| (July 1992) | רואט | ED STATES | (Other instructions) | tions on de) | OMB NO. 1004-0136 Expires: February 28, 1995 | |
|---|-------------------------------------|-------------------------------------|-------------------------|-----------------|---|--|
| 0 | | OF THE INTER | RIOR | 5 | LEASE DESIGNATION AND SERIAL NO. | |
| BUREAU OF LAND MANAGEMENT | | | | | NMNM-0207001 | |
| APPLICATION FOR PERMIT TO DRILL OR DEEPEN | | | | | . IF INDIAN, ALLOTTER OR TRIBE NAME NAME | |
| | DRILL DEEPEN DEEPEN | | | | | |
| OIL GAWELL W | OIL GAS WELL OTHER SINGLE ZONE ZONE | | | | | |
| Richardson Op | erating Co. | (3 | 803) 830-800 | 0 | 30-045-30713 | |
| 1700 Lincoln | St., Suite 17 | 00, Denver, C | o. 80203 | | Harper Hill PC Ext. | |
| At surface | 742' FSL & | 1306' FEL | state requirements. | i | L. SEC., T., R., M., OR BLK. AND SURVEY OR AREA | |
| At proposed prod. zon | ° Same | | | P | 25-30n-14w NMPM | |
| | | REST TOWN OR POST OFFIC | F • | | 2. COUNTY OR PARISH 13. STATE | |
| 15. DISTANCE FROM PROPU | | |). OF ACRES IN LEASE | 17. No. OF | San Juan NM | |
| LOCATION TO NEAREST PROPERTY OR LEASE L (Also to nearest drig | INE, FT. | | 85.69 | TO THIS | WELL OF L | |
| 18. DISTANCE FROM PROP TO NEAREST WELL, DI | OSED LOCATION* RILLING, COMPLETED, | 19. PF | ROPOSED DEPTH | 20. ROTARY | OR CABLE TOOLS | |
| OR APPLIED FOR, ON THE | | 2608' 1 | ,320' | <u> </u> | Rotary 22. APPROX. DATE WORK WILL START | |
| | | 405' ungrade | d | | July 10, 2001 | |
| 23. | | PROPOSED CASING AND | CEMENTING PROGRAM | 1 | | |
| 8-3/4" | GRADE SIZE OF CASING K-55 7" | weight per foot | SETTING DEPTH | | QUANTITY OF CEMENT | |
| 6-1/4" | K-55 4-1/2" | 10.5 | 120' | | ≈36 cu. ft. & to surface ≈190 cu. ft. & to surface | |
| | Procedural re and appeal p | proposal is to deepen, give data | DEC 2001 011 CON DIV | cc: B | | |
| SIGNED | Julio 2 | TITLE | | | DATE | |
| · | ral or State office use) | | APPROVAL DATE | 12/14 | /u1 | |
| Application approval does to CONDITIONS OF APPROVAL | | plicant holds legal or equitable ti | | | d entitle the applicant to conduct operations them- | |
| APPROVED BY | Monlieu | nn.e | 1FM | | DATE 12/14/51 | |
| *See Instructions On Reverse Side | | | | | | |

State of New Mexico Energy. Minerals & Mining Resources Department/

OIL CONSERVATION DIVISION
2040 South Pacheco 2001 JUN 26 AM 8: 36
Santa Fe. NM 87505

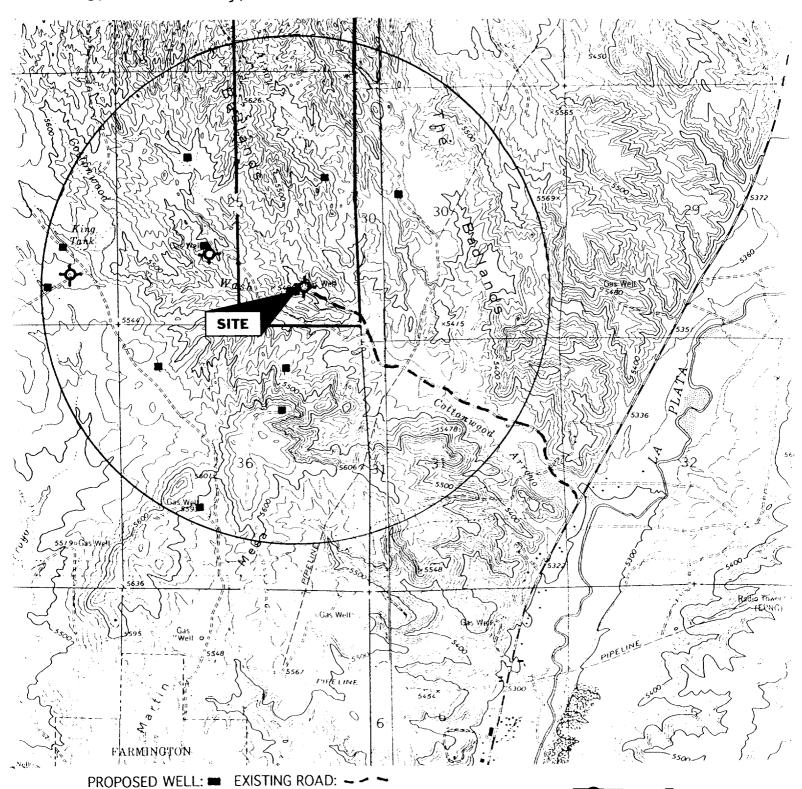
| | | | | | | | 05 2000 000 | | AMENDED REPORT |
|------------|-------------|---------------------|-----------|--------------------|----------------------|------------------------|--------------|---|---|
| | PA Num | | <u> </u> | L LOCATI Pool Code | , | | DED/BAJION | Pool Name | |
| 30:04 | 5- 3 | <u> 307/3</u> 78160 | | | | HARPER HILL PICTURED C | | | CLIFFS EXT |
| Property (| Code | | | | Property Na | ne | | | Well Number |
| 287 | 50 | | • | , | WF FEDERAL | | 25 - 2 | | |
| OGRID No | | | | | Operator Na | m o | | | Elevation |
| 019 | 219 | | ·RI | CHARDSO | DN OPERATING COMPANY | | | | 5405 ⁻ |
| 1.0 | | · | | | | Location | ·1 | | |
| UL or Lot | Sec. | Twp. | Rge. | Lat kin. | Feet from> | | Feet from> | East/West | County |
| Р | 25 | 30 N. | 14.W. | | .742 | souTH | 1306. | EAST | . SAN JUAN |
| UL or Lot | Sec. | T | | | Hole Location | | | Te i an i T | 6 |
| טב מיי בטי | Jec. | Twp. | Rge. | Lat Idn. | reef from> | Noutry Sonu | Feet from> | East/West | County |
| Dedication | Jo | int? | Consolida | tion | | | Ord | er No. | |
| | | | | | | | | | |
| | N | O ALLOWABI | | | | | | HAVE BEEN CO | NSOLDATED |
| | | | OR A NO | N-STANDARD | UNIT HAS BE | EN APPROVE | D BY THE DIV | 131011 | |
| | | | PAR PAR | DEC 2001 | | | | I herei contain to the belief. Signature Printed Title Date SUF I here on this notes or und same of my Date | CONSULTANT JUNE 17, 2001 RVEYOR CERTIFICATION by certify that the well location is plat was plotted from field of actual surveys made by me der my supervision, and that the belief. of Survey 8 JANUARY 2001 |
| | | | | | | F | 306. | Signate Profes | GOOD ATT OF THE COUNTY OF THE |

PROVIDING PERMITS for LAND USERS

Richardson Operating Co. WF Federal 25 #2 742' FSL & 1306' FEL Sec. 25, T. 30 N., R. 14 W. San Juan County, New Mexico

LEASE:

EXISTING WELL: ■
P&A WELL: ❖



Richardson Operating Co. WF Federal 25 #2 742' FSL & 1306' FEL Sec. 25, T. 30 N., R. 14 W. San Juan County, New Mexico

Drilling Program

1. ESTIMATED FORMATION TOPS

| Formation Name | GL Depth | <u>KB Depth</u> | Subsea Elevation |
|----------------------|----------|-----------------|------------------|
| Kirtland Sh | 000' | 5' | +5,405' |
| Basal Fruitland Coal | 1095' | 1100' | +4,290' |
| Pictured Cliffs Ss | 1110' | 1115' | +4,270' |
| Total Depth (TD)* | 1320' | 1755' | +4,085' |

^{*} all elevations reflect the ungraded ground level of 5,405'

2. NOTABLE ZONES

| Gas Zones | Water Zones | <u>Coal Zones</u> |
|-------------------------|------------------------|------------------------|
| Fruitland Coal (1095') | Fruitland Coal (1095') | Fruitland Coal (1095') |
| Pictured Cliffs (1110') | | |

Water zones will be protected with casing, cement, and weighted mud. Fresh water encountered during drilling will be recorded by depth, cased, and cemented. Oil and gas shows will be tested for commercial potential based on the well site geologist's recommendations.

3. PRESSURE CONTROL

The drilling contract has not yet been awarded, thus the exact BOP model to be used is not yet known. (A typical 2,000 psi model is on PAGE 3.) Double ram or annular system with a rotating head will be used. All ram preventers and related equipment will be hydraulically tested at nipple up and after any use under pressure to 1000 psi.



Richardson Operating Co. WF Federal 25 #2 742' FSL & 1306' FEL Sec. 25, T. 30 N., R. 14 W. San Juan County, New Mexico

Blind rams will be hydraulically activated and checked for operational readiness each time pipe is pulled out of the hole. All checks of the BOP stack and equipment will be noted on the daily drilling report. BOP equipment will include a kelly cock, floor safety valve, and choke manifold all rated to 2000 psi. Maximum expected pressure is ≈ 700 psi.

4. CASING & CEMENT

| Hole Size | <u>O.D.</u> | Weight (lb/ft) | <u>Grade</u> | <u>Age</u> | GL Setting Depth |
|-----------|-------------|----------------|--------------|------------|------------------|
| 8-3/4" | 7" | 20 | K-55 | New | 120' |
| 6-1/4" | 4-1/2" | 10.5 | K-55 | New | 1,320' |

Surface casing will be cemented to surface with ≈ 36 cu. ft. (≈ 30 sx) Class B + 2% CaCl₂. Volume is based on 100% excess, yield of 1.18 cu. ft./sk, and slurry weight of 15.6 PPG. WOC = 12 hours. Pressure test surface casing to 600 psi for 30 minutes.

Production casing hole will first be cleaned of rock chips by circulating at least 150% of hole volume with mud to the surface. Thirty barrels of fresh water will next be circulated. Lead with ≈ 110 cu. ft. (≈ 54 sx) of Class B with 2% metasilicate (yield = 2.06 cu. ft./sk, slurry weight = 12.5 PPG). Tail with ≈ 80 cu. ft. (≈ 68 sx) of Class B with 2% CaCl₂ (yield = 1.18 cu. ft./sk, slurry weight = 15.6 PPG). Total cement volume is ≈ 190 cu. ft. based on 75% excess and circulating to surface.

Production casing will have 4-1/2" cement guide shoe and self fill float collar. Float will be placed one joint above the shoe. Four centralizers will be spaced on every other joint starting above the shoe. Four turbolizers will be placed on every other joint starting from the top of the well.

