Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

5. Lease Serial No. 1221ND2772

FORM APPROVED
OMB No. 1004-0137
 Expires: July 31, 2010

6. If Indian, Allottee or Tribe Name

					6. If Indian, Allottee or Tribe Name UTE MOUNTAIN UTE		
SUBMIT IN TRIPLICATE — Other instructions on page 2.				7. If Unit of CA/Agree	ement, Name and/or No.		
Type of Well				UTE MOUNTAIN U	8. Well Name and No. UTE MOUNTAIN UTE #104		
2. Name of Operator Huntington Energy, L.L.C.				9. API Well No. 30-045-35057			
3a. Address 3b. Phone No. (include area code)				10. Field and Pool or Exploratory Area Barker Creek - Dakota Pool			
908 N.W. 71st St., Oklahoma City, OK 73116 405-840-9876 4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) Lot J, 1620' FSL & 1675' FEL Sec 15-32N-14W			· ·	11. Country or Parish, State San Juan Co., NM			
12. CHEC	K THE APPROPRIATE BO	X(ES) TO INDICATE	NATURE OF NOT	TICE, REPORT OR OTHI	ER DATA		
TYPE OF SUBMISSION		·	TYPE OF AC	CTION			
✓ Notice of Intent	Acidize Alter Casing	Deepen Fracture Trea	t Re	oduction (Start/Resume)	Water Shut-Off Well Integrity		
Subsequent Report	Casing Repair Change Plans	☐ New Constru- ☐ Plug and Aba		ecomplete emporarily Abandon	Other		
Final Abandonment Notice	Convert to Injection	Plug Back		ater Disposal			
following completion of the involve testing has been completed. Final A determined that the site is ready for Huntington Energy, L.L.C. reque casing. The cementing program has Attached is the revised Operations P	bandonment Notices must be final inspection.) sts to change the product changed to account for the standard st	oe filed only after all red ion hole size to 7 7/8" he volume. The Prodi	quirements, including and make chang uction Casing cha	es to the cement plan for nge was done to facilitate direvised program.	completed and the operator has		
					l Land Wanegament ango, Colorado		
14. I hereby certify that the foregoing is true Catherine Smith	e and correct. Name (Printe	d/Typed)					
71		Title	Regulatory		·		
Signature atherine A	mit	Date	11/02/2010				
	THIS SPACE	FOR FEDERAL	OR STATE O	FFICE USE			
Approved by Conditions of approval, if any, are attacked that the applicant holds legal or equitable tientitle the applicant to conduct operations to	le to those rights in the subjection.	not warrant or certify ct lease which would	ovingly and willfull	Spre	Date W (U (ZOL)		

(Instructions on page 2)

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.





OPERATIONS PLAN

Well Name:

Ute Mountain Ute #104

Location:

1620' FSL, 1675' FEL, NWSE Sec 15, T-32-N, R-14-W NMPM

San Juan Co., New Mexico

Formation:

Basin Dakota

Elevation:

6886' GR 6901' KB

Formation Tops:	<u>Top</u>	Bottom	<u>RMSL</u>	Contents
Menefee	Surface	742'		
Point Lookout	742°	1092'	6110'	
Mancos	1092'	2132'	5760'	gas or water
Gallup (Niobrara)	2132'	2842'	4720'	oil or water
Greenhorn	2842'	2912'	4010'	
Graneros	2912'	2972'	3940'	gas or water
Dakota	2972'	3162'	3880'	gas
Encinal	3162'	3172'	3690'	
Burro Canyon	3172'	3182'	3680'	
Morrison	3182'	3257'	3670'	
Morrison Pay Sand	3257'	3400'	3595'	
TD	3400'			

Logging Program:

 $\overline{\text{Mud log}} - 300$ ' to TD

Open hole logs - AIT/GR/SP/CNL/LDT Surface Casing to TD

Cased hole logs- CBL/GR - TD to surface

Cores & DST's - none

Mud Program:

Interval	Type	<u>Weight</u>	<u>Vis.</u>	Fluid Loss
0 - 300	Spud	8.4-9.0	40-50	no control
300' - 3400'	Clean Faze	8.4-9.0	32-40	<10 cc

Pit levels will be visually monitored to detect gain or loss of fluid control.

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

	Hole Size	<u>Depth Interval</u>	Csg. Size	<u>Wt.</u>	Grade
	12 1/4"	0 - 300	8 5/8"	24#	LS-J55
	7 %"	0 - 3400	4 ½"	10.5#	J-55
æ	n				
Lubing	<u> Program:</u>	0 - 3400*	2 3/8**	4.7#	J-55
		0-5400	2 3/6	4./#	J-33

BOP Specifications, Wellhead and Tests:

Surface to TD -

11" 3000 psi minimum double gate BOP stack (Reference Figure #1). After nipple-up prior to drilling out surface casing, rams and casing will be tested to 600 psi for 30 minutes.

2" nominal, 3000 psi minimum choke manifold (Reference Figure #2).

Completion Operations:

7 1/16" 3000 psi double gate BOP stack (Reference Figure #1). After nipple-up prior to completion, pipe rams, casing and liner top will be tested to 2000 psi for 15 minutes.

Float Equipment:

8 %" surface casing – saw tooth guide shoe.

Centralizers will be run in accordance with Onshore Order #2.

4 ½" production casing – guide shoe and self-fill float collar. Standard centralizers run every other joint above shoe. Standard centralizers thereafter every fourth joint up to the base of the surface pipe.

Wellhead:

8 5/8" x 4 ½" x 2 3/8" x 5000 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 drilling crew.
- All BOP tests and drills will be recorded in the daily drilling reports.
- Blind and pipe rams will be equipped with extension hand wheels.

Cementing:

8 5/8" surface casing –

Cement to surface w/240 sx Premium cement 2% Calcium Chloride and ½# Flocele (280 cu. ft. of slurry). WOC 8 hours before pressure testing or drilling out from under surface casing.

4 1/2" production Casing -

Lead with 250 sx San Juan PRB-2, 5# Gil/sk + .25#/sk Superflake (555 cu ft of slurry – est top of cement: surface). Tail w/200 sx San Juan PRB-2, 5# Gil/sk + .25#/sk Superflake (398 cu ft of slurry – est top of tail cement: 2000').

Note: 50% excess cement will be used unless open hole logs are run, then 25% excess cement over caliper will be pumped. Cement will be circulated to surface.

Float guide shoe/float collar ran on bottom jt. Bowspring centralizers will be run in accordance with Onshore Order #2.

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

Additional Information:

- The Dakota formation will be completed. If non-commercial, the Mancos will be secondary objectives.
- No abnormal temperatures or hazards are anticipated. No H2S is anticipated.
- Anticipated pore pressure for the Dakota is 750 psi. Maximum bottom hole pressure at TD is 800 psi.
- Sufficient LCM will be added to the mud system to maintain well control, if lost circulation is encountered.
- The southeast quarter of Section 15 is dedicated to this well. This gas is dedicated.