# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK Type of Work 1a. 5. Lease Number DRILL NM-03465 **Unit Reporting Number** 1b. Type of Well 6. If Indian, All. or Tribe GAS 2. Operator **Unit Agreement Name** Oil & Gas Company 3. Address & Phone No. of Operator 8. Farm or Lease Name PO Box 4289, Farmington, NM 87499 1/ Hudson /A D 9. Well Number (505) 326-9700 1R 4. Location of Well 10. Field, Pool, Wildcat 1035'FNL, 900'FEL Fulcher Kutz Pictured Cliffs 11. Sec., Twn, Rge, Mer. (NMPM) Latitude 36° 33.0'N, Longitude 107° 48.3'W A Sec. 29, T-27-N, R-9-WAPI# 30-045-30868 14 Distance in Miles from Nearest Town 12. County 13. State 23.6 miles to inter. Hwy 550 & 64 in Bloomfield San Juan NM 15. Distance from Proposed Location to Nearest Property or Lease Line 9001 16. Acres in Lease 17. Acres Assigned to Well 160 NE/4 18. Distance from Proposed Location to Nearest Well, Drlg, Compl, or Applied for on this Lease This souch is everyon to reclaim. procedural review pursuant to 43 CFR 3566.3 20. Rotary or Cable Tools 19. **Proposed Depth** and appeal pursuant to 43 CFH 3166.4. 2316' Rotary <del>21</del>. Elevations (DF, FT, GR, Etc.) 22. Approx. Date Work will Start 6289' GR 23. **Proposed Casing and Cementing Program** See Operations Plan attached 9-28-01 24. Authorized by Regulatory/Compliance Supervisor Date PERMIT NO. APPROVAL DATE TITLE **APPROVED BY** 

Archaeological Report to be submitted L

Threatened and Endangered Species Report to be submitted

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.

HOLD C104 FOR Change in Status . Hisson #/

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DISTRICT I 1625 N. French 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

OIL CONSERVATION DIVISION

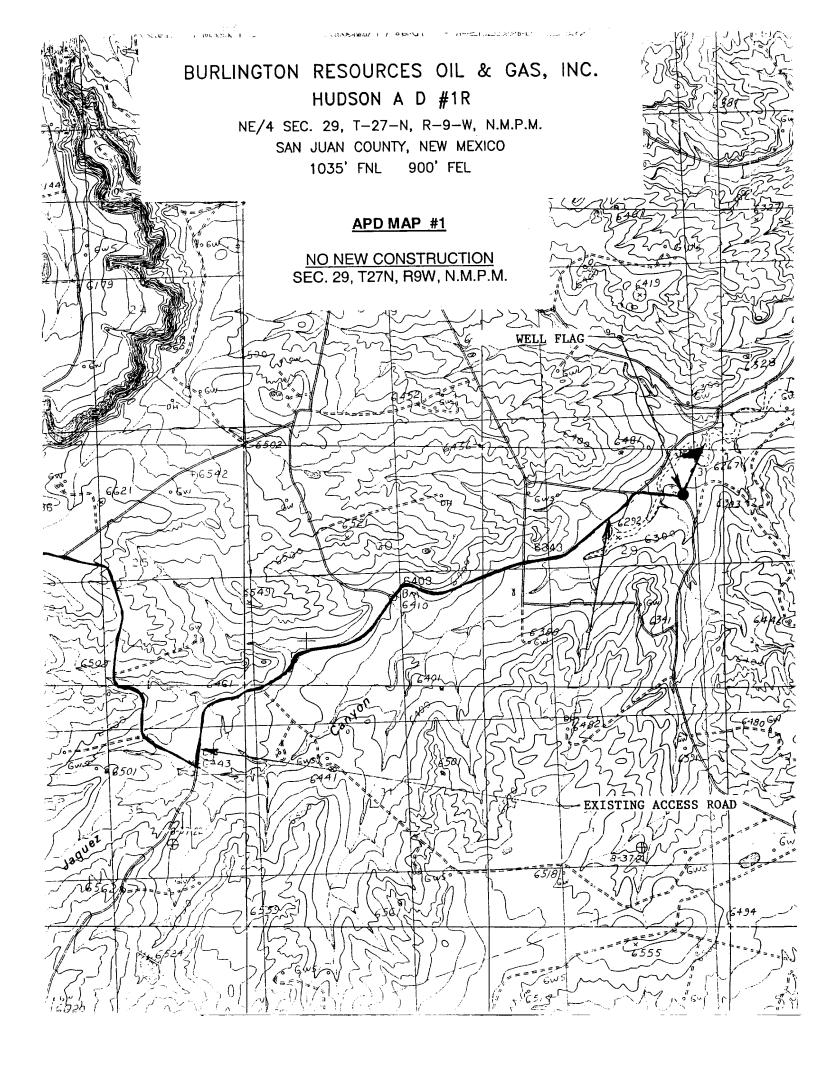
Submit to Appropriate District Office
State Lease — 4 Copies
Fee Lease — 3 Copies

DISTRICT III 1000 Rio Brasos Rd., Astec, N.M. 87410

2040 South Pacheco Santa Fe, NM 87505

☐ AMENDED REPORT

STRICT IV 40 South Pache	co, Santa	Fe, NM 8750	5		Dunia 10, Na	. 01000		☐ AMEND	ED REPORT
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Property C	11/71				HUDSON				1R
7136 /\) 'OGRID No	3411				*Operator			* Rievation	
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UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	Commit
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#### OPERATIONS PLAN

Well Name: Hudson A D #1R

Location: 1035'FNL, 900'FEL, Section 29, T-27-N, R-9-W

San Juan County, New Mexico

Latitude 36° 33.0'N, Longitude 107° 48.3'W

Formation: Fulcher Kutz Pictured Cliffs

Elevation: 6289'GR

Formation:	Top	Bottom	Contents
Surface Ojo Alamo Kirtland Fruitland Pictured Cliffs Total Depth	San Jose 1229' 1361' 1733' 2116' 2316'	1229' 1361' 1733' 2116'	aquifer gas gas gas

Logging Program: cased hole - CBL/GR/CCL TD to surface

Coring Program: None

## Mud Program:

Interval	Туре	Weight	Vis.	Fluid Loss
0- 120'	Spud	8.4-9.0	40-50	no control
120-2316'	FW	8.4-9.0	32-45	no control

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

Hole Size	Depth Interval	Csg.Size	Wt.	Grade
9 7/8"	0 - 120'	7"	20#	J-55
6 1/4"	0 - 2316'	2 7/8"	6.5#	J- <b>55</b>

Float Equipment: 7" surface casing - saw tooth guide shoe.
Centralizers will be run in accordance with Onshore Order #2.

2 7/8" production casing - float shoe on bottom. Three centralizers run every other joint above shoe. Seven centralizers run every 3rd joint to the base of the Ojo Alamo @ 1361'. Two turbolizing type centralizers - one below and one into the base of the Ojo Alamo @ 1361'. Standard centralizers thereafter every fourth joint up to the base of the surface pipe.

Wellhead Equipment: 7" x 2 7/8" 2000 psi screw on independent wellhead.

### Cementing:

7" surface casing - cement with 27 sx Class A, B Portland Type I, II cement (32 cu.ft. of slurry, bring cement to surface through \( \frac{4}{2} \) line). WOC 8 hrs. Test casing to 600 psi for 30 minutes.

2 7/8" production casing - Lead w/307 sx Premium Lite cement w/3% calcium chloride, 1/4 pps flocele, 5 pps LCM-1, 0.4% FL-52, and 0.4% SMS. Tail w/90 sx Type III cement w/1% calcium chloride, 1/4 pps flocele, and 0.2% FL-52 (778 cu.ft. of slurry, 100% excess to circulate to surface).

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

#### 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 600 psi/30 min.

Completion - 7 1/16" 2000 psi (minimum) double gate BOP stack (Reference Figure #2). Prior to completion operations, test rams and casing to 2000 psi/15 min.

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

Pipe rams will be actuated to 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.

# BOP and tests (If a coiled tubing drilling (CTD) rig is utilized.):

Surface to TD: 7-1/16" 2000 psi (minimum) Torus annular BOP stack (Reference Figure #1b). Prior to drilling out surface casing, test annular BOP to 600psi/30 min.

Completion: 7-1/16" 2000 psi (minimum) double gate BOP stack (Reference Figure #2). Prior to completion operations, test blind rams and casing to 1500 psi for 30 minutes; all pipe rams and casing to 1500 psi for 30 minutes each. Same as in original APD operations plan.

From surface to TD: choke manifold (Reference Figure #3). Same as in original APD operations plan.

The annular BOP will be actuated to close on drill pipe (coiled tubing) at least once each day and to close on open hole once each trip to test proper functioning.

#### Additional information:

- \* The Pictured Cliffs formation will be completed.
- \* Anticipated pore pressure for the Pictured Cliffs is 500 psi.
- \* This gas is dedicated.
- \* The northeast quarter of Section 29 is dedicated to the Pictured Cliffs.

Drilling Engineer 10/1/0)

Date