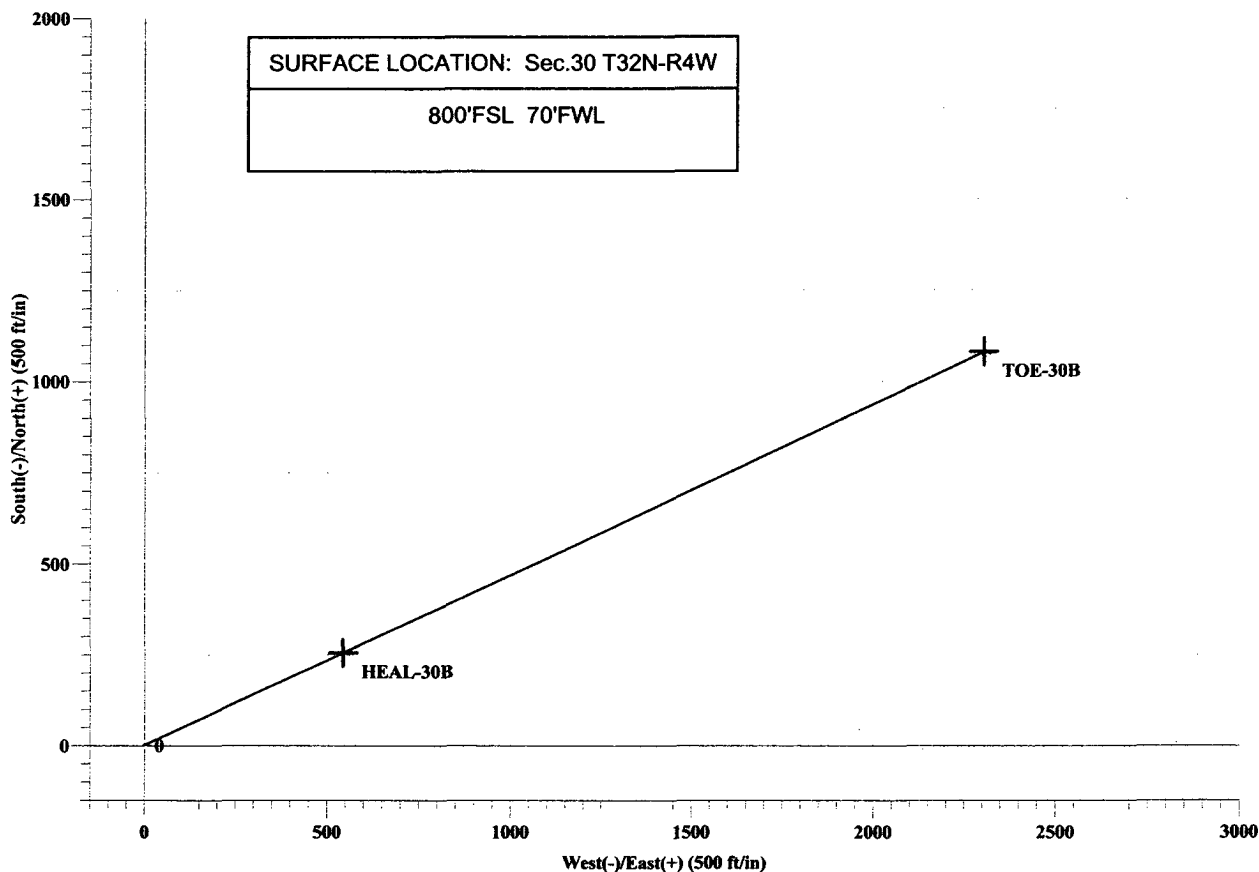
Plan: Plan #1

Standard Planning Report

14 February, 2006

Energen Resources Corp

Carracas 30B-13
Sec.30 T32N-R4W
Rio Arriba, NM



SECTION DETAILS

Sec	MD	Inc	Azi	TVD	+N/-S	+E/-W	DLeg	VSec	Target
1	0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.0	
2	3313.0	0.00		3313.0	0.0	0.0	0.00	0.0	
3	4255.5	90.00	64.89	3913.0	254.6	543.3	9.55	64.89	HEAL-30B
4	6200.5	90.00	64.89	3913.0	1080.0	2304.5	0.00	0.00	TOE-30B

Plan: Plan #1 (Carracas 30B-13/Wellbore #1)

Database: EDM 2003.14 Single User Db
 Company: Energen Resources Corporation
 Project: Rio Arriba, NM
 Site: Sec.30 T32N-R4W
 Well: Carracas 30B-13
 Wellbore: Wellbore #1
 Design: Plan #1

Local Co-ordinate Reference: Well Carracas 30B-13
 TVD Reference: WELL @ 0.0ft (Original Well Elev)
 MD Reference: WELL @ 0.0ft (Original Well Elev)
 North Reference: True
 Survey Calculation Method: Minimum Curvature

Project: Rio Arriba, NM
 Map System: US State Plane 1927 (Exact solution)
 Geo Datum: NAD 1927 (NADCON CONUS)
 Map Zone: New Mexico Central 3002
 System Datum: Mean Sea Level

Site: Sec.30 T32N-R4W
 Site Position: None
 From: None
 Position Uncertainty: 0.0 ft
 Northing: ft
 Easting: ft
 Slot Radius: "
 Latitude: 0.00 °
 Longitude: 0.00 °
 Grid Convergence: 0.00 °

Well: Carracas 30B-13
 Well Position: +N/-S 0.0 ft
 +E/-W 0.0 ft
 Position Uncertainty: 0.0 ft
 Northing: 0.00 ft
 Easting: 0.00 ft
 Wellhead Elevation: ft
 Latitude: 30° 59' 24.511 N
 Longitude: 107° 50' 44.190 W
 Ground Level: 0.0 ft

Wellbore: Wellbore #1
 Magnetics: Model Name Sample Date Declination (°) Dip Angle (°) Field Strength (nT)
 User Defined 2/14/2006 0.00 0.00 0

Design: Plan #1
 Audit Notes:
 Version: Phase: PROTOTYPE Tie On Depth: 0.0
 Vertical Section: Depth From (TVD) (ft) +N/-S (ft) +E/-W (ft) Direction (°)
 0.0 0.0 0.0 64.89

Plan Sections

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.00	0.00	
3,313.0	0.00	0.00	3,313.0	0.0	0.0	0.00	0.00	0.00	0.00	
4,255.5	90.00	64.89	3,913.0	254.6	543.3	9.55	9.55	0.00	64.89	HEAL-30B
6,200.5	90.00	64.89	3,913.0	1,080.0	2,304.5	0.00	0.00	0.00	0.00	TOE-30B

Database: EDM 2003.14 Single User Db
 Company: Energen Resources Corporation
 Project: Rio Arriba, NM
 Site: Sec.30 T32N-R4W
 Well: Carracas 30B-13
 Wellbore: Wellbore #1
 Design: Plan #1

Local Co-ordinate Reference: Well Carracas 30B-13
 TVD Reference: WELL @ 0.0ft (Original Well Elev)
 MD Reference: WELL @ 0.0ft (Original Well Elev)
 North Reference: True
 Survey Calculation Method: Minimum Curvature

Planned Survey

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
3,313.0	0.00	0.00	3,313.0	0.0	0.0	0.0	0.00	0.00	0.00
KOP @ 3313'MD Build 9.55°/100'									
3,350.0	3.53	64.89	3,350.0	0.5	1.0	1.1	9.55	9.55	0.00
3,400.0	8.31	64.89	3,399.7	2.7	5.7	6.3	9.55	9.55	0.00
3,450.0	13.08	64.89	3,448.8	6.6	14.1	15.6	9.55	9.55	0.00
3,500.0	17.86	64.89	3,497.0	12.3	26.2	28.9	9.55	9.55	0.00
3,550.0	22.63	64.89	3,543.9	19.6	41.8	46.2	9.55	9.55	0.00
3,600.0	27.41	64.89	3,589.2	28.6	61.0	67.3	9.55	9.55	0.00
3,650.0	32.18	64.89	3,632.6	39.1	83.5	92.2	9.55	9.55	0.00
3,700.0	36.96	64.89	3,673.7	51.2	109.1	120.5	9.55	9.55	0.00
3,750.0	41.73	64.89	3,712.4	64.6	137.8	152.2	9.55	9.55	0.00
3,800.0	46.51	64.89	3,748.3	79.4	169.4	187.0	9.55	9.55	0.00
3,850.0	51.28	64.89	3,781.1	95.3	203.5	224.7	9.55	9.55	0.00
3,900.0	56.05	64.89	3,810.7	112.4	239.9	265.0	9.55	9.55	0.00
3,950.0	60.83	64.89	3,836.9	130.5	278.5	307.5	9.55	9.55	0.00
4,000.0	65.60	64.89	3,859.4	149.4	318.9	352.2	9.55	9.55	0.00
4,050.0	70.38	64.89	3,878.2	169.1	360.9	398.5	9.55	9.55	0.00
4,100.0	75.15	64.89	3,893.0	189.4	404.1	446.3	9.55	9.55	0.00
4,150.0	79.93	64.89	3,903.8	210.1	448.3	495.1	9.55	9.55	0.00
4,200.0	84.70	64.89	3,910.4	231.1	493.1	544.6	9.55	9.55	0.00
4,250.0	89.48	64.89	3,913.0	252.3	538.3	594.5	9.55	9.55	0.00
4,255.5	90.00	64.89	3,913.0	254.6	543.3	600.0	9.55	9.55	0.00
"HEAL" 90.00° @ 4256'MD - HEAL-30B									
4,300.0	90.00	64.89	3,913.0	273.5	583.6	644.5	0.00	0.00	0.00
4,400.0	90.00	64.89	3,913.0	315.9	674.2	744.5	0.00	0.00	0.00
4,500.0	90.00	64.89	3,913.0	358.4	764.7	844.5	0.00	0.00	0.00
4,600.0	90.00	64.89	3,913.0	400.8	855.3	944.5	0.00	0.00	0.00
4,700.0	90.00	64.89	3,913.0	443.3	945.8	1,044.5	0.00	0.00	0.00
4,800.0	90.00	64.89	3,913.0	485.7	1,036.4	1,144.5	0.00	0.00	0.00
4,900.0	90.00	64.89	3,913.0	528.1	1,126.9	1,244.5	0.00	0.00	0.00
5,000.0	90.00	64.89	3,913.0	570.6	1,217.5	1,344.5	0.00	0.00	0.00
5,100.0	90.00	64.89	3,913.0	613.0	1,308.0	1,444.5	0.00	0.00	0.00
5,200.0	90.00	64.89	3,913.0	655.4	1,398.6	1,544.5	0.00	0.00	0.00
5,300.0	90.00	64.89	3,913.0	697.9	1,489.1	1,644.5	0.00	0.00	0.00
5,400.0	90.00	64.89	3,913.0	740.3	1,579.7	1,744.5	0.00	0.00	0.00
5,500.0	90.00	64.89	3,913.0	782.7	1,670.2	1,844.5	0.00	0.00	0.00
5,600.0	90.00	64.89	3,913.0	825.2	1,760.8	1,944.5	0.00	0.00	0.00
5,700.0	90.00	64.89	3,913.0	867.6	1,851.3	2,044.5	0.00	0.00	0.00
5,800.0	90.00	64.89	3,913.0	910.0	1,941.9	2,144.5	0.00	0.00	0.00
5,900.0	90.00	64.89	3,913.0	952.5	2,032.4	2,244.5	0.00	0.00	0.00
6,000.0	90.00	64.89	3,913.0	994.9	2,123.0	2,344.5	0.00	0.00	0.00
6,100.0	90.00	64.89	3,913.0	1,037.4	2,213.5	2,444.5	0.00	0.00	0.00
6,200.5	90.00	64.89	3,913.0	1,080.0	2,304.5	2,545.0	0.00	0.00	0.00
"TOE" 90.00° @ 6201'MD - TOE-30B									

Database: EDM 2003.14 Single User Db
Company: Energen Resources Corporation
Project: Rio Arriba, NM
Site: Sec.30 T32N-R4W
Well: Carracas 30B-13
Wellbore: Wellbore #1
Design: Plan #1

Local Co-ordinate Reference: Well Carracas 30B-13
TVD Reference: WELL @ 0.0ft (Original Well Elev)
MD Reference: WELL @ 0.0ft (Original Well Elev)
North Reference: True
Survey Calculation Method: Minimum Curvature

Targets
Target Name

- hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (ft)	Easting (ft)	Latitude	Longitude
TOE-30B - plan hits target - Point	0.00	0.00	3,913.0	1,080.0	2,305.0	1,046.83	2,320.25	30° 59' 35.197 N	107° 50' 17.714 W
HEAL-30B - plan hits target - Point	0.00	0.00	3,913.0	254.6	543.3	246.80	546.89	30° 59' 27.031 N	107° 50' 37.949 W

Plan Annotations

Measured Depth (ft)	Vertical Depth (ft)	Local Coordinates		Comment
		+N/-S (ft)	+E/-W (ft)	
3,313.0	3,313.0	0.0	0.0	KOP @ 3313'MD Build 9.55°/100'
4,255.5	3,913.0	254.6	543.3	"HEAL" 90.00° @ 4256'MD
6,200.5	3,913.0	1,080.0	2,304.5	"TOE" 90.00° @ 6201'MD