UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

	DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT	ACK Deer - 078215-A ing Number
APPLICATION I	FOR PERMIT TO DRILL, DEEPEN, OR PLUG BA	ACK ON TO
a. Type of Work	5. Lease Numb	per
DRILL	NMSF Unit Reporti	- 078215-A
b. Type of Well GAS	6. If Indian, All	l. or Tribe
Operator BURLINGTON RESCURCES Oil & Gas	7. Unit Agreen	nent Name
Address & Phone No. of Opera PO Box 4289, Farming		ase Name erslice
(505) 326-9700	9. Well Numbe 101s	er
Location of Well		Wildcat
1225' FNL, 895' FWL		uitland Coal
Latitude 36 ^o 58.4598'N	71. Sec., IWN, N, Longitude 107° 55.7363'W / Sec.19, 7 API# 30-045-	
4. Distance in Miles from Nearest 15.6 miles to Aztec, N	— · · · · · · · · · · · · · · · · · · ·	13. State NM
5. Distance from Proposed Locat	tion to Nearest Property or Lease Line	
6. Acres in Lease	17. Acres Ass 319.9	igned to Well 97 W/2
8. Distance from Proposed Locat	tion to Nearest Well, Drlg, Compl, or Applied for on t	his Lease
9. Proposed Depth 2967'	20. Rotary or C Rotar	
1. Elevations (DF, FT, GR, Etc.) 6135' GR	22. Approx. D	ate Work will Start
3. Proposed Casing and Cementi See Operations Plan		
4. Authorized by: Regulatory	//Compliance Specialist Date)-17-03.

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.

DISTRICT I 1625 N. Franch 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

DISTRICT III

1000 Rio Brazos Rd., Aztec, N.M. 87410

DISTRICT IV 2040 South Pacheco, Santa Fe, NM 87505

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

1API Number	790	*Pool Code 71629	070 Farming Pool Name	
⁴ Property Code 18633	Property Name VANDERSLICE		* Well Number	
'OGRID No. 14538			Operator Name SOURCES OIL & GAS, INC.	* Elevation 6135*

¹⁰ Surface Location

UL or lot no. D	Section 19	Township 32-N	Range 10-W	Lot Idn	Feet from the 1225'	North/South line NORTH	Feet from the 895'	Rast/West line WEST	SAN JUAN
			11 Botte	om Hole	Location 1	f Different Fr	om Surface		

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
25 Dedicated Acres)		15 Joint or	lnfill	¹⁴ Consolidation C	ode	¹⁶ Order No.		<u> </u>
W/319.97	•								

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED

	OR A NON-STAN	DARD UNIT HAS BI	EEN APPROVED BY	THE DIVISION
O16 — — — — — — — — — — — — — — — — — — —	N 89-49-28 E 2641.51' (M) LOT 6	FD 3 1/4" B.L.M. BC 1969	LOT 5	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief
FD 3 1/4" B.L.M. BC 1953 LOT 7	414'			
LONG. 107'5	598' N (NAD 27) 5.7363' W			Signature Signature Joni Clark Printed Name Regulatory Specialis
S 00 2 261	LOT 9	9 - 60 6	1157877	Regulatory Specialis 10-17-03 Date
FD 3 1/4" B.L.M. BC 1953 LOT 12	 	JAN 21		18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by
USA SF-0				me or under my supervision, and that the same is true and correct to the best of my beltef. Date of Survey CN MEXA
 	LOT 14			Signature and Seal of Professional Surveyor:
		LOT 15		Certificate Number

OPERATIONS PLAN

Well Name: Vancerslice #101S

. Location: 1225'FNL, 895'FWL Section 19, T-32-N, R-10-W

Latitude 36° 58.4598'N, Longitude 107° 55.7363'W

San Juan County, NM

Formation: Basin Fruitland Coal

Elevation: 6135'GR

Formation:	Top	Bottom	Contents
Surface Ojo Alamo	San Jose 1102'	1102' 1187'	aguifer
Kirtland	1187'	2492'	
Fruitland	2492'	2542'	
Intermediate TD	2492'		
Fruitland Coal	2542'	2882 '	gas
B/Basal Coal	2882 '	2887 '	gas
Pictured Cliffs	2887 '		
Total Depth	2967'		•

Logging Program: none Mudlog: from 7" to 2967' Coring Program: none

Mud Program:

Interval	Type	Weight	Vis.	Fluid Loss
0- 120'	Spud		40-5 0	no control
120-2492'	Non-dispersed	8.4-9.0	30-60	no control
2492-2967'	Air/Mist			

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

	•	•		•
Hole Size	Depth Interval	Csg.Size	Wt.	Grade
12 1/4"	0' - 120'	9 5/8"	32.3#	H-40
8 3/4"	0' - 2492'	7"	20.0#	J-55
6 1/4"	2492' - 2967'	open hol	Le	

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

Hole Size	Depth Interval	Csg.Size	Wt.	Grade
12 1/4"	0' - 120'	9 5/8"	32.3#	H-40
8 3/4"	0' - 2492'	7"	20.0#	J-55
6 1/4"	2452' - 2967'	5 1/2"	15.5#	J-55

Tubing Program:

0' - 2967' 2 3/8" 4.7# J-55

Float Equipment: 9 5/8" surface casing - saw tooth guide shoe. Centralizers will be run in accordance with Onshore Order #2.

7" intermediate casing - guide shoe and self-fill float collar. Standard centralizers run every other joint above shoe. Two turbolizing type centralizers - one below and one into the base of the Ojo Alamo @ 1187'. Standard centralizers thereafter every fourth joint up to the base of the surface pipe.

Wellhead Equipment: 9 5/8" x 7" x 2 3/8" x 11" 2000 psi xmas tree assembly.

'Cementing:

Type III, w/2% Cac/2, 0.25#/sk Cellofiake

9 5/8" surface casing - cement with 23 sx Type I, II cement w/20% flyash, mixed at 14.5 ppg, 1.61 cu.ft. per sack yield (37 cu.ft. of slurry, bring cement to surface) or equivalent Wait on cement for 24 hours of pre-set holes or 8 hrs for conventionally set holes before pressure testing or drilling out from under surface. Test BOP and casing to 600 psi for 30 minutes

7" intermediate casing - lead w/205 sacks Premium Lite with 3% calcium chloride, 5 pps LCM-1, and 1/4#/sack flocele, 0.4% FL-52, & 0.4% SMS. Tail with 90 sacks Type III cmt with 1% calcium chloride, 1/4#/sack flocele and 0.2% FL-52 (562 cu.ft., 50% excess to circulate to surface).

5 1/2" liner - will not be cemented if run.

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

BOP and tests:

Surface to intermediate TD - 11" 2000 psi (minimum) double gate BOP stack (Reference Figure #1). Prior to drilling out surface casing, test rams to 600#/30 min.

Intermediate TD to Total Depth - $7\ 1/6$ " 2000 psi (minimum) double gate BOP stack (Reference Figure #2). Prior to drilling out intermediate casing, test blind rams and casing to 1500 psi for 30 minutes; all pipe rams and casing to 1500 psi for 30 minutes each.

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 less than 500 psi.
- * This gas is dedicated.
- * The west half of Section 19 is dedicated to the Fruitland Coal.

Date: 10-22-03

Drilling Engineer:

Junifimmicathy