UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| | | | 1000 000 | |
|-----|--------------------------------------------------------------------------------------|---------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------|-----------------|
| | APPLICATION | FOR PERMIT TO DRILL, DEE | PEN, OR PLUG BACK | M 1. 1. |
| a. | Type of Work | | 5. Lease Number | / ; |
| a. | DRILL | FEB 2000 | SF-077764 Unit Reporting Number | CA WA |
| b. | Type of Well GAS | FEB 2000 PED RECEIVED OIL ON OIL DIST. 3 | 6. If Indian, All. or Tribe | |
| | Operator BURLINGTON RESOURCES | Oil & Gas Company 68 | 7. Unit Agreement Name | |
| | Address & Phone No. of Ope | rator | 8. Farm or Lease Name | |
| | PO Box 4289, Farmin | ngton, NM 87499 | Schumacher 9. Well Number 11 M | |
| | (505) 326-9700 | | IIM | |
| 4. | Location of Well | | 10. Field, Pool, Wildcat | |
| • | 945' FSL, 1800' FEL | _ | Blanco MV/Basi | 1PM) |
| | Latitude 36 ^o 48.4, L | ongitude 107° 55.3 | Sec. 18, T-30- API# 30-045- 300(6 | N, R-10 |
| 14. | Distance in Miles from Near | est Town | 12. County 13 | . State |
| 14. | 4 miles from Aztec | | San Juan | NM |
| 15. | Distance from Proposed Log | cation to Nearest Property or Lea | | |
| 16. | Acres in Lease | | 17. Acres Assigned to Well MV: 32か E/2 つ | 7.5-2 |
| nro | s action is subject to technical a cedural review pursuant to 43 C | JFH 3100.3 | MV: 320 E/2 2 DK: 316.50 S/2 | 2308.8 |
| 18. | Distance from Proposed Lo | cation to Nearest Well, Drlg, Com | pl, or Applied for on this Lease | |
| 19. | Proposed Depth | | 20. Rotary or Cable Tools | |
| | 1 tobooca popui | | - | |
| | 7499' | • | Rotary | |
| 21. | 7499' Elevations (DF, FT, GR, Etc. | .) | Rotary 22. Approx. Date Work wil | |
| | 7499' | .) | 22. Approx. Date Work will DRULING OPERATIONS AUTHO | RIZED ARI |
| | Elevations (DF, FT, GR, Etc. 6394' GR Proposed Casing and Ceme | enting Program | Rotary 22. Approx. Date Work wil | RIZED AR |
| 21. | 7499' Elevations (DF, FT, GR, Etc. 6394' GR | enting Program | Rotary 22. Approx. Date Work will DRILLING OPERATONS AUTHO SUBJECT TO COMPLIANCE WIT "GENERAL REQUIREMENTS" | RIZED ARI |
| 21. | Elevations (DF, FT, GR, Etc. 6394' GR Proposed Casing and Ceme | enting Program an attached | Rotary 22. Approx. Date Work will DRILLING OPERATONS AUTHO SUBJECT TO COMPLIANCE WIT "GENERAL REQUIREMENTS" | RIZED AR |
| 21. | Elevations (DF, FT, GR, Etc. 6394' GR Proposed Casing and Ceme See Operations Plane | enting Program an attached Au Ory/Compliance Administr | Rotary 22. Approx. Date Work will DRILLING OPERATIONS AUTHOR SUBJECT TO COMPLIANCE WIT "GENERAL REQUIREMENTS" //- 8-99 Date | RIZED ARI |
| 23. | Elevations (DF, FT, GR, Etc. 6394' GR Proposed Casing and Ceme See Operations Plane | enting Program an attached Augustian Administration Administration Approverses | Rotary 22. Approx. Date Work will DRILLING OPERATIONS AUTHOR SUBJECT TO COMPLIANCE WIT "GENERAL REQUIREMENTS" //- 8-99 Date | RIZED ARE |

Archaeological Report to be submitted
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.

DISTRICT I P.O. Box 1980, Hobbs, N.M. 88241-1980

DISTRICT II

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised February 21, 1994

Instructions on back

OIL CONSERVATION DIVISION

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

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

P.O. Drawer DD, Artesia, N.M. 88211-0719

P.O. Box 2088 Santa Fe, NM 87504-2088 1997 650 -2 TH 1: 19

☐ AMENDED REPORT

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

| ¹ API Number | | ² Pool Code | ³ Pool Name | | |
|-------------------------|----------|------------------------|------------------------|---------------|--|
| 30-045- 300 | 066 | 72319/71599 | Blanco Mesaverde/Basin | Dakota | |
| 4 Property Code | <u> </u> | | perty Name | * Well Number | |
| 7491 | | SC | HUMACHER | 11M | |
| OGRID No. | | * Op | erator Name | * Elevation | |
| 14538 | | BURLINGTON RESOUR | CES OIL & GAS COMPANY | 6394' | |
| | <u> </u> | | | | |

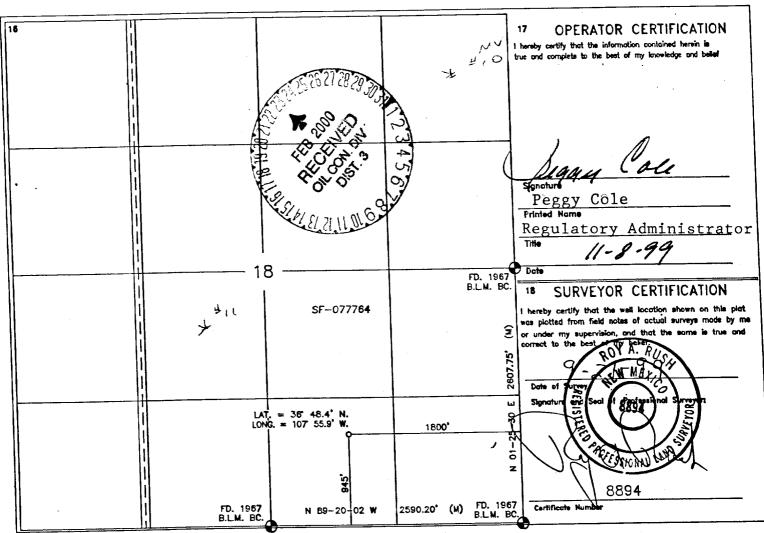
¹⁰ Surface Location

| [| UL or lot no. | Section | Township | Ronge | Lot Idn | Feet from the | North/South line | Feet from the | East/West line EAST | County SAN JUAN | ١ |
|---|---------------|---------|----------|-------|---------|---------------|------------------|---------------|------------------------|--------------------|---|
| | 0 | 18 | 30-N | 10-W | | 945 | SOUTH | 180 0 | EAST | 3711 00711 | j |

11 Bottom Hole Location If Different From Surface

| | | | DOTTE | 111 11016 | 200011011 | Different frem | | | T 2 1 |
|--------------------|--------------|----------------------|--------------------|-------------|---------------|------------------|---------------|----------------|--------|
| UL or lot no. | Section | Township | Range | Let Idn | Feet from the | North/South line | Feet from the | East/West line | County |
| 12 Dedicated Acres | Joint of DK: | s infill " S/316. | Conscilidation 50 | n Code 15 C | rder No. | | | | |

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



OPERATIONS PLAN

Well Name: Schumacher #11M

Location: 945'FSL, 1800'FEL, Sec 18, T-30-N, R-10-W

San Juan County, NM

Latitude 36° 48.4, Longitude 107° 55.3

Formation: Blanco Mesa Verde/Basin Dakota

Elevation: 6394' GL

| Formation Tops: | Top | Bottom | Contents 5 |
|-----------------------|------------------------|---------------|-------------|
| Surface | San Jose | 1502' | |
| Ojo Alamo | 1502' | 1667 ' | aquifer |
| Kirtland | 1667 ′ | 2332 ′ | gas |
| Fruitland | 2332' | 28 96' | ga s |
| Pictured Cliffs | 289 6' | 3074' | gas |
| Lewis | 3074' | 3656' | gas |
| Intermediate TD | 3174' | | |
| Mesa Verde | 365 6′ | 3936 ′ | . gas |
| Chacra | 3936 ′ | 4550 ′ | ga s |
| Massive Cliff House | 4550' | 4720' | gas |
| Menefee | 4720' | 520 6' | gas |
| Massive Point Lookout | 5206' | 558 6' | gas |
| Mancos | 5586 ′ | 6460 ′ | gas |
| Gallup | 6460 ′ | 7194' | gas |
| Greenhorn | 7194' | 7249' | gas |
| Graneros | 7249' | 7304' | gas |
| Dakota | 7304′ | | gas |
| TD (4 1/2"liner) | 7 4 9 9' | | |

Logging Program:

Open hole - ARI, CNL, CDL, - TD to intermediate TD Cased hole - CBL-CCL-GR - TD to surface Cores - none

Mud Program:

| <u> </u> | | | 1 | |
|-------------|------|----------------|-------------|------------|
| Interval | Type | Weigh <u>t</u> | <u>Vis.</u> | Fluid Loss |
| 0- 200' | Spud | | | no control |
| 200- 3174' | LSND | | | no control |
| 3174- 7499' | Gas | 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 | Csg.Size | Wt. | <u>Grade</u> |
|-----------|----------------|----------|-------|--------------|
| 12 1/4" | 0' - 200' | 9 5/8" | 32.3# | WC-50 |
| 8 3/4" | 0' - 3174' | 7" | 20.0# | J-55 |
| 6 1/4" | 3074' - 7499' | 4 1/2" | 10.5# | K-55 |

Tubing Program:

0' - 7499' 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.

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 3000 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 daily drilling reports.
- Blind and pipe rams will be equipped with extension hand wheels.

Cementing:

9 5/8" surface casing - cement with 159 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 8 hrs. Test casing to 600 psi for 30 minutes.

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

7" intermediate casing -"B" w/3% sodium metasilicate, Lead w/285 sx Class gilsonite/sx and 1/2# flocele/sx. Tail w/90 sx 50/50 Class "B" Poz w/2% calcium chloride, 2% gel (955 cu.ft. of slurry, 100%

excess to circulate to surface.) WOC minimum of 8 hours before drilling out intermediate casing. If cement does not circulate to surface, a CBL will be run during completion operations to determine TOC. Test casing to 1500 psi for 30 minutes.

7" intermediate casing alternative two stage: Stage collar at 2232'. First stage: cement with w/210 sx Class "B" 50/50 poz w/2% gel, 2% calcium chloride, 0.5 pps Cellophane. Second stage: 229 sx Class "B" with 3% sodium metasilicate, 1/2 pps Cellophane, 10 pps Gilsonite (955 cu.ft., 100% excess to circulate to surface).

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 1667'. turbolating centralizers at the base of the Ojo Alamo at 1667'. 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 cover minimum of 100' of 4 1/2" x 7" overlap. Lead with 501 sx 50/50 Class "H" Poz with 2% gel, 0.25# flocele/sx, 5# gilsonite/sx, 0.2% retardant and 0.4% fluid loss additive (636 cu.ft.), 40% excess to cement 4 1/2" x 7" overlap). WOC a minimum of 18 hrs prior to completing.

Cement float shoe on bottom with float collar spaced on top of shoe joint.

Note: To facilitate higher hydraulic stimulation completion work, no liner hanger will be used. In its place, a long string of 4 1/2" casing will be run and cemented with a minimum of 100' of cement overlap between the 4 1/2" x 7" casing strings. After completion of the well, a 4 1/2" retrievable bridge plug will be set below the top of cement in the 4 1/2" x 7" overlap. The 4 1/2" casing will then be backed off above the top of cement in the 4 1/2" x 7" overlap and laid down. The 4 1/2" bridge plug will then be retrieved and the production tubing will be run to produce the well.

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

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 blooie line.
- Engines will have spark arresters or water cooled exhaust.
- Deduster equipment will be utilized.
- 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 Dakota and Mesa Verde formations will be completed and commingled.
- 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 Dakota 2500 psi

- Sufficient LCM will be added to the mud system to maintain well control, if lost circulation is encountered.
- The east half of Section 18 is dedicated to the Mesaverde and the south half of Section 18 is dedicated to the Dakota in this well.

• This gas is dedicated.

Drilling Engineer

///// 99 Date į

Minimum BOP Installation for Completion operations. 7 1/16* Bore (6* Northral). 2,000 per minimum working pressure double gata BOP to be equipped with bland

FIGURE #1

FIGURE #2

Figure #3

ent with two chokes

skrimum choke menitold tratallation from eurhace to Tolal Depth.

