FORM APPROVED Form 3160-3 OMB NO. 1004-0136 (August 1999) Expires: November 30, 2000 UNITED STATES 0/0 Fatmington, NM DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** NM NM-101058 If Indian, Allottee or Tribe Name APPLICATION FOR PERMIT TO DRILL OR REENTER If Unit or CA Agreement, Name and No \square REENTER 1a. TYPE OF WORK **DRILL** GAS WELL SINGLE ZONE b. TYPE OF WELL \ OTHER MULTIPLE ZONE Juniper 1 API Well No. Name of Operator Coleman Oil & Gas, Inc. Bb. Phone No. (include area code) 3a Address (505) 327-0356 **Basin Fruitland Coal** P.O. Drawer 3337, Farmington N.M. 87499 Location of well (Report location clearly and In accordance with any State requirements.*) 11. Sec., T., R., M., or Blk. And Survey or Area 1900' FNL, 660' FEL Latitude 36° 18' 03", Longitude 107° 53' 37" At proposed prod. zone 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 12. County or Parish 13. State South East of Farmington New Mexico on County RD. 7515 approximately 40 miles. San Juan NM 15. Distance from proposed* 17. Spacing Unit dedicated to this well location to nearest 660' 1750.52 320 ACRES N/2 property or lease line, ft. (Also to nearest drlg unit line, if any) 19. Proposed Depth 20. BLM/ BIA Bond No. on file 18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. NA 1535 BLM Blanket Bond #08510612 21. ELEVATIONS (Show whether DF. RT, GR, etc.) 22. Aproximate date work will start* Estimated Duration 6805 October-03 2 Weeks 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1 shall be attached to this form: 1. Well plat certified by a registered surveyor. Bond to cover the operations unless covered by existing bond on file(see 2. A Drilling Plan. item 20 above). 3. A Surface Use Plan (if the location is on National Forest System Lands, the Operator certification. SUPO shall be filed with the appropriate Forest Service Office). Such other site specific information and/ or plans as may be required by the a authorized officer Name (Printed/Typed) Michael T. Hanson 13-Aug-03 Operations Engineer Approved By (Signature Device J. Name (Printed/Typed) Title Application approval 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. Conditions of approval, if any, are attached 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.

*See Instructions On Reverse Side

District I 83 Box 1980, Hobbs, NM 88241-1980

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

District III 1000 Rio Brazos Rd., Aztec, NM 87410

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

PO Box 2088,	Santa Fe.	NM 87504-20	88										
		V	VELL	LOCAT	ON AND	AC	CREAGE	DED:	[ÇAT	ION PL	AT.		
30.045-31864			*Pool Code 71629			Pool Name BASIN FRUITLAND COAL							
Property Code 33/72		*Property Name JUNIPER ス丿								*Well Number			
'OGRID No. 4838		*Operator COLEMAN OIL &					•				°Elevation 6805		
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PEGISTER ARTESSTONE

Certificate Number

OPERATIONS PLAN

Well Name:

Juniper #42-21

Location:

1900' FNL, 660' FEL Section 21, T-24-N, R-10-W, NMPM

San Juan County, NM

Formation:

Basin Fruitland Coal

Elevation:

6805' GL

Formation:	Тор	Bottom	Contents
Nacimiento	Surface	555'	aquifer
Ojo Alamo	555'	640'	aquifer
Kirtland	640'	1130'	
Fruitland	1130'	1380'	gas
Pictured Cliffs	1380'	1535'	gas
Total Depth	1535'		

Drilling Contractor: Availability

Mud Program:

<u>Interval</u>	<u>Type</u>	<u>Weight</u>	<u>Vis.</u>	Fluid Loss
0 - 120'	Spud	8.4 - 9.0	40 - 50	no control
120 - 1535'	Non-dispersed	8.4 - 9.0	30 - 60	6cc or less

Logging Program:

Porosity Log - Triple Litho Density W/ GR and CAL.

Induction Log - Array Induction W/ GR and SP

Coring Program:

None

Casing Program:

Hole Size 12 1/4"	Depth Interval 0' - 120'	<u>Csg. Size</u> 8 5/8"	<u>Wt.</u> 24#	<u>Grade</u> J-55 or K-55
7 7/8"	120' - 1535'	5 1/2"	15.5 #	J-55 or K-55
Tubing Program:	0' - 1440'	2 7/8"	6.50#	J-55

Float Equipment:

8 5/8" surface casing - saw tooth guide shoe. One Centralizer.

5 1/2" production casing – Cement guide shoe and self fill insert float collar. Place float one joint above shoe. Five centralizers spaced every other joint above shoe and five turbolizers every other joint from top of well.

Wellhead Equipment: 8 5/8" x 5 1/2" Braiden Head and 5 1/2" x 2 7/8" Tubing Head. Independent Well Head assembly with a minimum rated working pressure of 1000 psig.

Cementing:

8 5/8" Surface Casing -

Cement with 84 sacks Class "B" cement with 1/4# celloflake/sx and 2% calcium chloride (83.93 cu. ft. of slurry, 100% excess to circulate to surface). WOC 12 hrs. Test casing to 600 psi/30 minutes.

5 1/2" Production Casing -

Before cementing circulate hole with at least 1 1/2 hole volumes of mud. Precede cement with 30 bbls of fresh water. Lead with 205 sx (422.30 cu. ft.) of Class "B" with 2% metasilicate and 1/4#/sk celloflake. (Yield = 2.06 cu. ft. /sk; slurry weight = 12.5 PPG). Tail with 85 sx (100.30 cu. ft.) of Class "B" with 2% CaCl and 1/4#/sk celloflake. (Yield = 1.18 cu. ft. / sk; slurry weight = 15.6 PPG). Total cement volume is 522.60 cu. ft. (100% excess on open hole, calculated on cement volumes). WOC 12 hrs. Test casing to 600 psi/30 minutes.

BOP and Tests: Surface to TD - 11" 2000 psi (minimum) double gate BOP stack (Reference Figure #1). Prior to drilling out surface casing, test rams to 1000# / 30 min.

From surface to TD - choke manifold (Reference Figure #3).

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 Fruitland Coal formation will be completed.
- Anticipated pore pressure for the Fruitland is 300 psi.
- New casing will be utilized.
- Pipe movement (either rotation or reciprocation) will be done if hole conditions permit.

Date: <u>August 17, 2003</u> Drilling Engineer: <u>Muhaul T. Janson</u>