Forn, 3160-3 (July 1992)

CONDITIONS OF APPROVAL, IF ANY:

UNITED STATES reverse side)

SUBMIT IN TRIPLICATE* (Other instructions on

FORM	AP.	PROV	ΈD	
OMB I	NO.	1004	-013	6
Expires:	Feb	ruary	28,	199
ESIGNAT	ION	AND S	ERIA	LN

BUREAU OF LAND MANAGEMENT APPLICATION FOR PERMIT TO DRILL OR DEEPEN.					5. LEASE DESIGNATION AND SERIAL NO. SF - 081181 6. IF INDIAN, ALLOTTEE OR TRIBE NAME			
								a TYPE OF WORK
OIL WELL.	GAS X OTHER			SINGLE X MULTIF	TE TO THE	S FARM OR LEASE NAME, WELL NO. San Juan 32-5 Unit 14B		
ENERGEN RESOURCES	CORPORATION			and the same of th		9. API WELL NO.		
ADDRESS AND TELEPHONE	NO. ighway; Farmington,	NM 97401	ام.			30-039=2642-8		
	rt location clearly and in accorda	_	equiremen	MAY 2000		10. FIELD AND POOL, OR WILDCAT Blanco Mesaverde		
1235' FNL, 2370' FEL At proposed prod. zone			PROBLEM D			11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA Sec. 26, T32N, R6W, N.M.P.M		
4. DISTANCE IN MILES AND I	DIRECTION FROM NEAREST TOW	N OR POST OFFICE*	1		1	12. COUNTY OR PARISH 13. STATE		
	E of Arboles, Color		<u>Y</u>	. A.	<i>I</i>	Rio Arriba - NM		
5. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig, unit line, if any) 1810'			16. NO. OF ACRES IN LEASE 17. NO. OF ACRES ASSIGNED TO THIS WELL 320			WELL 5		
8. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 1200'			i i		20. ROTAR	ary or cable tools tary		
21. ELEVATIONS (Show wheth	her DF,RT, GR, etc.)					22. APPROX. DATE WORK WILL START*		
23.	P	ROPOSED CASING	G AND C	EMENTING PROGRAM				
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FO	ОТ	SETTING DEPTH		QUANTITY OF CEMENT		
12 1/4	9 5/8			130 cı	30 cu. ft., circ. to surface			
8 3/4	7	20#		3717' ′	838 cı	u. ft., circ. to surface		
6 1/4	4 1/2	10.5#		3567'-6147'~	398 cu. ft., circ. liner			
This gas is d A Williams Fi This setter procedural	erforate and sand welledicated. eld Service Pipelin has subject to	ne ROW Plat			post 0	48 NECESTE AS A SACRUET ATE		
	BE PROPOSED PROGRAM:	If proposal is to dec	epen, give	data on present productive ze	300151 GENE" one and propo	of the Community of the American of the Community of the		
leepen directionally, give per	tinent data on subsulface location	ns and measured and	! true vert	ical depths. Give blowout pre	venter prograi	n, if any.		
4. SIGNED	hur y		ritle Pi	roduction Superint	endent	_{DATE} 4/4/2000		
(This space for Federal of	or State office use)							
PERMIT NO				APPROVAL DATE				

/s/ Jim Lovato MAY 17 2000 - TITLE -- DATE -*See Instructions On Reverse Side

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conclust operations thereon.

District I PO Box 1980, Hobbs, NM 88241–1980

District II PO Drawer DD, Artesia, NM 88211—0719

District III 1000 Rio Brazos Ad., Aztec, NM 87410 District IV

District IV PO Box 2088, Santa Fe, NM 87504—2088 State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102
Revised February 21, 1994
Instructions or back
Submit to Appropriate District Effice
State Lease - 4 Copies
Fee Lease - 3 Copies

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

100 APR -5 PART -5 PART

20 Box 2088, Santa Fe	e, NM 87504-1	2088			: 0.3 				
		WELL	LOCATI	ON AND A	CREAGE DED	CATION PL	AT		
'API Number 'Pool Code						³Pool Nam			
30-039-0	76428		72319			Blanco Mes			
Property Code							i	°Well Numbe- 14B	
'0GRID No.							*Elevation		
162928	*Operator Name ENERGEN RESOURCES CORPORATION						6405'-		
			1	⁰ Surface	Location				
UL or lot no. Section	Township	Range	Lat Idn	Feet from the	North/South line	Feet from the	East/West line	Court, RIC	
B 26	32N	БW		1235	NORTH	2370	EAST	ARRIBA	
UL or lat no. Section	11 B	Ottom Range	Hole L	Ocation I	f Different	From Sunt		<u> </u>	
de di latino.	75/125	, o gc	200 1001	reet nom the	Martiny Saudi Tine	reet nom de	East/West line	Count.	
12 Dedicated Acres				13 Joint or Infi	ll ¹⁴ Consolidation Code	Order No.	<u> </u>		
320) E/J								
NO ALLOWABLE	VILL BE A	SSIGNE	O TO THE	S COMPLETION	ON UNTIL ALL	INTERESTS H	HAVE BEEN (CONSOLIDATED	
16	UH A	5464		NNII HAS BE	EN APPROVED	V		TIFICAT ON	
5274.72.	1 2000 NAY 2000 ECCENTE CONT. S		26	A SH	2370'	Signatur Gary Printed Produ Title Date 18 SURV I hereby cer was plotted or under my	Brink Name Juction Super 4 4 00 EYOR CER	enintendant TIFICATION Mation snown on this plat actual surveys made by me the same is true and	
263	32.74			265		FEBR Date of Signature and Centific	2 6857		

BOP SPECIFICATIONS:

An 11" 2000 psi minimum double gate BOP stack (Figure 1) will be used following nipple up of casing head. During air drilling operations, a Shaffer Type 50 or equivalent rotating head will be installed on top of the stack. A 2" nominal, 2000 psi minimum choke manifold will be used. An upper Kelly Cock valve with handle available and drill string valve to fit each drill string will be available on the rig floor during drilling operations.

CEMENTING:

9 5/8" surface casing - cement with 110 sks Class B Cement with ¼" flocele/sk and 2% calcium chloride (130 cu. ft. of slurry, 100% excess to circulate to surface). WOC 12 hrs. Test casing to 600# for 30 minutes.

Texas Pattern Guide Shoe on bottom. 3 bow type centralizers spaced throughout the string.

7" intermediate casing – cement with 400 sks 65/35 Class B Poz with 6% gel, 2% calcium chloride, 10% gilsonite, and ¼# flocele/sk. Tail with 100 sks Class B w/2% calcium chloride, 10% gilsonite and ¼# flocele/sk. (838 cu. ft. of slurry, 50% excess to circulate to surface). WOC 12 hrs. If cement does not circulate, run temperature survey in 8 hrs. to determine TOC. Test casing to 1200 psi for 30 minutes.

Cement nose guide shoe on bottom with a self-fill insert float valve on top of shoe joint. 10 bow spring centralizers spaced every 2nd joint off bottom. Two turbolating centralizers at the base of the Ojo Alamo.

4 1/2" Production Liner

Cement with 315 sks 50/50 Poz with 2% gel, 5 PPS gilsonite, and .4% halad – 9 and ¼# flocele/sk (398 cu. ft., 50% excess to tie into intermediate casing string). WOC 18 hrs. prior to completion.

Cement nose guide shoe on bottom with float collar on top of shoe joint. Liner hanger will have neopreme packoff on top.

OTHER INFORMATION:

- 1) The Blanco Mesa Verde will be completed.
- 2) No abnormal temperatures or pressures are anticipated.
- 3) Anticipated pore pressure for the Mesa Verde is 1000.
- 4) If lost circulation is encountered sufficient LCM will be added to the mud system to maintain well control.
- 5) This gas is dedicated.
- 6) Anticipated pore pressure for the Fruitland is 700 psi and the Pictured Cliffs is 800 psi.

ENERGEN RESOURCES CORPORATION SAN JUAN 32-5 UNIT #14B

1235' FNL & 2370' FEL, SECTION 26, T32N, R6W, N.M.P.M. RIO ARRIBA COUNTY, NEW MEXICO

