OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

December 17, 1997

Burlington Resources Oil & Gas Company P.O. Box 4289 Farmington, New Mexico 87499-4289 Attention: Peggy Bradfield

Administrative Order NSL-3919

Dear Ms. Bradfield:

Reference is made to your application dated November 25, 1997 for an unorthodox Blanco-Mesaverde "infill" gas well location on an existing 332.94-acre non-standard gas spacing and proration unit ("GPU") for said Blanco-Mesaverde Pool, comprising Lots 3 through 7, the SE/4 NW/4, and the E/2 SW/4 (W/2 equivalent) of Section 6 and Lots 1 and 2 and the E/2 NW/4 (NW/4 equivalent) of Section 7, both in Township 31 North, Range 8 West, NMPM, San Juan County, New Mexico (approved by Division Order No. R-9315, dated October 9, 1990). Said GPU is currently dedicated to the Jaquez Well No. 1 (API No. 30-045-10999), located at a standard gas well location 1020 feet from the South line and 1160 feet from the West line (Unit N) of said Section 1.

By the authority granted me under the provisions of **Rule 2(d)** of the "General Rules For The Prorated Gas Pools of New Mexico/Special Rules and Regulations For The Blanco-Mesaverde Pool," as promulgated by Division Order No. R-8170, as amended, the following described well to be drilled at an unorthodox "infill" gas well location in said Section 6 is hereby approved:

Jaquez 1-A 1620' FNL - 1195' FWL (Unit F) -06-31N-08W (API No. 30-045-29494)

Further, both the Jaquez Well Nos. 1 and 1-A are to be dedicated to the subject GPU, further said wells and GPU will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest New Mexico.

Sincerely,

William J. LeMay

Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec

U. S. Bureau of Land Management - Farmington

DECEIVED

OIL CON. DIV.

BURLINGTON RESOURCES

SAN JUAN DIVISION

November 25, 1997

Mr. William LeMay
New Mexico Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87505

Re:

Jaquez #1A

1620'FNL, 1195'FWL Section 6, T-31-N, R-8-W, San Juan County

API # 30-045-29494

Dear Mr. LeMay:

Burlington Resources is applying for administrative approval of an unorthodox "infill" gas well location for the Mesa Verde pool. This application for the referenced location is due to extremely steep terrain; therefore, this well is located in the canyon bottom.

Production from the Blanco Mesa Verde pool is to be included in an existing 332.94 gas spacing and proration unit comprising Lots 3-7, SE/4 NW/4 Section 6; Lots 1 and 2, Section 7; E/2 SW/4 Section 6; E/2 NW/4 Section 7; which is currently dedicated to Burlington Resources' Jaquez #1 (API 30-045-10999), located at a standard gas well location of 1020'FSL, 1160'FWL (Unit N) of said Section 6. Attached is Order R-9315 dated October 9, 1990 covering the non-standard gas proration unit.

The following attachments are for your review:

- Application for Permit to Drill.
- 2. Completed C-102 at referenced location.
- 3. Offset operators/owners plat and certification.
- 4. 7.5 minute topographic map showing the orthodox windows, and enlargement of the map to define topographic features.

We appreciate your earliest consideration of this application.

Sincerely,

Peggy Bradfield

Regulatory/Compliance Administrator

xc:

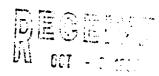
NMOCD - Aztec District Office

Bureau of Land Management - Farmington

DECEIVED NOV 2 6 1997

0[L GON. D[V. DIST. 3

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT



	Α	APPLICATION FOR PERMIT TO DRILL, DI	EEPEN, OR PLUG BACK
1a.	Type of Work DRILL	57 F.C 3 Z Z F.T. 11 · 33	5. Lease Number SF-078510
		070 FAFILLRGTON, NM	Unit Reporting Number
1b. 🛌	Type of Well GAS		6. If Indian, All. or Tribe
2.	Operator BURLIN RESOUR 14538	GTON RCES Oil & Gas Company	7. Unit Agreement Name
3.	Address & Phone PO Box 428	e No. of Operator 39, Farmington, NM 87499	8. Farm or Lease Name 7/56 Jaquez 9. Well Number
	(505) 326-	-9700	1A ~
4.	Location of Well 1620'FNL, 13		10. Field, Pool, Wildcat 723/9 Blanco Mesa Verde 11. Sec., Twn, Rge, Mer. (NMPM) Sec. 6, T-31-N, R-8-W
			API'# 30-045- 39494 v
14.	Distance in Miles 8 miles to 2	s from Nearest Town Abe's Store	12. County 13. State San Juan NM
15.	Distance from Pr	roposed Location to Nearest Property or Leas	se Line
16.	Acres in Lease		17. Acres Assigned to Well 332.94
18.	1500'	roposed Location to Nearest Well, Drlg, Com	pl, or Applied for on this Lease
19.	Proposed Depth	ils action is subject to technical and ocedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4.	20. Rotary or Cable Tools Rotary
21.	Elevations (DF, F 6169'GR	T, GR, Etc.)	22. Approx. Date Work will Start
23.	Proposed Casing See Operat	and Cementing Program	DRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACH "GENERAL REQUIREMENTS"
24.	Authorized by:	Degan Brachiced	8-1597
		Regulatory/Compliance Administr	rator Date
PERMIT	r no	APPROVA	AL DATE DOT 6 6 400
APPRO	VED BY	TITLE	DATE

Archaeological Report to be submitted

Threatened and Endangered Species Report to be submitted

NOTE: APD approved in this 1/4 section 08-08-84, resubmitted for this well in this 1/4 Section 01-23-92

HOLD (-104 FOR NSLE)

NMOCD

1980, Hobbs. NM 88241-1980

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised February 21, 1994 Instructions on back

rict II Drawer DD. Artesia. NM 88211-0719: \\ OIL CONSERVATION DIVISION PO Box 2088 Fe, NM 87504-2088 Oistrict III 1000 Rio Brazos Rd., Aztec, NM 87410

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

District IV PO Box 2088, Santa Fe, NM 87504-2088

15

AMENDED REPORT

504-2008 070 WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number *Pool			*Pool Cod	е		Pool Nam	8			
30-045	-		7231	9	Bla	anco Mesave	rde			
*Property Code			¹ Propert	³ Property Name			Well Number			
7156					JAQUEZ				1A	
'OGRID N	o.				*Operator Name				*Elevation	
14538			BURLI	NGTON	ON RESOURCES OIL & GAS COMPANY			6169		
14230					¹⁰ Surface	Location				
UL or lat no.	Section	Townshap	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
F	6	31N	8₩		1620	North	1195	West	SAN JUAN	
<u></u>		11 E	Bottom	Hole L	ocation]	If Different	From Surf	ace		
UL or lot no.	Section	Townenso	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
² Decicated Acres	13 Joint o	c Infall 14	Consolidation	Code 15 Ora	der No.			<u> </u>		
32.94	303111.0									

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

26B2 24 98 1333. 1195 200 8 SF-078510 2 ¥S. 2655.08 533.28 1332.54 1 ĘĘ 5

" OPERATOR CERTIFICATION I hereby centify that the information contained herein is true and complete to the best of my knowledge and belief

Signature Peggy Bradfield

Printed Name

Regulatory Administrato

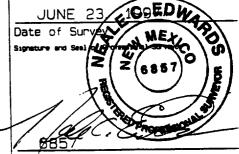
Title

8-22-97

of halla

Date

"SURVEYOR CERTIFICATION I hereby certify that the well location shown on this Blz was plotted from field notes of actual surveys made by a or under my supervision and that the same is true and currect to the best of my belief.



Certificate Number

OPERATIONS PLAN

Well Name: Jaquez #1A

Location: 1620'FNL, 1195'FWL Section 6, T-31-N, R-8-W

Rio Arriba County, New Mexico

Latitude 360 54.9, Longitude 1070 42.2

Formation: Blanco Mesa Verde

Elevation: 6169'GL

Formation Tops:	Top	Bottom	<u>Contents</u>
Surface	San Jose	1766'	aquifer
Ojo Alamo	1766'	2526'	aquifer
Fruitland	2526'	3066'	
Pictured Cliffs	3066'	3196'	gas
Lewis	3196'	3836′	gas
Intermediate TD	3296'		
Mesa Verde	3836′	3706′	gas
Chacra	3706′	5051'	gas
Massive Cliff House	5051'	5091'	gas
Menefee	5091'	5361'	gas
Massive Point Lookout	5361'		gas
Total Depth	5761'		

Logging Program:

Cased hole logging - Gamma Ray Neutron Coring/DST - none

Mud Program:

<u>Interval</u>	<u>Type</u>	<u>Weight</u>	<u>Vis.</u>	Fluid Loss
0- 200'	Spud	8.4-9.0	40-50	no control
200-3296'	LSND	8.4-9.0	30-60	no control
3296-5761'	Gas/Mist	n/a	n/a	n/a

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

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

Hole Size	Depth Interval	<u>Csq.Size</u>	<u>Wt.</u>	<u>Grade</u>
12 1/4"	0' - 200'	9 5/8"	32.3#	H-40
8 3/4"	0' - 3296'	7"	20.0#	J-55
6 1/4"	3196' - 5761'	4 1/2"	10.5#	J-55

Tubing Program:

0' - 5761' 2 3/8" 4.7# J-55

BOP Specifications, Wellhead and Tests:

Surface to Intermediate TD -

11" 2000 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.

BOP Specifications, Wellhead and Tests (cont'd):

Intermediate TD to Total Depth -

11" 2000 psi minimum double gate BOP stack (Reference Figure #1). After nipple-up prior to drilling out intermediate casing, rams and casing will be tested to 1500 psi for 30 minutes.

Surface to Total Depth -

2" nominal, 2000 psi minimum choke manifold (Reference Figure #3).

Completion Operations -

7 1/16" 2000 psi double gate BOP stack (Reference Figure #2). After nipple-up prior to completion, pipe rams, casing and liner top will be tested to 2000 psi for 15 minutes.

Wellhead -

9 5/8" x 7" x 2 3/8" x 2000 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 drill crew.
- All BOP tests & drills will be recorded in daily drilling reports.
- Blind and pipe rams will be equipped with extension hand wheels.

Cementing:

9 5/8" surface casing - cement with 163 sx Class "B" cement with 1/4# flocele/sx and 3% calcium chloride (188 cu.ft. of slurry, 200% excess to circulate to surface). WOC 12 hrs. Test casing to 600 psi for 30 minutes.

Saw tooth guide shoe on bottom. Bowspring centralizers will be run in accordance with Onshore Order #2.

7" intermediate casing -

Lead w/263 sx Class "B" w/3% econolite, 10# gilsonite/sx and 1/2# flocele/sx. Tail w/90 sx 50/50 Class "B" Poz w/2% gel, 2% calcium chloride, 0.5# flocele/sx, and 10# gilsonite/sx (867 cu.ft. of slurry, 75% excess to circulate to surface.) WOC minimum of 12 hours before drilling out intermediate casing. If cement does not circulate to surface, a CBL will be run to determine TOC. Test casing to 1500 psi for 30 minutes.

Cement nose guide shoe on bottom with float collar spaced on top of shoe joint. Bowspring centralizers spaced every other joint off bottom, to the base of the Ojo Alamo at 2526'. Two turbolating centralizers at the base of the Ojo Alamo at 2526'. Bowspring centralizers spaced every fourth joint from the base of the Ojo Alamo to the base of the surface casing.

4 1/2" Production Liner -

Cement to circulate liner top. Lead with 157 sx 65/35 Class "B" poz w/6% gel, 5# gilsonite/sx and 1/4# flocele/sx. Tail with 135 sx 50/50 Class "B" poz w/1/4# flocele/sx, 5# gilsonite/sx and 0.3% fluid loss additive (470 cu.ft., 75% excess to circulate liner top). WOC a minimum of 18 hrs prior to completing.

Cement nose guide shoe on bottom with float collar spaced on top of shoe joint. The liner hanger will have a rubber packoff.

- If hole conditions permit, an adequate water spacer will be pumped ahead of each cement job to prevent cement/ mud contamination or cement hydration.
- The pipe will be rotated and/or reciprocated, if hole conditions permit.

Special Drilling Operations (Gas/Mist Drilling):

The following equipment will be operational while gas/mist drilling:

- An anchored blooie line will be utilized to discharge all cuttings and circulating medium to the blow pit a minimum of 100' from the wellhead.
- The blooie line will be equipped with an automatic igniter or pilot light.
- Compressors will be located a minimum of 100' from the wellhead in the opposite direction from the bloose line.
- Engines will have spark arresters or water cooled exhaust.
- The rotating head will be properly lubricated and maintained.
- A float valve will be utilized above the bit.
- Mud circulating equipment, water, and mud materials will be sufficient to maintain control of the well.

Additional Information:

- The Mesa Verde formation will be completed.
- No abnormal temperatures or hazards are anticipated.
- Anticipated pore pressures are as follows:

Fruitland Coal 800 psi
Pictured Cliffs 800 psi
Mesa Verde 700 psi

- Sufficient LCM will be added to the mud system to maintain well control, if lost circulation is encountered below the top of the Pictured Cliffs.
- The west half of Section 6 and the northwest quarter of Section 7 is dedicated to the Mesa Verde.
- This gas is dedicated.

Drilling Engineer

Date

8/18/97



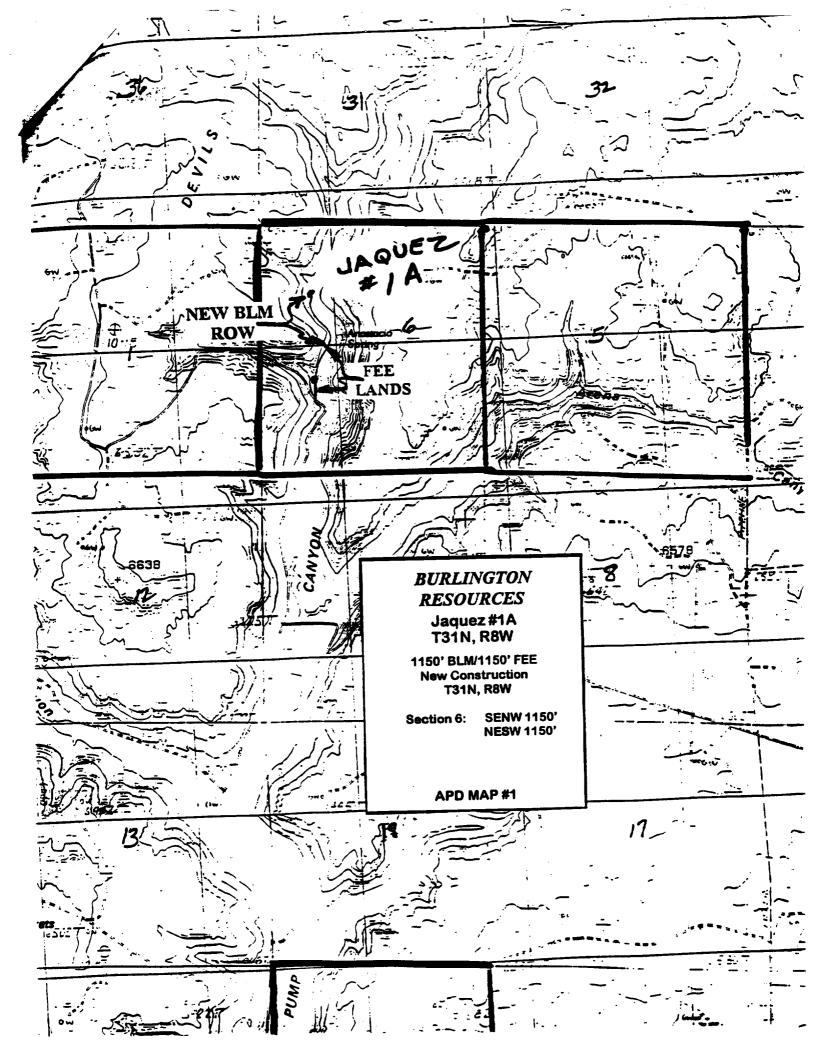
Jaquez #1A Multi-Point Surface Use Plan

- 1. Existing Roads Refer to Map No. 1. Existing roads used to access the proposed location will be properly maintained for the duration of the project. Bureau of Land Management right-of-way has been applied for as shown on Map No. 1.
- 2. Planned Access Road Refer to Map No. 1. The required new access road is shown on Map No. 1. The gradient, shoulder, crowning and other design elements will meet or exceed those specified by the responsible government agency. The new access road surface will not exceed twenty feet (20') in width. No additional turnarounds or turnouts will be required. Upon completion of the project, the access road will be adequately drained to control soil erosion. Approximately 2300' of access road will be constructed. Pipelines are indicated on Map No. 1A.
- 3. Location of Existing Wells Refer to Map No. 1A.
- 4. Location of Existing and/or Proposed Facilities if Well is Productive
 - a. On the Well Pad Refer to Plat No. 1, anticipated production facilities plat.
 - b. Off the Well Pad Anticipated pipeline facilities as shown on the attached plat from Williams Field Service.
- 5. Location and Type of Water Supply Water will be hauled by truck for the proposed project and will be obtained from Pump Wash Water Hole #2 located in SW/4 Section 36, T-31-N, R-9-W, New Mexico.
- Source of Construction Materials If construction materials are required for the proposed project, such materials will be obtained from a commercial quarry.
- 7. Methods of Handling Waste Materials All garbage and trash materials will be removed from the site for proper disposal. A portable toilet will be provided for human waste and serviced in a proper manner. If liquids are left in the reserve pit after completion of the project, the pit will be fenced until the liquids have had adequate time to dry. The location clean-up will not take place until such time as the reserve pit can be properly covered over to prevent run-off from carrying waste materials into the watershed. Reserve pits will be lined as needed with either 12 mil bio-degradable plastic liner or a bentonite liner. All earthen pits will be so constructed as to prevent leakage from occurring; no earthen pit will be located on natural drainage. Generation of hazardous waste is not anticipated. Federal regulations will be adhered to regarding handling and disposal of such waste if so generated.
- 8. Ancillary Facilities None anticipated.
- 9. Wellsite Layout Refer to the location diagram and to the wellsite cut and fill diagram (Figure No. 4). The blow pit will be constructed with a 2'/160' grade to allow positive drainage to the reserve pit and prevent standing liquids in the blow pit.

- 10. Plans for Restoration of the Surface After completion of the proposed project, the location will be cleaned and leveled. The location will be left in such a condition that will enable reseeding operations to be carried out. Seed mixture as designated by the responsible government agency will be used. The reseeding operations will be performed during the time period set forth by the responsible government agency. The permanent location facilities will be painted as designated by the responsible government agency.
- 11. Surface Ownership Bureau of Land Management
- 12. Other Information Environmental stipulations as outlined by the responsible government agency will be adhered to. Refer to the archaeological report for a description of the topography, flora, fauna, soil characteristics, dwellings, historical and cultural sites.
- 13. Operator's Representative and Certification Burlington Resources Oil & Gas Company Regional Drilling Manager, Post Office Box 4289, Farmington, NM 87499, telephone (505) 326-9700. I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan, are to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Burlington Resources Oil and Gas Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

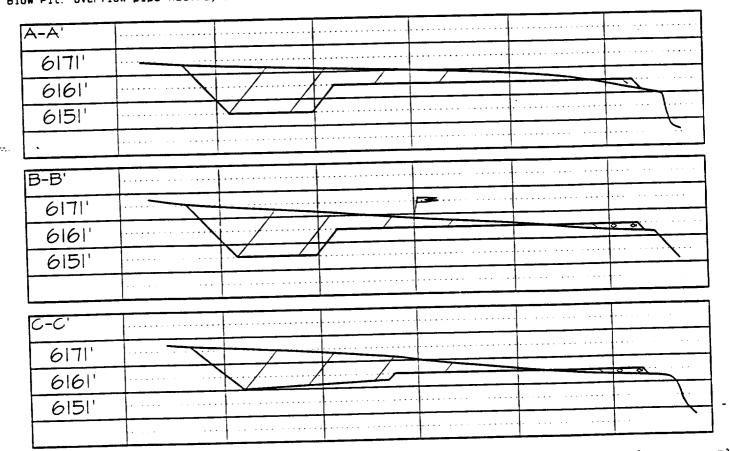
Regulatory/Compliance Administrator Date

pb



BURLINGTON RESOURCES OIL & GAS COMPANY JAQUEZ #1A, 1620' FNL & 1195' FWL SECTION 5, T31N, R8W, NMPM, SAN JUAN COUNTY, NEW MEXICO GROUND ELEVATION: 6169' DATE: JUNE 23, 1997 (5) CB 6 2.1 Slope: 40 Blom Pit Dike 70 20 200 15' 9 5-35-E LAYDONN Melihead to front **C**5 melihead to back 180 ① 140 (4) **23** <u>8</u> ACCESS ROAD 2300' (0-6%) F4 (3) 2 CONSTRUCTION ZONE 320

Reserve Pit Dike: to be B' above Deep side (overflow - 3' wide and 1' above shallow side). Blow Pit: overflow pipe halfway between top and bottom and to extend over plastic liner and into blow pit.



Note: Contractor should call One—Call for location of any marked or unmarked buried pipelines or caple on well pad and/or access road at least two (2) working days prior to construction

BURLINGTON RESOURCES OIL AND GAS COMPANY

Jaquez #1A

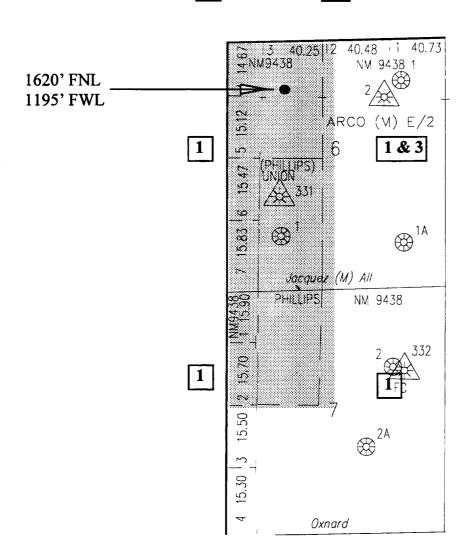
OFFSET OPERATOR \ OWNER PLAT NONSTANDARD LOCATION Mesaverde Formation

(NonStandard Dedication for Mesaverde formation covering the W/2 of Section 6 and the NW/4 of Section 7)

Township 31 North, Range 8 West

1620' FNL, 1195' FWL

1 2



- 1) Burlington Resources
- 2) Kock Exploration P.O. Box 2256 Wichita, KS 67201
- Vastar Resources, Inc.
 Attn: Michael Rodgers
 15375 Memorial Drive
 Houston, TX 77079

Re:

Jaquez #1A

1620'FNL, 1195'FWL Section 6, T-31-N, R-8-W, San Juan County API # 30-045-29494

I hereby certify that the following offset operators/owners have been mailed notification of our application for non-standard location to drill the referenced well.

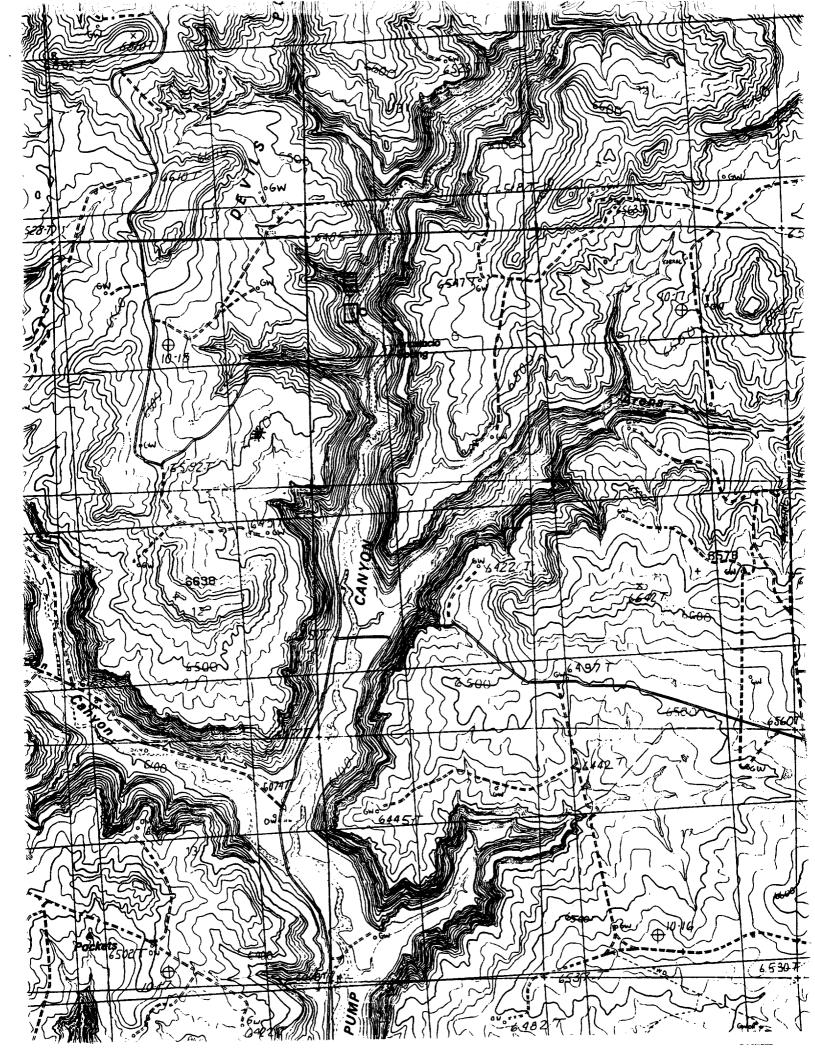
Kock Exploration PO Box 2256 Wichita, KS 67201

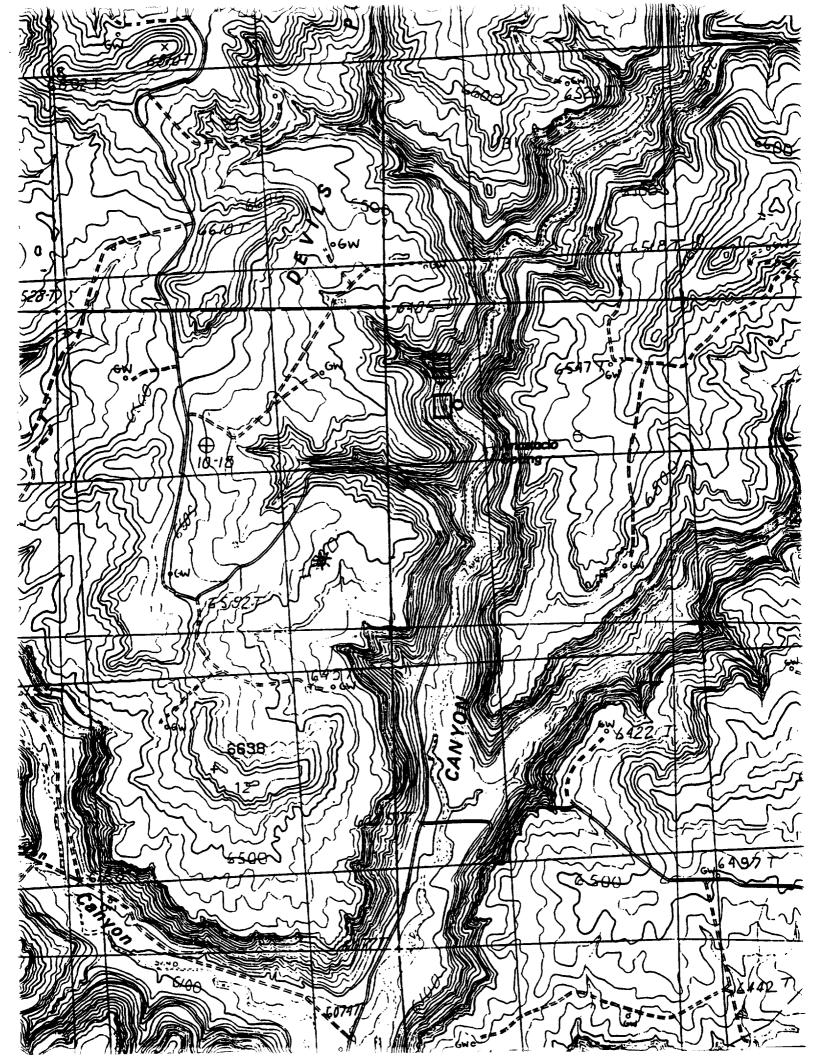
Vastar Resources, Inc Att: Michael Rodgers 15375 Memorial Drive Houston, TX 77079

eggy A. Bradfield

Regulatory/Compliance Administrator

Burlington Resources





STATE OF NEW MEXICO ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 10056 Order No. R-9315

APPLICATION OF MERIDIAN OIL, INC. FOR THREE NON-STANDARD GAS PRORATION UNITS, SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on August 22 and September 19, 1990, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 9th day of October, 1990, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

- (1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.
- (2) The applicant, Meridian Oil, Inc., seeks approval for three non-standard gas proration units for Basin-Fruitland Coal Gas Pool production in Irregular Sections 6, 7, 18, 19 and 30, Township 31 North, Range 8 West, NMPM, San Juan County, New Mexico, described as follows:

CASE NO. 10056 Order No. R-9315 Page -2-

TOWNSHIP 31 NORTH, RANGE 8 WEST, NMPM

TRACT	<u>ACREAGE</u>	DESCRIPTION
1 .	332.94	Section 6: Lots 3 through 7, SE/4 NW/4, E/2 SW/4
		Section 7: Lots 1 and 2 E/2 NW/4
2	326.56	Section 19: Lots 1 through 4, E/2 W/2
		Section 30: Lots 1 and 2, QuiNN 341 E/2 NW/4
3	330.16	Section 18: Lots 1 through 4, E/2 W/2
		Section 7: Lots 3 and 4, Quinn 338 E/2 SW/4

- (3) The proposed non-standard gas proration units are necessitated by a variation in the legal subdivision of the United States Public Lands Survey.
- (4) The applicant proposes to drill a well at a standard coal gas well location thereon in each of the proposed non-standard gas proration units to test the Basin-Fruitland Coal Gas Pool.
- (5) Each of the proposed non-standard gas proration units may reasonably be presumed productive of gas from the Basin-Fruitland Coal Gas Pool and each of the proposed non-standard gas proration units can be efficiently and economically drained and developed by the proposed wells.

CASE NO. 10056 Order No. R-9315 Page -3-

- (6) According to evidence and testimony presented by the applicant, each of the proposed non-standard gas proration units has previously been approved by the Division for use in developing gas reserves in the Blanco-Mesaverde Pool, said approval granted by Division Order No. R-392, dated November 24, 1953, and has proven to be effective in promoting orderly development in this area.
- (7) No offset operator and/or interest owner appeared at the hearing in opposition to the application.
- (8) Approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the Basin-Fruitland Coal Gas Pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED THAT:

(1) The following described non-standard gas spacing and proration units in the Basin-Fruitland Coal Gas Pool, San Juan County, New Mexico, are hereby established:

TOWNSHIP 31 NORTH, RANGE 8 WEST, NMPM

TRACT	<u>ACREAGE</u>	DESCRIPTION		
1	332.94	Section 6:	Lots 3 through 7, SE/4 NW/4, E/2 SW/4	
		Section 7:	Lots 1 and 2 E/2 NW/4	

CASE NO. 10056 Order No. R-9315 Page -4-

2	326.56	Section 19:	Lots 1 through 4, E/2 W/2
		Section 30:	Lots 1 and 2, E/2 NW/4
3	330.16	Section 18:	Lots 1 through 4, E/2 W/2
		Section 7:	Lots 3 and 4, E/2 SW/4

(2) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

WILLIAM J. LEMAY

Director

SEAL