DATEIN	. चर्च च	SUSPENSE	ENGINEER	LOGGED	TYPE					
	···································		ABOVE THIS LINE FOR DIVISI	ON USE ONLY						
		NEW MEXICO OIL CONSERVATION DIVISION - Engineering Bureau -								
	ADMINISTRATIVE APPLICATION COVERSHEET									
	THIS COVERS	SHEET IS MANDATORY FOR	ALL ADMINISTRATIVE APPLICATIO	NS FOR EXCEPTIONS TO DIVISION RUL	ES AND REGULATIONS					
Applica	[PC-	(NSP-Non-Star (DD-Directory (DW) (DD-Directory (DD) (DD) (DD) (DD) (DD) (DD) (DD) (DD) (DD)	ctional Drilling] [SD-Sing] [CTB-Lease Comm [OLS - Off-Lease Stor [Expansion] [PMX-Pre Vater Disposal] [IPI-In	[NSL-Non-Standard Location imultaneous Dedication] iningling] [PLC-Pool/Lease rage] [OLM-Off-Lease Measure Maintenance Expans jection Pressure Increase] in [PPR-Positive Product	Commingling] asurement] ion]					
[1]	[A]	Location - Spa NSL Ck One Only for [Commingling	- Check Those Which cing Unit - Directional NSP DD B] and [C] - Storage - Measureman CTB PLC	l Drilling □ SD A	PR 21/1998					
	[C]		posal - Pressure Increa PMX 🔲 SWD	ase - Enhanced Oil Recov	ery PPR					
[2]	NOTIFICA [A]	-		se Which Apply, or 🗖 Do Royalty Interest Owners	es Not Apply					
	[B]	Offset Open	rators, Leaseholders or	Surface Owner						
	[C]	☐ Application	is One Which Requir	es Published Legal Notice	e					
	[D]	Notification U.S. Bureau o	n and/or Concurrent A f Land Management - Commission	pproval by BLM or SLO er of Public Lands, State Land Office						
	[E]	☐ For all of the	e above, Proof of Not	ification or Publication is	Attached, and/or,					
	[F]	☐ Waivers are	Attached							
[3]	INFORMA	TION / DATA S	UBMITTED IS CO	MPLETE - Statement of	Understanding					
Regularization RI, Ol	ations of the val is accurate RRI) is comn	Oil Conservation e and complete to	Division. Further, I at the best of my knowled that any omission of o	ssert that the attached appedge and where applicable	rith all applicable Rules and plication for administrative e, verify that all interest (WI cation is cause to have the					
Daggy D	radiald	Note: State	ement must be completed by an in	dividual with supervisory capacity.	tor					

Print or Type Name Signature Regulatory/Compliance Administrator

Title

Date

BURLINGTON RESOURCES

BOBPIE PARTAMA

Sent Federal Express

Ms. Lori Wrotenbery, Director New Mexico Oil Conservation Division 2040 South Pacheco Santa Fe, New Mexico 87505

Re:

Quitzau #8R

2100'FNL, 2255'FEL, Section 11, T-25-N, R-8-W, San Juan County, New Mexico

30-045-not assigned

Dear Ms. Wrotenbery:

Burlington Resources is applying for administrative approval of an unorthodox gas well location for the Ballard Pictured Cliffs pool. This application for the referenced location is due to extremely rough terrain and extensive archaeology on the topographical benches .

Production from the Ballard Pictured Cliffs pool is to be included in a standard 160 gas spacing and proration unit comprising the northeast quarter (NE/4) of said Section 11. Attached is a map showing the proposed non-standard location for the subject well. This map also shows the other wells in Section 11, T-25-N, R-8-W.

The Quitzau #8 (30-045-13306) was originally drilled and completed at 1204' FNL, 1160' FEL as a single Ballard Pictured Cliffs well in 1955. In September 1993 the well was plugged and abandoned.

The following attachments are for your review:

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

Three copies of this application are being submitted to all offset owners/ operators by certified mail with a request that they furnish you with a Waiver of Objection return one copy to this office, and retain one copy for their file.

We appreciate your earliest consideration of this application.

Sincerely, Shakkill

Peggy Bradfield

Regulatory/Compliance Administrator

۷	۷	Α	I۷	Έ	R

hereby waives objection to Burlington Resources' application for a non-standard location for their Hanks #5R as proposed above.

By: ______ Date: _____

xc:

Redwolf Production

Taurus Exploration USA

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK 5. Lease Number 1a. Type of Work NM-04224 DRILL **Unit Reporting Number** 1b. Type of Well 6. If Indian, All, or Tribe GAS 2. Operator 7. Unit Agreement Name Oil & Gas Company 3. 8. Farm or Lease Name Address & Phone No. of Operator PO Box 4289, Farmington, NM 87499 Quitzau 9. Well Number (505) 326-9700 8R 10. Field, Pool, Wildcat Location of Well 2100'FNL, 2255'FEL Ballard Pic.Cliffs 11. Sec., Twn, Rge, Mer. (NMPM) Latitude 36° 24.9, Longitude 107° 39.0 Sec 11, T-25-N, R-8-W API # 30-045-14. Distance in Miles from Nearest Town 13. State 12. County 10 miles to Huerfano NM SJ 15. Distance from Proposed Location to Nearest Property or Lease Line 2100' 16. Acres in Lease 17. Acres Assigned to Well 160 18. Distance from Proposed Location to Nearest Well, Drlg, Compl, or Applied for on this Lease 1900' 19. **Proposed Depth** 20. Rotary or Cable Tools 29751 Rotary 21. Elevations (DF, FT, GR, Etc.) 22. Approx. Date Work will Start 7117'GR 23. **Proposed Casing and Cementing Program** See Operations Plan attached 24. Authorized by Regulatory/Compliance Administrator PERMIT NO. APPROVAL DATE DATE APPROVED BY

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 PO Box 1980, Hobbs, NM 88241-1980

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

District III 1000 Rio Brazos Rd., Aztec, NM 87410

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

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088 Form C-102 Revised February 21, 1994 Instructions on back

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

JANUARY 28, 1998

Date of Survey

AMENDED REPORT

PO Box 2088,	Santa Fe,	NM 87504	-2088								
			WELL	LOCAT	ION AND A	CREAGE DED	OICAI	ION PL	_AT		
٠, ٨	API Numbe	r		*Pool Coo	de			Pool Nam	е		
30-	045		7	1439		Ballard	Pict	ured C	liffs		
¹Property	ı	<u>-</u> .			Propert	,				* W	ell Number
740	8				QUIT	ZAU				8R	
'OGRID N	٧٥.				*Operato					9 [levation
145	38		BURLI	NGTON	RESOURCES	S OIL & GA	s co	MPANY			7117
					¹⁰ Surface	Location					
UL or lat no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Fee	et from the	East/We	st line	County
G	11	25N	8₩		2100	NORTH	2	2255	EA	ST	SAN JUAN
		11 E	Bottom	Hole L	ocation I	f Different	Fro	om Surf	ace	 	
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line		et from the	East/We	st line	County
12 Dedicated Acres					¹³ Joint or Inf	ill ¹⁴ Consolidation Co	ode ¹	⁵ Order No.			
160											
NO ALLOW	ABLE W	ILL BE .	ASSIGNED NON-ST) TO TH	IS COMPLETI	ON UNTIL ALL EEN APPROVED	. INTE	ERESTS H	IAVE BE	EN CO	NSOLIDATED
. 25 .			518	5100,	NM-(2255	53.60.	Fignatur Peggy Printed Regula Title	Bradf Name	information best of my	nistrator
522							525	7		- 2 2 2	FICATION non shown on this plat al surveys made by me same is true and

5266.80

April 17, 1998

OPERATIONS PLAN

Well Name: Quitzau #8R

Location: 2100'FNL, 2255'FEL Section 11, T-25-N, R-8-W

San Juan County, New Mexico

Latitude 36° 24.9', Longitude 107° 39.0

Formation: Ballard Pictured Cliffs

Elevation: 7117'GL

Formation:	Top	Bottom	Contents
Surface	Nacimiento	1997′	
Ojo Alamo	1997'	2172	aquifer
Kirtland	2172'	2634 ^L	
Fruitland	2634'	2750'	
Upper Coal	2676′	2735′	gas
Basal Coal	2735′	2750'	gas
Pictured Cliffs	2750'		gas
Total Depth	2975'		

Logging Program: Hi Res Ind, Den/Neut, MRL/GR to Total Depth.

Mud Program:

<u>Interval</u>	<u>Type</u>	<u>Weight</u>	<u>Vis.</u>	Fluid Loss
0- 120'	Spud	8.4-9.0	40-50	no control
120-2975'	LSND	8.4-9.0	40-60	no control

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

Hole Size 12 1/4"	<u>Depth Interval</u>	<u>Csg.Size</u>	Wt.	<u>Grade</u>	
12 1/4"	0 - 120'	7"	20.0#	J-55	
6 1/4"	0 - 2975'	3 1/2"	7.7#	WC-70	

Tubing Program: - none

Float Equipment: 7" surface casing - saw tooth guide shoe. Centralizers will be run in accordance with Onshore Order #2.

3 1/2" production casing - float shoe on bottom. Three centralizers run every other joint above shoe. Four centralizers run every 3rd joint to the base of the Ojo Alamo @ 2172'. Two turbolizing type centralizers - one below and one into the base of the Ojo Alamo @ 2172'. Standard centralizers thereafter every fourth joint up to the base of the surface pipe.

Wellhead Equipment: $7" \times 3 \ 1/2" \times 11" \ 2000$ psi screw on independent wellhead.

Quitzau #8R Page Two

Cementing:

7" surface casing - cement with 46 sx Class "B" cement with 1/4# flocele/sx and 3% calcium chloride (54 cu.ft. of slurry, 200% excess to circulate to surface). WOC 8 hrs. Test casing to 600 psi for 30 minutes.

3 1/2" production casing - Lead w/208 sx of 65/35 Class "B" Poz w/6% gel, 2% calcium chloride, and 1/4# flocele/sx. Tail w/100 sx Class "B" w/2% calcium chloride (499 cu.ft. of slurry, 75% excess to circulate to surface). WOC 8 hrs. If cement does not circulate to surface, a CBL will be run during completion to determine TOC.

BOP and tests:

Surface to TD - 11" 2000 psi (minimum double gate BOP stack (Reference Figure #1 and #2). Prior to drilling out surface casing, test rams to 600 psi/30 min.

Completion - 6" 2000 psi (minimum) double gate BOP stack (Reference Figure #2). Prior to completion operations, test rams and casing to 2000 psi/15 min.

From surface to TD - choke manifold (Reference Figure #3).

Pipe rams will be actuated to least once each day and blind rams actuated once each trip to test proper functioning. An upper kelly cock valve with handle and drill string safety valves to fit each drill string will be maintained and available on the rig floor.

Additional information:

- * The Pictured Cliffs formation will be completed.
- * Anticipated pore pressure for the Fruitland Coal is 300 psi and for the Pictured Cliffs is 600 psi.
- This gas is dedicated.
- * The northeast quarter of the section is dedicated to the Pictured Cliffs
- * New casing will be utilized.
- * Pipe movement (either rotation or reciprocation) will be done if hole conditions permit.

	
Drilling Engineer	Date

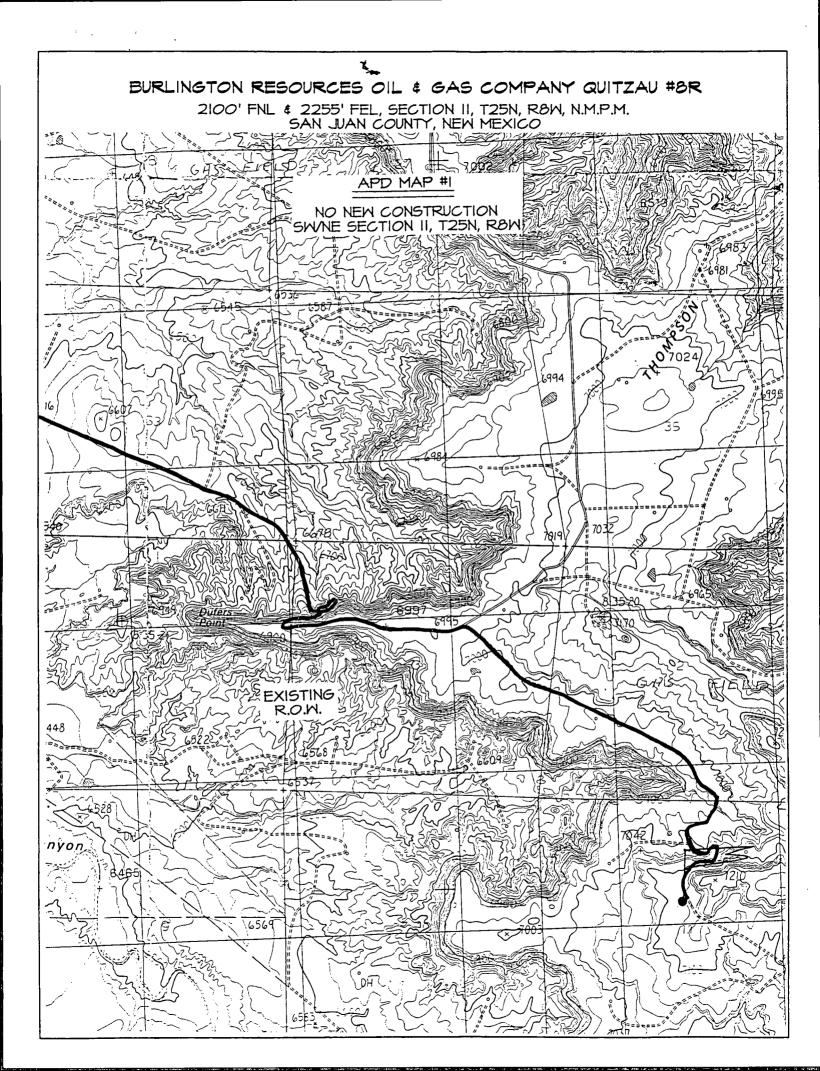
BURLINGTON RESOURCES

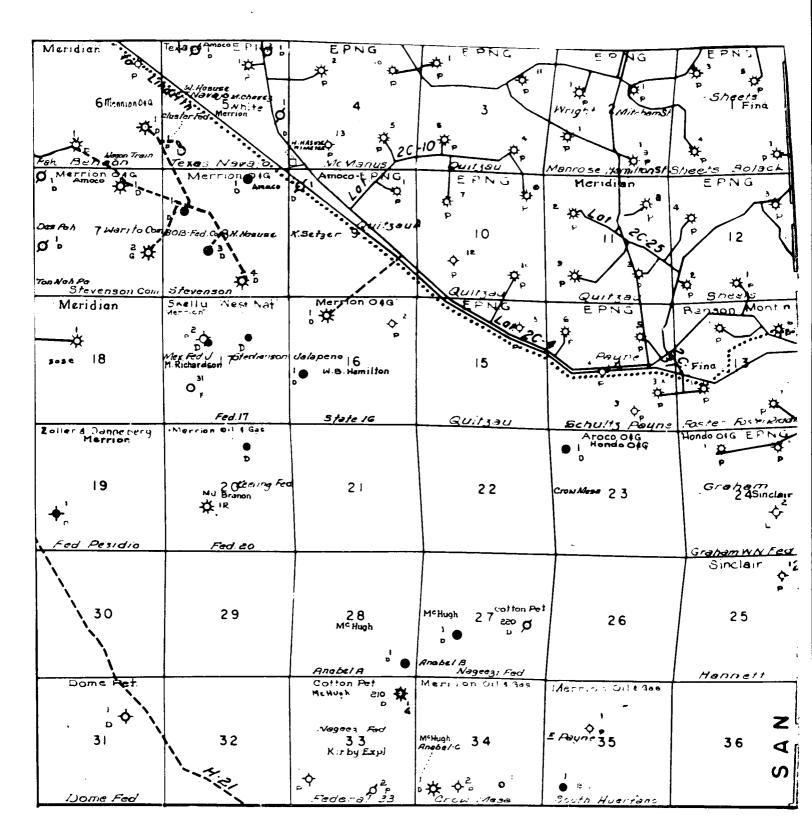
Quitzau #8R Multi-Point Surface Use Plan

- 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.
- 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 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 El Paso Field Services.
- Location and Type of Water Supply Water will be hauled by truck for the proposed project and will be obtained from Palluche Wash Water Hole located NE/4 Section 17, T-25-N, R-7-W, New Mexico
- 6. 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

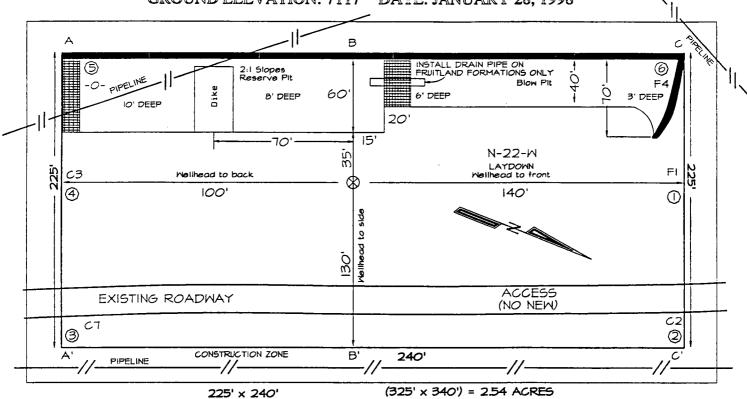




MERIDIAN OIL INC. Pipeline Map T-25-N, R-08-W

San Juan County, New Mexico Quitzau 8R Map 1A PLAT #1

BURLINGTON RESOURCES OIL & GAS COMPANY
QUITZAU #8R-2100' FNL & 2255' FEL
SECTION 11, T25N, R8W, NMPM, SAN JUAN COUNTY, NEW MEXICO
GROUND ELEVATION: 7117' DATE: JANUARY 28, 1998



Reserve Pit Dike: to be 8' 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.

		· · · · · · · · · · · · · · · · · · ·		1		
A-A'						
7127						
7117'				7	/ /	
7107'			<i></i>			
			1	-		
B-B'						
7127'						
7117'					,	
7107'			/			
	1					
C-C'						
7127'	,					
7117'		\ °				
7107'						

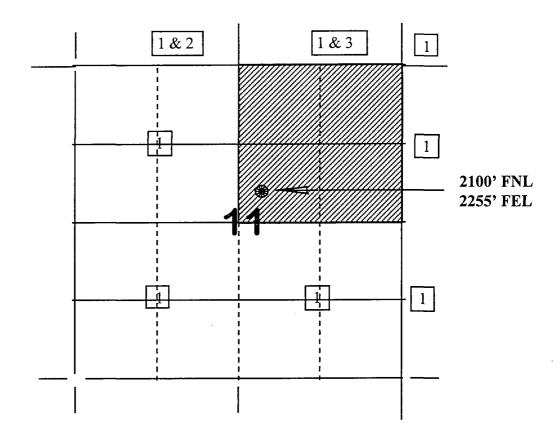
Note: Contractor should call One—Call for location of any marked or unmarked buried pipelines or cables on well pad and/or access road at least two (2) working days prior to construction

BURLINGTON RESOURCES OIL AND GAS COMPANY

Quitzau #8R OFFSET OPERATOR/OWNER PLAT Non Standard Location

Pictured Cliffs Formation Well

Township 25 North, Range 8 West



- 1) Burlington Resources
- 2) Redwolf Production Inc. P.O. Box 5382 Farmington, NM 87499
- 3) Taurus Exploration U.S.A. 2198 Bloomfield Highway Farmington, NM 87401

Re: Quitzau #8R

2100'FNL, 2255'FEL, Section 11, T-25-N, R-8-W, San Juan County, New Mexico

30-045-not assigned

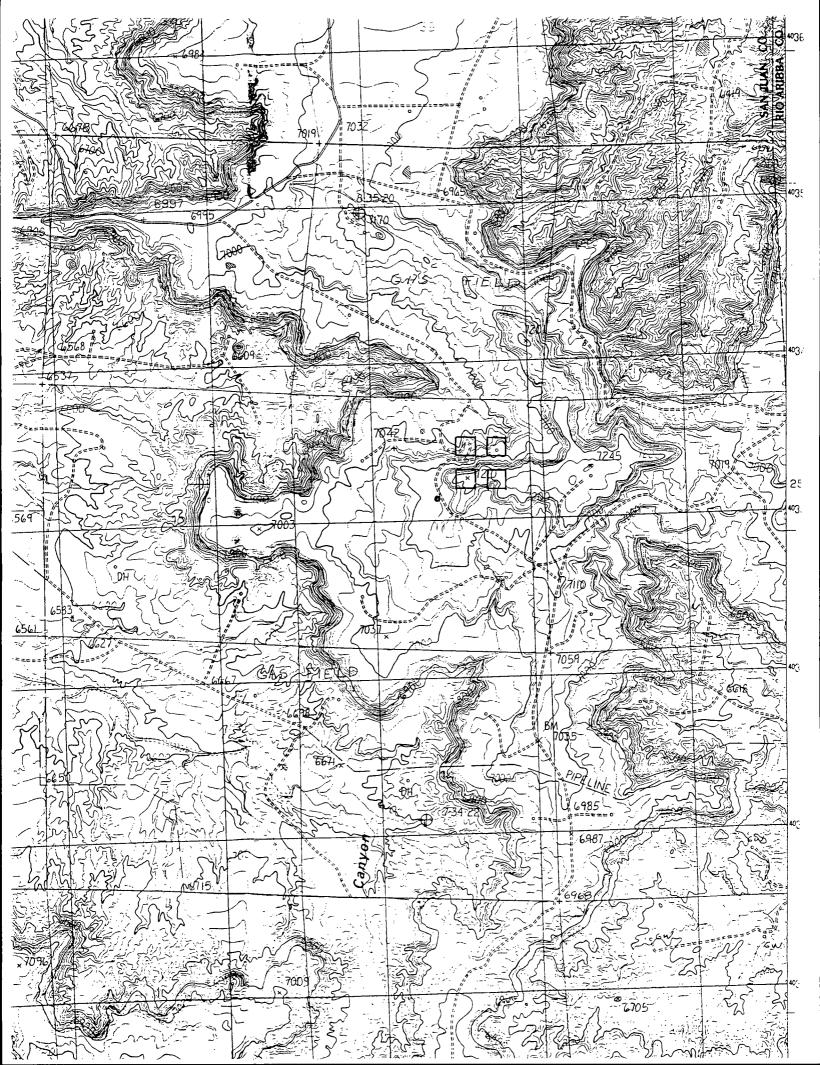
I hereby certify that the following offset operators/owners have been mailed notification of our application for non-standard location to drill the referenced well.

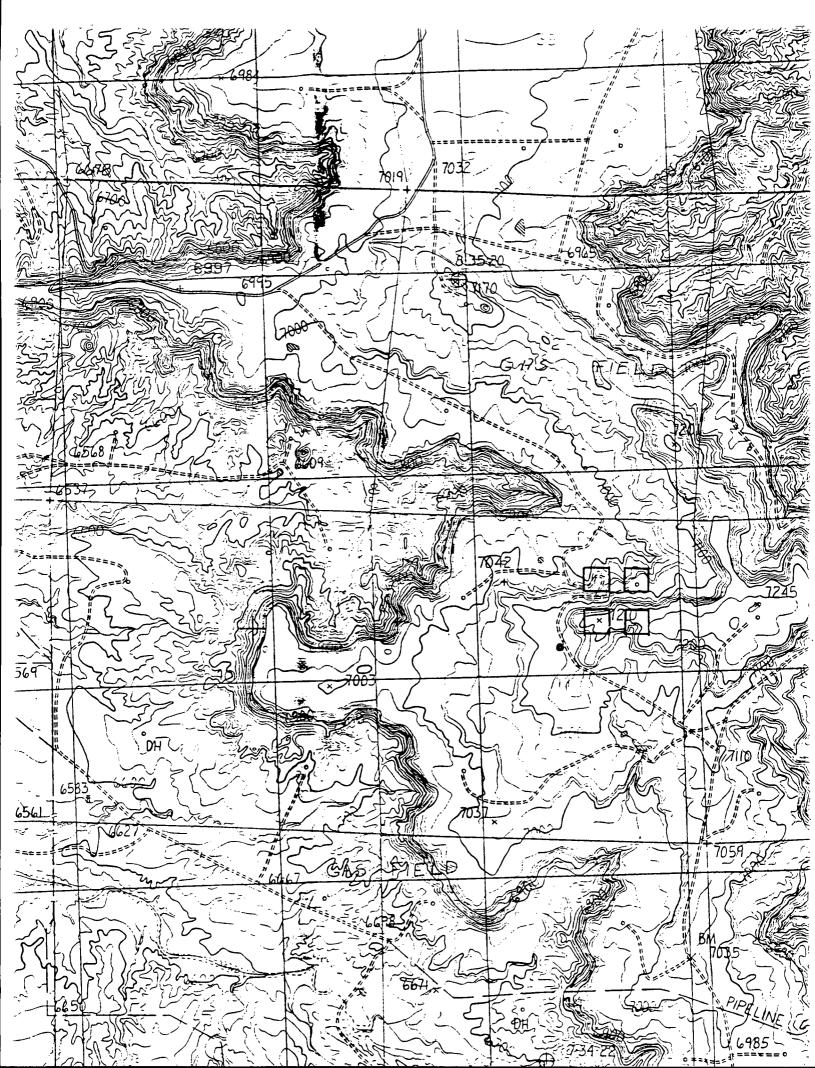
Redwolf Production Inc. PO Box 5382 Farmington, NM 87499

Taurus Exploration USA 2198 Bloomfield Highway Farmington, NM 87401

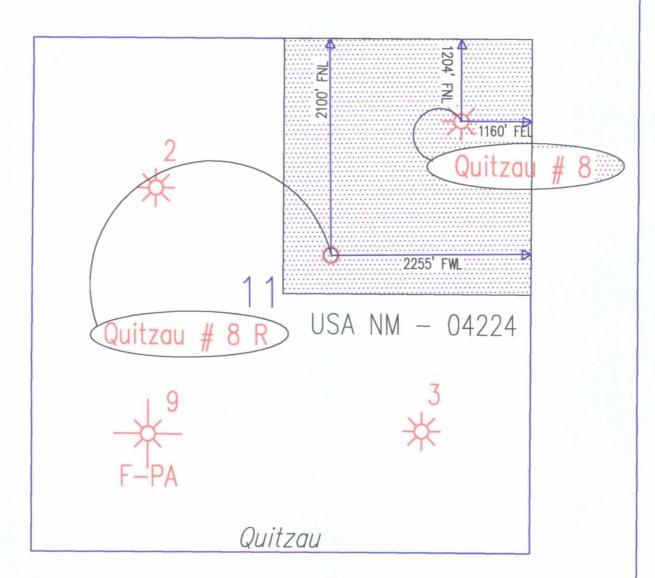
Peggy Bradfield

Regulatory/Compliance Administrator





WELL LOCATION PLAT



QUITZAU # 8 WELL UNIT A (NENE) SECTION 11, T25N,R8W (1204' FNL / 1160' FEL)

QUITZAU # 8 R WELL
UNIT G (SWNE) SECTION 11, T25N,R8W
(2100' FNL / 2255' FWL)
SAN JUAN CO.,NEW MEXICO