Regi

UNITED STATES

EDADTMENT OF THE INTE

FORM APPROVED OMB NO. 1004-0136 Expires February 28, 1995

	BUREAU OF LAND MA	5. LEASE DESIGNATION AND SERIAL NO.						
	SF 078570							
APPLICATION TYPE OF WORK	6. IF INDIAN, ALLOTTEE OR TRIBE NAME							
)			<u></u>				
DRILL 🖾 - DEEPEN 📙					7. UNIT AGREEMENT NAME			
b. TYPE OF WELL	San Juan 28-7 Unit							
OIL WELL GAS WELL	OTHER	8. FARM OR LEASE NAME WELL NO.						
NAME OF OPERATOR	1	#184M	#184M 9. API WELL NO.					
ADDRESS AND TELEPHONE NO.	co Inc.			-26651				
	sta Drive, Suite 649W, N		AND POOL, OR W					
AOCATION OF WELL (Report location of	clearly and in accordance with any State	requirements*)	1187820	Bacin I	Dakota/Blanc	co Mesaverde		
At surface 1090' FNL & 90:	5' FWL							
At proposed prod. Zone 1090' FNL & 90	S' EUA	FEB 2	2001	II. SEC., T., R., M., OR BLK. AND SURVEY OR AREA				
4 DISTANCE IN MILES AND DIRECTION		DECE	WEO ≥	Sec. 9, T27N, R7W				
1. DISTANCE IN MILLES AND DIRECTIC	ON PROMINEAREST TOWN OR FOST	to out col						
5/ DISTANCE FROM PROPOSED*	[6.1	NO. OF ACRES IN LEASE	7.3	Rio Ar		NM		
LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT.			7 W	O THIS WELL	W/320			
(Also to nearest drig. Unit line, if any) B. DISTANCE FROM PROPOSED LOCAT	TION* 9.1	PROPOSED DEPTH	20. RO	TARY OR CA				
TO NEAREST WELL, DRILLING, CON OR APPLIED FOR, ON THIS LEASE,	FT.	7812' -			Rotary			
I. ELEVATIONS (Show whether DF, RT	r, GR, etc.) 6789' —			22.APPROX. DATE WORK WILL START* 02/25/01				
		CASING AND CEMENT	TNG PROGRA	M	02/25/01			
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING D					
12-1/2"	J-55; 9-5/8"	36#	285'		141 sxs, circ.			
8-3/4"	J-55; 7"	20#	3802'		605 sxs, circ			
6-1/4"	J-55, 4 1/2"	10.5#	7812'		324 sxs, TOC @ 3702' —			
BLM and NMOCD An lattachments: 1. Well Location & Acrea 2. Proposed Well Plan Ou 3. Cementing Plan. 4. Blowout Preventer Hoo 5. Surface Use Plan. 6. Production Facility Lay	age Dedication Plat (C-1 atline.			according	to the follow	wing additional		
						- 1 T1 77 <u>년</u> 1 - 1 - 1 (11년)		
This application includes I ABOVE SPACE DESCRIBE F				<u> </u>				
oposal is to drill or deepen direc	tionally, give pertinent data or	subsurface locations and meas	r present productive ured and true verti	cal depths.	Give blowout p	productive zone. If preventer program, if any.		
(This space for Federal or	-allea le TI	TLE Analyst		DAT	E 01/25/01			
(This space for Federal or S	State office Use)							
PERMIT NO.	······································	APPI	ROVAL DATE _					
Application approval does not warran		would entitle t	the applicant to con	duct operations theron.				
CONDITIONS OF APPROVAL, IF A	NY:	•						
APPROVED BY	Loveto	TITLE			DATE 2	1,3/01		



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

SAN JUAN BASIN OCD CASING CEMENTING PROCEDURE

- 1. Cement must be circulated around surface pipe. If cement cannot be circulated, the top of the cement column shall be determined by temperature survey or other method approved by the Aztec OCD Office.
- 2. All subsequent casing strings shall be cemented a minimum of 100' into the next shallower string. If cement is not circulated on any string, the cement top shall be determined by temperature survey, CBL, or other method approved by the Aztec OCD Office.
- 3. Minimum surface pipe requirements:

Well Deptn	Surface Pipe				
0-3000	120'				
3001-5000	200'				
5001-8000	320'				
8001 +	consult with District Office				

Wells drilled in valley fill areas must have surface pipe set at least 50' below the fill.

Minimum requirements may be modified as necessary to comply with Rule 106 and Rule 107. Special pool rules may apply.

Proposed casing plans may be modified by the Aztec district Office to address special conditions.

No C-104 will be approved for a well until all pressure tests and cement tops are reported in compliance with Rule 1103B.(2)

DRILL CUTTINGS SAMPLES

A representative of the US Geological Survey has informed the Aztec OCD Office that they have enough samples from the Fruitland formation to establish a basin-wide map for vitrinite reflectance. However, they do not have enough from the Menefee Coal interval of the Mesaverde formation.

As a condition of approval to drill, you are required to submit four 4" X 6" sample bags of drill cuttings from the Menefee Coal interval if it is penetrated and drilling conditions permit. If a geolograph is used, a copy of that recording from 50' above to 50' below the coal intervals will be submitted. The following information will be included: Operator Name, Well Name and Number, Footage Location, Section, Township and Range, Date Taken, Name & Addresss of your Company Recipient of the Analysis Copy.

Submit samples, information and geolograph to the following address:

Mr. Vito Nuccio
US Geological Survey
PO Box 25046 MS 939 DFC
Lakewood CO 80225

These samples will be analyzed for vitrinite reflectance values and added to a data base availabe from the USGS in periodic reports.

This information will be used to evaluate coals and coal gas potentials in the San Juan Basin.

THE FLARING OF OIL & GAS DURING WELL CLEANUP AND BEFORE PRODUCTION

Recent field inspections by the Aztec OCD Office reveal that many new wells are being flared directly to pits, resulting in the loss of a substantial amount of oil and, sometimes, spraying out of the pit onto the ground and vegetation.

To prevent waste and protect the environment, all flowback of new wells capable of producing liquid hydrocarbons will be restricted to the use of separation equipment and the flowback of oil to storage tanks where reasonably possible. After initial flowback has been achieved and the well has cleaned up sufficiently, the use of separators and tanks will be required.

On the initial flowback, swirls, diverters or other acceptaable devices will be required on all blowdown lines to assure that oil does not splash out of the pit.

District I : PO Box 1980, Hobbs, NM B8241-1980

District II 20 Drawer DD, Artesia, NM 88211-0719

Oistrict 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

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

Form C-102 Revised February 21, 1994 Instructions on back Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

Certificate Numberesson

6857

1 Δ	PI Number			DOL Code	TOIN AIND A	CREAGE DED		TUN PL	_A I		
r	1 Number			/ 7159	99	BLANCO ME			BASIN I	DAKOT	А
Property 0166				Property Name SAN JUAN 28-7 UNIT			*Well Number 184M				
'OGRID No. 005073			°Operator CONOCO.						*Elevation 6789		
					¹⁰ Surface	Location			L	·	
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet	t from the	East/Wes	t line	County
D	9	27N	7W		1090	NORTH	<u> </u>	905	WEST		RIO ARRIBA
UL or lot no.	Section	11 D	Bottom Hole Lo		ocation I			FOR SURFACE Feet from the East/We		est line	County
									Lust, nes	11.00	1
Dedicated Acres	320 A	Acres (V	1/2)		¹³ Joint or Infi	11 34 Consolidation Cod	he is	Onder No.	1		<u> </u>
NO ALLOW	IABLE W	ILL BE A	SSIGNEI NON-ST	D TO THE	IS COMPLETION UNIT HAS BE	ON UNTIL ALL EN APPROVED	INTE BY T	RESTS H HE DIVI	IAVE BEE	EN CON	ISOL IDATE
5481.96°	0601 -0	18570		9			5382.30	Printed Sr. Pi Title	Johnson Name roperty -// EYOR C ify that the word field note to make the provision, and a best of my to the provision and a best of my to t	CERTIFIED (CERTIFIED CONTROLL)	FICATIO on shown on this I surveys made by same is true and
				1	Filtor KKNI sa	1		NOVEM Date of Signature and	Sear & PUP	METICO 857	ARDS #

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