

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OIL CONS. DIV.
DIST. 3

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. Type of Work DRILL	5. Lease Number NMSF-079521-A Unit Reporting Number	
1b. Type of Well GAS	6. If Indian, All. or Tribe	
2. Operator BURLINGTON RESOURCES Oil & Gas Company, LP	7. Unit Agreement Name San Juan 28-5 Unit	
3. Address & Phone No. of Operator PO Box 4289, Farmington, NM 87499 (505) 326-9700	8. Farm or Lease Name 9. Well Number #62E	
4. Location of Well Unit A (NENE), 90' FNL & 305' FEL, Latitude 36° 37.48569 N Longitude 107° 23.51926 W	10. Field, Pool, Wildcat Basin Dakota 11. Sec., Twn, Rge, Mer. (NMPM) A Sec. 31, T28N, R5W API # 30-039- 30K54	
14. Distance in Miles from Nearest Town 46 miles	12. County Rio Arriba	13. State NM
15. Distance from Proposed Location to Nearest Property or Lease Line 90'	17. Acres Assigned to Well DK 332.17 - (N/2) 320.00	
16. Acres in Lease	20. Rotary or Cable Tools Rotary	
18. Distance from Proposed Location to Nearest Well, Drig, Compl, or Applied for on this Lease 1940' from SJ 28-5 #62	22. Approx. Date Work will Start	
19. Proposed Depth 7684'	23. Proposed Casing and Cementing Program See Operations Plan attached	
21. Elevations (DF, FT, GR, Etc.) 6438' GL	24. Authorized by: <u>[Signature]</u> Regulatory Technician	
Date <u>1-8-07</u>		

PERMIT NO. [Signature] APPROVAL DATE 5/11/07
APPROVED BY [Signature] TITLE ATEM DATE 5/11/07

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.

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

NMOCD

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

5/17/07

DISTRICT I
1635 N. French Dr., Hobbs, N.M. 88240

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

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised August 15, 2000

OIL CONSERVATION DIVISION

2040 South Pacheco
Santa Fe, NM 87505

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number 30-039-30154		*Pool Code 71599	*Pool Name DAKOTA
*Property Code 7460	*Property Name SAN JUAN 28-5 UNIT		*Well Number 62 E
*OGRD No. 14538	*Operator Name BURLINGTON RESOURCES O&G CO LP		*Elevation 6438'

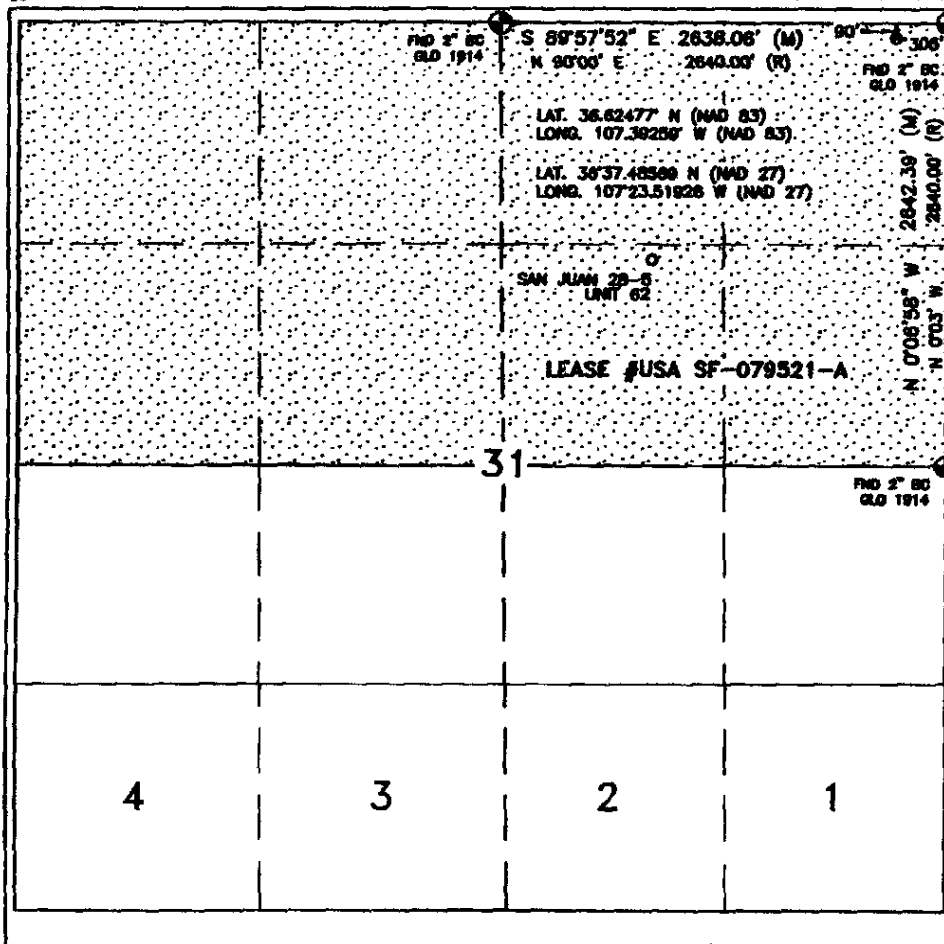
10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	31	28N	5W		90'	NORTH	305'	EAST	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
RCUD MAY 16 '07									
*Dedicated Acres 332.17 Acres - (N/2)			*Joint or Infill		*Consolidation Code		*Order No. OIL CONS. DIV. DIST. 3		

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.

Rhonda Rogers
Signature
Rhonda Rogers
Printed Name
Regulatory Technician
Title
12/13/06
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.

SEPTEMBER 12, 2006

Date of Survey

Signature and Seal of Professional Surveyor:

David R. Russell
DAVID R. RUSSELL
NEW MEXICO
10201
REGISTERED PROFESSIONAL LAND SURVEYOR

DAVID RUSSELL
Certificate Number 10201

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

Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

May 27, 2004

WELL API NO.	30-039- 30154
5. Indicate Type of Lease	STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.	Federal lease NMSF-079521-A
7. Lease Name or Unit Agreement Name	San Juan 28-5 Unit
8. Well Number	62E
9. OGRID Number	14538
10. Pool name or Wildcat	Basin Dakota

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.)

1. Type of Well:
Oil Well ☐ Gas Well ☒ Other

2. Name of Operator
BURLINGTON RESOURCES OIL & GAS COMPANY LP

3. Address of Operator
3401 E. 30TH STREET, FARMINGTON, NM 87402

4. Well Location
Unit Letter A : 90' feet from the North line and 305' feet from the East line
Section 31 Township 28N Rng 5W NMPM County Rio Arriba

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
6373'

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type New Drill Depth to Groundwater >100 Distance from nearest fresh water well >1000 Distance from nearest surface water >200
Pit Liner Thickness: N/A mil Below-Grade Tank: Volume bbls; Construction Material

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 COMPL ☐

OTHER: New Drill ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/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.

New Drill, Unlined:

Burlington Resources proposes to construct a new drilling pit and an associated vent/flare pit. Based on Burlington's interpretation of the Ecosphere's risk ranking criteria, the new drilling pit and vent/flare pit will be an unlined pit as detailed in Burlington's Revised Drilling / Workover Pit Construction / Operation Procedures dated November 11, 2004 on file at the NMOCD office. A portion of the vent/flare pit will be designed to manage fluids, and that portion will be unlined, as per the risk ranking criteria. Burlington Resources anticipates closing these pits according to the Drilling / Workover Pit Closure Procedure dated August 2, 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 Rhonda Rogers TITLE Regulatory Tech. DATE 12-13-06

Type or print name Rhonda Rogers E-mail address: rrogers@br-inc.com Telephone No. 505-599-4018
For State Use Only

APPROVED BY [Signature] TITLE DEPUTY OIL & GAS INSPECTOR, DIST. #1 DATE MAY 17 2007
Conditions of Approval (if any):

BURLINGTON RESOURCES O&G CO LP

SAN JUAN 28-5 UNIT #62 E

2405' FNL & 1130' FEL

LOCATED IN THE SE/4 NE/4 OF

SECTION 31, T28N, R5W, N.M.P.M.,

RIO ARriba COUNTY, NEW MEXICO

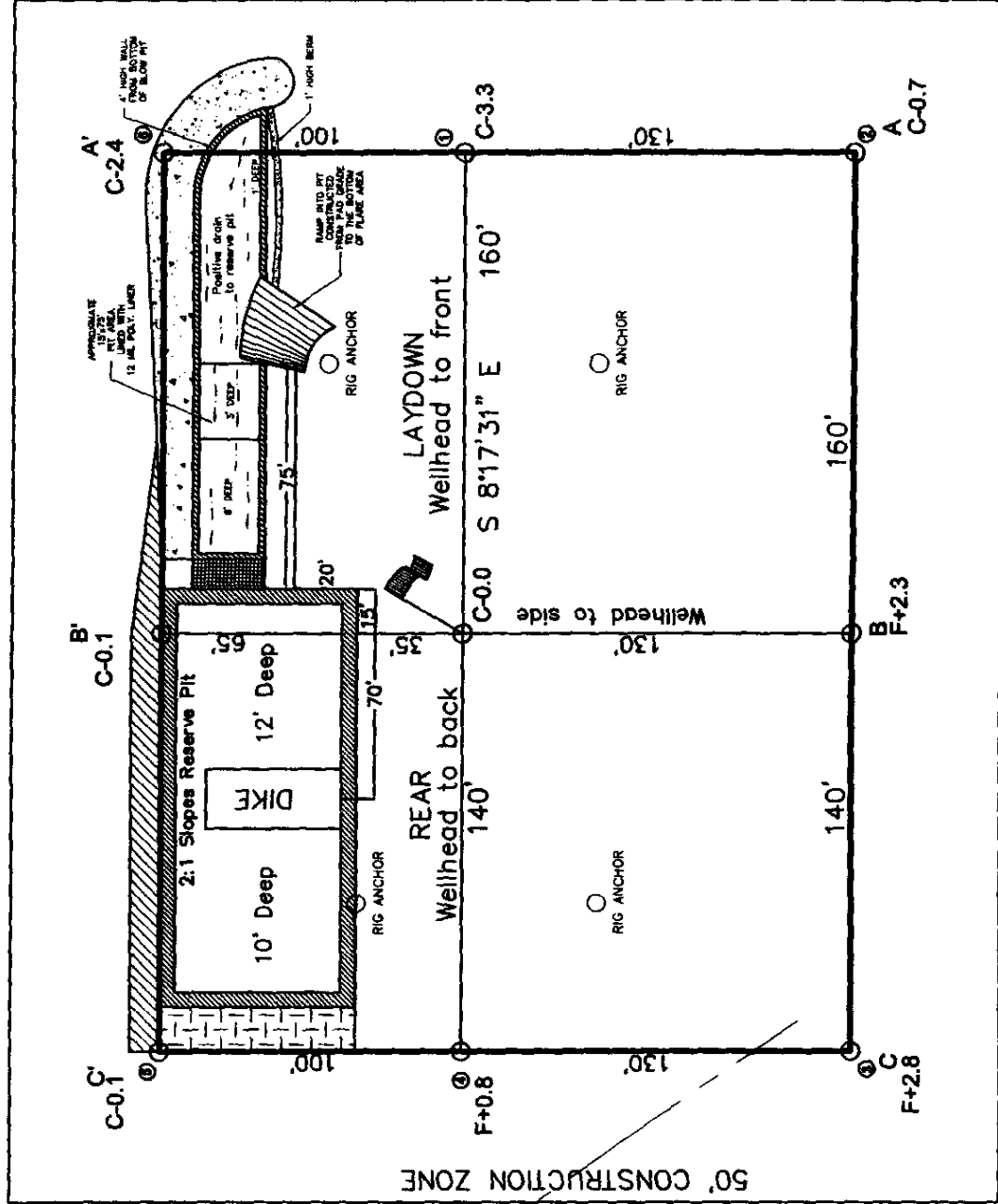
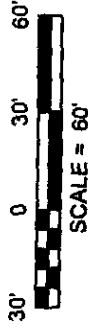
GROUND ELEVATION: 6416', NAVD 88

FINISHED PAD ELEVATION: 6416', NAVD 88

UTM: 30.010411N

LONGITUDE: 107.39538°W

DATUM: NAD 83



NOTE: TO BE 8' ABOVE DEEP SIDE (OVERFLOW - 3' WIDE AND 1' ABOVE SHALLOW SIDE).
 RUSSELL SURVEYING, INC. 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, IN CONSTRUCTION ZONE AND/OR ACCESS ROAD AT LEAST TWO (2) WORKING DAYS PRIOR
 TO CONSTRUCTION.

330' X 400' = 3.03 ACRES OF DISTURBANCE

SCALE: 1" = 60'

JOB No.: COPC017

DATE: 07/13/08

Russell Surveying
 1409 W. Aztec Blvd. #5
 Aztec, New Mexico 87410
 (505) 334-8637

BURLINGTON RESOURCES O&G CO LP

SAN JUAN 28-5 UNIT #62 E

2405' FNL & 1130' FEL

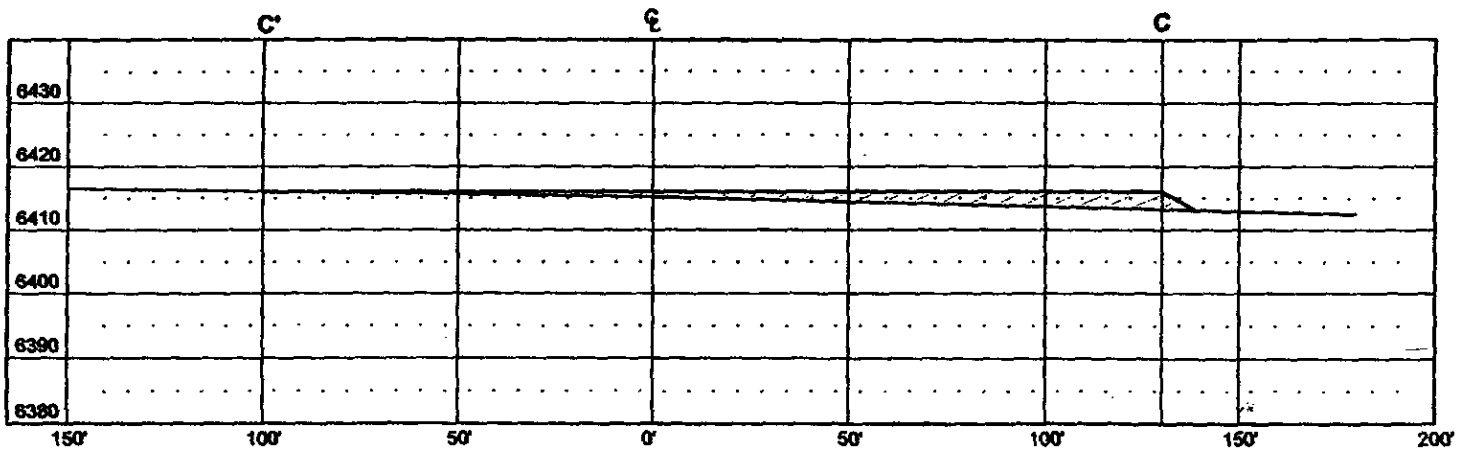
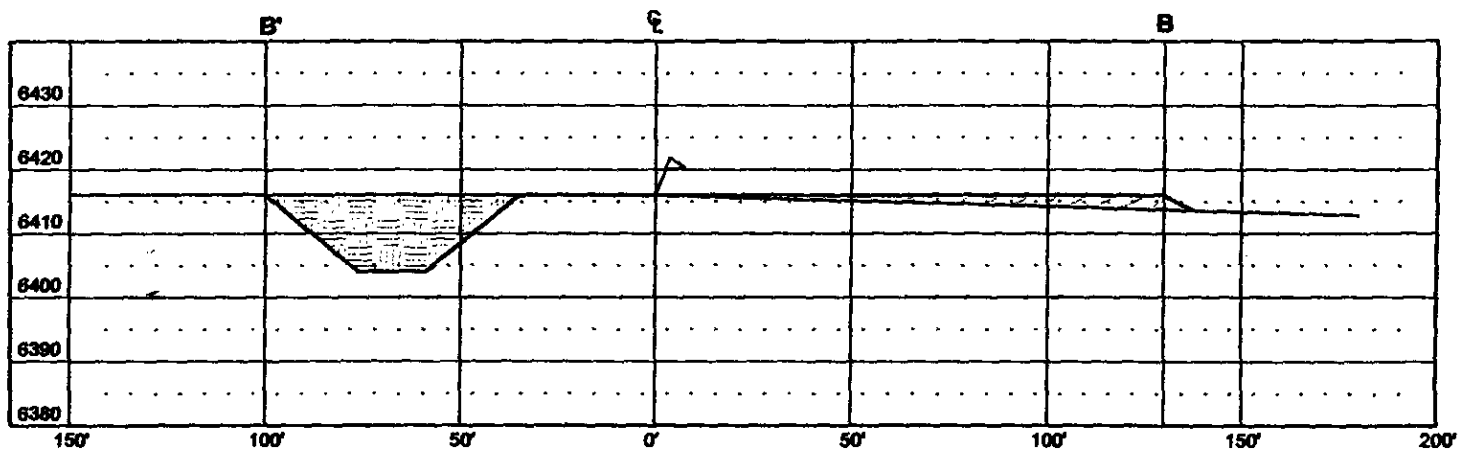
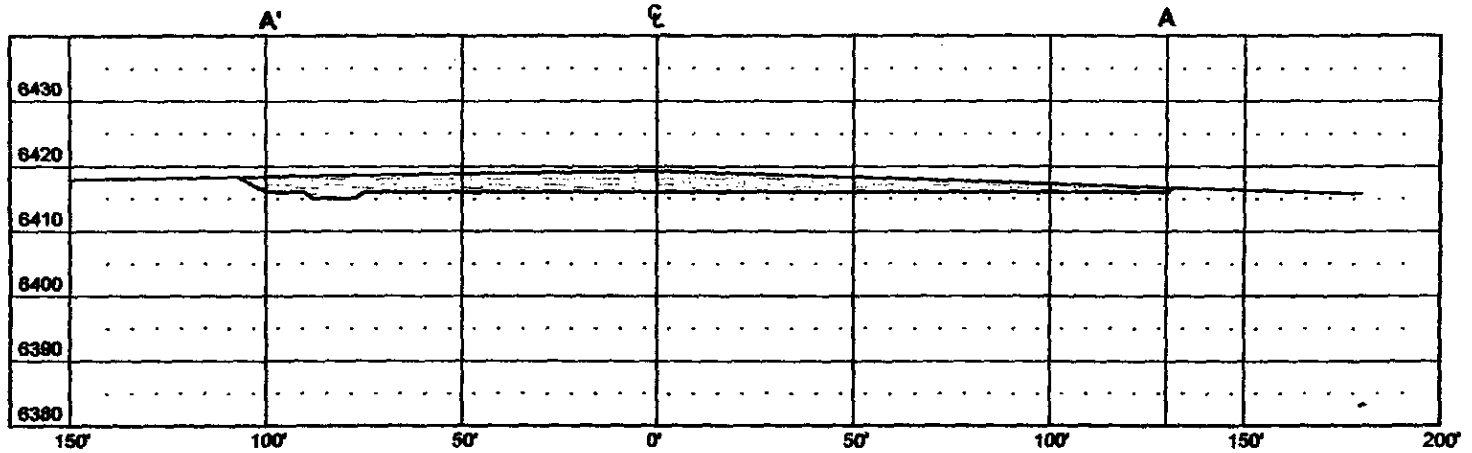
LOCATED IN THE SE/4 NE/4 OF

SECTION 31, T28N, R5W, N.M.P.M.,

RIO ARriba COUNTY, NEW MEXICO

GROUND ELEVATION: 6416', NAVD 88

FINISHED PAD ELEVATION: 6416', NAVD 88



VERT. SCALE: 1" = 30'
HORZ. SCALE: 1" = 50'
JOB No.: COPC017
DATE: 07/13/06



 **Russell Surveying**
1409 W. Aztec Blvd. #8
Aztec, New Mexico 87410
(505) 334-8637

OPERATIONS PLAN

Well Name: SAN JUAN 28-5 UNIT 62E
Location: 90' FNL & 305' FEL, Section Sec 31 T28N R05W
Rio Arriba County, New Mexico
Formation: Dakota
Elevation: 6438' GL

<u>Formation Tops:</u>	<u>Top</u>	<u>Bottom</u>	<u>Contents</u>
Surface	San Jose	2570'	
T / Ojo Alamo	2570'	2684'	gas
Kirtland	2684'	2764'	gas
Fruitland	2764'	3235'	gas
Pictured Cliffs	3235'	3396'	gas
Lewis	3396'	3840'	
Huerfanito Bentonite	3840'	4202'	
Chacra	4202'	5010'	gas
Massive Cliff House	5010'	5082'	gas
Menefee	5082'	5430'	gas
Massive Point Lookout	5430'	5928'	gas
Mancos Shale	5928'	6655'	
Upper Gallup	6655'	7350'	gas
Greenhorn	7350'	7416'	gas
Graneros	7416'	7453'	gas
Two Wells	7453'	7556'	gas
Upper Cubero	7556'	7603'	gas
Lower Cubero	7603'	7670'	gas
Oak Canyon	7670'	7684'	gas
Encinal	7684'	7684'	gas
Total Depth:	7684'		gas

Logging Program:

Mud Logs/Coring/DST

Mud logs - none
Coring - none
DST - none
Open hole - none
Cased hole - Gamma Ray, CBL - surface to TD

Mud Program:

<u>Interval</u>	<u>Type</u>	<u>Weight</u>	<u>Vis.</u>	<u>Fluid Loss</u>
0 - 120'	Spud MUD/Air/Air Mist	8.4 - 9.0	40 - 50	no control
120' - 3496'	LSND	8.4 - 9.0	30 - 60	no control
3496' - 7684'	Air/Air Mist/Nitrogen	n/a	n/a	n/a

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

<u>Hole Size</u>	<u>Depth Interval</u>	<u>Csg. Size</u>	<u>Wt.</u>	<u>Grade</u>
12 1/4"	0' - 120' 200'	9 5/8"	32.3#	H-40
8 3/4"	0' - 3496'	7"	20#	J-55
6 1/4"	0' - 7684'	4 1/2"	10.5#/11.6#	J-55

Tubing Program:

<u>Depth Interval</u>	<u>Csg. Size</u>	<u>Wt.</u>	<u>Grade</u>
0' - 7684'	2 3/8"	4.7#	J-55

BOP Specifications, Wellhead and Tests:

Surface to Intermediate TD -

11" 2000 psi minimum double gate BOP stack (Reference Figure #1). After nipple-up prior to drilling out surface casing, BOPE and casing will be tested to 600 psi for 30 minutes.

Intermediate TD to Total Depth -

11" 2000 psi minimum double gate BOP stack (Reference Figure #1). After nipple-up prior to drilling out intermediate casing, BOPE and casing will be tested to 1500 psi for 30 minutes.

Surface to Total Depth -

2" nominal, 2000 psi minimum choke manifold (Reference Figure #3).

Completion Operations -

7 1/16" 2000 psi double gate BOP stack (Reference Figure #2). After nipple-up prior to completion, pipe rams, casing and liner top will be tested to 2000 psi for 15 minutes.

Wellhead -

9 5/8" x 7" x 4 1/2" x 2 3/8" x 2000 psi tree assembly.

General -

- Pipe rams will be actuated once each day and blind rams will be actuated once each trip to test proper functioning.
- An upper kelly cock valve with handle available and drill string valves to fit each drill string will be available on the rig floors at all times.
- BOP pit level drill will be conducted weekly for each drill crew.
- All BOP tests & drills will be recorded in daily drilling reports.
- Blind and pipe rams will be equipped with extension hand wheels.

C. HARRADEN/ January 9, 2007 *CH*

BURLINGTON RESOURCES/ San Juan 28-5 Unit #62E APD

STIPULATION/CONDITION OF APPROVAL

This well is located within a 'vulnerable area'. In order to protect the integrity of the fresh water alluvium aquifer, a minimum surface csg. depth of 200' is stipulated as a condition of approval for this APD.

Cementing:

9 5/8" surface casing -

Pre-Set Drilled - Cement with 23 sx Type I, II cement with 20% flyash mixed at 14.5 ppg, 1.61 cu ft per sack yield. (38 cu ft of slurry, bring cement to surface) Wait on cement for 24 hours for pre-set holes before pressure testing or drilling out from under surface.

Conventionally Drilled - Cement with 88 sx Type III cement with 0.25 pps Celloflake, 2% CaCl. (113 cu ft of slurry, 200% excess, bring cement to surface) Wait on cement for 8 hrs for conventionally set holes before pressure testing or drilling out from under surface. Wait on cement appropriate time until cement achieves 250 psi compressive strength at 60 degrees F. prior to nipple up of BOPE. Wait on cement for 8 hrs for conventionally set holes before pressure testing or drilling out from under surface. Test casing to 600 psi for 30 minutes.

Saw tooth guide shoe on bottom. Bowspring centralizers will be run in accordance with Onshore Order #2.

7" intermediate casing -

Lead with 309 sacks Premium Lite cement with 3% calcium chloride, 0.25 pps Celloflake, 5 pps LCM-1, 0.4% fluid loss, 0.4% sodium metasilicate. Tail w/90 sacks Type III cmt w/1% calcium chloride, 0.25 pps Celloflake, 0.2% fluid loss (124 cu ft 50% excess to circulate to surface). WOC minimum of 8 hours before drilling out intermediate casing. If cement does not circulate to surface, a CBL or a temperature survey will be run to determine TOC. Test casing to 1500 psi for 30 minutes.

7" intermediate casing alternative two stage -

Stage collar set 300' above the top of the Fruitland. First stage: Lead w/51 sacks Premium Lite cement with 3% calcium chloride, .25 pps celloflake, 5 pps LCM-1, 0.4% fluid loss. Tail w/90 sxs Type III cmt w/1% calcium chloride, 0.25 pps Celloflake, 0.2% fluid loss. Second stage: 258 sacks Premium Lite cement with 3% calcium chloride, .25 pps celloflake, 5 pps LCM-1, 0.4% fluid loss, 0.4% sodium metasilicate (782 cu ft - 50% excess to circulate to surface).

Cement nose guide shoe on bottom with float collar spaced on top of shoe joint 6. Six bowspring centralizers spaced out every other joint off bottom. Two turbolating centralizers at the base of the Ojo Alamo @ 2678'. One centralizer in the base of the surface casing.

4 1/2" Production Casing -

Pump 274 sxs Premium Lite HS FM w/0.25 pps celloflake, 0.3% CD-32, 6.25 pps LCM-1, 1% fluid loss, 6% gel, 7 pps CSE (542 cu.ft., 30% excess to achieve 100' overlap in 4-1/2" x 7" annulus). WOC a minimum of 18 hrs prior to completing.

Cementing: Continued

Cement float collar stacked on top of float shoe.

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

Cement nose guide shoe on bottom with float collar spaced on top of shoe joint. The liner hanger will have a rubber packoff.

- If hole conditions permit, an adequate water spacer will be pumped ahead of each cement job to prevent cement/ mud contamination or cement hydration.

Special Drilling Operations (Air/Mist Drilling):

The following equipment will be operational while air/mist drilling:

- An anchored blooie line will be utilized to discharge all cuttings and circulating medium to the blow pit a minimum of 100' from the wellhead.
- The blooie line will be equipped with an automatic igniter or pilot light.
- Compressors will be located a minimum of 100' from the wellhead in the opposite direction from the blooie line.
- Engines will have spark arresters or water cooled exhaust.
- The rotating head will be properly lubricated and maintained.
- A float valve will be utilized above the bit.
- Mud circulating equipment, water, and mud materials will be sufficient to maintain control of the well.

Additional Information:

- This will be a Dakota producing only well.
- No abnormal temperatures or hazards are anticipated.
- Anticipated pore pressures are as follows:

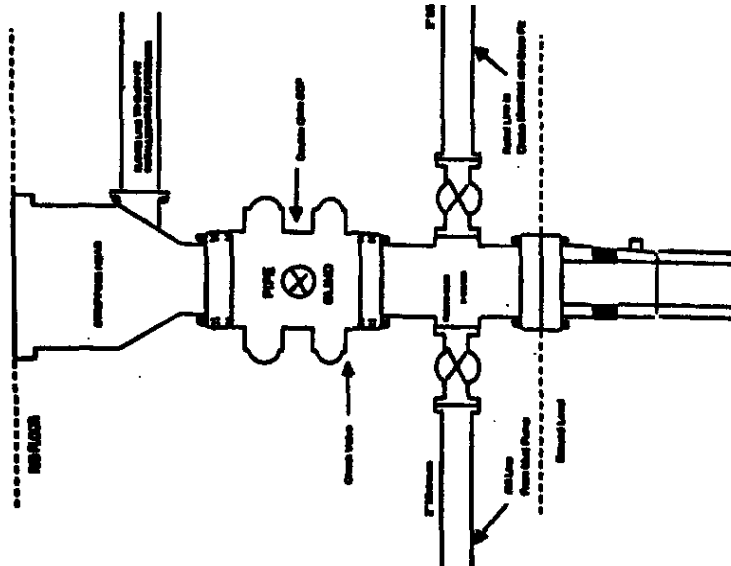
Fruitland Coal	300 psi
Pictured Cliffs	600 psi
Mesa Verde	700 psi
Dakota	2000 psi
- Sufficient LCM will be added to the mud system to maintain well control, if lost circulation is encountered below the top of the Pictured Cliffs.
- The North half of Section 31 is dedicated to the Dakota formation.
- This gas is dedicated.


Drilling Engineer

12/27/06
Date

BURLINGTON RESOURCES

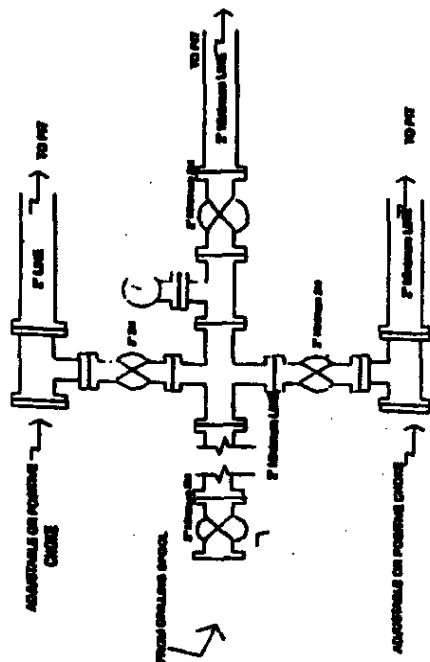
**Completion/Workover Rig
BQP Configuration
2,000 psi System**



Minimum BOP headsets for all Competitor-Motover Operations. 7-1/8" boom, 2000 psi minimum working pressure double gate BOP to be equipped with blind and shear rams. A stripping head to be installed on the top of the BOP. All BOP equipment to 2000 psi working pressure or greater including 500 psi stripping head.

BURLINGTON RESOURCES

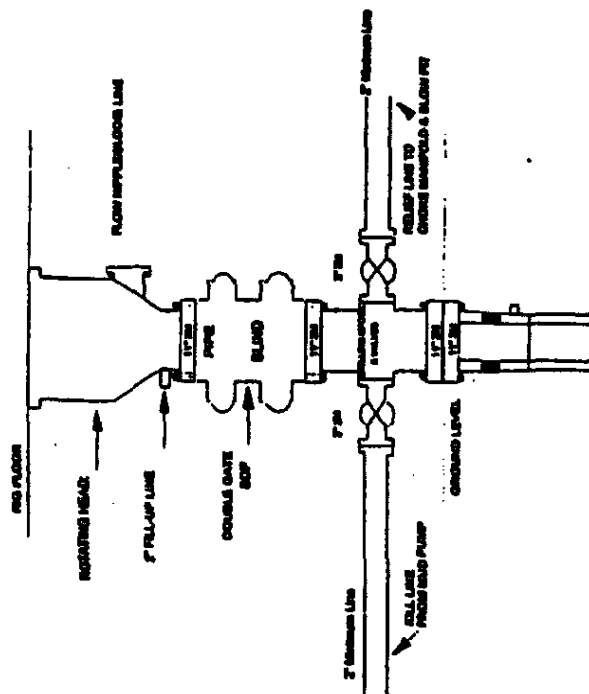
**Drilling Rig
Choke Manifold Configuration
2000 psi System**



Circle standard insulation from Surface Casting
Point to Total Depth. 2,000psi working pressure
equipment with two channels.

Burlington Resources

**Drilling Rig
2000 psi System**



BCOP insulation from Surface Coating Point to Total Dancer, 1" Rose 16" Nominal, 2000 psi working pressure steels gets BCOP to us equipped with ball valves and pipe stems. A BOP psi routing lined on top of steel pipe stems. All BCOP equipment is 2,000 psi working pressure.

1.5. Summary

Figure 23

Figure 12