<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 District II 811 South First, Artesia, NM 88210 Distric: III 1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u> 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

Form C-101 Revised March 17, 1999

Oil Conservation Division 2040 South Pacheco Santa Fe, NM 87505

Submit to appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL PE-ENTER DEEPEN PLUCBACK OF ADD A ZONE

AFFLI	CATIO		Operator Name a			INTER, DE	er en,		OGRID Numb	A ZUNE	
			oco Productio				400	 	000778	ei .	
			P. O. Box		:		600	189	³ API Number		
			Houston, Texa	s 77253		(A)	*		30-04	530220	
³ Propert	y Code 10570				Property N Sallegos Cany	yon Unit	APR Z	veo il		ell No. 6 68	
			<u>-</u>		⁷ Surface L	ocation?	OIL CO	i. CiV jaj			
UL or lot no.	Section	Township	Range	Lct Idn Feet f		om the (North/South line		Feet from the	East/West line	County	
В	36	29N	12W		12	\% .∂5	eth.	1680	East	San Juan	
			Proposed B	ottom I		`			Last	San Juan	
			rioposea B		Tole Location		in Fron	a s urrace			
UL or lot no.	Section	Township	Range	Let Idn Feet		om the North/S	outh line	Feet from the	East/West line	County	
								,			
		9	Proposed Pool 1					10 Propos	ed Pool 2		
		Basi	n Fruitland Co	oal							
·											
	ype Code w Drill		12 Well Type Co Gas	de	l	e/Rotary Fop Drive	14 I	Lease Type Code Fee	15 Gr	ound Level Elevation 5359'	
	ıltiple	_	17 Proposed Dep	oth		mation		19 Contractor		20 Spud Date	
N	lo		1525'		Fruitla				5/6/2000		
			²¹ P	ropose	d Casing an	d Cement P	rogram				
Hole Si	ze	Ca	sing Size	Casing	weight/foot	Setting Depth		Sacks of Ce	ment	Estimated TOC	
(1) 8	3/4"		7"	· · · · · · · · · · · · · · · · · · ·	23#	i# 135°		115 SXS CLS		Surface	
(2) 6	1/4"		4 1/2"	10.5#		1525'		157 SXS CLS B		Surface	
				-							
		<u>.</u>									
							on the pre	sent productive zo	ne and propos	ed new productive	
zone. Describe	the blowor	ut preventio	on program, if any	. Use addı	tional sheets if n	ecessary.					
OBJECTIV	E: Drill	150' inte	o the Pictured	Cliffs, s	et 4 ½" Casi	ng to TD, Stir	nulate th	e Fruitland C	oal interva	1.	
			TDT) logs: TI	OT from	PBTD. GR-	CCL from P	DTB to S	Surface.			
(1) Circula				1.0116							
(2) (2) Set Mud Progra			w top of Pictu Type - Spud		is. eight 8.6 – 9.2	,					
Muu 110gi			Type - Spud Type - Water		eight 8.6 - 9.2						
				ded whi	le fresh wate		t hole co	nditions dicta	te frequenc	y	
Completion	: Rigles	s, Single	Stage Hydr	aulic Fr	ac.		_				
²³ I hereby certify that the information given above is true and complete to the						OIL CONSERVATION DIVISION					
best of my kno	belief.	130									
Signature: Marin Hiller											
<u>~</u> .	ing ii				Approved by:						
Printed name:	Corley				Title: QENTY OIL & GAS INSPECTOR, DIST. 43						
Title:	-	siness A	nalyst		· · · · · · · · · · · · · · · · · · ·	Approval Date	APR -	2 -	xpiration Date		
	3/2000		Phone: 281	1-366-44	 91	Conditions of A	Approval:	<u> </u>		- V 6001	
						Attached					
·		_					=				

PO Box 1980, Hobbs NM 88241-1980 District II PO Drawer KK, Artesia, NM 87211-0719

District III

State of New Mexico Energy, Minerals & Natural Resources Department

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

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

1000 Rio Brazos Rd., Aztec, NM 87410 District IV PO Box 2088, Santa Fe, NM 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

	······································	² Pool Code:	¹ Pool Name		
API Number		· .			
4 Property Code	0220	71629	Property Name	Well Number	
000520	GAI	LEGOS CANYO	N UNIT	# 568	
¹ OGRID No.		1 ,	Operator Name	⁹ Elevation	
000118	AM	OCO PRODUCTIO	ON COMPANY	5359	

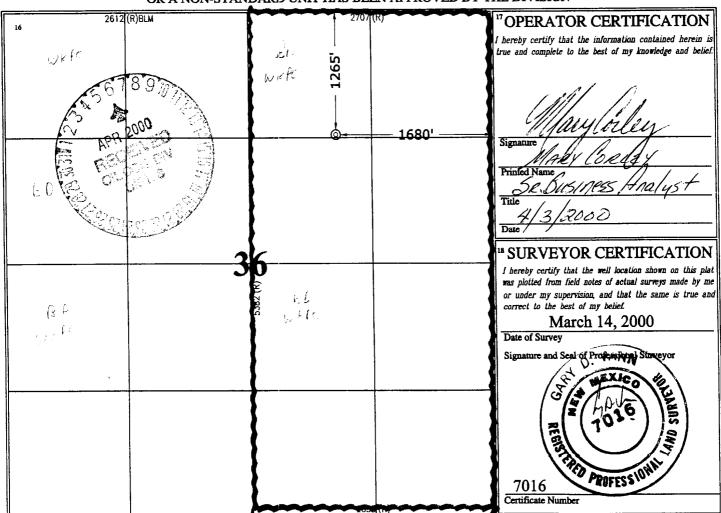
Surface Location

UL or Lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	Bast/West line	County
В	36	29 N	12 W		1265	NORTH	1680	EAST	SAN JUAN

11 Bottom Hole Location If Different From Surface

Bottom Hole Location it Different From Surface										
⁷ UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
12 Dedicated Acres	¹³ Join	t or Infill 14	Consolidatio	n Code 15	Order No.					
320 El	/ 1									

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



(R) - Record

Arnoco Production Company BOP Pressure Testing Requirements

Well Name:

Gallegos Canyon Unit 568

County:

San Juan

State: New Mexico

Formation	TVD	Anticipated Bottom Hole Pressure	Maximum Anticipated Surface Pressure **
Ojo Alamo	Surface		
Kirtland	315'		
Fruitland Coal	1040'		
Pictured Cliffs	1375'		

** Note: Determined using the following formula: ABHP - (.22 * TVD) = ASP

Requested BOP Pressure Test Exception: 750 PSI

SAN JUAN BASIN Fruitland Coal Formation Pressure Control Equipment

Background

The objective Fruitland Coal formation maximum surface pressure is anticipated to be less than 1000 PSI, based on shut-in surface pressures from adjacent wells. Pressure control equipment working pressure minimum requirements are therefore 2000 PSI. Equipment to be used will conform to API RP-53 (Figure 2.C.2) for a 2000 PSI system per Federal Onshore Order No. 2. Due to available conventional equipment within the area, 3000 PSI rated pressure control equipment will typically be utilized in a double ram type arrangement. Regional drilling rights to be utilized have substructure height limitations which exclude the use of annular preventers; therefore a rotating head will be installed above these rams. This pressure control equipment will be utilized for conventional drilling below conductor to total depth. No abnormal temperature, pressure, or Hydrogen Sulfide gas is anticipated.

Equipment Specification

<u>Interval</u>

BOP Equipment

Below conductor casing to total depth

11" nominal or 7 1/16", 3000 PSI double ram preventer with rotating head.

All ram type preventers and related control equipment will be hydraulically tested to 250 PSI (low pressure) and 750 PSI (high pressure), upon installation, following any repairs or equipment replacements, or at 30 day intervals. Accessories to BOP equipment will include Kelly cock, upper Kelly cock with a handle available, floor safety valves and choke manifold which will also be tested to equivalent pressure at the appropriate intervals.

