

**UICI – 008 – 1**

**WDW-2  
PERMITS,  
RENEWALS,  
& MODS (2)**

**2013**

State of New Mexico  
Energy, Minerals and Natural Resources Department

**Susana Martinez**  
Governor

**David Martin**  
Cabinet Secretary

**Brett F. Woods, Ph.D.**  
Deputy Cabinet Secretary

**David R. Catanach, Division Director**  
Oil Conservation Division



**DECEMBER 10, 2015**

**CERTIFIED MAIL**  
**RETURN RECEIPT NO: 3771 5909**

Scott M. Denton  
Environmental Manager  
The HollyFrontier Companies  
P.O. Box 159  
Artesia, NM 88211-0159

**RE: Modification of Underground Injection Control (UIC) Class I (non-hazardous)  
Disposal Well Discharge Permits (WDW-1: UICI-008-1; WDW-2: UICI-008-2; and WDW-3: UICI-008-3) to  
Require Annual Fall-Off Testing per EPA Regulation §40 CFR146.13(d)(1)**

Dear Mr. Denton:

The New Mexico Oil Conservation Division (OCD) in cooperation with the U.S. Environmental Protection Agency (EPA) Region 6 Office on Tuesday, October 6, 2015, determined that OCD shall increase the frequency of Fall-Off Testing (FOT) for all Underground Injection Control (UIC) Class I (non-hazardous) Injection Well Operators to at least annually per § 40CFR 146.13(d) (1) (see federal regulation below).

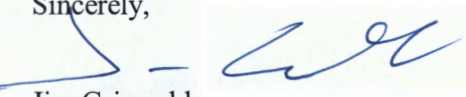
**§ 146.13 Operating, monitoring and reporting requirements.**

*(d) Ambient monitoring. (1) Based on a site-specific assessment of the potential for fluid movement from the well or injection zone and on the potential value of monitoring wells to detect such movement, the Director shall require the owner or operator to develop a monitoring program. At a minimum, the Director shall require monitoring of the pressure buildup in the injection zone annually, including at a minimum, a shut-down of the well for a time sufficient to conduct a valid observation of the pressure fall-off curve.*

Therefore, effective immediately, OCD revises Section 3.E. Fall-Off Test of the discharge permit issued to Navajo Refining Company, LLC on February 19, 2014, to require annual FOTs. FOTs shall be completed before September 30<sup>th</sup> of each year from now on. Well operators shall schedule FOTs with OCD at least 30 days prior to testing to allow OCD to witness key aspects of the FOT, i.e., bottom hole pressure gauge installation, and just prior to injection well pump shut-off and initiation of FOT monitoring.

If you have any questions, please contact Carl Chavez of my staff at (505) 476-3490, mail at the address below, or email at [CarlJ.Chavez@state.nm.us](mailto:CarlJ.Chavez@state.nm.us). Thank you.

Sincerely,



Jim Griswold  
Environmental Bureau Chief

JG/cjc

cc: OCD Artesia District Office

Lisa Pham, EPA Region 6

**DISCHARGE PERMIT UICI-008-2 (WDW-2)**

**1. GENERAL PROVISIONS:**

**1.A. PERMITTEE AND PERMITTED FACILITY:** The Director of the Oil Conservation Division (OCD) of the Energy, Minerals and Natural Resources Department issues Discharge Permit UICI-008-2 (Discharge Permit) to Navajo Refining Company (Permittee) to operate its Underground Injection Control (UIC) Class I non-hazardous waste injection well (Waste Disposal Well No. 2 - API No. 30-015-20894, WDW-2) located 1980 FNL and 660 FWL, Unit Letter E, Section 12, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico at its Disposal Well Facility (Facility). The Facility is located approximately 10.5 miles east-southeast of Artesia on Hwy-82 from Hwy-285 and about 3.3 miles south of Hilltop Road.

The Permittee is permitted to dispose of only non-hazardous (RCRA exempt and RCRA non-hazardous, non-exempt) oil field waste fluids into its Class I non-hazardous waste injection well (WDW-2). The Permittee may dispose of a maximum of 500 gallons per minute (gpm) of oil field waste fluids. Ground water that may be affected by a spill, leak, or accidental discharge occurs at a depth of approximately 50 - 100 feet below ground surface and has a total dissolved solids (TDS) concentration of approximately 1,000 – 2,200 mg/l.

**1.B. SCOPE OF PERMIT:** OCD has been granted the authority by statute and by delegation from the Water Quality Control Commission (WQCC) to administer the Water Quality Act (Chapter 74, Article 6 NMSA 1978) as it applies to Class I non-hazardous waste injection wells (see Section 74-6-4, 74-6-5 NMSA 1978).

The Water Quality Act and the rules promulgated pursuant to the Act protect ground water and surface water of the State of New Mexico by providing that, unless otherwise allowed by 20.6.2 NMAC, no person shall cause or allow effluent or leachate to discharge so that it may move directly or indirectly into ground water unless such discharge is pursuant to an approved discharge plan (see 20.6.2.3104 NMAC, 20.6.2.3106 NMAC, and 20.6.2.5000 through 20.6.2.5299 NMAC).

This Discharge Permit for a Class I non-hazardous waste injection well (WDW-2) is issued pursuant to the Water Quality Act and WQCC rules, 20.6.2 NMAC. This Discharge Permit does not authorize any treatment of, or on-site disposal of, any materials, product, by-product, or oil field waste, other than non-hazardous oil field waste fluids into its Class I non-hazardous waste injection well (WDW-2), including, but not limited to, the on-site disposal of lube oil, glycol, antifreeze, and washdown water. The Permittee may not dispose of any industrial waste fluid that is not oil field waste that is generated at its refinery. The Ground Water Quality Bureau of the New Mexico Environment Department permits the management of all industrial fluids that are not generated in the oil field.

Pursuant to 20.6.2.5004A NMAC, the following underground injection activities are prohibited:

1. The injection of fluids into a motor vehicle waste disposal well is prohibited.



2. The injection of fluids into a large capacity cesspool is prohibited.
3. The injection of any hazardous or radioactive waste into a well is prohibited except as provided by 20.6.2.5004A(3) NMAC.
4. Class IV wells are prohibited, except for wells re-injecting treated ground water into the same formation from which it was drawn as part of a removal or remedial action.
5. Barrier wells, drainage wells, recharge wells, return flow wells, and motor vehicle waste disposal wells are prohibited.

This Discharge Permit does not convey any property rights of any sort nor any exclusive privilege, and does not authorize any injury to persons or property, any invasion of other private rights, or any infringement of state, federal, or local laws, rules or regulations.

The Permittee shall operate in accordance with the terms and conditions specified in this Discharge Permit to comply with the Water Quality Act and the rules issued pursuant to that Act, so that neither a hazard to public health nor undue risk to property will result (see 20.6.2.3109C NMAC); so that no discharge will cause or may cause any stream standard to be violated (see 20.6.2.3109H(2) NMAC); so that no discharge of any water contaminant will result in a hazard to public health (see 20.6.2.3109H(3) NMAC); so that the numerical standards specified in 20.6.2.3103 NMAC are not exceeded; and, so that the technical criteria and performance standards (see 20.6.2.5000 through 20.6.2.5299 NMAC) for Class I non-hazardous waste injection wells are met. Pursuant to 20.6.2.5003B NMAC, the Permittee shall comply with 20.6.2.1 through 20.6.2.5299 NMAC.

The Permittee shall not allow or cause water pollution, discharge, or release of any water contaminant that exceeds the Water Quality Control Commission (WQCC) standards specified in 20.6.2.3101 NMAC and 20.6.2.3103 NMAC or 20.6.4 NMAC (Water Quality Standards for Interstate and Intrastate Streams). Pursuant to 20.6.2.5101A NMAC, the Permittee shall not inject non-hazardous waste fluids into ground water having 10,000 mg/l or less total dissolved solids (TDS).

The issuance of this permit does not relieve the Permittee from the responsibility of complying with the provisions of the Water Quality Act, any applicable regulations or water quality standards of the WQCC, or any applicable federal laws, regulations or standards (see Section 74-6-5 NMSA 1978).

**1.C. DISCHARGE PERMIT RENEWAL:** This Discharge Permit is a permit renewal that replaces the permit being renewed. Replacement of a prior permit does not relieve the Permittee of its responsibility to comply with the terms of that prior permit while that permit was in effect.

**1.D. DEFINITIONS:** Terms not specifically defined in this Discharge Permit shall have the same meanings as those in the Water Quality Act or the rules adopted pursuant to the Act, as the context requires.

**1.E. FILING FEES AND PERMIT FEES:** Pursuant to 20.6.2.3114 NMAC, every facility that submits a Discharge Permit application for initial approval or renewal shall pay the permit fees specified in Table 1 and the filing fee specified in Table 2 of 20.6.2.3114 NMAC. OCD has already received the required \$100.00 filing fee. The Permittee shall submit the final \$4,500.00 permit fee for a Class I non-hazardous waste injection well to OCD with a check made payable to “Water Quality Management Fund” thirty days after the date that this permit is issued.

**1.F. EFFECTIVE DATE, EXPIRATION, RENEWAL CONDITIONS, AND PENALTIES FOR OPERATING WITHOUT A DISCHARGE PERMIT:** This Discharge Permit becomes effective 30 days from the date that the Permittee receives this discharge permit or until the permit is terminated or expires. This Discharge Permit will expire on **June 1, 2017**. The Permittee shall submit an application for renewal no later than 120 days before that expiration date, pursuant to 20.6.2.5101F NMAC. If a Permittee submits a renewal application at least 120 days before the Discharge Permit expires and is in compliance with the approved Discharge Permit, then the existing Discharge Permit will not expire until OCD has approved or disapproved the renewal application. A discharge permit continued under this provision remains fully effective and enforceable. Operating with an expired Discharge Permit may subject the Permittee to civil and/or criminal penalties (see Section 74-6-10.1 NMSA 1978 and Section 74-6-10.2 NMSA 1978).

**1.G. MODIFICATIONS AND TERMINATIONS:** The Permittee shall notify the OCD Director and the OCD’s Environmental Bureau of any Facility expansion, any injection increase above the approved pressure limit or volume limit specified in Permit Condition 3.B.2, or process modification that would result in any significant modification in the discharge of water contaminants (see 20.6.2.3107C NMAC). The OCD Director may require the Permittee to submit a Discharge Permit modification application pursuant to 20.6.2.3109E NMAC and may modify or terminate a Discharge Permit pursuant to Sections 74-6-5(M) through (N) NMSA 1978.

**1.** If data submitted pursuant to any monitoring requirements specified in this Discharge Permit or other information available to the OCD Director indicate that 20.6.2 NMAC is being or may be violated, then the OCD Director may require modification or, if it is determined by the OCD Director that the modification may not be adequate, may terminate this Discharge Permit for a Class I non-hazardous waste injection well (WDW-2) that was approved pursuant to the requirements of this 20.6.2.5000 through 20.6.2.5299 NMAC for the following causes:

**a.** Noncompliance by Permittee with any condition of this Discharge Permit;  
or,

**b.** The Permittee’s failure in the discharge permit application or during the discharge permit review process to disclose fully all relevant facts, or Permittee’s misrepresentation of any relevant facts at any time; or,

**c.** A determination that the permitted activity may cause a hazard to public health or undue risk to property and can only be regulated to acceptable levels by discharge

permit modification or termination (see Section 75-6-6 NMSA 1978; 20.6.2.5101I NMAC; and, 20.6.2.3109E NMAC).

2. This Discharge Permit may also be modified or terminated for any of the following causes:

a. Violation of any provisions of the Water Quality Act or any applicable regulations, standard of performance or water quality standards;

b. Violation of any applicable state or federal effluent regulations or limitations; or

c. Change in any condition that requires either a temporary or permanent reduction or elimination of the permitted discharge (see Section 75-6-5M NMSA 1978).

**1.H. TRANSFER OF CLASS I NON-HAZARDOUS WASTE INJECTION WELL (WDW-2) DISCHARGE PERMIT:**

1. The transfer provisions of 20.6.2.3111 NMAC do not apply to a discharge permit for a Class I non-hazardous waste injection well.

2. Pursuant to 20.6.2.5101H NMAC, the Permittee may request to transfer its Class I non-hazardous waste injection well (WDW-2) discharge permit if:

a. The OCD Director receives written notice 30 days prior to the transfer date; and,

b. The OCD Director does not object prior to the proposed transfer date. OCD may require modifications to the discharge permit as a condition of transfer, and may require demonstration of adequate financial responsibility.

3. The written notice required in accordance with Permit Condition 1.H.2.a shall:

a. Have been signed by the Permittee and the succeeding Permittee, and shall include an acknowledgment that the succeeding Permittee shall be responsible for compliance with the Class I non-hazardous waste injection well discharge permit upon taking possession of the facility;

b. Set a specific date for transfer of the discharge permit responsibility, coverage and liability; and

c. Include information relating to the succeeding Permittee's financial responsibility required by 20.6.2.5210B(17) NMAC.

**1.I. COMPLIANCE AND ENFORCEMENT:** If the Permittee violates or is violating a condition of this Discharge Permit, OCD may issue a compliance order that requires compliance

immediately or within a specified time period, or assess a civil penalty, or both (see Section 74-6-10 NMSA 1978). The compliance order may also include a suspension or termination of this Discharge Permit. OCD may also commence a civil action in district court for appropriate relief, including injunctive relief (see Section 74-6-10A.2 NMSA 1978). The Permittee may be subject to criminal penalties for discharging a water contaminant without a discharge permit or in violation of a condition of a discharge permit; making any false material statement, representation, certification or omission of material fact in a renewal application, record, report, plan or other document filed, submitted or required to be maintained under the Water Quality Act; falsifying, tampering with or rendering inaccurate any monitoring device, method or record required to be maintained under the Water Quality Act; or failing to monitor, sample or report as required by a Discharge Permit issued pursuant to a state or federal law or regulation (see Section 74-6-10.2 NMSA 1978).

## **2. GENERAL FACILITY OPERATIONS:**

**2.A. QUARTERLY MONITORING REQUIREMENTS FOR CLASS I NON-HAZARDOUS WASTE INJECTION WELL (WDW-2):** Pursuant to 20.6.2.5207B NMAC, the Permittee shall provide analysis of the injected fluids at least quarterly to yield data representative of their characteristics and to demonstrate pursuant to 20.6.2.5204A(3) NMAC that the injected fluids are not characteristically hazardous as determined by EPA SW-846 Method 1311 and the analytical methods specified in the Quarterly Monitoring List.

The Permittee shall analyze the injected fluids quarterly for the following characteristics:

- pH (Method 9040);
- Eh;
- Specific conductance;
- Specific gravity;
- Temperature;
- General ground water quality parameters (general chemistry/cations and anions, including: fluoride, calcium, potassium, magnesium, sodium bicarbonate, carbonate, chloride, sulfate, total dissolved solids, cation/anion balance, pH, and bromide using the methods specified in 40 CFR 136.3); and,
- EPA RCRA Characteristics for Ignitability (Methods 1010/1020 and ASTM standards), Corrosivity (Method 1110), and Reactivity (process knowledge);

The Permittee shall analyze the injected fluids quarterly for the constituents identified in the Quarterly Monitoring List (below) to demonstrate that the injected fluids do not exhibit the characteristic of toxicity using the Toxicity Characteristic Leaching Procedure, EPA SW-846 Test Method 1311 (see Table 1, 40 CFR 261.24(c)).:

| <b>QUARTERLY MONITORING LIST</b> |                      |                                 |                                |
|----------------------------------|----------------------|---------------------------------|--------------------------------|
| <b>EPA HW No.</b>                | <b>Contaminant</b>   | <b>SW-846 Methods</b>           | <b>Regulatory Level (mg/L)</b> |
| D004                             | Arsenic              | 6010C                           | 5.0                            |
| D005                             | Barium               | 6010C                           | 100.0                          |
| D018                             | Benzene              | 8021B                           | 0.5                            |
| D006                             | Cadmium              | 6020A                           | 1.0                            |
| D019                             | Carbon tetrachloride | 8021B<br>8260B                  | 0.5                            |
| D021                             | Chlorobenzene        | 8021B<br>8260B                  | 100.0                          |
| D022                             | Chloroform           | 8021B<br>8260B                  | 6.0                            |
| D007                             | Chromium             | 6020A                           | 5.0                            |
| D023                             | o-Cresol             | 8270D                           | 200.0                          |
| D024                             | m-Cresol             | 8270D                           | 200.0                          |
| D025                             | p-Cresol             | 8270D                           | 200.0                          |
| D026                             | Cresol               | 8270D                           | 200.0                          |
| D027                             | 1,4-Dichlorobenzene  | 8021B<br>8121<br>8260B<br>8270D | 7.5                            |
| D028                             | 1,2-Dichloroethane   | 8021B<br>8260B                  | 0.5                            |
| D029                             | 1,1-Dichloroethylene | 8021B<br>8260B                  | 0.7                            |
| D030                             | 2,4-Dinitrotoluene   | 8091<br>8270D                   | 0.13                           |
| D032                             | Hexachlorobenzene    | 8121                            | 0.13                           |
| D033                             | Hexachlorobutadiene  | 8021B<br>8121<br>8260B          | 0.5                            |
| D034                             | Hexachloroethane     | 8121                            | 3.0                            |
| D008                             | Lead                 | 6020A<br>7421                   | 5.0                            |
| D009                             | Mercury              | 7470A<br>7471B                  | 0.2                            |
| D035                             | Methyl ethyl ketone  | 8015B<br>8260B                  | 200.0                          |
| D036                             | Nitrobenzene         | 8091<br>8270D                   | 2.0                            |
| D037                             | Pentachlorophenol    | 8041                            | 100.0                          |
| D038                             | Pyridine             | 8260B<br>8270D                  | 5.0                            |
| D010                             | Selenium             | 7741A                           | 1.0                            |

|      |                       |                |       |
|------|-----------------------|----------------|-------|
| D011 | Silver                | 6010C          | 5.0   |
| D039 | Tetrachloroethylene   | 8260B          | 0.7   |
| D040 | Trichloroethylene     | 8021B<br>8260B | 0.5   |
| D041 | 2,4,5-Trichlorophenol | 8270D          | 400.0 |
| D042 | 2,4,6-Trichlorophenol | 8041A<br>8270D | 2.0   |
| D043 | Vinyl chloride        | 8021B<br>8260B | 0.2   |

If o-, m-, and p-cresol concentrations cannot be differentiated, then the total cresol (D026) concentration is used. The regulatory level of total cresol is 200 mg/L.

If the quantitation limit is greater than the regulatory level, then the quantitation limit becomes the regulatory level.

**2.B. CONTINGENCY PLANS:** The Permittee shall implement its proposed contingency plan(s) included in its Permit Renewal Application to cope with failure of a system(s) in the Discharge Permit.

**2.C. CLOSURE:** Prior to closure of the facility, the Permittee shall submit for OCD's approval, a closure plan including a completed form C-103 for plugging and abandonment of the Class I non-hazardous waste injection well (WDW-2). The Permittee shall plug and abandon its Class I non-hazardous waste injection well (WDW-2) pursuant to 20.6.2.5209 NMAC and as specified in Permit Condition 2.D.

**1. Pre-Closure Notification:** Pursuant to 20.6.2.5005A NMAC, the Permittee shall submit a pre-closure notification to OCD's Environmental Bureau at least 30 days prior to the date that it proposes to close or to discontinue operation of its Class I non-hazardous waste injection well (WDW-2). Pursuant to 20.6.2.5005B NMAC, OCD's Environmental Bureau must approve all proposed well closure activities before the Permittee may implement its proposed closure plan.

**2. Required Information:** The Permittee shall provide OCD's Environmental Bureau with the following information:

- Name of facility;
- Address of facility;
- Name of Permittee (and owner or operator, if appropriate);
- Address of Permittee (and owner or operator, if appropriate);
- Contact person;
- Phone number;
- Number and type of well(s);
- Year of well construction;
- Well construction details;
- Type of discharge;
- Average flow (gallons per day);

- Proposed well closure activities (*e.g.*, sample fluids/sediment, appropriate disposal of remaining fluids/sediments, remove well and any contaminated soil, clean out well, install permanent plug, conversion to other type of well, ground water and vadose zone investigation, *etc.*);
- Proposed date of well closure;
- Name of Preparer; and,
- Date.

**2.D. PLUGGING AND ABANDONMENT PLAN:** Pursuant to 20.6.2.5209A NMAC, when the Permittee proposes to plug and abandon its Class I non-hazardous waste injection well (WDW-2), it shall submit to OCD a plugging and abandonment plan that meets the requirements of 20.6.2.3109C NMAC, 20.6.2.5101C NMAC, and 20.6.2.5005 NMAC for protection of ground water. If requested by OCD, Permittee shall submit for approval prior to closure, a revised or updated plugging and abandonment plan. The obligation to implement the plugging and abandonment plan as well as the requirements of the plan survives the termination or expiration of this Discharge Permit. The Permittee shall comply with 20.6.2.5209 NMAC.

**2.E. RECORD KEEPING:** The Permittee shall maintain records of all inspections required by this Discharge Permit at its Facility office for a minimum of five years and shall make those records available for inspection by OCD.

**2.F. RELEASE REPORTING:** The Permittee shall comply with the following permit conditions, pursuant to 20.6.2.1203 NMAC, if it determines that a release of oil or other water contaminant, in such quantity as may with reasonable probability injure or be detrimental to human health, animal or plant life, or property, or unreasonably interfere with the public welfare or the use of property, has occurred. The Permittee shall report unauthorized releases of water contaminants in accordance with any additional commitments made in its approved Contingency Plan. If the Permittee determines that any constituent exceeds the standards specified in 20.6.2.3103 NMAC, then it shall report a release to OCD's Environmental Bureau.

**1. Oral Notification:** As soon as possible after learning of such a discharge, but in no event more than twenty-four (24) hours thereafter, the Permittee shall notify OCD's Environmental Bureau. The Permittee shall provide the following:

- The name, address, and telephone number of the person or persons in charge of the facility, as well as of the owner and/or operator of the facility;
- The name and location of the facility;
- The date, time, location, and duration of the discharge;
- The source and cause of discharge;
- A description of the discharge, including its chemical composition;
- The estimated volume of the discharge; and,
- Any corrective or abatement actions taken to mitigate immediate damage from the discharge.

**2. Written Notification:** Within one week after the Permittee has discovered a discharge, the Permittee shall send written notification (may use form C-141 with attachments) to OCD's Environmental Bureau verifying the prior oral notification as to each of the foregoing items and providing any appropriate additions or corrections to the information contained in the prior oral notification.

The Permittee shall provide subsequent written reports as required by OCD's Environmental Bureau.

**2.G. OTHER REQUIREMENTS:**

**1. Inspection and Entry:** Pursuant to Section 74-6-9 NMSA 1978 and 20.6.2.3107A NMAC, the Permittee shall allow any authorized representative of the OCD Director, to:

- Upon the presentation of proper credentials, enter the premises at reasonable times;
- Inspect and copy records required by this Discharge Permit;
- Inspect any treatment works, monitoring, and analytical equipment;
- Sample any effluent before or after discharge; and,
- Use the Permittee's monitoring systems and wells in order to collect samples.

**2. Advance Notice:** The Permittee shall provide OCD's Environmental Bureau and Artesia District Office with at least five (5) working days advance notice of any environmental sampling to be performed pursuant to this Discharge Permit, or any well plugging, abandonment or decommissioning of any equipment associated with its Class I non-hazardous waste injection well (WDW-2).

**3. Environmental Monitoring:** The Permittee shall ensure that any environmental sampling and analytical laboratory data collected meets the standards specified in 20.6.2.3107B NMAC. The Permittee shall ensure that all environmental samples are analyzed by an accredited "National Environmental Laboratory Accreditation Conference" (NELAC) Laboratory. The Permittee shall submit data summary tables, all raw analytical data, and laboratory Quality Assurance/Quality Control (QA/QC).

**2.H. BONDING OR FINANCIAL ASSURANCE:** Pursuant to 20.6.2.5210B(17) NMAC, the Permittee shall maintain at a minimum, a single well plugging bond in the amount that it shall determine, in accordance with Permit Condition 5.B, to cover potential costs associated with plugging and abandonment of the Class I non-hazardous waste injection well (WDW-2), surface restoration, and post-operational monitoring, as may be needed. OCD may require additional financial assurance to ensure adequate funding is available to plug and abandon the well and/or for any required corrective actions.

Methods by which the Permittee shall demonstrate the ability to undertake these measures shall include submission of a surety bond or other adequate assurances, such as financial statements or other materials acceptable to the OCD Director, such as: (1) a surety bond; (2) a trust fund with a New Mexico bank in the name of the State of New Mexico, with the State as Beneficiary; (3) a



non-renewable letter of credit made out to the State of New Mexico; (4) liability insurance specifically covering the contingencies listed in this paragraph; or (5) a performance bond, generally in conjunction with another type of financial assurance. If an adequate bond is posted by the Permittee to a federal or another state agency, and this bond covers all of the measures specified above, the OCD Director shall consider this bond as satisfying the bonding requirements of Sections 20.6.2.5000 through 20.6.2.5299 NMAC wholly or in part, depending upon the extent to which such bond is adequate to ensure that the Permittee will fully perform the measures required herein above.

## **2.I. REPORTING:**

**1. Quarterly Reports:** The Permittee shall submit quarterly reports pursuant to 20.6.2.5208A NMAC to OCD's Environmental Bureau no later than 45 days following the end of each calendar quarter. The quarterly reports shall include the following:

- a. The physical, chemical and other relevant characteristics of injection fluids;
- b. Monthly average, maximum and minimum values for injection pressure, flow rate and volume, and annular pressure; and
- c. The results of monitoring prescribed under Section 20.6.2.5207B NMAC.
- d. Weekly expansion tank volume fluid readings and the fluid volume additions or removals from the expansion tank.

**2. Annual Report:** The Permittee shall submit its annual report pursuant to 20.6.2.3107 NMAC to OCD's Environmental Bureau by **June 1<sup>st</sup>** of the following year. The annual report shall include the following:

- Cover sheet marked as "Annual Class I Non-Hazardous Waste Injection Well (WDW-2), Name of Permittee, Discharge Permit Number, API number of well, date of report, and person submitting report;
- Summary of Class I non-hazardous waste injection well (WDW-2) operations for the year including a description and reason for any remedial or major work on the well with a copy of form C-103(s);
- Monthly injection/disposal volume, including the cumulative total should be carried over to each year;
- Maximum and average injection pressures;
- A copy of the quarterly chemical analyses shall be included with data summary and all QA/QC information;
- Copy of any mechanical integrity test chart(s), including the type of test, *i.e.*, duration, gauge pressure, *etc.*;
- Copy of fall-of test charts;
- Summary tables listing environmental analytical laboratory data for quarterly waste fluid samples. Any 20.6.2.3103 NMAC constituent(s) found to exceed a water

- quality standard shall be highlighted and noted in the annual report. The Permittee shall include copies of the most recent year's environmental analytical laboratory data sheets with QA/QC summary sheet information in conformance with the National Environmental Laboratory Accreditation Conference (NELAC) and EPA Standards;
- Brief explanation describing deviations from the normal injection operations;
  - Results of any leaks and spill reports (include any C-141 reports);
  - An Area of Review (AOR) annual update summary;
  - A summary with interpretation of MITs, Fall-Off Tests, *etc.*, with conclusion(s) and recommendation(s);
  - Records of the expansion tank monitoring pressure, fluid removals and/or additions indicating the well MIT condition;
  - A summary of all major Facility activities or events, which occurred during the year with any conclusions and recommendations;
  - A summary of any new discoveries of ground water contamination with all leaks, spills and releases and corrective actions taken; and,
  - The Permittee shall file its Annual Report in an electronic format with a hard copy submittal to OCD's Environmental Bureau.

### **3. CLASS I NON-HAZARDOUS WASTE INJECTION WELL (WDW-2) OPERATIONS:**

**3.A. OPERATING REQUIREMENTS:** The Permittee shall comply with the operating requirements specified in 20.6.2.5206A NMAC and 20.6.2.5206B NMAC to ensure that:

**1.** The maximum injection pressure at the wellhead shall not initiate new fractures or propagate existing fractures in the confining zone, or cause the movement of injection or formation fluids into ground water having 10,000 mg/l or less TDS except for fluid movement approved pursuant to 20.6.2.5103 NMAC and during well stimulation.

**2.** Injection between the outermost casing and the well bore is prohibited in a zone other than the authorized injection zone. If the Permittee determines that its Class I non-hazardous waste injection well (WDW-2) is discharging or suspects that it is discharging fluids into a zone or zones other than the permitted injection zone specified in Permit Condition 3.B.1., then the Permittee shall cease operations until proper repairs are made, notify the OCD's Environmental Bureau and Artesia District office within 24 hours, and shall not resume injection until the permittee has received approval from the OCD.

**3.** The annulus between the tubing, packer, and the intermediate casing shall be filled with a fluid approved by the OCD Director and a pressure, also approved by the OCD Director shall be maintained on the annulus.

### **3.B. INJECTION OPERATIONS:**

**1. Injection Formation, Interval, and Waste Fluids:** The Permittee shall inject only non-hazardous (RCRA exempt and RCRA non-hazardous, non-exempt) oil field waste fluid into the Lower Wolfcamp, Cisco, and Canyon Formations from 7,570 feet to 8,399 feet in

its Class I non-hazardous waste injection well (WDW-2). The surface casing is set at 1,995 feet; the intermediate casing or production casing is set at 8,869 feet; the injection tubing is set at approximately 7,528 feet; and the packer is set at approximately 7,528 feet. A cement plug is set at 8,770 feet and bottom cement plug is set from 9,675 – 9,775 feet. The top cement plug is set in the intermediate casing and confines the Class I non-hazardous injection well (WDW-2) to the injection interval. The bottom cement plug is set within the open borehole and serves as a second barrier to flow with well TD at 10,372 feet. The Permittee shall ensure that the injected waste fluid enters perforations only within the above specified injection interval and is not permitted to escape to other formations or onto the surface.

**2. Well Injection Pressure Limits and Injection Flow Rate:** The Permittee shall ensure that the maximum wellhead or surface injection pressure on its Class I non-hazardous waste injection well (WDW-2) shall not exceed 1,510 psig and that the injection flow rate shall not exceed 500 gpm.

**3. Pressure Limiting Device:** The Permittee shall equip and operate its Class I non-hazardous waste injection well (WDW-2) or system with a pressure limiting device, or equivalent (*i.e.*, Murphy switch), in working condition which shall at all times limit surface injection pressure to the maximum allowable pressure for its Class I non-hazardous waste injection well (WDW-2).

The Permittee shall inspect and monitor the pressure-limiting device daily and shall report any pressure exceedances within 24 hours of detection to OCD's Environmental Bureau and Artesia District Office. The Permittee shall take all steps necessary to ensure that the injected waste fluids enter only the proposed injection interval and are not permitted to escape to other formations or onto the ground surface. The Permittee shall report to OCD's Environmental Bureau within 24 hours of discovery any indication that new fractures or existing fractures have been propagated, or that damage to the well, the injection zone, or formation has occurred.

OCD may authorize an increase in surface injection pressure if the Permittee performs a valid Step-Rate Test (SRT), which demonstrates that the proposed maximum surface injection pressure is less than the injection zone fracture pressure with an acceptable safety factor. If approvable, the Permittee must apply for a modification to this Discharge Permit pursuant to 20.6.2.3109 NMAC.

**3.C. CONTINUOUS MONITORING DEVICES:** The Permittee shall use continuous monitoring devices to provide a record of injection pressure, flow rate, flow volume, and pressure on the annulus between the tubing and the protection casing.

**3.D. MECHANICAL INTEGRITY FOR CLASS I NON-HAZARDOUS WASTE INJECTION WELLS:**

**1.** Pursuant to 20.6.2.5204 NMAC, the Permittee shall conduct a mechanical integrity test (MIT) for its Class I non-hazardous waste injection well (WDW-2) at least once every five years or more frequently as the OCD Director may require for good cause during the

life of the well. The Permittee shall also demonstrate mechanical integrity for its Class I non-hazardous waste injection well (WDW-2) by running a MIT every time it performs a well workover, including when it pulls the tubing or reseats the packer. The Permittee shall request MIT approval using form C-103 (Sundry Notices and Reports on Wells) with copies sent to OCD's Environmental Bureau and Artesia District Office. The Permittee shall notify OCD's Environmental Bureau 5 days prior to conducting any MIT to allow OCD the opportunity to witness the MIT.

The Permittee shall conduct a casing-tubing annulus MIT from the surface to the approved injection depth to assess casing and tubing integrity. The MIT shall consist of a 30-minute test at a minimum pressure of 300 psig measured at the surface. The Permittee shall follow OCD's 2004 *New Mexico Oil Conservation Division Underground Injection Control Program Manual* guidance when conducting a MIT. The Permittee shall submit the results of its MIT to OCD's Environmental Bureau and Artesia District Office within 30 days of completion. If any remedial work or any other workover operations are necessary, the Permittee shall comply with Permit Condition 3.F.

**2.** A Class I non-hazardous waste injection well has mechanical integrity if there is no detectable leak in the intermediate casing, tubing and/or packer which OCD considers to be significant at maximum operating temperature and pressure, and no detectable conduit for fluid movement out of the injection zone through the well bore, or vertical channels adjacent to the well bore which the OCD considers to be significant. The following criteria will determine if the Class I non-hazardous waste injection well (WDW-2) has passed the MIT:

- a.** The MIT passes if there is zero bleed-off during the test;
- b.** The MIT passes if there is a less than a  $\pm 10\%$  change in the final test pressure compared to the starting pressure, if approved by OCD;
- c.** The MIT fails if there is more than 10% reduction in the final test pressure compared to the starting pressure or that the pressure does not stabilize within 10% of the starting pressure before the end of the MIT. The Permittee shall shut-in the well and investigate for leaks in accordance with Permit Condition 3.F. The Permittee shall not resume injection operations until approved by OCD.
- d.** When the MIT is not witnessed by OCD and fails, the Permittee shall shut-in the well and notify OCD within 24 hours of the failure of the MIT.

**3.** Pursuant to 20.6.2.5204C NMAC, the OCD Director may consider the use of equivalent alternative test methods to determine mechanical integrity. The Permittee shall submit information on the proposed test and all technical data supporting its use. The OCD Director may approve the Permittee's request if it will reliably demonstrate the mechanical integrity of the well for which its use is proposed.

**4.** Pursuant to 20.6.2.5204D NMAC, when conducting and evaluating the MIT(s), the Permittee shall apply methods and standards generally accepted in the oil and gas industry.

When the Permittee reports the results of all MIT(s) to the OCD Director, it shall include a description of the test(s), the method(s) used, and the test results.

5. The Permittee shall conduct a Bradenhead test at least annually and each time that it conducts an MIT.

**3.E. FALL-OFF TEST:** The Permittee shall conduct a Fall-Off Test (FOT) to monitor the injection zone formation characteristics and pressure buildup over time in the injection zone at least every three years. The Permittee shall request FOT approval using form C-103 (Sundry Notices and Reports on Wells) sent to OCD's Environmental Bureau and Artesia District Office.

The Permittee shall follow OCD's 2007 *New Mexico Oil Conservation Division UIC Class I Well Fall-Off Test Guidance* or other OCD-approved FOT when conducting a FOT and shall shut down the well for a time sufficient to conduct a valid observation of the pressure fall-off curve. The Permittee shall submit the results of its FOT to OCD's Environmental Bureau and Artesia District Office within 30 days of completion, including color copies of the original charts.

**3.F. WELL WORKOVER OPERATIONS:** Pursuant to 20.6.2.5205A(5) NMAC, the Permittee shall provide notice to and shall obtain approval from OCD's Environmental Bureau prior to commencement of any remedial work or any other workover operations to allow OCD the opportunity to witness the operation. The Permittee shall request approval using form C-103 (Sundry Notices and Reports on Wells) with copies sent to OCD's Environmental Bureau and Artesia District Office. After completing remedial work, pressure tests, or any other workover operations, the Permittee shall run a MIT in accordance with Permit Condition 3.D to verify that the remedial work has successfully repaired any problems.

**3. G. EXTERNAL EXPANSION TANK:** The Permittee shall equip its Class I non-hazardous waste injection well (WDW-2) with an external expansion tank system under constant 100 psig pressure connected to the tubing, packer and intermediate casing-annulus. The Permittee shall fill the external expansion tank half-full with an OCD-approved liquid to establish an equilibrium volume and liquid level. The Permittee shall monitor the liquid levels in the external expansion tank at least weekly and shall record all additions or removals of liquids into or out of the external expansion tank. The Permittee shall record any loss or gain of fluids in the external expansion tank, and shall verbally notify OCD's Environmental Bureau within 5 days of any loss or gain of fluid greater than 5 barrels per month and shall comply with Permit Condition 3.F.

The Permittee shall provide the weekly expansion tank volume fluid volumes readings and the fluid volume additions or removals from the expansion tank on a quarterly basis and in the annual report.

**3.H. INJECTION RECORD VOLUMES AND PRESSURES:** The Permittee shall submit quarterly reports of its injection operations and well workovers. The Permittee shall record the minimum, maximum, and average flow waste injection volumes (including total volumes) and annular pressures of the injected waste fluids on a monthly basis, and shall submit the data to

OCD on a quarterly basis and in the annual report. The Permittee shall fill the casing-tubing annulus with an OCD-approved liquid and install a Murphy pressure switch or equivalent, as described in the Permittee's permit renewal application, in order to detect leakage in the casing, tubing, or packer.

**3.I. AREA OF REVIEW (AOR):** The Permittee shall orally report to OCD's Environmental Bureau within 72 hours of discovery of any new wells, conduits, or any other device that penetrates or may penetrate the injection zone within a 1-mile radius from its Class I non-hazardous waste injection well (WDW-2).

**4. CLASS V WELLS:** Pursuant to 20.6.2.5002B NMAC, leach fields and other waste fluids disposal systems that inject non-hazardous fluid into or above an underground source of drinking water are UIC Class V injection wells. This Discharge Permit does not authorize the use of a Class V injection well for the disposal of industrial waste. Pursuant to 20.6.2.5005 NMAC, the Permittee shall close any Class V industrial waste injection well that injects non-hazardous industrial wastes or a mixture of industrial wastes and domestic wastes (*e.g.*, septic systems, leach fields, dry wells, *etc.*) within 90 calendar days of the issuance of this Discharge Permit. The Permittee shall document the closure of any Class V wells used for the disposal of non-hazardous industrial wastes or a mixture of industrial wastes and domestic wastes other than contaminated ground water in its Annual Report. Other Class V wells, including wells used only for the injection of domestic wastes, shall be permitted by the New Mexico Environment Department.

**5. SCHEDULE OF COMPLIANCE:**

**5.A. QUARTERLY AND ANNUAL REPORTS:** The Permittee shall submit its quarterly and annual reports to OCD as specified in Permit Condition 2.I.

**5.B. BONDING OR FINANCIAL ASSURANCE:** The Permittee shall submit an estimate of the minimum cost to properly close, plug and abandon its Class I non-hazardous waste injection well (WDW-2), conduct ground water restoration if applicable, and any post-operational monitoring as may be needed (see 20.6.2.5210B(17) NMAC) within 90 days of permit issuance (see 20.6.2.5210B(17) NMAC). The Permittee's cost estimate shall be based on third person estimates. After review, OCD will require the Permittee to submit a single well plugging bond based on the third person cost estimate.

State of New Mexico  
Energy, Minerals and Natural Resources Department

---

**Susana Martinez**  
Governor

**David Martin**  
Cabinet Secretary

**Brett F. Woods, Ph.D.**  
Deputy Cabinet Secretary

**Jami Bailey, Division Director**  
Oil Conservation Division



**FEBRUARY 19, 2014**

**CERTIFIED MAIL  
RETURN RECEIPT NO: 0919 5938**

Mr. Mike Holder  
Environmental Manager  
Navajo Refining Company, L.L.C.  
501 E Main Street  
Artesia, NM 88210

**RE: OCD RESPONSE TO COMMENTS ON DRAFT DISCHARGE PERMITS AND APPROVAL OF FINAL DISCHARGE PERMITS FOR THE THREE NAVAJO ARTESIA REFINERY UIC CLASS 1 INJECTION WELLS UICI-008-1 (WDW-1), UNIT LETTER O, SECTION 31, TOWNSHIP 17 SOUTH, RANGE 28 EAST, NMPM, EDDY COUNTY, NEW MEXICO UICI-008-2 (WDW-2), UNIT LETTER E, SECTION 12, TOWNSHIP 18 SOUTH, RANGE 27 EAST, NMPM, EDDY COUNTY, NEW MEXICO AND UICI-008-3 (WDW-3), UNIT LETTER N, SECTION 1, TOWNSHIP 18 SOUTH, RANGE 27 EAST, NMPM, EDDY COUNTY, NEW MEXICO**

Dear Mr. Holder:

The Oil Conservation Division (OCD) has reviewed Navajo's comments of January 2, 2014 on its draft revised discharge permits of December 26, 2013. OCD evaluated Navajo's comments and accepted most of them.

The Discharge Permit renewals for the three Navajo Refining Company, LLC UIC Non-Hazardous Injection Wells specified above are **hereby approved** under the terms and conditions specified in the enclosed Discharge Permits.

Navajo's original discharge permits were issued in 1998 through 2008 and have been subsequently renewed. Navajo's discharge permit renewal applications were submitted pursuant to 20.6.2.3106 NMAC. OCD approves these discharge permit renewals pursuant to 20.6.2.3109A NMAC. Please note 20.6.2.3109G NMAC, which provides for possible future amendment of the permit. Please be advised that approval of this discharge permit does not relieve Navajo of liability of operations result in pollution of surface water, ground water, or the environment.

February 19, 2014

Page 2

Please note that 20.6.2.3104 NMAC specifies “*When a permit has been issued, discharges must be consistent with the terms and conditions of the permit.*” Pursuant to 20.6.2.3107C NMAC, Navajo is required to notify the Director of any facility expansion, production increase, or process modification that would result in any change in the water quality or volume of the discharge.

All three discharge permits will expire on **June 1, 2017**, and Navajo should submit discharge permit renewal applications in ample time before this date. Note that under 20.6.2.3106F NMAC, if a discharger submits a discharge permit renewal application at least 120 days before the discharge permit expires and is in compliance with the approved discharge permit, then the existing discharge permit will not expire until the application for renewal has been approved or disapproved.

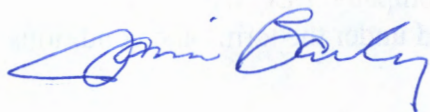
The discharge permit renewal applications for the Navajo Artesia Refinery are subject to 20.6.2.3114 NMAC. Every billable facility submitting a discharge permit renewal application is assessed a non-refundable filing fee of \$100.00. OCD has already received filing fees for the two renewals. OCD revised WDW-3, which was renewed in 2012, by adding additional quarterly monitoring constituents so that Navajo could demonstrate that it does not inject characteristic hazardous waste. The permit fee for UIC Class I non-hazardous waste injection wells is \$4,500.00 per well. The Permittee shall submit \$9,000.00 amount within 30 days of its receipt of the discharge permits. Checks must be payable to the “**New Mexico Water Quality Management Fund**”, and not the Oil Conservation Division.

**Please make all checks payable to:**

**WATER QUALITY MANAGEMENT FUND  
C/O: OIL CONSERVATION DIVISION  
1220 NORTH ST. FRANCIS DRIVE  
SANTA FE, NEW MEXICO 87505**

If you have any questions regarding this matter, please contact Glenn von Gonten at 505-476-3488. On behalf of the staff of OCD, I wish to thank you and your staff for your cooperation during this discharge permit renewal process.

Thank you for your cooperation.



**Jami Bailey**  
Director

JB/gvg



**DISCHARGE PERMIT UICI-008-2 (WDW-2)**

**1. GENERAL PROVISIONS:**

**1.A. PERMITTEE AND PERMITTED FACILITY:** The Director of the Oil Conservation Division (OCD) of the Energy, Minerals and Natural Resources Department issues Discharge Permit UICI-008-2 (Discharge Permit) to Navajo Refining Company (Permittee) to operate its Underground Injection Control (UIC) Class I non-hazardous waste injection well (Waste Disposal Well No. 2 - API No. 30-015-20894, WDW-2) located 1980 FNL and 660 FWL, Unit Letter E, Section 12, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico at its Disposal Well Facility (Facility). The Facility is located approximately 10.5 miles east-southeast of Artesia on Hwy-82 from Hwy-285 and about 3.3 miles south of Hilltop Road.

The Permittee is permitted to dispose of only non-hazardous (RCRA exempt and RCRA non-hazardous, non-exempt) oil field waste fluids into its Class I non-hazardous waste injection well (WDW-2). The Permittee may dispose of a maximum of 500 gallons per minute (gpm) of oil field waste fluids. Ground water that may be affected by a spill, leak, or accidental discharge occurs at a depth of approximately 50 - 100 feet below ground surface and has a total dissolved solids (TDS) concentration of approximately 1,000 – 2,200 mg/l.

**1.B. SCOPE OF PERMIT:** OCD has been granted the authority by statute and by delegation from the Water Quality Control Commission (WQCC) to administer the Water Quality Act (Chapter 74, Article 6 NMSA 1978) as it applies to Class I non-hazardous waste injection wells (see Section 74-6-4, 74-6-5 NMSA 1978).

The Water Quality Act and the rules promulgated pursuant to the Act protect ground water and surface water of the State of New Mexico by providing that, unless otherwise allowed by 20.6.2 NMAC, no person shall cause or allow effluent or leachate to discharge so that it may move directly or indirectly into ground water unless such discharge is pursuant to an approved discharge plan (see 20.6.2.3104 NMAC, 20.6.2.3106 NMAC, and 20.6.2.5000 through 20.6.2.5299 NMAC).

This Discharge Permit for a Class I non-hazardous waste injection well (WDW-2) is issued pursuant to the Water Quality Act and WQCC rules, 20.6.2 NMAC. This Discharge Permit does not authorize any treatment of, or on-site disposal of, any materials, product, by-product, or oil field waste, other than non-hazardous oil field waste fluids into its Class I non-hazardous waste injection well (WDW-2), including, but not limited to, the on-site disposal of lube oil, glycol, antifreeze, and washdown water. The Permittee may not dispose of any industrial waste fluid that is not oil field waste that is generated at its refinery. The Ground Water Quality Bureau of the New Mexico Environment Department permits the management of all industrial fluids that are not generated in the oil field.

Pursuant to 20.6.2.5004A NMAC, the following underground injection activities are prohibited:

1. The injection of fluids into a motor vehicle waste disposal well is prohibited.

2. The injection of fluids into a large capacity cesspool is prohibited.
3. The injection of any hazardous or radioactive waste into a well is prohibited except as provided by 20.6.2.5004A(3) NMAC.
4. Class IV wells are prohibited, except for wells re-injecting treated ground water into the same formation from which it was drawn as part of a removal or remedial action.
5. Barrier wells, drainage wells, recharge wells, return flow wells, and motor vehicle waste disposal wells are prohibited.

This Discharge Permit does not convey any property rights of any sort nor any exclusive privilege, and does not authorize any injury to persons or property, any invasion of other private rights, or any infringement of state, federal, or local laws, rules or regulations.

The Permittee shall operate in accordance with the terms and conditions specified in this Discharge Permit to comply with the Water Quality Act and the rules issued pursuant to that Act, so that neither a hazard to public health nor undue risk to property will result (see 20.6.2.3109C NMAC); so that no discharge will cause or may cause any stream standard to be violated (see 20.6.2.3109H(2) NMAC); so that no discharge of any water contaminant will result in a hazard to public health (see 20.6.2.3109H(3) NMAC); so that the numerical standards specified in 20.6.2.3103 NMAC are not exceeded; and, so that the technical criteria and performance standards (see 20.6.2.5000 through 20.6.2.5299 NMAC) for Class I non-hazardous waste injection wells are met. Pursuant to 20.6.2.5003B NMAC, the Permittee shall comply with 20.6.2.1 through 20.6.2.5299 NMAC.

The Permittee shall not allow or cause water pollution, discharge, or release of any water contaminant that exceeds the Water Quality Control Commission (WQCC) standards specified in 20.6.2.3101 NMAC and 20.6.2.3103 NMAC or 20.6.4 NMAC (Water Quality Standards for Interstate and Intrastate Streams). Pursuant to 20.6.2.5101A NMAC, the Permittee shall not inject non-hazardous waste fluids into ground water having 10,000 mg/l or less total dissolved solids (TDS).

The issuance of this permit does not relieve the Permittee from the responsibility of complying with the provisions of the Water Quality Act, any applicable regulations or water quality standards of the WQCC, or any applicable federal laws, regulations or standards (see Section 74-6-5 NMSA 1978).

**1.C. DISCHARGE PERMIT RENEWAL:** This Discharge Permit is a permit renewal that replaces the permit being renewed. Replacement of a prior permit does not relieve the Permittee of its responsibility to comply with the terms of that prior permit while that permit was in effect.

**1.D. DEFINITIONS:** Terms not specifically defined in this Discharge Permit shall have the same meanings as those in the Water Quality Act or the rules adopted pursuant to the Act, as the context requires.

**1.E. FILING FEES AND PERMIT FEES:** Pursuant to 20.6.2.3114 NMAC, every facility that submits a Discharge Permit application for initial approval or renewal shall pay the permit fees specified in Table 1 and the filing fee specified in Table 2 of 20.6.2.3114 NMAC. OCD has already received the required \$100.00 filing fee. The Permittee shall submit the final \$4,500.00 permit fee for a Class I non-hazardous waste injection well to OCD with a check made payable to “Water Quality Management Fund” thirty days after the date that this permit is issued.

**1.F. EFFECTIVE DATE, EXPIRATION, RENEWAL CONDITIONS, AND PENALTIES FOR OPERATING WITHOUT A DISCHARGE PERMIT:** This Discharge Permit becomes effective 30 days from the date that the Permittee receives this discharge permit or until the permit is terminated or expires. This Discharge Permit will expire on **June 1, 2017**. The Permittee shall submit an application for renewal no later than 120 days before that expiration date, pursuant to 20.6.2.5101F NMAC. If a Permittee submits a renewal application at least 120 days before the Discharge Permit expires and is in compliance with the approved Discharge Permit, then the existing Discharge Permit will not expire until OCD has approved or disapproved the renewal application. A discharge permit continued under this provision remains fully effective and enforceable. Operating with an expired Discharge Permit may subject the Permittee to civil and/or criminal penalties (see Section 74-6-10.1 NMSA 1978 and Section 74-6-10.2 NMSA 1978).

**1.G. MODIFICATIONS AND TERMINATIONS:** The Permittee shall notify the OCD Director and the OCD’s Environmental Bureau of any Facility expansion, any injection increase above the approved pressure limit or volume limit specified in Permit Condition 3.B.2, or process modification that would result in any significant modification in the discharge of water contaminants (see 20.6.2.3107C NMAC). The OCD Director may require the Permittee to submit a Discharge Permit modification application pursuant to 20.6.2.3109E NMAC and may modify or terminate a Discharge Permit pursuant to Sections 74-6-5(M) through (N) NMSA 1978.

**1.** If data submitted pursuant to any monitoring requirements specified in this Discharge Permit or other information available to the OCD Director indicate that 20.6.2 NMAC is being or may be violated, then the OCD Director may require modification or, if it is determined by the OCD Director that the modification may not be adequate, may terminate this Discharge Permit for a Class I non-hazardous waste injection well (WDW-2) that was approved pursuant to the requirements of this 20.6.2.5000 through 20.6.2.5299 NMAC for the following causes:

**a.** Noncompliance by Permittee with any condition of this Discharge Permit;  
or,

**b.** The Permittee’s failure in the discharge permit application or during the discharge permit review process to disclose fully all relevant facts, or Permittee’s misrepresentation of any relevant facts at any time; or,

**c.** A determination that the permitted activity may cause a hazard to public health or undue risk to property and can only be regulated to acceptable levels by discharge

permit modification or termination (see Section 75-6-6 NMSA 1978; 20.6.2.5101I NMAC; and, 20.6.2.3109E NMAC).

2. This Discharge Permit may also be modified or terminated for any of the following causes:

a. Violation of any provisions of the Water Quality Act or any applicable regulations, standard of performance or water quality standards;

b. Violation of any applicable state or federal effluent regulations or limitations; or

c. Change in any condition that requires either a temporary or permanent reduction or elimination of the permitted discharge (see Section 75-6-5M NMSA 1978).

**1.H. TRANSFER OF CLASS I NON-HAZARDOUS WASTE INJECTION WELL (WDW-2) DISCHARGE PERMIT:**

1. The transfer provisions of 20.6.2.3111 NMAC do not apply to a discharge permit for a Class I non-hazardous waste injection well.

2. Pursuant to 20.6.2.5101H NMAC, the Permittee may request to transfer its Class I non-hazardous waste injection well (WDW-2) discharge permit if:

a. The OCD Director receives written notice 30 days prior to the transfer date; and,

b. The OCD Director does not object prior to the proposed transfer date. OCD may require modifications to the discharge permit as a condition of transfer, and may require demonstration of adequate financial responsibility.

3. The written notice required in accordance with Permit Condition 1.H.2.a shall:

a. Have been signed by the Permittee and the succeeding Permittee, and shall include an acknowledgment that the succeeding Permittee shall be responsible for compliance with the Class I non-hazardous waste injection well discharge permit upon taking possession of the facility;

b. Set a specific date for transfer of the discharge permit responsibility, coverage and liability; and

c. Include information relating to the succeeding Permittee's financial responsibility required by 20.6.2.5210B(17) NMAC.

**1.I. COMPLIANCE AND ENFORCEMENT:** If the Permittee violates or is violating a condition of this Discharge Permit, OCD may issue a compliance order that requires compliance

immediately or within a specified time period, or assess a civil penalty, or both (see Section 74-6-10 NMSA 1978). The compliance order may also include a suspension or termination of this Discharge Permit. OCD may also commence a civil action in district court for appropriate relief, including injunctive relief (see Section 74-6-10A.2 NMSA 1978). The Permittee may be subject to criminal penalties for discharging a water contaminant without a discharge permit or in violation of a condition of a discharge permit; making any false material statement, representation, certification or omission of material fact in a renewal application, record, report, plan or other document filed, submitted or required to be maintained under the Water Quality Act; falsifying, tampering with or rendering inaccurate any monitoring device, method or record required to be maintained under the Water Quality Act; or failing to monitor, sample or report as required by a Discharge Permit issued pursuant to a state or federal law or regulation (see Section 74-6-10.2 NMSA 1978).

## **2. GENERAL FACILITY OPERATIONS:**

**2.A. QUARTERLY MONITORING REQUIREMENTS FOR CLASS I NON-HAZARDOUS WASTE INJECTION WELL (WDW-2):** Pursuant to 20.6.2.5207B NMAC, the Permittee shall provide analysis of the injected fluids at least quarterly to yield data representative of their characteristics and to demonstrate pursuant to 20.6.2.5204A(3) NMAC that the injected fluids are not characteristically hazardous as determined by EPA SW-846 Method 1311 and the analytical methods specified in the Quarterly Monitoring List.

The Permittee shall analyze the injected fluids quarterly for the following characteristics:

- pH (Method 9040);
- Eh;
- Specific conductance;
- Specific gravity;
- Temperature;
- General ground water quality parameters (general chemistry/cations and anions, including: fluoride, calcium, potassium, magnesium, sodium bicarbonate, carbonate, chloride, sulfate, total dissolved solids, cation/anion balance, pH, and bromide using the methods specified in 40 CFR 136.3); and,
- EPA RCRA Characteristics for Ignitability (Methods 1010/1020 and ASTM standards), Corrosivity (Method 1110), and Reactivity (process knowledge);

The Permittee shall analyze the injected fluids quarterly for the constituents identified in the Quarterly Monitoring List (below) to demonstrate that the injected fluids do not exhibit the characteristic of toxicity using the Toxicity Characteristic Leaching Procedure, EPA SW-846 Test Method 1311 (see Table 1, 40 CFR 261.24(c)).:

| <b>QUARTERLY MONITORING LIST</b> |                      |                                 |                                |
|----------------------------------|----------------------|---------------------------------|--------------------------------|
| <b>EPA HW No.</b>                | <b>Contaminant</b>   | <b>SW-846 Methods</b>           | <b>Regulatory Level (mg/L)</b> |
| D004                             | Arsenic              | 6010C                           | 5.0                            |
| D005                             | Barium               | 6010C                           | 100.0                          |
| D018                             | Benzene              | 8021B                           | 0.5                            |
| D006                             | Cadmium              | 6020A                           | 1.0                            |
| D019                             | Carbon tetrachloride | 8021B<br>8260B                  | 0.5                            |
| D020                             | Chlordane            | 8081A                           | 0.03                           |
| D021                             | Chlorobenzene        | 8021B<br>8260B                  | 100.0                          |
| D022                             | Chloroform           | 8021B<br>8260B                  | 6.0                            |
| D007                             | Chromium             | 6020A                           | 5.0                            |
| D023                             | o-Cresol             | 8270D                           | 200.0                          |
| D024                             | m-Cresol             | 8270D                           | 200.0                          |
| D025                             | p-Cresol             | 8270D                           | 200.0                          |
| D026                             | Cresol               | 8270D                           | 200.0                          |
| D027                             | 1,4-Dichlorobenzene  | 8021B<br>8121<br>8260B<br>8270D | 7.5                            |
| D028                             | 1,2-Dichloroethane   | 8021B<br>8260B                  | 0.5                            |
| D029                             | 1,1-Dichloroethylene | 8021B<br>8260B                  | 0.7                            |
| D030                             | 2,4-Dinitrotoluene   | 8091<br>8270D                   | 0.13                           |
| D032                             | Hexachlorobenzene    | 8121                            | 0.13                           |
| D033                             | Hexachlorobutadiene  | 8021B<br>8121<br>8260B          | 0.5                            |
| D034                             | Hexachloroethane     | 8121                            | 3.0                            |
| D008                             | Lead                 | 6020A<br>7421                   | 5.0                            |
| D009                             | Mercury              | 7470A<br>7471B                  | 0.2                            |
| D035                             | Methyl ethyl ketone  | 8015B<br>8260B                  | 200.0                          |
| D036                             | Nitrobenzene         | 8091<br>8270D                   | 2.0                            |
| D037                             | Pentachlorophenol    | 8041                            | 100.0                          |
| D038                             | Pyridine             | 8260B<br>8270D                  | 5.0                            |

|      |                       |                |       |
|------|-----------------------|----------------|-------|
| D010 | Selenium              | 7741A          | 1.0   |
| D011 | Silver                | 6010C          | 5.0   |
| D039 | Tetrachloroethylene   | 8260B          | 0.7   |
| D040 | Trichloroethylene     | 8021B<br>8260B | 0.5   |
| D041 | 2,4,5-Trichlorophenol | 8270D          | 400.0 |
| D042 | 2,4,6-Trichlorophenol | 8041A<br>8270D | 2.0   |
| D043 | Vinyl chloride        | 8021B<br>8260B | 0.2   |

If o-, m-, and p-cresol concentrations cannot be differentiated, then the total cresol (D026) concentration is used. The regulatory level of total cresol is 200 mg/L.

If the quantitation limit is greater than the regulatory level, then the quantitation limit becomes the regulatory level.

**2.B. CONTINGENCY PLANS:** The Permittee shall implement its proposed contingency plan(s) included in its Permit Renewal Application to cope with failure of a system(s) in the Discharge Permit.

**2.C. CLOSURE:** Prior to closure of the facility, the Permittee shall submit for OCD's approval, a closure plan including a completed form C-103 for plugging and abandonment of the Class I non-hazardous waste injection well (WDW-2). The Permittee shall plug and abandon its Class I non-hazardous waste injection well (WDW-2) pursuant to 20.6.2.5209 NMAC and as specified in Permit Condition 2.D.

**1. Pre-Closure Notification:** Pursuant to 20.6.2.5005A NMAC, the Permittee shall submit a pre-closure notification to OCD's Environmental Bureau at least 30 days prior to the date that it proposes to close or to discontinue operation of its Class I non-hazardous waste injection well (WDW-2). Pursuant to 20.6.2.5005B NMAC, OCD's Environmental Bureau must approve all proposed well closure activities before the Permittee may implement its proposed closure plan.

**2. Required Information:** The Permittee shall provide OCD's Environmental Bureau with the following information:

- Name of facility;
- Address of facility;
- Name of Permittee (and owner or operator, if appropriate);
- Address of Permittee (and owner or operator, if appropriate);
- Contact person;
- Phone number;
- Number and type of well(s);
- Year of well construction;
- Well construction details;
- Type of discharge;
- Average flow (gallons per day);

- Proposed well closure activities (*e.g.*, sample fluids/sediment, appropriate disposal of remaining fluids/sediments, remove well and any contaminated soil, clean out well, install permanent plug, conversion to other type of well, ground water and vadose zone investigation, *etc.*);
- Proposed date of well closure;
- Name of Preparer; and,
- Date.

**2.D. PLUGGING AND ABANDONMENT PLAN:** Pursuant to 20.6.2.5209A NMAC, when the Permittee proposes to plug and abandon its Class I non-hazardous waste injection well (WDW-2), it shall submit to OCD a plugging and abandonment plan that meets the requirements of 20.6.2.3109C NMAC, 20.6.2.5101C NMAC, and 20.6.2.5005 NMAC for protection of ground water. If requested by OCD, Permittee shall submit for approval prior to closure, a revised or updated plugging and abandonment plan. The obligation to implement the plugging and abandonment plan as well as the requirements of the plan survives the termination or expiration of this Discharge Permit. The Permittee shall comply with 20.6.2.5209 NMAC.

**2.E. RECORD KEEPING:** The Permittee shall maintain records of all inspections required by this Discharge Permit at its Facility office for a minimum of five years and shall make those records available for inspection by OCD.

**2.F. RELEASE REPORTING:** The Permittee shall comply with the following permit conditions, pursuant to 20.6.2.1203 NMAC, if it determines that a release of oil or other water contaminant, in such quantity as may with reasonable probability injure or be detrimental to human health, animal or plant life, or property, or unreasonably interfere with the public welfare or the use of property, has occurred. The Permittee shall report unauthorized releases of water contaminants in accordance with any additional commitments made in its approved Contingency Plan. If the Permittee determines that any constituent exceeds the standards specified in 20.6.2.3103 NMAC, then it shall report a release to OCD's Environmental Bureau.

**1. Oral Notification:** As soon as possible after learning of such a discharge, but in no event more than twenty-four (24) hours thereafter, the Permittee shall notify OCD's Environmental Bureau. The Permittee shall provide the following:

- The name, address, and telephone number of the person or persons in charge of the facility, as well as of the owner and/or operator of the facility;
- The name and location of the facility;
- The date, time, location, and duration of the discharge;
- The source and cause of discharge;
- A description of the discharge, including its chemical composition;
- The estimated volume of the discharge; and,
- Any corrective or abatement actions taken to mitigate immediate damage from the discharge.



**2. Written Notification:** Within one week after the Permittee has discovered a discharge, the Permittee shall send written notification (may use form C-141 with attachments) to OCD's Environmental Bureau verifying the prior oral notification as to each of the foregoing items and providing any appropriate additions or corrections to the information contained in the prior oral notification.

The Permittee shall provide subsequent written reports as required by OCD's Environmental Bureau.

**2.G. OTHER REQUIREMENTS:**

**1. Inspection and Entry:** Pursuant to Section 74-6-9 NMSA 1978 and 20.6.2.3107A NMAC, the Permittee shall allow any authorized representative of the OCD Director, to:

- Upon the presentation of proper credentials, enter the premises at reasonable times;
- Inspect and copy records required by this Discharge Permit;
- Inspect any treatment works, monitoring, and analytical equipment;
- Sample any effluent before or after discharge; and,
- Use the Permittee's monitoring systems and wells in order to collect samples.

**2. Advance Notice:** The Permittee shall provide OCD's Environmental Bureau and Artesia District Office with at least five (5) working days advance notice of any environmental sampling to be performed pursuant to this Discharge Permit, or any well plugging, abandonment or decommissioning of any equipment associated with its Class I non-hazardous waste injection well (WDW-2).

**3. Environmental Monitoring:** The Permittee shall ensure that any environmental sampling and analytical laboratory data collected meets the standards specified in 20.6.2.3107B NMAC. The Permittee shall ensure that all environmental samples are analyzed by an accredited "National Environmental Laboratory Accreditation Conference" (NELAC) Laboratory. The Permittee shall submit data summary tables, all raw analytical data, and laboratory Quality Assurance/Quality Control (QA/QC).

**2.H. BONDING OR FINANCIAL ASSURANCE:** Pursuant to 20.6.2.5210B(17) NMAC, the Permittee shall maintain at a minimum, a single well plugging bond in the amount that it shall determine, in accordance with Permit Condition 5.B, to cover potential costs associated with plugging and abandonment of the Class I non-hazardous waste injection well (WDW-2), surface restoration, and post-operational monitoring, as may be needed. OCD may require additional financial assurance to ensure adequate funding is available to plug and abandon the well and/or for any required corrective actions.

Methods by which the Permittee shall demonstrate the ability to undertake these measures shall include submission of a surety bond or other adequate assurances, such as financial statements or other materials acceptable to the OCD Director, such as: (1) a surety bond; (2) a trust fund with a New Mexico bank in the name of the State of New Mexico, with the State as Beneficiary; (3) a

non-renewable letter of credit made out to the State of New Mexico; (4) liability insurance specifically covering the contingencies listed in this paragraph; or (5) a performance bond, generally in conjunction with another type of financial assurance. If an adequate bond is posted by the Permittee to a federal or another state agency, and this bond covers all of the measures specified above, the OCD Director shall consider this bond as satisfying the bonding requirements of Sections 20.6.2.5000 through 20.6.2.5299 NMAC wholly or in part, depending upon the extent to which such bond is adequate to ensure that the Permittee will fully perform the measures required herein above.

## 2.I. REPORTING:

**1. Quarterly Reports:** The Permittee shall submit its annual report pursuant to 20.6.2.3107 NMAC to OCD's Environmental Bureau by **March 15<sup>th</sup>** of the following year. The annual report shall include the following:

- a.** The physical, chemical and other relevant characteristics of injection fluids;
- b.** Monthly average, maximum and minimum values for injection pressure, flow rate and volume, and annular pressure; and
- c.** The results of monitoring prescribed under Section 20.6.2.5207B NMAC.
- d.** Weekly expansion tank volume fluid readings and the fluid volume additions or removals from the expansion tank.

**2. Annual Report:** The Permittee shall submit its annual report pursuant to 20.6.2.3107 NMAC to OCD's Environmental Bureau by **June 1<sup>st</sup>** of the following year. The annual report shall include the following:

- Cover sheet marked as "Annual Class I Non-Hazardous Waste Injection Well (WDW-2), Name of Permittee, Discharge Permit Number, API number of well, date of report, and person submitting report;
- Summary of Class I non-hazardous waste injection well (WDW-2) operations for the year including a description and reason for any remedial or major work on the well with a copy of form C-103(s);
- Monthly injection/disposal volume, including the cumulative total should be carried over to each year;
- Maximum and average injection pressures;
- A copy of the quarterly chemical analyses shall be included with data summary and all QA/QC information;
- Copy of any mechanical integrity test chart(s), including the type of test, *i.e.*, duration, gauge pressure, *etc.*;
- Copy of fall-of test charts;
- Summary tables listing environmental analytical laboratory data for quarterly waste fluid samples. Any 20.6.2.3103 NMAC constituent(s) found to exceed a water quality standard shall be highlighted and noted in the annual report. The Permittee

shall include copies of the most recent year's environmental analytical laboratory data sheets with QA/QC summary sheet information in conformance with the National Environmental Laboratory Accreditation Conference (NELAC) and EPA Standards;

- Brief explanation describing deviations from the normal injection operations;
- Results of any leaks and spill reports (include any C-141 reports);
- An Area of Review (AOR) annual update summary;
- A summary with interpretation of MITs, Fall-Off Tests, *etc.*, with conclusion(s) and recommendation(s);
- Records of the expansion tank monitoring pressure, fluid removals and/or additions indicating the well MIT condition;
- A summary of all major Facility activities or events, which occurred during the year with any conclusions and recommendations;
- A summary of any new discoveries of ground water contamination with all leaks, spills and releases and corrective actions taken; and,
- The Permittee shall file its Annual Report in an electronic format with a hard copy submittal to OCD's Environmental Bureau.

### **3. CLASS I NON-HAZARDOUS WASTE INJECTION WELL (WDW-2) OPERATIONS:**

**3.A. OPERATING REQUIREMENTS:** The Permittee shall comply with the operating requirements specified in 20.6.2.5206A NMAC and 20.6.2.5206B NMAC to ensure that:

**1.** The maximum injection pressure at the wellhead shall not initiate new fractures or propagate existing fractures in the confining zone, or cause the movement of injection or formation fluids into ground water having 10,000 mg/l or less TDS except for fluid movement approved pursuant to 20.6.2.5103 NMAC and during well stimulation.

**2.** Injection between the outermost casing and the well bore is prohibited in a zone other than the authorized injection zone. If the Permittee determines that its Class I non-hazardous waste injection well (WDW-2) is discharging or suspects that it is discharging fluids into a zone or zones other than the permitted injection zone specified in Permit Condition 3.B.1., then the Permittee shall cease operations until proper repairs are made, notify the OCD's Environmental Bureau and Artesia District office within 24 hours, and shall not resume injection until the permittee has received approval from the OCD.

**3.** The annulus between the tubing, packer, and the intermediate casing shall be filled with a fluid approved by the OCD Director and a pressure, also approved by the OCD Director shall be maintained on the annulus.

### **3.B. INJECTION OPERATIONS:**

**1. Injection Formation, Interval, and Waste Fluids:** The Permittee shall inject only non-hazardous (RCRA exempt and RCRA non-hazardous, non-exempt) oil field waste fluid into the Lower Wolfcamp, Cisco, and Canyon Formations from 7,570 feet to 8,399 feet in its Class I non-hazardous waste injection well (WDW-2). The surface casing is set at 1,995 feet;

the intermediate casing or production casing is set at 8,869 feet; the injection tubing is set at approximately 7,528 feet; and the packer is set at approximately 7,528 feet. A cement plug is set at 8,770 feet and bottom cement plug is set from 9,675 – 9,775 feet. The top cement plug is set in the intermediate casing and confines the Class I non-hazardous injection well (WDW-2) to the injection interval. The bottom cement plug is set within the open borehole and serves as a second barrier to flow with well TD at 10,372 feet. The Permittee shall ensure that the injected waste fluid enters perforations only within the above specified injection interval and is not permitted to escape to other formations or onto the surface.

**2. Well Injection Pressure Limits and Injection Flow Rate:** The Permittee shall ensure that the maximum wellhead or surface injection pressure on its Class I non-hazardous waste injection well (WDW-2) shall not exceed 1,510 psig and that the injection flow rate shall not exceed 500 gpm.

**3. Pressure Limiting Device:** The Permittee shall equip and operate its Class I non-hazardous waste injection well (WDW-2) or system with a pressure limiting device, or equivalent (*i.e.*, Murphy switch), in working condition which shall at all times limit surface injection pressure to the maximum allowable pressure for its Class I non-hazardous waste injection well (WDW-2).

The Permittee shall inspect and monitor the pressure-limiting device daily and shall report any pressure exceedances within 24 hours of detection to OCD's Environmental Bureau and Artesia District Office. The Permittee shall take all steps necessary to ensure that the injected waste fluids enter only the proposed injection interval and are not permitted to escape to other formations or onto the ground surface. The Permittee shall report to OCD's Environmental Bureau within 24 hours of discovery any indication that new fractures or existing fractures have been propagated, or that damage to the well, the injection zone, or formation has occurred.

OCD may authorize an increase in surface injection pressure if the Permittee performs a valid Step-Rate Test (SRT), which demonstrates that the proposed maximum surface injection pressure is less than the injection zone fracture pressure with an acceptable safety factor. If approvable, the Permittee must apply for a modification to this Discharge Permit pursuant to 20.6.2.3109 NMAC.

**3.C. CONTINUOUS MONITORING DEVICES:** The Permittee shall use continuous monitoring devices to provide a record of injection pressure, flow rate, flow volume, and pressure on the annulus between the tubing and the intermediate casing.

**3.D. MECHANICAL INTEGRITY FOR CLASS I NON-HAZARDOUS WASTE INJECTION WELLS:**

**1.** Pursuant to 20.6.2.5204 NMAC, the Permittee shall conduct a mechanical integrity test (MIT) for its Class I non-hazardous waste injection well (WDW-2) at least once every five years or more frequently as the OCD Director may require for good cause during the life of the well. The Permittee shall also demonstrate mechanical integrity for its Class I non-hazardous waste injection well (WDW-2) by running a MIT every time it performs a well

workover, including when it pulls the tubing or reseats the packer. The Permittee shall request MIT approval using form C-103 (Sundry Notices and Reports on Wells) with copies sent to OCD's Environmental Bureau and Artesia District Office. The Permittee shall notify OCD's Environmental Bureau 5 days prior to conducting any MIT to allow OCD the opportunity to witness the MIT.

The Permittee shall conduct a casing-tubing annulus MIT from the surface to the approved injection depth to assess casing and tubing integrity. The MIT shall consist of a 30-minute test at a minimum pressure of 300 psig measured at the surface. The Permittee shall follow OCD's 2004 *New Mexico Oil Conservation Division Underground Injection Control Program Manual* guidance when conducting a MIT. The Permittee shall submit the results of its MIT to OCD's Environmental Bureau and Artesia District Office within 30 days of completion. If any remedial work or any other workover operations are necessary, the Permittee shall comply with Permit Condition 3.F.

**2.** A Class I non-hazardous waste injection well has mechanical integrity if there is no detectable leak in the intermediate casing, tubing and/or packer which OCD considers to be significant at maximum operating temperature and pressure, and no detectable conduit for fluid movement out of the injection zone through the well bore, or vertical channels adjacent to the well bore which the OCD considers to be significant. The following criteria will determine if the Class I non-hazardous waste injection well (WDW-2) has passed the MIT:

- a.** The MIT passes if there is zero bleed-off during the test;
- b.** The MIT passes if there is a less than a  $\pm 10\%$  change in the final test pressure compared to the starting pressure, if approved by OCD;
- c.** The MIT fails if there is more than 10% reduction in the final test pressure compared to the starting pressure or that the pressure does not stabilize within 10% of the starting pressure before the end of the MIT. The Permittee shall shut-in the well and investigate for leaks in accordance with Permit Condition 3.F. The Permittee shall not resume injection operations until approved by OCD.
- d.** When the MIT is not witnessed by OCD and fails, the Permittee shall shut-in the well and notify OCD within 24 hours of the failure of the MIT.

**3.** Pursuant to 20.6.2.5204C NMAC, the OCD Director may consider the use of equivalent alternative test methods to determine mechanical integrity. The Permittee shall submit information on the proposed test and all technical data supporting its use. The OCD Director may approve the Permittee's request if it will reliably demonstrate the mechanical integrity of the well for which its use is proposed.

**4.** Pursuant to 20.6.2.5204D NMAC, when conducting and evaluating the MIT(s), the Permittee shall apply methods and standards generally accepted in the oil and gas industry. When the Permittee reports the results of all MIT(s) to the OCD Director, it shall include a description of the test(s), the method(s) used, and the test results.

5. The Permittee shall conduct a Bradenhead test at least annually and each time that it conducts an MIT.

**3.E. FALL-OFF TEST:** The Permittee shall conduct a Fall-Off Test (FOT) to monitor the injection zone formation characteristics and pressure buildup over time in the injection zone at least every three years. The Permittee shall request FOT approval using form C-103 (Sundry Notices and Reports on Wells) sent to OCD's Environmental Bureau and Artesia District Office.

The Permittee shall follow OCD's 2007 *New Mexico Oil Conservation Division UIC Class I Well Fall-Off Test Guidance* or other OCD-approved FOT when conducting a FOT and shall shut down the well for a time sufficient to conduct a valid observation of the pressure fall-off curve. The Permittee shall submit the results of its FOT to OCD's Environmental Bureau and Artesia District Office within 30 days of completion, including color copies of the original charts.

**3.F. WELL WORKOVER OPERATIONS:** Pursuant to 20.6.2.5205A(5) NMAC, the Permittee shall provide notice to and shall obtain approval from OCD's Environmental Bureau prior to commencement of any remedial work or any other workover operations to allow OCD the opportunity to witness the operation. The Permittee shall request approval using form C-103 (Sundry Notices and Reports on Wells) with copies sent to OCD's Environmental Bureau and Artesia District Office. After completing remedial work, pressure tests, or any other workover operations, the Permittee shall run a MIT in accordance with Permit Condition 3.D to verify that the remedial work has successfully repaired any problems.

**3.G. EXTERNAL EXPANSION TANK:** The Permittee shall equip its Class I non-hazardous waste injection well (WDW-2) with an external expansion tank system under constant 100 psig pressure connected to the tubing, packer and intermediate casing-annulus. The Permittee shall fill the external expansion tank half-full with an OCD-approved liquid to establish an equilibrium volume and liquid level. The Permittee shall monitor the liquid levels in the external expansion tank at least weekly and shall record all additions or removals of liquids into or out of the external expansion tank. The Permittee shall record any loss or gain of fluids in the external expansion tank, and shall verbally notify OCD's Environmental Bureau within 5 days of any loss or gain of fluid greater than 5 barrels per month and shall comply with Permit Condition 3.F.

The Permittee shall provide the weekly expansion tank volume fluid volumes readings and the fluid volume additions or removals from the expansion tank on a quarterly basis and in the annual report.

**3.H. INJECTION RECORD VOLUMES AND PRESSURES:** The Permittee shall submit quarterly reports of its injection operations and well workovers. The Permittee shall record the minimum, maximum, and average flow waste injection volumes (including total volumes) and annular pressures of the injected waste fluids on a monthly basis, and shall submit the data to OCD on a quarterly basis and in the annual report. The Permittee shall fill the casing-tubing

annulus with an OCD-approved liquid and install a Murphy pressure switch or equivalent, as described in the Permittee's permit renewal application, in order to detect leakage in the casing, tubing, or packer.

**3.I. AREA OF REVIEW (AOR):** The Permittee shall orally report to OCD's Environmental Bureau within 72 hours of discovery of any new wells, conduits, or any other device that penetrates or may penetrate the injection zone within a 1-mile radius from its Class I non-hazardous waste injection well (WDW-2).

**4. CLASS V WELLS:** Pursuant to 20.6.2.5002B NMAC, leach fields and other waste fluids disposal systems that inject non-hazardous fluid into or above an underground source of drinking water are UIC Class V injection wells. This Discharge Permit does not authorize the use of a Class V injection well for the disposal of industrial waste. Pursuant to 20.6.2.5005 NMAC, the Permittee shall close any Class V industrial waste injection well that injects non-hazardous industrial wastes or a mixture of industrial wastes and domestic wastes (*e.g.*, septic systems, leach fields, dry wells, *etc.*) within 90 calendar days of the issuance of this Discharge Permit. The Permittee shall document the closure of any Class V wells used for the disposal of non-hazardous industrial wastes or a mixture of industrial wastes and domestic wastes other than contaminated ground water in its Annual Report. Other Class V wells, including wells used only for the injection of domestic wastes, shall be permitted by the New Mexico Environment Department.

**5. SCHEDULE OF COMPLIANCE:**

**5.A. QUARTERLY AND ANNUAL REPORTS:** The Permittee shall submit its quarterly and annual reports to OCD as specified in Permit Condition 2.I.

**5.B. BONDING OR FINANCIAL ASSURANCE:** The Permittee shall submit an estimate of the minimum cost to properly close, plug and abandon its Class I non-hazardous waste injection well (WDW-2), conduct ground water restoration if applicable, and any post-operational monitoring as may be needed (see 20.6.2.5210B(17) NMAC) within 90 days of permit issuance (see 20.6.2.5210B(17) NMAC). The Permittee's cost estimate shall be based on third person estimates. After review, OCD will require the Permittee to submit a single well plugging bond based on the third person cost estimate.

## **Chavez, Carl J, EMNRD**

---

**From:** Chavez, Carl J, EMNRD  
**Sent:** Wednesday, October 30, 2013 7:23 AM  
**To:** Schultz, Michele (Michele.Schultz@hollyfrontier.com)  
**Cc:** Holder, Mike (Michael.Holder@hollyfrontier.com); Dawson, Scott, EMNRD; Sanchez, Daniel J., EMNRD; VonGonten, Glenn, EMNRD  
**Subject:** Affidavit of Publication WDWs 1 & 2

Micki:

Received.

The English and Spanish versions of WDWs 1 and 2 were posted on 10/23/2013. The OCD notices that both versions were posted and contact names were provided in both English and Spanish versions; therefore, the public notices are satisfactory and appear to address the intent of 20.6.2.3108 NMAC.

Pending any public comments and/or protests, OCD will likely issue the final permits soon after 11/23/2013.

Thank you.

Carl J. Chavez, CHMM  
New Mexico Energy, Minerals & Natural Resources Department  
Oil Conservation Division, Environmental Bureau  
1220 South St. Francis Drive, Santa Fe, New Mexico 87505  
Office: (505) 476-3490  
E-mail: [CarlJ.Chavez@State.NM.US](mailto:CarlJ.Chavez@State.NM.US)  
Website: <http://www.emnrd.state.nm.us/ocd/>

“Why Not Prevent Pollution; Minimize Waste; Reduce the Cost of Operations; & Move Forward With the Rest of the Nation?” To see how, please go to: “Pollution Prevention & Waste Minimization” at <http://www.emnrd.state.nm.us/ocd/environmental.htm#environmental>





HOLLYFRONTIER®

RECEIVED OCD

2013 OCT 29 P 1:39

October 24, 2013

Mr. Carl J. Chavez  
New Mexico Energy, Minerals and Natural Resources Department  
Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505

Certified Mail/Return Receipt

7011 3500 0001 4786

RE: Affidavit of Publication for WDW-1 and WDW-2 Permit renewal  
Navajo Refining Co. L.L.C.

Dear Mr. Chavez:

In accordance with Section D of 20.6.2.3108 NMAC Public Notice and Participation, Navajo Refining Company is submitting the Affidavits of Publication for the public notice requirements indicated in Section C for our Class 1 Injection Well Discharge Permits for WDW-1 and WDW-2. The Notices were published on October 23, 2013.

The English Notice for WDW-1 will be re-published with the addition of the last paragraph in Spanish. This paragraph was inadvertently omitted by the publisher.

If you have questions regarding this submittal, please contact me by email at [micki.schultz@hollyfrontier.com](mailto:micki.schultz@hollyfrontier.com), or by phone at 575-746-5281.

Cordially,

Micki Schultz, P.E., CHMM  
Environmental Specialist

Env. File: WDW-1 and WDW-2 UIC Permit Renewal (REF.ART.13-4.A.02.D)

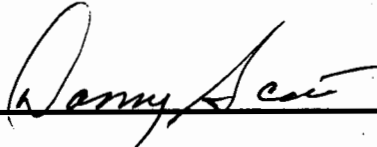
# Affidavit of Publication

NO. 22747

STATE OF NEW MEXICO

County of Eddy:

Danny Scott



being duly sworn, says that he is the Publisher

of the Artesia Daily Press, a daily newspaper of general circulation, published in English at Artesia, said county and state, and that the hereto attached

### Display Ad

was published in a regular and entire issue of the said Artesia Daily Press, a daily newspaper duly qualified for that purpose within the meaning of Chapter 167 of the 1937 Session Laws of the state of New Mexico for

1 Consecutive weeks/days on the same

day as follows:

First Publication October 23, 2013

Second Publication \_\_\_\_\_

Third Publication \_\_\_\_\_

Fourth Publication \_\_\_\_\_

Fifth Publication \_\_\_\_\_

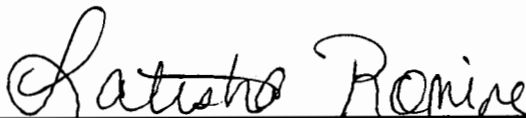
Subscribed and sworn to before me this

23rd day of October 2013



OFFICIAL SEAL  
Latisha Romine  
NOTARY PUBLIC-STATE OF NEW MEXICO

My commission expires: 5/12/2015



Latisha Romine  
Notary Public, Eddy County, New Mexico

## PUBLIC NOTICE

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

In accordance with 20.6.2.3108.F NMAC, Navajo Refining Company, L.L.C. hereby gives public notice of its application to renew the New Mexico Oil Conservation Division (OCD) discharge permit to inject treated non-hazardous waste water effluent from the refinery's on-site wastewater treatment plant into a Class I (nonhazardous) injection well WDW-2 (API# 30-015-20894). The WDW-2 is located in the SW/4, NW/4 of Section 12, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico. The WDW-2 is located approximately 10 miles SE of the intersection of I-285 and Hwy 82 or approximately 3 miles south of the intersection of Hwy 82 and CR-204 (Hilltop Road). The Navajo Refinery is located at 501 E. Main Street, Artesia, New Mexico.

Waste water from the refinery is generated from the treatment of waters from the processing of crude oil, including the removal of water entrained in crude oil, the washing of crude oil to remove salts and sediment, water used for heating and cooling during refining, boiler blowdown, and stormwater collected from process portions of the refinery.

Underground injection at WDW-2 occurs within the Lower Wolfcamp, Cisco and Canyon Formations within the injection interval from 7,570 to 8,399 feet (log depth). The injection rate into WDW-2 will not exceed 500 gpm and the maximum allowable surface injection pressure is 1,510 psig. The injected refinery waste water quality is approximately 3,400 mg/L total dissolved solids (TDS). Formation fluid within the permitted injection interval exceeds 10,000 mg/L TDS. Groundwater is first encountered in the area of WDW-2 at a depth of approximately 50 to 150 feet below land surface. The groundwater quality ranges from about 1,500 to 2,200 mg/L TDS.

Persons interested in obtaining further information, submitting comments, or requesting to be on a facility-specific mailing list for future notices may contact the Environmental Bureau Chief of the New Mexico Oil Conservation Division.

Comments and inquiries on regulations should be directed to:

Director  
New Mexico Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505  
Telephone: (505) 476-3440

When corresponding, please reference the name of the applicant and the well name.

OCD Bilingual Spanish Language Point-of-Contact  
Las personas interesadas en obtener mayores informes, presentar sus comentarios o solicitar que se les incluya en las listas para futuros avisos. Para mayor información, contactar el Jefe del Departamento del Medio Ambiente de la División de Conservación de Petróleo de Nuevo México (Contacto: Laura Tulk (575) 748-1283.)

Por Favor envíen los comentarios y las preguntas a:  
Director  
New Mexico Oil Conservation Division  
1220 South St. Francis Drive

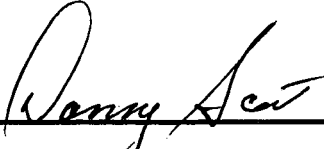
# Affidavit of Publication

NO. 22747

STATE OF NEW MEXICO

County of Eddy:

Danny Scott



being duly sworn, says that he is the Publisher

of the Artesia Daily Press, a daily newspaper of general circulation, published in English at Artesia, said county and state, and that the hereto attached

### Display Ad

was published in a regular and entire issue of the said Artesia Daily Press, a daily newspaper duly qualified for that purpose within the meaning of Chapter 167 of the 1937 Session Laws of the state of New Mexico for 1 Consecutive weeks/days on the same

day as follows:

|                    |                         |
|--------------------|-------------------------|
| First Publication  | <u>October 23, 2013</u> |
| Second Publication |                         |
| Third Publication  |                         |
| Fourth Publication |                         |
| Fifth Publication  |                         |

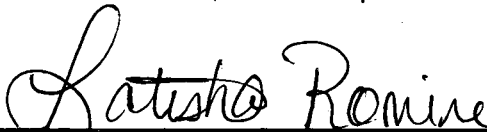
Subscribed and sworn to before me this

23rd day of October 2013



OFFICIAL SEAL  
Latisha Romine  
NOTARY PUBLIC-STATE OF NEW MEXICO

My commission expires: 5/12/2015



Latisha Romine  
Notary Public, Eddy County, New Mexico

# Copy of Publication:

## AVISO PUBLICO ESTADO DE NUEVO MEXICO DEPARTAMENTO DE ENERGIA, MINERALES Y RECURSOS NATURALES DIVISION DE CONSERVACION DE PETROLEO

Por medio de la presente, Navajo Company anuncia que de conformidad con los requisitos de las regulaciones de la Comisión de Control de Calidad del Agua de Nuevo México 20.6.2.3108.F NMAC, a la División de Conservación del Petróleo de Nuevo México (NMOCD) Departamento del Medio Ambiente, un permiso de descarga para la inyección aguas residuales de la planta Artesia de Navajo Refining Company, en el pozo de inyección de denominación WDW-2 (API#30-015-20894). El pozo WDW-2 esta localizado en SW/4, NW/4 de Sección 12, Municipio 18 sur, 27 este Condado Eddy, Nuevo México. El WDW-2 está localizado aproximadamente a 10 millas SE de la intersección de I-285 y Hwy 82 (Refinería Artesia), o aproximadamente 3 millas SE de Hwy. 82 y CR-204 (Hilltop Road). La Refinería Artesia se encuentra ubicada en 501 E. Main Street, Artesia, Nuevo México.

La generación de aguas residuales de la Refinería Artesia es el resultado del agua que se encuentran en el abastecimiento de crudo, el agua que se usa para el enfriamiento y calentamiento, el agua que se usa para retirar las sales del abastecimiento de crudo, y para purgar la caldera.

Las aguas residuales de WDW-2 se inyectarán hacia las formaciones de Lower Wolfcamp, Cisco Y Canyon, ubicadas entre 7,570 y 8,399 pies (profundidad de registro). La tasa de inyección de WDW-2 no excederá los 500 gpm a una presión de inyección que no excederá los 1510 psig. Estas aguas residuales tendrán un contenido de total de sólidos disueltos (TDS) de 3,400 partes por millón. En el área en donde se encuentra el pozo (WDW-2), el agua subterránea se encuentra a una profundidad de 50 a 150 pies con un TDS de 1,500 a 2,200 partes por millón.

Personas interesadas en obtener mayores informes, presentar sus comentarios o solicitar que se les incluya en las listas de direcciones de una planta en especial para futuros avisos pueden ponerse en contacto con el Jefe del Departamento del Medio Ambiente de la División de Conservación de Petróleo de Nuevo México. (Contacto: Laura Tulk (575) 748-1283.)

Por favor enviar comentarios y preguntas a:

Director  
New Mexico Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505  
Teléfono: (505) 476-3440

Por favor incluir como referencia el nombre del aplicante y denominación del pozo.

**ACKNOWLEDGEMENT OF RECEIPT  
OF CHECK/CASH**

I hereby acknowledge receipt of Check No. 1000229498 dated 7/10/13

or cash received on 7/26/13 in the amount of \$ 100.00

from Navajo Refining Company

for Application Permit

Submitted by: Carl Chavez Date: 7/26/13

Submitted to ASD by: Rachel Herrera Date: 7/29/13

Received in ASD by: \_\_\_\_\_ Date: \_\_\_\_\_

Filing Fee X New Facility: \_\_\_\_\_ Renewal: \_\_\_\_\_

Modification \_\_\_\_\_ Other \_\_\_\_\_

Organization Code 521.07 Applicable FY FY14

To be deposited in the Water Quality Management Fund.

Full Payment \_\_\_\_\_ or Annual Increment \_\_\_\_\_

New Mexico Environment Department Revenue Transmittal

| Description                                  | Fund | CES | DFA Org. | DFA Acct. | ED Org. | ED Acct. | Amount |
|--|------|-----|----------|-----------|---------|----------|--------|
| 1 CY Reimbursement Project Tax               | 064  |     | 01       |           |         |          | 1      |
| 2 Gross Receipt Tax                          | 054  |     | 01       | 2329      | 900000  | 2329134  | 2      |
| 3 Air Quality Title V                        | 092  |     | 13       | 1690      | 900000  | 4169134  | 3      |
| 4 PRP Prepayments                            | 248  |     | 14       | 9690      | 900000  | 4969014  | 4      |
| 5 Climax Chemical Co.                        | 248  |     | 14       | 9690      | 900000  | 4969015  | 5      |
| 6 Circle K Reimbursements                    | 248  |     | 14       | 9690      | 900000  | 4969248  | 6      |
| 7 Hazardous Waste Permits                    | 339  |     | 27       | 1690      | 900000  | 4169027  | 7      |
| 8 Hazardous Waste Annual Generator Fees      | 339  |     | 27       | 1690      | 900000  | 4169339  | 8      |
| 9 Water Quality - Drinking Water             | 340  |     | 28       | 1690      | 900000  | 4169028  | 9      |
| 10 Water Quality - Oil Conservation Division | 341  |     | 29       | 2329      | 900000  | 2329029  | 10     |
| 11 Water Quality - GW Discharge Permit       | 341  |     | 29       | 1690      | 900000  | 4169029  | 11     |
| 12 Air Quality Permits                       | 631  |     | 31       | 1690      | 900000  | 4169031  | 12     |
| 13 Payments under Protest                    | 651  |     | 33       | 2919      | 900000  | 2919033  | 13     |
| * 14 Xerox Copies                            | 652  |     | 34       | 2349      | 900000  | 2349001  | 14     |
| 15 Ground Water Penalties                    | 652  |     | 34       | 2349      | 900000  | 2349002  | 15     |
| 16 Witness Fees                              | 652  |     | 34       | 2349      | 900000  | 2349003  | 16     |
| 17 Air Quality Penalties                     | 652  |     | 34       | 2349      | 900000  | 2349004  | 17     |
| 18 OSHA Penalties                            | 652  |     | 34       | 2349      | 900000  | 2349005  | 18     |
| 19 Prior Year Reimbursement                  | 652  |     | 34       | 2349      | 900000  | 2349006  | 19     |
| 20 Surface Water Quality Certification       | 652  |     | 34       | 2349      | 900000  | 2349009  | 20     |
| 21 Jury Duty                                 | 652  |     | 34       | 2349      | 900000  | 2349012  | 21     |
| 22 CY Reimbursements (i.e.: telephone)       | 652  |     | 34       | 2349      | 900000  | 2349014  | 22     |
| * 23 UST Owners List                         | 783  |     | 24       | 9690      | 900000  | 4969201  | 23     |
| * 24 Hazardous Waste Notifiers List          | 783  |     | 24       | 9690      | 900000  | 4969202  | 24     |
| * 25 UST Maps                                | 783  |     | 24       | 9690      | 900000  | 4969203  | 25     |
| * 26 UST Owners Update                       | 783  |     | 24       | 9690      | 900000  | 4969205  | 26     |
| * 28 Hazardous Waste Regulations             | 783  |     | 24       | 9690      | 900000  | 4969207  | 28     |
| * 29 Radiologic Tech. Regulations            | 783  |     | 24       | 9690      | 900000  | 4969208  | 29     |
| * 30 Superfund CERCLIS List                  | 783  |     | 24       | 9690      | 900000  | 4969211  | 30     |
| * 31 Solid Waste Permits Fees                | 783  |     | 24       | 9690      | 900000  | 4969213  | 31     |
| 32 Smoking School                            | 783  |     | 24       | 9690      | 900000  | 4969214  | 32     |
| * 33 SWQB - NPS Publications                 | 783  |     | 24       | 9690      | 900000  | 4969222  | 33     |
| * 34 Radiation Licensing Regulations         | 783  |     | 24       | 9690      | 900000  | 4969228  | 34     |
| * 35 Sale of Equipment                       | 783  |     | 24       | 9690      | 900000  | 4969301  | 35     |
| * 36 Sale of Automobile                      | 783  |     | 24       | 9690      | 900000  | 4969302  | 36     |
| ** 37 Lust Recoveries                        | 783  |     | 24       | 9690      | 900000  | 4969614  | 37     |
| ** 38 Lust Prepayments                       | 783  |     | 24       | 9690      | 900000  | 4969615  | 38     |
| 39 Surface Water Publication                 | 783  |     | 24       | 9690      | 900000  | 4969801  | 39     |
| 40 Exxon Reese Drive Ruidoso - CAF           | 783  |     | 24       | 9690      | 900000  | 4969242  | 40     |
| 41 Emerg. Hazardous Waste Penalties NOV      | 957  |     | 32       | 1640      | 900000  | 4164032  | 41     |
| 42 Radiologic Tech. Certification            | 987  |     | 05       | 1690      | 900000  | 4169005  | 42     |
| 44 UST Permit Fees                           | 989  |     | 20       | 1690      | 900000  | 4169020  | 44     |
| 45 UST Tank Installers Fees                  | 989  |     | 20       | 1690      | 900000  | 4169021  | 45     |
| 46 Food Permit Fees                          | 991  |     | 26       | 1690      | 900000  | 4169026  | 46     |
| 43 Other                                     |      |     |          |           |         |          | 43     |

350.00

\* Gross Receipt Tax Required \*\* Site Name & Project Code Required

TOTAL:

Contact Person: Glenn VanGonten Phone #: 476-3488 Date: 7/29/13

Received in ASD By: \_\_\_\_\_ Date: \_\_\_\_\_ RT #: \_\_\_\_\_ ST# \_\_\_\_\_

**NEW MEXICO ENVIRONMENT DEPARTMENT - ALBUQUERQUE FIELD OFFICE DAILY CHECK RECEIPT LOG**

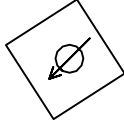
| DATE RECEIVED | WALK IN | MAIL | NAME ON CHECK           | DATE OF CHECK | CHECK/MONEY ORDER# | PROGRAM ACCOUNT CODE | AMOUNT OF CHECK            | DATE DEPOSITED | DEPOSITED BY |
|---------------|---------|------|-------------------------|---------------|--------------------|----------------------|----------------------------|----------------|--------------|
| 7/26/13       |         | X    | Kindu Morgan Production | 7/17/13       | 214479             |                      | 250.00                     |                |              |
| 7/26/13       |         | X    | Navajo Refining         | 7/10/13       | 1000229498         |                      | 100.00                     |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
|               |         |      |                         |               |                    |                      |                            |                |              |
| <b>TOTAL</b>  |         |      |                         |               |                    |                      | 350.00<br><del>50.00</del> |                |              |

| REVENUE TRANSMITTAL SHEET   |       |       |            |          |        |
|-----------------------------|-------|-------|------------|----------|--------|
| Description                 | Fund  | Dept. | Share Acct | Sub Acct | Amount |
| Liquid Waste                | 34000 | Z3200 | 496402     |          |        |
| Water Recreation Facilities | 40000 | Z8501 | 496402     |          |        |
| Food Permit Fees            | 99100 | Z2600 | 496402     |          |        |
| OTHER                       |       |       |            |          |        |

**APPENDIX A**

**SURROUNDING LAND OWNERSHIP INFORMATION**

Navajo  
WDW-2



12

BLM  
Property

Section 12, Township 18 South, Range 27 East

NOTE: The U.S. Department of the Interior, Bureau of Land Management owns all land in Section 12, Township 18 South, Range 27 East. Navajo WDW-2 Class I Non-Hazardous Waste Injection well is located on land owned by the BLM.

SUBSURFACE



Houston, TX  
South Bend, IN  
Baton Rouge, LA

APPENDIX A

NAVAJO REFINING COMPANY, L.L.C.  
ARTESIA, NEW MEXICO

**SURROUNDING LAND OWNERSHIP  
INFORMATION**

|                |              |                 |
|----------------|--------------|-----------------|
| DATE: 06/25/13 | CHECKED BY:  | JOB NO: 60D6945 |
| DRAWN BY: WDD  | APPROVED BY: | DWG NO:         |



**APPENDIX B**

**AREA OF REVIEW WELL FILES AND SCHEMATICS**

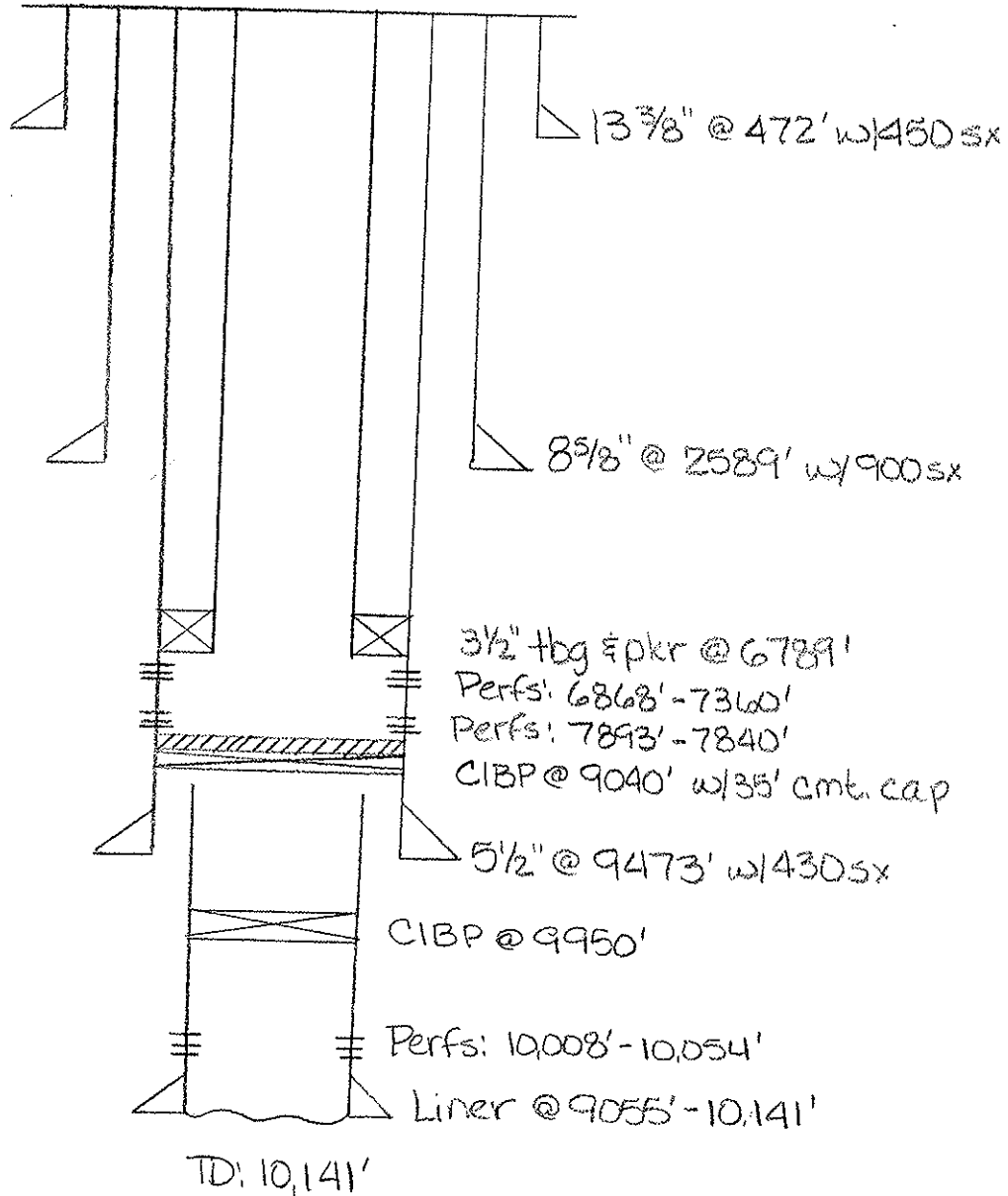
# SUBSURFACE

NAVAJO REFINING COMPANY  
Map ID No. 10  
Artificial Penetration Review

OPERATOR Lime Rock Resources  
LEASE Federal T SWD  
WELL NUMBER 1  
DRILLED 6-28-90  
PLUGGED NA

STATUS Active SWD  
LOCATION Sec. 12 -T18S-R27E  
MUD FILLED BOREHOLE NA  
TOP OF INJECTION ZONE 7449'  
API NO. 30-015-26404

REMARKS: Cal. Top of Cement @ 6967'



AL. 7. Dem alibi



|            |      |
|------------|------|
| Queen      | 1219 |
| Grayburg   | 1712 |
| San Andres | 2063 |
| Glorieta   | 3680 |
| Abso       |      |
| Wolfcamp   |      |
| Penn       | 8160 |
| Strawn     | 8880 |
| Atoka      | 9520 |
| Morrow     | 9765 |

30-015-26404

Opaid 14744

prop - 7875

pool - 78890 - N. Illinois Camp Marcus

1920410-0

1920430-6

1920450-w

initial

1991 14-91  
2-14-91

Dual Anal.

2583-9170

Dual Lat

9480-10106

Dual Spaced Auction

2000-10135

Dual Spaced Auction

8800-10141

NSL-2785

5-3-90

Cem Bond Log  
6000-8090

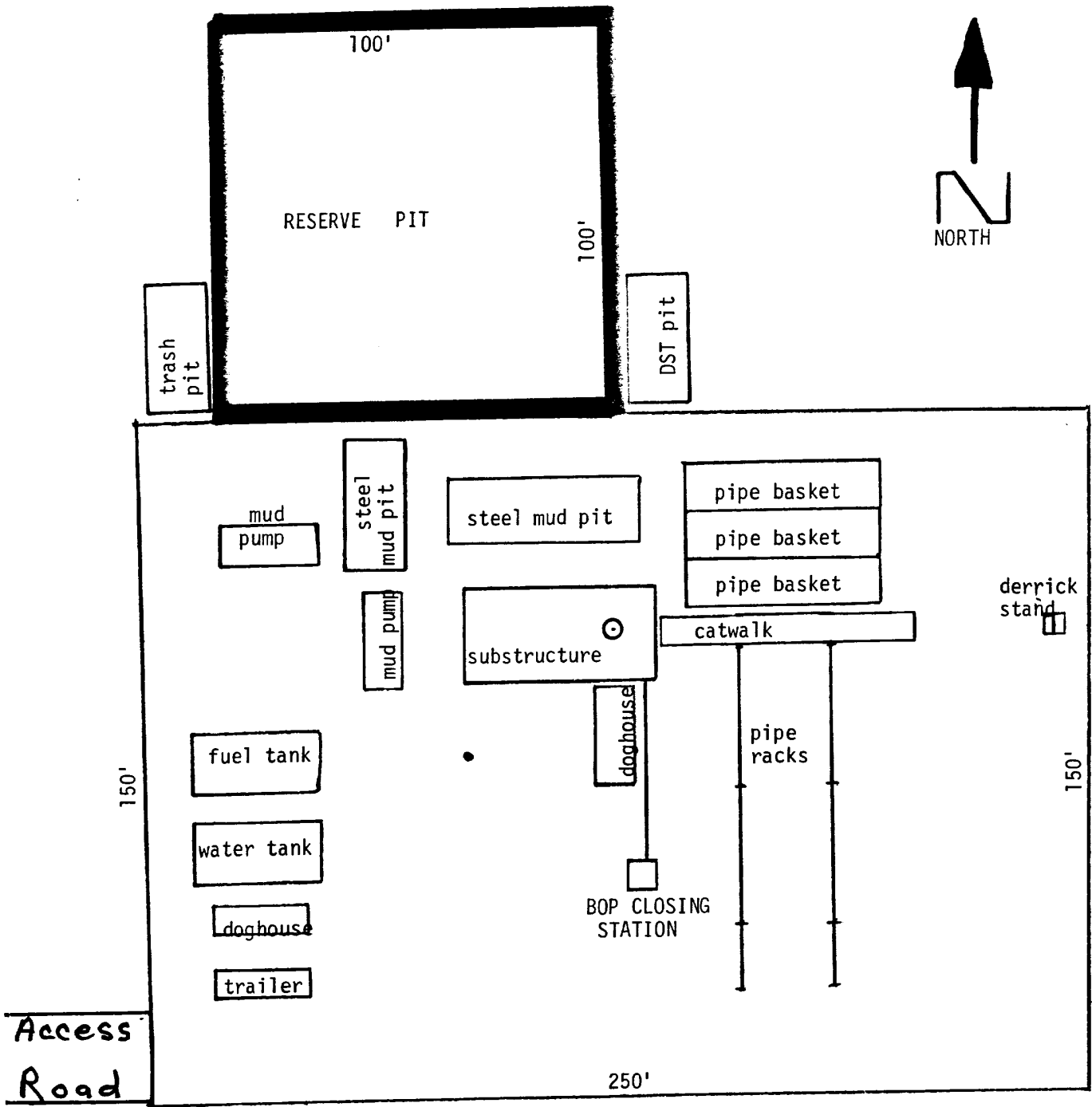


EXHIBIT "C"

MEWBOURNE OIL COMPANY  
 FEDERAL "T" # 1  
 LEASE # NM-42410  
 990' FEL & 660' FNL  
 SEC. 12-T18S-R27E  
 EDDY COUNTY, NEW MEXICO

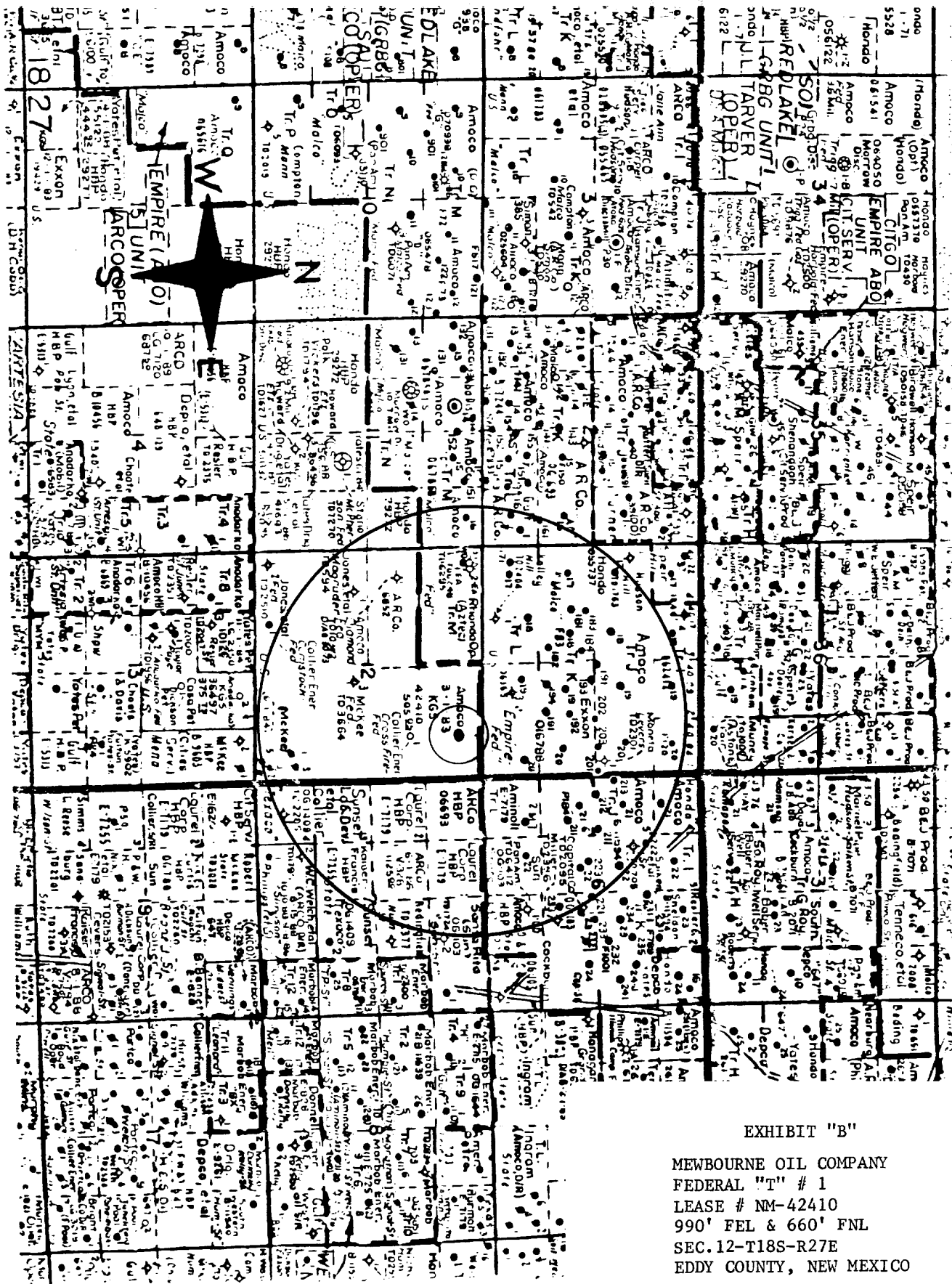
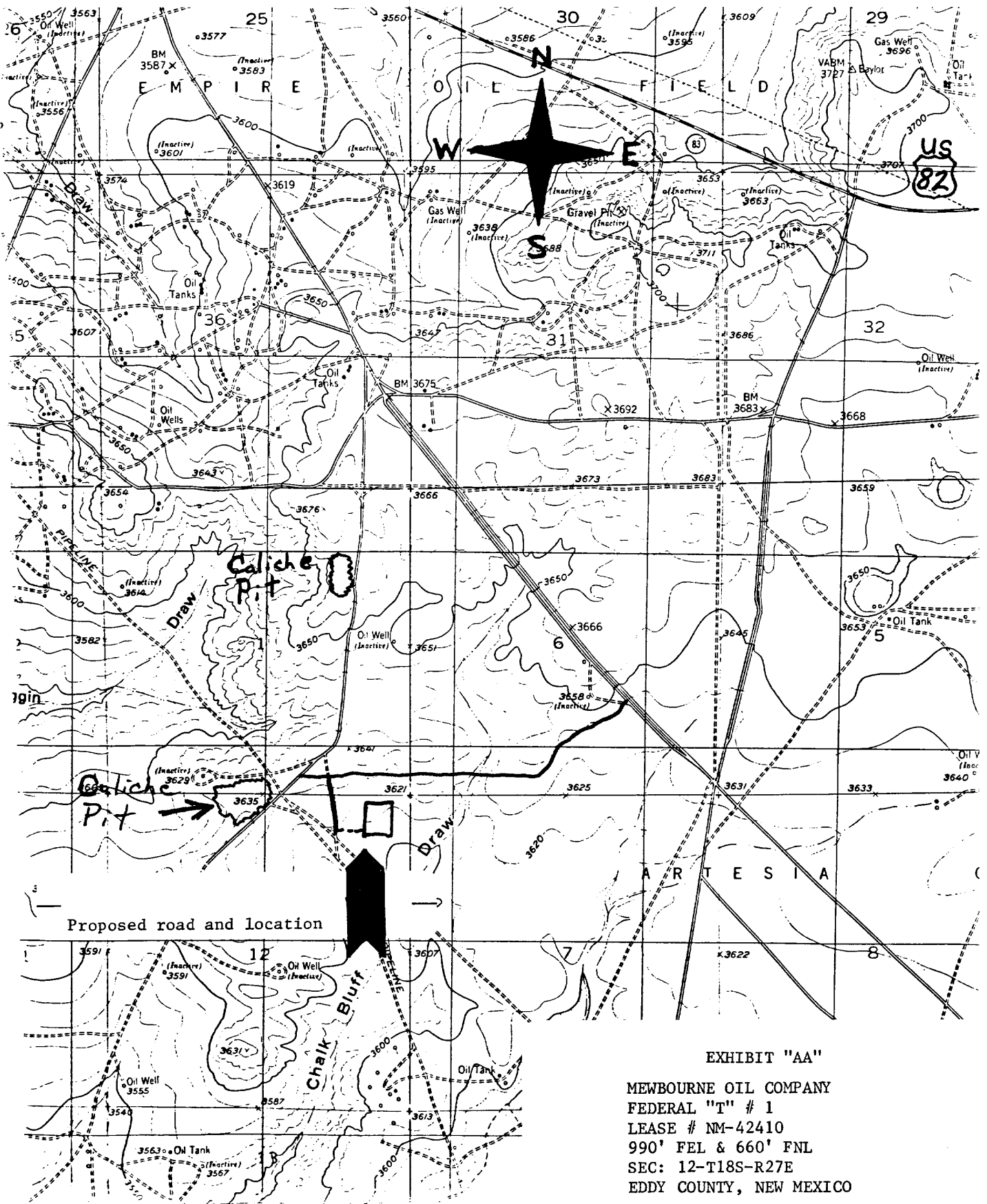


EXHIBIT "B"

MEWBOURNE OIL COMPANY  
 FEDERAL "T" # 1  
 LEASE # NM-42410  
 990' FEL & 660' FNL  
 SEC. 12-T18S-R27E  
 EDDY COUNTY, NEW MEXICO





Proposed road and location

EXHIBIT "AA"

MEWBOURNE OIL COMPANY  
 FEDERAL "T" # 1  
 LEASE # NM-42410  
 990' FEL & 660' FNL  
 SEC: 12-T18S-R27E  
 EDDY COUNTY, NEW MEXICO

Existing Roads

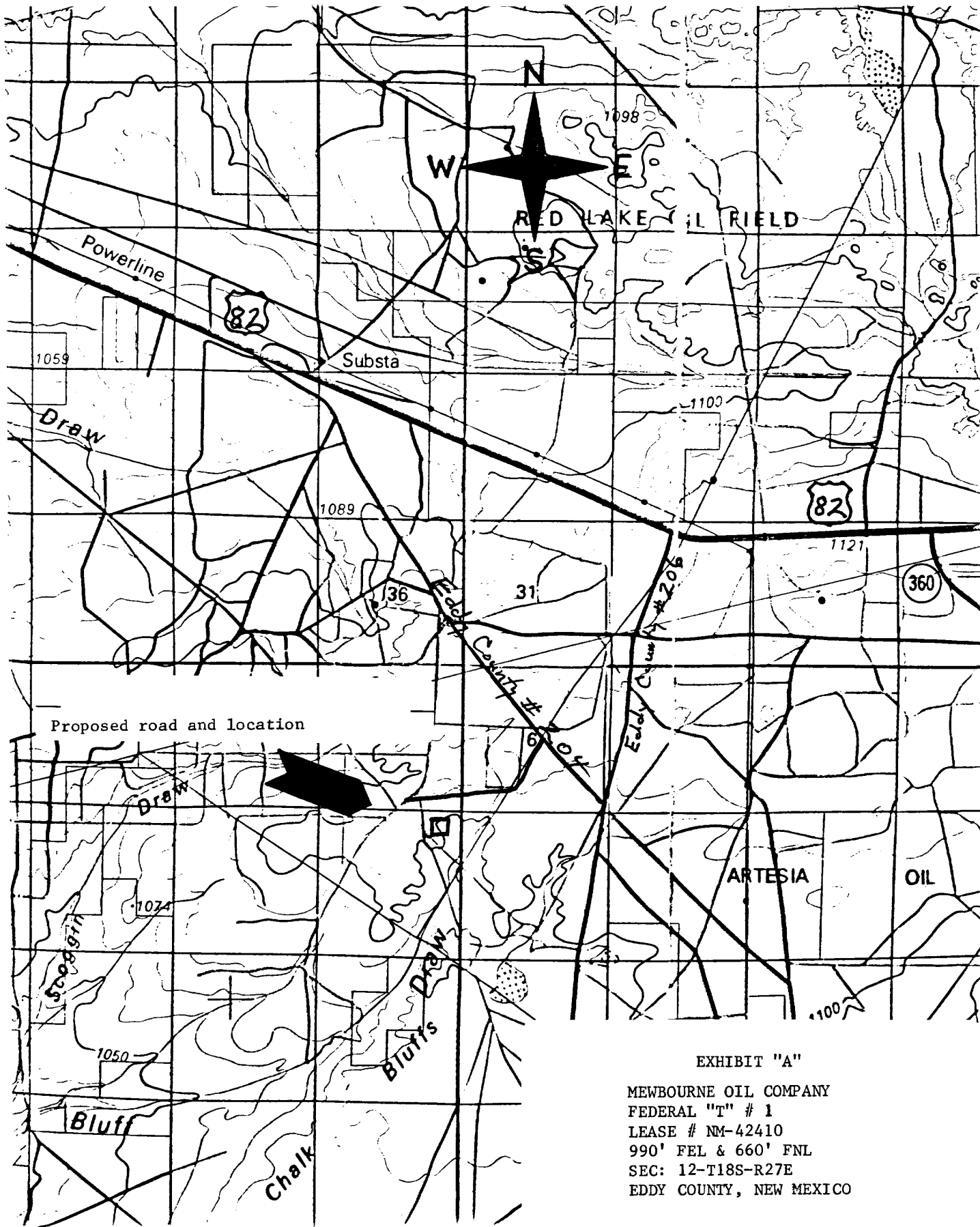


EXHIBIT "A"

MEWBOURNE OIL COMPANY  
 FEDERAL "T" # 1  
 LEASE # NM-42410  
 990' FEL & 660' FNL  
 SEC: 12-T18S-R27E  
 EDDY COUNTY, NEW MEXICO



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

GARREY CARRUTHERS  
GOVERNOR

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87504  
(505) 827-5800

May 3, 1990

Mewbourne Oil Company  
c/c Hinkle, Cox, Eaton, Coffield & Hensley  
500 Marquette, NW  
Suite 800  
Albuquerque, NM 87102-2121

Attention: James Bruce

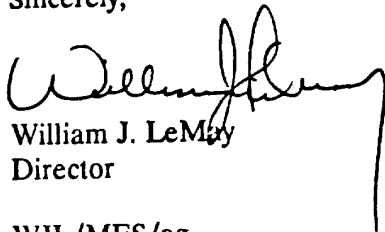
*Administrative Order NSL-2785*

Dear Mr. Bruce:

Reference is made to your application on behalf of Mewbourne Oil Company dated April 12, 1990 for a non-standard gas well location for your Federal "T" Well No. 1 to be located 660 feet from the North line and 990 feet from the East line (Unit A) of Section 12, Township 18 South, Range 27 East, NMPM, Undesignated North Illinois Camp Morrow Gas Pool, Eddy County, New Mexico. The N/2 of said Section 12 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of General Rule 104 (II) the above-described unorthodox gas well location is hereby approved.

Sincerely,



William J. LeMay  
Director

WJL/MES/ag

cc: Oil Conservation Division - Artesia  
US Bureau of Land Management - Carlsbad

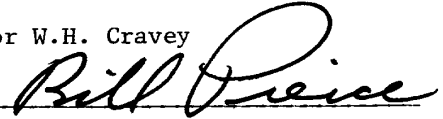
12. CERTIFICATION:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite 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 Mewbourne Oil Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

May 18, 1990

Date

For W.H. Cravey

A handwritten signature in cursive script that reads "Bill Price". The signature is written in black ink and is positioned above a horizontal line.

W.H. Cravey  
Production Superintendent  
Mewbourne Oil Company

10. OTHER INFORMATION:

A. The geologic surface formation is hard clay interspersed with sand and chert outcroppings. Vegetative cover is generally sparse and consist mostly of greasewood and bear grass.

B. The estimated tops of geologic markers are as follows:

|           |       |               |         |
|-----------|-------|---------------|---------|
| Queen     | 1260' | Cisco         | 7740'   |
| San Anres | 2100' | Canyon        | 8350'   |
| Glorieta  | 3720' | Strawn        | 8900'   |
| Tubb      | 4930' | Atoka         | 9500'   |
| Abo       | 5900' | Morrow        | 9600'   |
| Wolfcamp  | 6900' | Mississippian | 10,100' |

C. The estimated depths at which anticipated water, oil, or gas are expected to be encountered:

Water: Possible surface water between 100-300'.

Oil: Penrose @ 1520'.

Gas: Wolfcamp @ 6900'.

D. Proposed Casing Program: See Form 9-331C.

E. Pressure Control Equipment: See Form 9-331C and Exhibit "D".

F. Mud Program: See Form 9-331C.

G. Auxiliary Equipment: Mud-gas seperator and PVT aystem from 6,000' - T.D.

H. Testing and Coring Program: Possibility of 6 DST's in the following zones; Wolfcamp, Cisco, Canyon, Strawn, Atoka, and Morrow. No cores are planned at this time.

Logging: Gamma Ray - Spectral  
Density - Dual Spaced Neutron Log; T.D. to surface.  
Gamma Ray - Dual Latero Log  
Microguard Log; T.D. to Intermediate casing.

I. No abnormal pressures or temperatures are anticipated. In the event abnormal pressures are encountered the proposed mud program will be modified to increase the weight.

J. Anticipated Starting Date: As soon as possible after BLM approval.

11. OPERATOR'S REPRESENTATIVE

The field representatives responsible for assuring compliance with the approved surface use and operations plan are as follows:

W.H. Cravey  
Erick W. Nelson  
Bill Pierce  
701 South Cecil Street  
Hobbs, New Mexico  
Phone: (505) 393-5905

5. SOURCE OF CONSTRUCTION MATERIALS:

- A. Caliche for surfacing the road and location hopefully will come from the construction site. In the event that unsuitable material is encountered, caliche will be taken from a BLM pit located in the NE4/NW4 of section 12-T18S-R27E, which would be BLM pit # 18271203. This pit also extends into the SE4/SW4 of section 1-T18S-R27E which would be BLM pit # 18270114. An alternate pit which may be used in the event BLM pit # 18271203 contains unsuitable material would be a BLM pit located in the SW4/NE4 of section 1-T18S-R27E, which would be BLM pit # 18270107.

6. METHODS OF HANDLING WASTE DISPOSAL:

- A. Drill cuttings will be disposed of in the drilling pits.
- B. Drilling fluids will be allowed to evaporate in the drilling pits until pits are dry.
- C. Water produced during tests will be disposed of in the drilling pits. Oil produced during tests will be stored in test tanks until sold.
- D. Current laws and regulations pertaining to the disposal of human water will be complied with.
- E. All trash, junk and other waste material will be contained to prevent scattering and will be removed and deposited in an approved sanitary landfill.
- F. All trash and debris will be buried or removed from the wellsite within 30 days after finishing drilling and/or completion operations.

7. ANCILLIARY FACILITIES:

- A. None required.

8. WELLSITE LAYOUT:

- A. Exhibit "C" shows the relative location and dimensions of the well pad, mud pits, reserve pit, trash pit, and location of major rig components.
- B. The pad and pit area has been staked and flagged.

9. PLANS AND RESTORATION OF THE SURFACE:

- A. After completion of drilling and/or completion operations all equipment and other material not needed for operations will be removed. Pits will be filled and location cleaned of all trash and junk to leave the wellsite in an aesthetically pleasing condition as possible.

MULTI-POINT SURFACE USE AND OPERATING PLAN

MEWBOURNE OIL COMPANY

FEDERAL "T" WELL NO. 1

990' FEL & 660' FNL OF SEC. 12-T18S-R27E

EDDY COUNTY, NEW MEXICO

NEW MEXICO LEASE NO. NM-42410

This plan is submitted with the Application for Permit to Drill (APD) the above described well. The purpose of the plan is to describe the location of the proposed well, the proposed construction activities and operations plan and the magnitude of necessary surface disturbance involved, so that a complete appraisal can be made of the environmental effects associated with the operation. The surface to be disturbed is privately owned and a surface use agreement has been signed with the land owner.

1. EXISTING ROADS:

- A. Exhibit "A" is a portion of a BLM map, 30 x 60 minute quadrangle; Artesia, New Mexico, showing the location of the proposed well as staked. From the junction of U.S. 82 and U.S. 285 Highways in Artesia, proceed east on U.S. 82 for 12 miles. Turn right (south) on Eddy County Road #206 (Illinois Camp Road) and proceed south for 1 3/4 miles. Turn right (west) on Eddy County Road #204 and proceed west for 3/10 of a mile. Turn left (south) on an existing caliche lease road and follow southwest for 7/8 of a mile. Turn left (south) and proceed 1/4 mile, turn left (east) into location.
- B. Culverts: None required.
- C. Cuts and Fills: A three foot cut will be required for construction of the location.
- D. Turn-Outs: None required.
- E. Gates and Cattleguards: None required.

2. LOCATION OF EXISTING WELLS:

- A. Existing wells in a 1 mile radius are shown of Exhibit "B".

3. LOCATION OF PROPOSED FACILITIES:

- A. If the well is productive, all production facilities will be constructed on the existing pad and no additional surface disturbance will occur.

4. LOCATION AND TYPE OF WATER SUPPLY:

- A. Water will be purchased and trucked to the wellsite over the existing and proposed roads shown on Exhibits "A" and "AA".

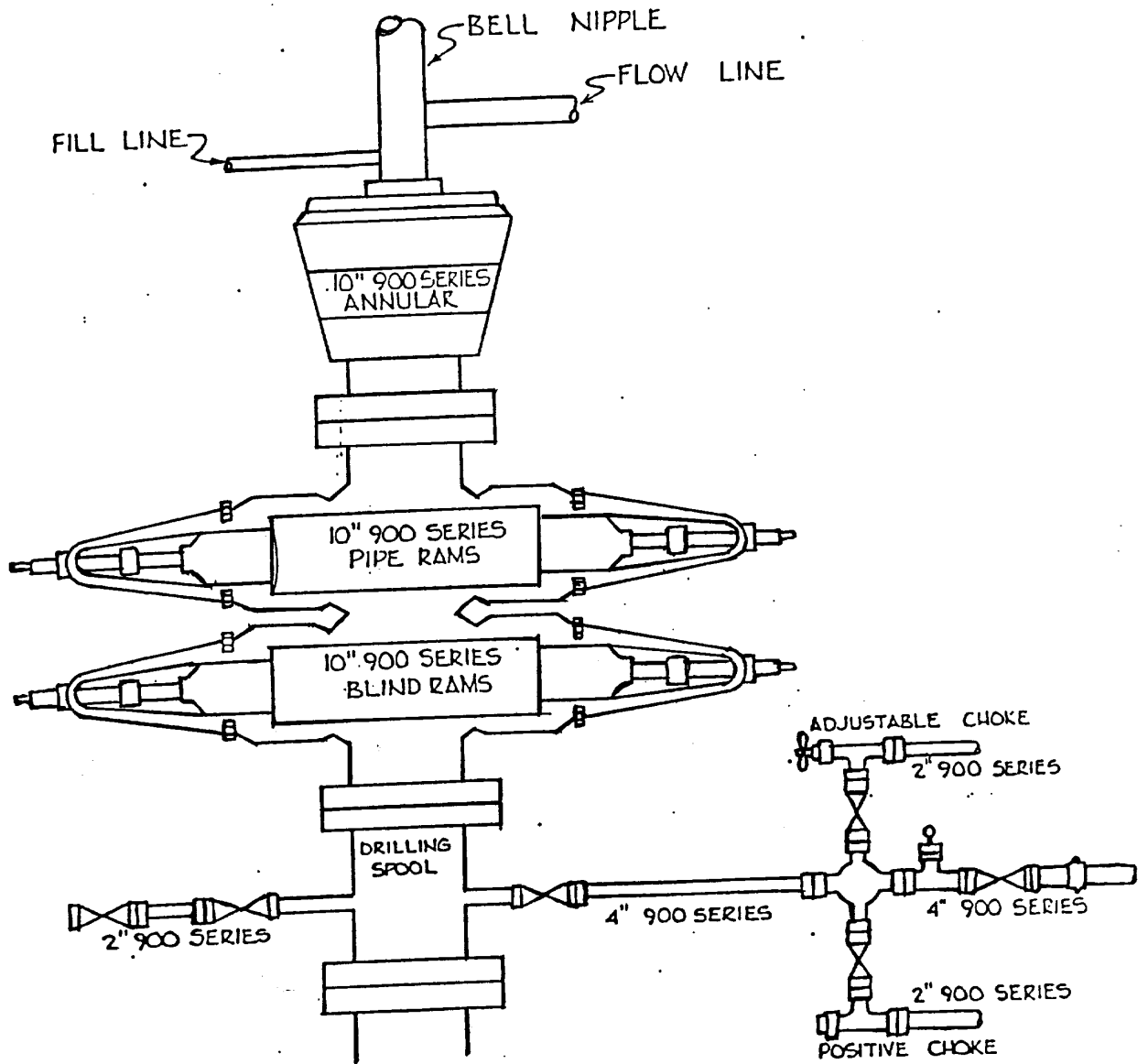


EXHIBIT "D"

MEWBOURNE OIL COMPANY  
 FEDERAL "T" # 1  
 LEASE # NM-42410  
 990' FEL & 660' FNL  
 SEC.12-T18S-R27E  
 EDDY COUNTY, NEW MEXICO



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

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-102  
Revised 1-1-89

**OIL CONSERVATION DIVISION**  
P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

RECEIVED

JUN 15 '90

O. C. D.  
ARTESIA, OFFICE

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

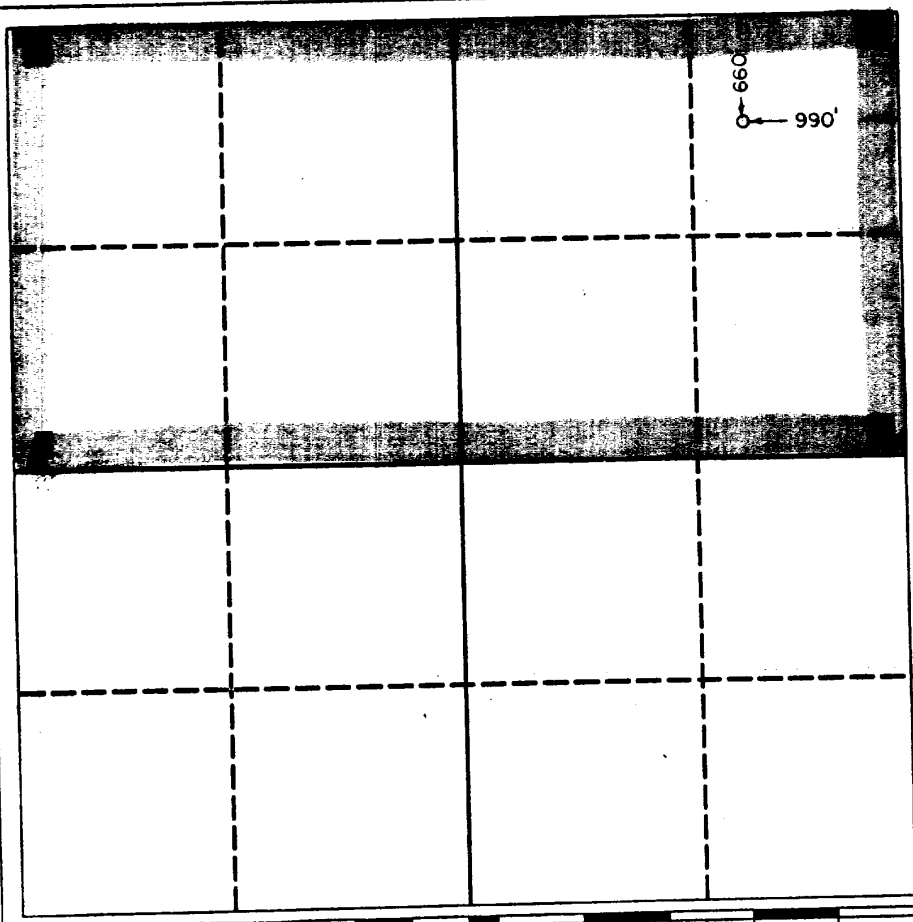
DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

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

**WELL LOCATION AND ACREAGE DEDICATION PLAT**  
All Distances must be from the outer boundaries of the section

|  |                                      |   |  |                            |
|--|--------------------------------------|---|--|----------------------------|
| Operator<br><b>MEWBOURNE OIL COMPANY</b>   |                                      | Lease<br><b>FEDERAL "T"</b>               |  | Well No.<br><b>1</b>       |
| Unit Letter<br><b>A</b>  | Section<br><b>12</b>                 | Township<br><b>18 South</b>               | Range<br><b>27 East</b>                | County<br><b>NMPM Eddy</b> |
| Actual Footage Location of Well:<br><b>660</b> feet from the <b>North</b> line and <b>990</b> feet from the <b>East</b> line |                                      |   |  |                            |
| Ground level Elev.<br><b>3618.9</b>  | Producing Formation<br><b>Morrow</b> | Pool<br><b>North Illinois Camp Morrow</b> | Dedicated Acreage:<br><b>320 Acres</b> |                            |

- Outline the acreage dedicated to the subject well by colored pencil or hectare marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?  
 Yes     No    If answer is "yes" type of consolidation \_\_\_\_\_  
 If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.)  
 No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, force-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.

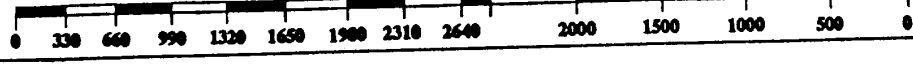


**OPERATOR CERTIFICATION**  
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature: *W.H. Cravey*  
Printed Name: **W.H. Cravey**  
Position: **District Supt.**  
Company: **Mewbourne Oil Company**  
Date: **April 12, 1990**

**SURVEYOR CERTIFICATION**  
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed: **4/7/90**  
Signature & Seal of Professional Surveyor:



UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK  
 DRILL  DEEPEN  PLUG BACK

b. TYPE OF WELL  
 OIL WELL  GAS WELL  OTHER

2. NAME OF OPERATOR  
 MEWBOURNE OIL COMPANY

3. ADDRESS OF OPERATOR  
 Box 5270; Hobbs, New Mexico 88241

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)  
 At surface 660' FNL & 990' FEL  
 At proposed prod. zone SAME

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE\*  
 8 miles southeast of Artesia, New Mexico

15. DISTANCE FROM PROPOSED\* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig. unit line, if any) 660'

16. NO. OF ACRES IN LEASE 320

17. NO. OF ACRES ASSIGNED TO THIS WELL 320

18. DISTANCE FROM PROPOSED LOCATION\* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 10,300'

20. ROTARY OR CABLE TOOLS Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)  
 3618.9' GR

22. APPROX. DATE WORK WILL START\*  
 Upon BLM approval

5. LEASE DESIGNATION AND SERIAL NO.  
 NM 42410

6. IF INDIAN, ALLOTTED OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME  
 FEDERAL "T"

9. WELL NO.  
 1

10. FIELD AND POOL, OR WILDCAT  
 North Illinois Camp Morrow

11. SEC., T., E., M., OR BLK. AND SURVEY OR AREA  
 12-T18S-R27E

12. COUNTY OR PARISH 13. STATE  
 EDDY N. MEX.

23. PROPOSED CASING AND CEMENTING PROGRAM

| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH | QUANTITY OF CEMENT                             |
|--------------|----------------|-----------------|---------------|--|
| 17 1/2"      | 13 3/8"        | 61#             | 450' ±        | 450 sks. Class C - circulated                  |
| 11"          | 8 5/8"         | 24# & 32#       | 2600' ±       | 700 sks. Class C - <u>plug back into surf.</u> |
| 7 7/8"       | 5 1/2"         | 17# & 20#       | 10,300' ±     | 600 sks. Class H                               |

Mud Program :  
 0 - 450' Spud mud with fresh water gel and lime. LCM as needed.  
 450' - 2600' Fresh water gel and lime. LCM as needed.  
 2600' - 8500' Cut brine with lime for pH control. WT. 9.2 - 9.6ppg, WL - NG LCM as needed.  
 8500' - 10,300' Cut brine with Drispac, salt gel, lime, soda ash, and starch; WT. 9.2 - 9.6 ppg. WL 10 cc's or less. Raise weight accordingly if abnormal pressures are encountered.

BOP PROGRAM:  
 900 series BOP and Hydril on 13 3/8" surface casing and on 8 5/8" intermediate casing.

Gas is not dedicated.  
 IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24. For W.H. Cravey  
 SIGNED Bill Pierce TITLE District Superintendent DATE 5/18/90

(This space for Federal or State office use)

PERMIT NO. \_\_\_\_\_ APPROVAL DATE \_\_\_\_\_

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE 6-13-90

CONDITIONS OF APPROVAL: APPROVAL SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS ATTACHED  
 7526-2785 Appr. 5-3-90  
 \*See Instructions On Reverse Side

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 representations as to any matter within its jurisdiction.

RECEIVED  
 JUN 15 '90  
 C.C.D.  
 ARTESIA, OFFICE

RECEIVED  
 JUN 18 9 55 AM '90  
 Post ID-1  
 6-12-90  
 New Loc + API

## INSTRUCTIONS

GENERAL: This form is designed for submitting proposals to perform certain well operations, as indicated, on all types of lands and leases for appropriate action by either a Federal or a State agency, or both, pursuant to applicable Federal and/or State laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office.

ITEM 1: If the proposal is to re-drill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable State or Federal regulations concerning subsequent work proposals or reports on the well.

ITEM 4: If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local State or Federal office for specific instructions.

ITEM 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on this reverse side, showing the roads to, and the surveyed location of, the well, and any other required information, should be furnished when required by Federal or State agency offices.

ITEMS 15 AND 18: If well is to be, or has been directionally drilled, give distances for subsurface location of hole in any present or objective production zone.

ITEM 22: Consult applicable Federal or State regulations, or appropriate officials, concerning approval of the proposal before operations are started.

## NOTICE

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 25 U.S.C. 396; 43 CFR Part 3160.

PRINCIPAL PURPOSE: The information is to be used to process and evaluate your application for permit to drill, deepen, or plug back an oil or gas well.

ROUTINE USES: (1) The analysis of the applicant's proposal to discover and extract the Federal or Indian resources encountered. (2) The review of procedures and equipment and the projected impact on the land involved. (3) The evaluation of the effects of proposed operation on surface and subsurface water and other environmental impacts. (4)(5) Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions, as well as routine regulatory responsibility.

EFFECT OF NOT PROVIDING INFORMATION: Filing of this application and disclosure of the information is mandatory only if the lessee elects to initiate drilling operations on an oil and gas lease.

The Paperwork Reduction Act of 1980 (44 U.S.C. 3501 et seq) requires us to inform you that:

This information is being collected to allow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases.

This information will be used to analyze and approve applications.

Response to this request is mandatory only if the lessee elects to initiate drilling operations on an oil and gas lease.

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPLICATE  
(Other instructions on reverse side)  
RECEIVED

Form approved, *CSF*  
Budget Bureau No. 1004-013  
Expires August 31, 1985

5. LEASE DESIGNATION AND SERIAL NO.  
NM-42410

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT" for such proposals.)

|  |  |  |  |
|--|--|--|--|
| 1. OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER  |  | 7. UNIT AGREEMENT NAME   |  |
| 2. NAME OF OPERATOR<br>Mewbourne Oil Company   |  | 8. FARM OR LEASE NAME<br>FEDERAL "T"                           |  |
| 3. ADDRESS OF OPERATOR<br>P. O. Box 7698, Tyler, Texas 75711   |  | 9. WELL NO.<br>1   |  |
| 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements. See also space 17 below.)<br>At surface<br>660' FNL & 990' FEL |  | 10. FIELD AND POOL, OR WILDCAT<br>North Illinois Camp Morrow   |  |
| 14. PERMIT NO.<br>API #30-015-26404  |  | 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA<br>12-18S-27E |  |
| 15. ELEVATIONS (Show whether DF, RT, GK, etc.)<br>3618.9' GR   |  | 12. COUNTY OR PARISH<br>Eddy                                   |  |
|  |  | 13. STATE<br>N.M.  |  |

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

| NOTICE OF INTENTION TO:                      |   | SUBSEQUENT REPORT OF:                              |  |
|--|---|--|--|
| TEST WATER SHUT-OFF <input type="checkbox"/> | PULL OR ALTER CASING <input type="checkbox"/> | WATER SHUT-OFF <input checked="" type="checkbox"/> | REPAIRING WELL <input type="checkbox"/>  |
| FRACTURE TREAT <input type="checkbox"/>      | MULTIPLE COMPLETE <input type="checkbox"/>    | FRACTURE TREATMENT <input type="checkbox"/>        | ALTERING CASING <input type="checkbox"/> |
| SHOOT OR ACIDIZE <input type="checkbox"/>    | ABANDON* <input type="checkbox"/>             | SHOOTING OR ACIDIZING <input type="checkbox"/>     | ABANDONMENT* <input type="checkbox"/>    |
| REPAIR WELL <input type="checkbox"/>         | CHANGE PLANS <input type="checkbox"/>         | (Other) <input type="checkbox"/>                   |  |

(NOTE: Report results of multiple completion on Well Completion or Recombination Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

6/29/90 - Spud at 12:15 PM 6/28/90.

Ran 15 joints 13-3/8" 68# New LT&C Casing set at 472' cemented with 100 sxs of Class "C" Thixad containing 3% CaCl<sub>2</sub> + 1/2#/sxs Celloseal + 5#/Sx Gilsonite followed by 200 sxs of Class "C" containing 6% gel + 1/2# Celloseal + 5#/sxs. Gilsonite + 3% CaCl<sub>2</sub> followed by 150 sxs of Class "C" Neet + 3% CaCl<sub>2</sub>. Plug down at 6:12 AM 6/29/90. Circulated 50 sxs of cement. Insert float in collar of first joint did not hole. Left casing SI with 300#.

7/05/90 - Ran 58 jts 8-5/8" J-55 32# 8rd ST&C New LS set at 2589' cemented with 650 sxs Class "C" cement + 6.00% gel + 5# Gilsonite + 0.5# Cello-seal + 3% CaCl<sub>2</sub> followed by 250 sxs Class "C" + 2% CaCl<sub>2</sub>. Plug down to 2543' with 1300# at 6:20 PM 7/04/90 with full returns. Float held OK. Circulated 50 sxs.

ACCEPTED FOR RECORD

*Ab*

JUL 16 1990

18. I hereby certify that the foregoing is true and correct  
SIGNED *Raymond Sampson* TITLE Engr. Oprns. Secretary DATE 7/05/90  
(This space for Federal or State office use)

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
CONDITIONS OF APPROVAL, IF ANY:

\*See Instructions on Reverse Side

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPLICATE\*  
(Other instructions on reverse side)

Form approved,  
Budget Bureau No. 1004-C-77  
Expires August 31, 1985

95F

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different depth. Use "APPLICATION FOR PERMIT--" for such proposals.)

RECEIVED

1. OIL WELL  GAS WELL  OTHER

2. NAME OF OPERATOR Mewbourne Oil Company SEP 13 '90

3. ADDRESS OF OPERATOR P. O. Box 7698, Tyler, Texas 75711 O. C. D.  
ARTESIA, OFFICE

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.\* See also space 17 below.)  
At surface  
660' FNL & 990' FEL

5. LEASE DESIGNATION AND SERIAL NO. NM-42410

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME FEDERAL "T"

9. WELL NO. 1

10. FIELD AND POOL, OR WILDCAT N. Illinois Camp Morrow

11. SEC. T., R., M., OR BLK. AND SURVEY OR AREA 12-18S-27E

12. COUNTY OR PARISH Eddy 13. STATE N.M.

14. PERMIT NO. API #30-015-26404 15. ELEVATIONS (Show whether DF, RT, GR, etc.) 3618.9' FR

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

|  |   |  |  |
|--|---|--|--|
| NOTICE OF INTENTION TO:                      |   | SUBSEQUENT REPORT OF:                          |  |
| TEST WATER SHUT-OFF <input type="checkbox"/> | PULL OR ALTER CASING <input type="checkbox"/> | WATER SHUT-OFF <input type="checkbox"/>        | REPAIRING WELL <input type="checkbox"/>  |
| FRACTURE TREAT <input type="checkbox"/>      | MULTIPLE COMPLETE <input type="checkbox"/>    | FRACTURE TREATMENT <input type="checkbox"/>    | ALTERING CASING <input type="checkbox"/> |
| SHOOT OR ACIDIZE <input type="checkbox"/>    | ABANDON* <input type="checkbox"/>             | SHOOTING OR ACIDIZING <input type="checkbox"/> | ABANDONMENT* <input type="checkbox"/>    |
| REPAIR WELL <input type="checkbox"/>         | CHANGE PLANS <input type="checkbox"/>         | (Other) <input type="checkbox"/>               | (Other) <input type="checkbox"/>         |

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

8/12/90 - Ran 5-1/2" casing as follows: 237 jts N-80, 17#, LT&C Used Casing set at 9473', cemented with 430 sxs Class "H" + .7 CF-14 + 5# salt + 1/4# Celloseal. Overdisplaced 1 bbl without bumping plug. No back flow or vacuum.

8/27/90 - Ran 4" liner set at 10,140' with top of liner at 9055'. Pumped 500 gallons Sure Bone, followed by 5 bbl fresh water. Spaced and cemented with 80 sacks Class "H" with 1% CF-14. Liner wiper plug down at 11:30 AM.

RECEIVED  
SEP 10 10 31 AM '90

18. I hereby certify that the foregoing is true and correct

SIGNED [Signature] TITLE Engr. Oprns. Secretary DATE 9/06/90

(This space for Federal or State office use)

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_

CONDITIONS OF APPROVAL, IF ANY: \_\_\_\_\_

\*See Instructions on Reverse Side

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPLICATE  
(Other instructions on reverse side)

Form approved.  
Budget Bureau No. 1004-0135  
Expires August 31, 1985

*djst*

RECEIVED

5. LEASE DESIGNATION AND SERIAL NO.  
NM-42410

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals.)

OCT 9 10 41 AM '90  
RECEIVED  
CARL AREA HEADQUARTERS

1. OIL WELL  GAS WELL  OTHER

2. NAME OF OPERATOR  
Mewbourne Oil Company

3. ADDRESS OF OPERATOR  
P. O. Box 7698, Tyler, Texas 75711

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements. See also space 17 below.)  
At surface  
660' FNL & 990' FEL

5. UNIT AGREEMENT NAME  
FARM OR LEASE NAME  
FEDERAL "T"

6. WELL NO.  
1

7. FIELD AND POOL, OR WILDCAT  
N. Illinois Camp Morrow

8. SEC., T., R., M., OR BLK. AND SURVEY OR AREA  
12-18S-27E

9. PERMIT NO.  
API #30-015-26404

10. ELEVATIONS (Show whether DF, RT, GN, etc.)  
3618.9' GR

11. COUNTY OR PARISH  
Eddy

12. STATE  
N.M.

OCT 17 '90

C. D. AREA OFFICE

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

| NOTICE OF INTENTION TO:                      |   | SUBSEQUENT REPORT OF:                                     |  |
|--|---|---|--|
| TEST WATER SHUT-OFF <input type="checkbox"/> | PULL OR ALTER CASING <input type="checkbox"/> | WATER SHUT-OFF <input type="checkbox"/>                   | REPAIRING WELL <input type="checkbox"/>  |
| FRACTURE TREAT <input type="checkbox"/>      | MULTIPLE COMPLETE <input type="checkbox"/>    | FRACTURE TREATMENT <input checked="" type="checkbox"/>    | ALTERING CASING <input type="checkbox"/> |
| SHOOT OR ACIDIZE <input type="checkbox"/>    | ABANDON* <input type="checkbox"/>             | SHOOTING OR ACIDIZING <input checked="" type="checkbox"/> | ABANDONMENT* <input type="checkbox"/>    |
| REPAIR WELL <input type="checkbox"/>         | CHANGE PLANS <input type="checkbox"/>         | (Other) <input type="checkbox"/>                          |  |

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

- 9/14/90 - Perforated Morrow 10,008-014', 12 holes; 10,038-054', 36 holes. Total 48 holes 24'.
- 9/15/90 - Halliburton broke down perfs with 2000 gals 7½% Morflo B.C. acid containing 1000 SCF/Bbl N<sub>2</sub> carrying 96 ball sealers and flushed with 23 bbls 2% KCL water containing 1000 SCF/Bbl N<sub>2</sub>. Pressured casing to 1000#. Had good ball action. ISDP 5050#. In 5 mins., 4580#, In 10 mins, 4300#, In 15 mins, 4130#. Max 6000#. Max Rate 3.7 BPM. Avg 5850#. Avg Rate 3.4 BPM. 71 Bbls load to recover.
- 9/26/90 - Halliburton frac'd Morrow perfs with 8900 gals gelled 2% KCL water + 87 tons of CO<sub>2</sub> carrying 11,500# 20/40 Interprop. Pressured annulus to 2000#. ISDP 5340#. In 5 mins 5080#, in 10 mins 4950#, in 15 mins 4850#. Avg 9500#. Avg rate 6 BPM. Max 9800#. Max rate 6.7 BPM. 211 bbls load to recover.

*Adm*

18. I hereby certify that the foregoing is true and correct

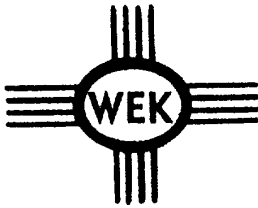
SIGNED: *Dwight Thompson* TITLE Engr. Oprns. Secretary DATE 10/02/90

(This space for Federal or State office use)

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_

CONDITIONS OF APPROVAL, IF ANY:

\*See Instructions on Reverse Side



**DRILLING CO., INC. - OIL WELL DRILLING CONTRACTORS**

KEN REYNOLDS—PRESIDENT  
ARNIE NEWKIRK—VICE-PRESIDENT

P. O. Box 1498 ROSWELL, NEW MEXICO 88202-1498  
505/623-5070 ROSWELL, NM  
505/746-2719 ARTESIA, NM

RECEIVED

JAN 31 1991

August 29, 1990

O. C. D.  
ARTESIA OFFICE

Mewbourne Oil Co., Inc.  
P.O. Box 5270  
Hobbs, NM 88241

Ref: Federal "T" #1

Gentlemen:

The following is a Deviation Survey on the above referenced well located in Eddy County, New Mexico.

|              |                |                |
|--------------|----------------|----------------|
| 472' - 1/4°  | 4062' - 1/2°   | 6841' - 3 1/4° |
| 840' - 1°    | 4560' - 1/2°   | 6934' - 3 1/2° |
| 1380' - 1/2° | 5048' - 0°     | 7026' - 2 3/4° |
| 1759' - 1/4° | 5546' - 3/4°   | 7148' - 2 3/4° |
| 2253' - 3/4° | 5950' - 1 1/4° | 7272' - 2°     |
| 2589' - 1/2° | 6479' - 3 3/4° | 8137' - 2°     |
| 3068' - 1/2° | 6564' - 4 1/2° | 8815' - 2°     |
| 3567' - 1/4° | 6626' - 4 1/4° | 9470' - 1 3/4° |
|              |                | 10141' - TD    |

Sincerely  
*Arnold Newkirk*  
Arnold Newkirk  
Vice-President

STATE OF NEW MEXICO)  
  )  
COUNTY OF CHAVES )

The foregoing was acknowledged before me on this 29th day of August 1990 by Arnold Newkirk.

My Commission Expires:

10-07-1992

*Linda Rogers*  
Notary Public

SHIPPED AUG 31 1990

**CONFIDENTIAL**  
 UNITED STATES DEPARTMENT OF THE INTERIOR  
 BUREAU OF LAND MANAGEMENT

Form approved.  
 Budget Bureau No. 1004-0137  
 Expires August 31, 1985

**WELL COMPLETION OR RECOMPLETION REPORT AND LOG \***

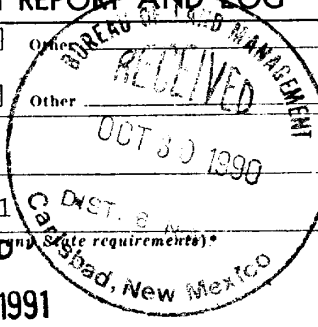
1a. TYPE OF WELL: OIL WELL  GAS WELL  DRY  Other

b. TYPE OF COMPLETION: NEW WELL  WORK OVER  DEEP-EN  PLUG BACK  DIFF. RESVR.  Other

2. NAME OF OPERATOR  
 Mewbourne Oil Company ✓

3. ADDRESS OF OPERATOR  
 P. O. Box 7698, Tyler, Texas 75711

4. LOCATION OF WELL (Report location clearly and in accordance with State requirements)  
 At surface 660' FNL & 990' FEL  
 At top prod. interval reported below  
 At total depth Same



5. LEASE DESIGNATION AND SERIAL NO.  
 NM-42410

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME  
 FEDERAL "T"

9. WELL NO.  
 1

10. FIELD AND POOL, OR WILDCAT  
 North Illinois Camp Morrow

11. SEC. T., R., M., OR BLOCK AND SURVEY OR AREA  
 12-18S-27E

12. COUNTY OR PARISH  
 Eddy

13. STATE  
 N.M.

15. DATE SPUDDED 6/28/90 16. DATE T.D. REACHED 8/25/90 17. DATE COMPL. (Ready to prod.) 9/13/90 18. ELEVATIONS (DF, RKB, RT, GR, ETC.)\* KB 3634', DF 3632', GL 3618'

19. ELEV. CASINGHEAD

20. TOTAL DEPTH, MD & TVD 10,141' 21. PLUG BACK T.D., MD & TVD 10,100'

22. IF MULTIPLE COMPL., HOW MANY\* → 23. INTERVALS DRILLED BY → X ROTARY TOOLS CABLE TOOLS

24. PRODUCING INTERVAL(S), OF THIS COMPLETION—TOP, BOTTOM, NAME (MD AND TVD)\*  
 10,008-054' Morrow

25. WAS DIRECTIONAL SURVEY MADE  
 Yes

26. TYPE ELECTRIC AND OTHER LOGS RUN  
 DLL-MGRD, SDL-DSN

27. WAS WELL COBED  
 No

28. CASING RECORD (Report all strings set in well)

| CASING SIZE | WEIGHT, LB./FT. | DEPTH SET (MD) | HOLE SIZE | CEMENTING RECORD | AMOUNT PULLED |
|-------------|-----------------|----------------|-----------|------------------|---------------|
| 13-3/8"     | 68#             | 472'           | 17-1/2"   | 450 sacks - Circ | None          |
| 8-5/8"      | 32#             | 2589'          | 12-1/4"   | 900 sacks - Circ | None          |
| 5-1/2"      | 17#             | 9473'          | 7-7/8"    | 430 sacks - Circ | None          |

29. LINER RECORD

| SIZE | TOP (MD) | BOTTOM (MD) | SACKS CEMENT* | SCREEN (MD) | SIZE   | DEPTH SET (MD) | PACKER SET (MD) |
|------|----------|-------------|---------------|-------------|--------|----------------|-----------------|
| 4"   | 9055'    | 10,141'     | 80            |             | 2-3/8" | 9842'          | 8888'           |

30. TUBING RECORD

31. PERFORATION RECORD (Interval, size and number)

10,008-014', 12 holes) 24'  
 10,038-054', 36 holes)

32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC.

| DEPTH INTERVAL (MD) | AMOUNT AND KIND OF MATERIAL USED  |
|---------------------|---|
| 10,008-054'         | 2000 gals 7½% acid. Frac'd w/ 8900 gals 2% KCL wtr + 87 tons CO <sub>2</sub> + 11,500# 20/40 Interprop. |

33.\* PRODUCTION

DATE FIRST PRODUCTION 9/15/90 PRODUCTION METHOD (Flowing, gas lift, pumping—size and type of pump) Flowing WELL STATUS (Producing or shut-in) Shut-in WOPL

| DATE OF TEST        | HOURS TESTED    | CHOKE SIZE              | PROD'N. FOR TEST PERIOD | OIL—BBL. | GAS—MCF.   | WATER—BBL.              | GAS-OIL RATIO |
|---------------------|-----------------|-------------------------|-------------------------|----------|------------|-------------------------|---------------|
| 10/03/90            | 24 hrs.         | 34/64"                  | →                       | 1 BC     | 923        | 2                       | 923:1         |
| FLOW. TUBING PRESS. | CASING PRESSURE | CALCULATED 24-HOUR RATE | OIL—BBL.                | GAS—MCF. | WATER—BBL. | OIL GRAVITY-API (CORR.) |               |
| 160#                | 0#              | →                       | 1 BC                    | 923      | 2          | 58.0°                   |               |

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.)  
 Vented

TEST WITNESSED BY  
 Eric Nelson

35. LIST OF ATTACHMENTS  
 Logs

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records

SIGNED Raymond Thompson TITLE Engr. Oprns. Secretary DATE 10/25/90

\*(See instructions and Spaces for Additional Data on Reverse Side)

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 representations as to any matter within its jurisdiction.



37. SUMMARY OF POROUS ZONES: (Show all important zones of porosity and contents thereof; cored intervals; and all drill-stem, tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures, and recoveries):

| FORMATION          | TOP    | BOTTOM | DESCRIPTION, CONTENTS, ETC.   |
|--------------------|--------|--------|---|
| Penrose            | 1522'  | 1556'  | Sandstone   |
| Atoka              | 9566'  | 9575'  | Sandstone   |
| Middle Morrow      | 9902'  | 9928'  | Sandstone   |
| Lower Morrow       | 10008' | 10054' | Sandstone   |
| DST.#1<br>Drinkard | 5749'  | 5850'  | No cushion. Tool open 30 mins.<br>IFP 88-45#, ISIP 296#. 62 mins.<br>FFP 88-50#. FSIP 430#. 120 mins.<br>Recovered 30' drilling fluid.                      |
| DST #2<br>Abo      | 6475'  | 6499'  | No cushion. Tool open 30 mins.<br>IFP 72-37#. ISIP 1953#. 60 mins.<br>FFP 59-59# 60 mins. FSIP 1894#. 120 mins. Recovered 2' free oil, 122' drilling fluid. |

38. GEOLOGIC MARKERS

| NAME               | TOP         |                  |
|--------------------|-------------|------------------|
|                    | MEAS. DEPTH | TRUE VERT. DEPTH |
| Yates              | 476'        |                  |
| Queen              | 1218'       |                  |
| Grayburg           | 1572'       |                  |
| San Andres         | 2072'       |                  |
| Tubb               | 4824'       |                  |
| Abo                | 6016'       |                  |
| Wolfcamp           | 6716'       |                  |
| Cisco              | 7682'       |                  |
| Strawn             | 8912'       |                  |
| Atoka              | 9513'       |                  |
| Morrow             | 9628'       |                  |
| Morrow<br>Clastics | 9828'       |                  |
| Lower Morrow       | 9965'       |                  |
| Barnett            | 10104'      |                  |

Submit 5 Copies  
Appropriate District Office  
DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-104  
Revised 1-1-89  
See Instructions  
at Bottom of Page

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

OIL CONSERVATION DIVISION

P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

RECEIVED

JAN 31 1991

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

REQUEST FOR ALLOWABLE AND AUTHORIZATION  
TO TRANSPORT OIL AND NATURAL GAS

O. C. D.  
ARTESIA OFFICE

|   |   |
|---|---|
| Operator<br>Mewbourne Oil Company ✓   | Well No.<br>30-015-26404  |
| Address<br>P. O. Box 7698, Tyler, Texas 75711   |   |
| Reason(s) for Filing (Check proper box) <input type="checkbox"/> Other (Please explain) |   |
| New Well <input checked="" type="checkbox"/>  | Change in Transporter of:   |
| Recompletion <input type="checkbox"/>   | Oil <input type="checkbox"/> Dry Gas <input type="checkbox"/>               |
| Change in Operator <input type="checkbox"/>   | Casinghead Gas <input type="checkbox"/> Condensate <input type="checkbox"/> |
| If change of operator give name and address of previous operator _____                  |   |

II. DESCRIPTION OF WELL AND LEASE

|  |               |  |  |                       |
|--|---------------|--|--|-----------------------|
| Lease Name<br>FEDERAL "T"  | Well No.<br>1 | Pool Name, Including Formation<br>North Illinois Camp Morrow | Kind of Lease<br><input checked="" type="checkbox"/> Federal or <input checked="" type="checkbox"/> <del>State</del> | Lease No.<br>NM-42410 |
| Location<br>Unit Letter <u>A</u> : <u>660</u> Feet From The <u>North</u> Line and <u>990</u> Feet From The <u>East</u> Line<br>Section <u>12</u> Township <u>18S</u> Range <u>27E</u> , <u>NMPM</u> , <u>Eddy</u> County |               |  |  |                       |

III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS

|   |   |
|---|---|
| Name of Authorized Transporter of Oil<br>Amoco Pipeline Inter-<br>corporate Trucking <input type="checkbox"/> or Condensate <input checked="" type="checkbox"/> | Address (Give address to which approved copy of this form is to be sent)<br>Oil Tender Dept. Box 702068, Tulsa, OK 74170-2068 |
| Name of Authorized Transporter of Casinghead Gas<br>Transwestern Pipeline Company <input type="checkbox"/> or Dry Gas <input checked="" type="checkbox"/>       | Address (Give address to which approved copy of this form is to be sent)<br>P. O. Box 1188, Houston, Texas 77251-1188         |
| If well produces oil or liquids,<br>give location of tanks.   | Unit   Sec.   Twp.   Rge.   Is gas actually connected?   When?<br>A   12   18S   27E   No   February, 1991                    |

If this production is commingled with that from any other lease or pool, give commingling order number: No

IV. COMPLETION DATA

|  |                                       |                            |          |                        |        |                          |            |            |
|--|---------------------------------------|----------------------------|----------|------------------------|--------|--------------------------|------------|------------|
| Designate Type of Completion - (X)                       | Oil Well                              | Gas Well                   | New Well | Workover               | Deepen | Plug Back                | Same Res'v | Diff Res'v |
|  |                                       | X                          | X        |                        |        |                          |            |            |
| Date Spudded<br>6/28/90                                  | Date Compl. Ready to Prod.<br>9/13/90 | Total Depth<br>10,141'     |          | P.B.T.D.<br>10,100'    |        |                          |            |            |
| Elevations (DF, RKB, RT, GR, etc.)<br>DF 3632', GL 3618' | Name of Producing Formation<br>Morrow | Top Oil/Gas Pay<br>10,008' |          | Tubing Depth<br>9,842' |        |                          |            |            |
| Perforations<br>10,008-054'                              |                                       |                            |          |                        |        | Depth Casing Shoe<br>--- |            |            |
| TUBING, CASING AND CEMENTING RECORD                      |                                       |                            |          |                        |        |                          |            |            |
| HOLE SIZE  | CASING & TUBING SIZE                  | DEPTH SET                  |          | SACKS CEMENT           |        |                          |            |            |
| 17-1/2"  | 13-3/8"                               | 472'                       |          | 450                    |        |                          |            |            |
| 12-1/4"  | 8-5/8"                                | 2589'                      |          | 900                    |        |                          |            |            |
| 7-7/8"   | 5-1/2"                                | 9473'                      |          | 430                    |        |                          |            |            |
| 5-1/2"   | 4" Liner                              | 10140'                     |          | 80                     |        |                          |            |            |

V. TEST DATA AND REQUEST FOR ALLOWABLE

OIL WELL (Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours.)

|                                |                 |  |                                    |
|--------------------------------|-----------------|--|------------------------------------|
| Date First New Oil Run To Tank | Date of Test    | Producing Method (Flow, pump, gas lift, etc.)<br>Post ID-2 |                                    |
| Length of Test                 | Tubing Pressure | Casing Pressure  | Choke Size<br>3-15-96<br>comp & BK |
| Actual Prod. During Test       | Oil - Bbls.     | Water - Bbls.  | Gas- MCF                           |

GAS WELL

|   |                                    |                                  |                              |
|---|------------------------------------|----------------------------------|------------------------------|
| Actual Prod. Test - MCF/D<br>923                  | Length of Test<br>24 hours         | Bbls. Condensate/MMCF<br>1       | Gravity of Condensate<br>58° |
| Testing Method (pilot, back pr.)<br>Back Pressure | Tubing Pressure (Shut-in)<br>2300# | Casing Pressure (Shut-in)<br>--- | Choke Size<br>34/64"         |

VI. OPERATOR CERTIFICATE OF COMPLIANCE

I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

*Gaylon Thompson*  
Signature  
Gaylon Thompson, Engr. Oprns. Sec.  
Printed Name Title

OIL CONSERVATION DIVISION

Date Approved MAR 12 1991  
By *Mark Walker*

DISTRICT II

1110001111111111

1/28/91

Date

(903) 561-2900

Telephone No.

Title SUPERVISOR, DISTRICT II

**INSTRUCTIONS:** This form is to be filed in compliance with Rule 1104

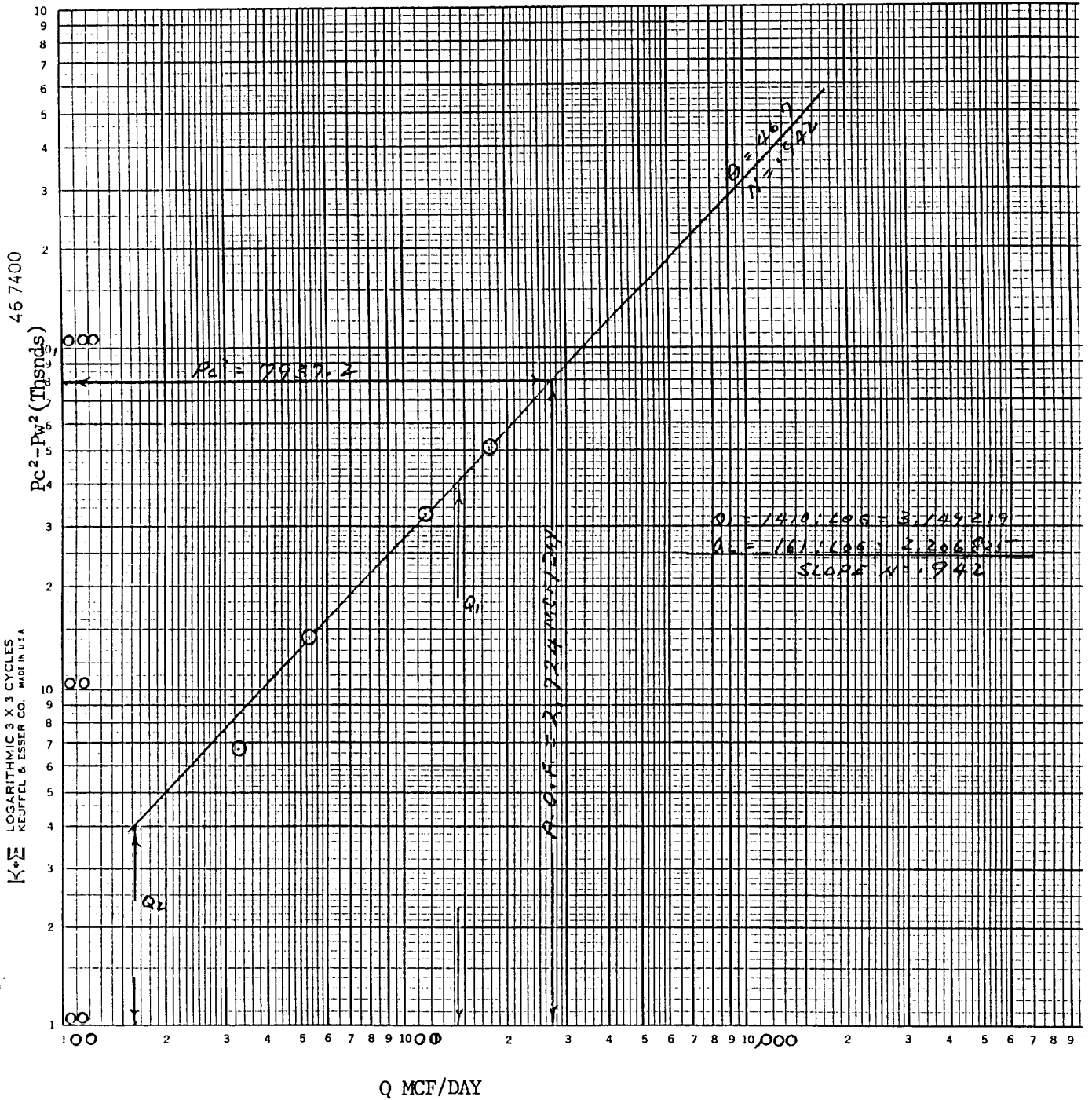
- 1) Request for allowable for newly drilled or deepened well must be accompanied by tabulation of deviation tests taken in accordance with Rule 111.
- 2) All sections of this form must be filled out for allowable on new and recompleted wells.
- 3) Fill out only Sections I, II, III, and VI for changes of operator, well name or number, transporter, or other such changes.
- 4) Separate Form C-104 must be filed for each pool in multiply completed wells.

cls File

MULTIPOINT AND ONE POINT BACK PRESSURE TEST FOR GAS WELL

| Type Test<br><input checked="" type="checkbox"/> Initial <input type="checkbox"/> Annual <input type="checkbox"/> Special                              |                             | Test Date<br>10-11-90              |                                     | Well No.<br>1   |  |                              |                     |                  |  |
|--|-----------------------------|------------------------------------|-------------------------------------|---|--|------------------------------|---------------------|------------------|--|
| Company<br>Mewbourne Oil Company   |                             | Connection<br>Vented               |                                     | Office  |  |                              |                     |                  |  |
| Pool<br>North Illinois Comp Morrow   |                             | Formation<br>Morrow                |                                     | Unit<br>A   |  |                              |                     |                  |  |
| Completion Date<br>09-13-90  |                             | Total Depth<br>10141               |                                     | Plug Back TD<br>10100                                     |  |                              |                     |                  |  |
| Elevation<br>3634 KB   |                             | Form or Lease Name<br>Federal T    |                                     | Well No.<br>1   |  |                              |                     |                  |  |
| Coq. Size<br>4"  | Wt.<br>10.46                | Set At<br>10141                    | Perforations<br>From 10008 To 10054 |   | Well No.<br>1  |                              |                     |                  |  |
| Thq. Size<br>2 3/8   | Wt.<br>4.7                  | Set At<br>9842                     | Perforations<br>From OPEN To END    |   | Unit Sec. Twp. Rge.<br>A 12 18S 27E                          |                              |                     |                  |  |
| Type Well - Single - Broadhead - G.C. or G.O. Multiple<br>Single   |                             |                                    | Packer Set At<br>8888               |   | County<br>Eddy   |                              |                     |                  |  |
| Producing Thru<br>TBC  |                             | Reservoir Temp. °F<br>174 @ 10031  | Mean Annual Temp. °F<br>60          | Baro. Press. - P <sub>a</sub><br>13.2                     |  |                              |                     |                  |  |
| L<br>10031   | H<br>10031                  | C <sub>g</sub><br>.656             | % CO <sub>2</sub><br>2.293          | % N <sub>2</sub><br>.39                                   | % H <sub>2</sub> S<br>---                                    |                              |                     |                  |  |
| Prover   |                             |                                    | Meter Run<br>2.067                  | Taps<br>Flg.  |  |                              |                     |                  |  |
| STATE<br>New Mexico  |                             |                                    |                                     |   |  |                              |                     |                  |  |
| FLOW DATA  |                             |                                    |                                     | TUBING DATA   |  | CASING DATA                  |                     | Duration of Flow |  |
| NO.  | Prover Line Size            | X                                  | Orifice Size                        | Press. p.s.i.g.   | Diff. In. H <sub>2</sub> O                                   | Temp. °F                     | Press. p.s.i.g.     |                  | Temp. °F   |
| SI   |                             |                                    |                                     |   |  |                              | 2745                |                  | 72 hrs   |
| 1.   | 2                           | X                                  | 1.250                               | 67  | 12.96  | 56                           | 2590                | PKR              | 1 hr.  |
| 2.   | 2                           | X                                  | 1.250                               | 167   | 14.44  | 50                           | 2470                | PKR              | 1 hr.  |
| 3.   | 2                           | X                                  | 1.250                               | 179   | 65.61  | 47                           | 2110                | PKR              | 1 hr.  |
| 4.   | 2                           | X                                  | 1.250                               | 299   | 94.09  | 54                           | 1630                | PKR              | 1 hr.  |
| 5.   |                             |                                    |                                     |   |  |                              |                     |                  |  |
| RATE OF FLOW CALCULATIONS  |                             |                                    |                                     |   |  |                              |                     |                  |  |
| NO.  | Coefficient (24 Hour)       | $\sqrt{V \cdot P_a}$               | Pressure P <sub>a</sub>             | Flow Temp. Factor Ft.                                     | Gravity Factor Fg  | Super Compress. Factor, Fspv | Rate of Flow O. Mcd |                  |  |
| 1  | 8.120                       | 32.24                              | 80.2                                | 1.004   | 1.235  | 1.010                        | 328                 |                  |  |
| 2  | 8.120                       | 51.01                              | 180.2                               | 1.010   | 1.235  | 1.020                        | 527                 |                  |  |
| 3  | 8.120                       | 112.30                             | 192.2                               | 1.013   | 1.235  | 1.021                        | 1165                |                  |  |
| 4  | 8.120                       | 171.39                             | 312.2                               | 1.006   | 1.235  | 1.036                        | 1791                |                  |  |
| 5  |                             |                                    |                                     |   |  |                              |                     |                  |  |
| NO.  | P <sub>r</sub>              | Temp. °R                           | T <sub>r</sub>                      | Z   | Gas Liquid Hydrocarbon Ratio 61.2 Mcf/bbl.                   |                              |                     |                  |  |
| 1.   | .12                         | 516                                | 1.38                                | .981  | A.P.I. Gravity of Liquid Hydrocarbons 58.0 @ 60° Deg.        |                              |                     |                  |  |
| 2.   | .26                         | 510                                | 1.37                                | .962  | Specific Gravity Separator Gas .656                          |                              |                     |                  |  |
| 3.   | .28                         | 507                                | 1.36                                | .959  | Specific Gravity Flowing Fluid                               |                              |                     |                  |  |
| 4.   | .46                         | 514                                | 1.38                                | .932  | Critical Pressure *678 P.S.I.A.                              |                              |                     |                  |  |
| 5.   |                             |                                    |                                     |   | Critical Temperature *372 R                                  |                              |                     |                  |  |
| P <sub>c</sub> 2817.3  |                             | P <sub>c</sub> <sup>2</sup> 7937.2 |                                     |   |  |                              |                     |                  |  |
| NO.  | P <sub>1</sub> <sup>2</sup> | P <sub>w</sub>                     | P <sub>2</sub> <sup>2</sup>         | P <sub>2</sub> <sup>2</sup> - P <sub>1</sub> <sup>2</sup> | (1) $\frac{P_c^2}{P_2^2 - P_1^2} = 1.561$                    |                              |                     |                  | (2) $\left[\frac{P_c^2}{P_2^2 - P_1^2}\right]^n = 1.521$ |
| 1  |                             | 2696.2                             | 7269.5                              | 667.7   |  |                              |                     |                  |  |
| 2  |                             | 2555.8                             | 6532.1                              | 1405.1  |  |                              |                     |                  |  |
| 3  |                             | 2173.1                             | 4722.4                              | 3214.8  |  |                              |                     |                  |  |
| 4  |                             | 1689.2                             | 2853.4                              | 5083.8  | AOF = 0 $\left[\frac{P_c^2}{P_2^2 - P_1^2}\right]^n = 2.724$ |                              |                     |                  |  |
| 5  |                             |                                    |                                     |   |  |                              |                     |                  |  |
| Absolute Open Flow 2,724 Mcfd @ 15.025   |                             |                                    |                                     |   | Angle of Slope @ 46.7  |                              | Slope, n .942       |                  |  |
| Remarks: * = corrected to 2.293% CO <sub>2</sub> & .39% N <sub>2</sub><br>Well made 2.6 BBLs 58.0 API CONDENSATE during test & .5 BBL H <sub>2</sub> O |                             |                                    |                                     |   |  |                              |                     |                  |  |
| Approved By Division   |                             |                                    | Conducted By:                       |   |  | Calculated By:               |                     |                  | Checked By:  |

Mewbourne Oil Company  
 Federal T, Well #1  
 Eddy County, New Mexico  
 12 - 18S - 27E  
 10-11-90



Submit 5 Copies  
 Appropriate District Office  
 DISTRICT I  
 P.O. Box 1980, Hobbs, NM 88240

State of New Mexico  
 Energy, Minerals and Natural Resources Department

Form C-104  
 Revised 1-1-89  
 See Instructions  
 at Bottom of Page

**OIL CONSERVATION DIVISION**

DISTRICT II  
 P.O. Drawer DD, Artesia, NM 88210

P.O. Box 2088  
 Santa Fe, New Mexico 87504-2088

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

**REQUEST FOR ALLOWABLE AND AUTHORIZATION  
 TO TRANSPORT OIL AND NATURAL GAS**

*C/S  
 2/1  
 8/1  
 8/1*

**I.**

|   |   |
|---|---|
| Operator<br>Mewbourne Oil Company   | Well API No.<br>30-015-26404  |
| Address<br>P.O. Box 5270 Hobbs, New Mexico  |   |
| Reason(s) for Filing (Check proper box) <input type="checkbox"/> Other (Please explain) |   |
| New Well <input checked="" type="checkbox"/>  | Change in Transporter of:   |
| Recompletion <input type="checkbox"/>   | Oil <input type="checkbox"/> Dry Gas <input type="checkbox"/>               |
| Change in Operator <input type="checkbox"/>   | Casinghead Gas <input type="checkbox"/> Condensate <input type="checkbox"/> |

If change of operator give name and address of previous operator \_\_\_\_\_

**II. DESCRIPTION OF WELL AND LEASE**

|  |               |  |  |                       |
|--|---------------|--|--|-----------------------|
| Lease Name<br>Federal "T"  | Well No.<br>1 | Pool Name, including Formation<br>North Illinois Camp Morrow | Kind of Lease<br><del>State</del> , Federal <del>Oil</del> | Lease No.<br>NM-42410 |
| Location<br>Unit Letter <u>A</u> : <u>660</u> Feet From The <u>North</u> Line and <u>990</u> Feet From The <u>East</u> Line<br>Section <u>12</u> Township <u>18S</u> Range <u>27E</u> , NMPM, <u>Eddy</u> County |               |  |  |                       |

**III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS**

|   |  |
|---|--|
| Name of Authorized Transporter of Oil <input type="checkbox"/> or Condensate <input checked="" type="checkbox"/><br>Amoco Pipeline Inter-corporate Trucking | Address (Give address to which approved copy of this form is to be sent)<br>Oil Tender Dept. Box 702068 Tulsa, Ok 74170-2068 |
| Name of Authorized Transporter of Casinghead Gas <input type="checkbox"/> or Dry Gas <input checked="" type="checkbox"/><br>Transwestern Pipeline Company   | Address (Give address to which approved copy of this form is to be sent)<br>P.O. Box 1188 Houston, Texas 77251-1188          |
| If well produces oil or liquids, give location of tanks.  | Is gas actually connected? When?   |
| Unit <u>A</u> Sec. <u>12</u> Twp. <u>18S</u> Rge. <u>27E</u>  | Yes <u>02/07/91</u>  |

If this production is commingled with that from any other lease or pool, give commingling order number: No

**IV. COMPLETION DATA**

|  |                             |          |                 |          |        |                   |            |            |
|--|-----------------------------|----------|-----------------|----------|--------|-------------------|------------|------------|
| Designate Type of Completion - (X)         | Oil Well                    | Gas Well | New Well        | Workover | Deepen | Plug Back         | Same Res'v | Diff Res'v |
| Date Spudded                               | Date Compl. Ready to Prod.  |          | Total Depth     |          |        | P.B.T.D.          |            |            |
| Elevations (DF, RKB, RT, GR, etc.)         | Name of Producing Formation |          | Top Oil/Gas Pay |          |        | Tubing Depth      |            |            |
| Perforations                               |                             |          |                 |          |        | Depth Casing Shoe |            |            |
| <b>TUBING, CASING AND CEMENTING RECORD</b> |                             |          |                 |          |        |                   |            |            |
| HOLE SIZE                                  | CASING & TUBING SIZE        |          | DEPTH SET       |          |        | SACKS CEMENT      |            |            |
|  |                             |          |                 |          |        |                   |            |            |
|  |                             |          |                 |          |        |                   |            |            |

**V. TEST DATA AND REQUEST FOR ALLOWABLE**

**OIL WELL** (Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours.)

|                                |                 |   |            |
|--------------------------------|-----------------|---|------------|
| Date First New Oil Run To Tank | Date of Test    | Producing Method (Flow, pump, gas lift, etc.) |            |
| Length of Test                 | Tubing Pressure | Casing Pressure                               | Choke Size |
| Actual Prod. During Test       | Oil - Bbls.     | Water - Bbls.                                 | Gas- MCF   |

**GAS WELL**

|                                  |                           |                           |                       |
|----------------------------------|---------------------------|---------------------------|-----------------------|
| Actual Prod. Test - MCF/D        | Length of Test            | Bbls. Condensate/MMCF     | Gravity of Condensate |
| Testing Method (pilot, back pr.) | Tubing Pressure (Shut-in) | Casing Pressure (Shut-in) | Choke Size            |

**VI. OPERATOR CERTIFICATE OF COMPLIANCE**

I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

*W.H. Crawey*  
 Signature \_\_\_\_\_ District Supt.  
 Printed Name W.H. Crawey Title \_\_\_\_\_

**OIL CONSERVATION DIVISION**

Date Approved MAR 12 1991

By ORIGINAL SIGNED BY  
MIKE WILLIAMS  
 Title SUPERVISOR DISTRICT IV

PRINTED NAME

Date 02/18/91 Telephone No. (505) 393-5905

Title OPERATOR, DISTRICT

**INSTRUCTIONS:** This form is to be filed in compliance with Rule 1104

- 1) Request for allowable for newly drilled or deepened well must be accompanied by tabulation of deviation tests taken in accordance with Rule 111.
- 2) All sections of this form must be filled out for allowable on new and recompleted wells.
- 3) Fill out only Sections I, II, III, and VI for changes of operator, well name or number, transporter, or other such changes.
- 4) Separate Form C-104 must be filed for each pool in multiply completed wells.



STATE OF NEW MEXICO

**ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT**

OIL CONSERVATION DIVISION  
ARTESIA DISTRICT OFFICE

P.O. DRAWER 00  
ARTESIA, NEW MEXICO 88211  
(505) 748-1283

**BRUCE KING**  
GOVERNOR

Date: August 9, 1991

*Mewbourne Oil Co.*  
*P.O. Box 5270*  
*Hobbs, N.M. 88241*

Re: Wells placed in pool

Gentlemen:

As the result of Division Order R-9545 the following described well (s) ~~has~~ have) been placed in the pool ~~to~~ shown below. This change in nomenclature has been made in our files. Please change your records to reflect the proper pool name. All subsequent reports must show this nomenclature until further notice.

North Illinois Camp- Morrow Gas Pool-78890  
Federal T #1 A-12-18-27  
Chalk Bluff Fed. Com. #1 N-1-18-27

Transporters are advised, by copy of this letter, to change their records to reflect the pool name as established by this order, effective July 1, 1991.

Sincerely,

*Darrell Moore*

Darrell Moore  
District Geologist

cc: Each Transporter Amoco Pipeline, Transwestern  
Santa Fe  
Mae  
Well File ✓  
Joe Chism  
BLM



UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
Bureau No. 1004-107  
Expires March 31, 1993

458

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

**SUBMIT IN TRIPLICATE**

**RECEIVED**

**AUG - 2 1993**

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
Mewbourne Oil Company

3. Address and Telephone No.  
P.O. Box 5270 Hobbs, New Mexico 88241 (505) 393-5905

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
660' FNL & 990' FEL  
Sec. 12-T18S-R27E

5. Lease Designation and Serial No.

NM-42410

6. If Indian, Alliance or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Federal "T" No. 1

9. API Well No.

10. Field and Pool, or Exploratory Area

Canyon

11. County or Parish, State

Eddy Co., N.M.

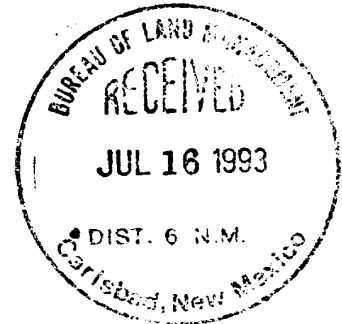
12. **CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                    |
|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Abandonment              |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Recompletion             |
| <input type="checkbox"/> Final Abandonment Notice    | <input checked="" type="checkbox"/> Plugging Back |
|  | <input type="checkbox"/> Casing Repair            |
|  | <input type="checkbox"/> Altering Casing          |
|  | <input type="checkbox"/> Other                    |
|  | <input type="checkbox"/> Change of Plans          |
|  | <input type="checkbox"/> New Construction         |
|  | <input type="checkbox"/> Non-Routine Fracturing   |
|  | <input type="checkbox"/> Water Shut-Off           |
|  | <input type="checkbox"/> Conversion to Injection  |
|  | <input type="checkbox"/> Dispose Water            |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

1. Plug back existing perforations (10,008'-10,054') with a CIBP @ 9950' and 9040'. Cap both plugs with 50' cement.
2. Perforate the Cisco formation @ 7700'-8050'.
3. Stimulate if necessary.



Procedure per conversation with Adam S. on June 23, 1993.

14. I hereby certify that the foregoing is true and correct

Signed

*[Signature]*

Title District Supt.

Date July 14, 1993

(This space for Federal or State office use)

Approved by **(ORIG. SGD.) DAVID R. GLASS**  
Conditions of approval, if any:

Title Petroleum Engineer

Date JUL 15 1993

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 representations as to any matter within its jurisdiction.

\*See instruction on Reverse Side

RECEIVED

UNITED STATES DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
NEW MEXICO CONS. COMMISSION  
Carlsbad, NM 88210  
Drawer DD

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

CISF

SEP 10 11 56 AM '93

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

RECEIVED

OCT - 6 1993

|  |   |
|--|---|
| 1. Type of Well<br><input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other | 5. Lease Designation and Serial No.<br>NM-42410                       |
| 2. Name of Operator<br>Mewbourne Oil Company   | 6. If Indian, Allottee or Tribe Name                                  |
| 3. Address and Telephone No.<br>P.O. Box 5270 Hobbs, New Mexico 88241  | 7. If Unit or CA, Agreement Designation                               |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>660' FNL & 990' FEL<br>Sec. 12-T18S-R27E               | 8. Well Name and No.<br>Federal "T" #1                                |
|  | 9. API Well No.<br>30-015-26404                                       |
|  | 10. Field and Pool, or Exploratory Area<br>North Illinois Camp Morrow |
|  | 11. County or Parish, State<br>Eddy Co. New Mexico                    |

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION                                   |
|---|--|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Abandonment             |
| <input checked="" type="checkbox"/> Subsequent Report | <input checked="" type="checkbox"/> Recompletion |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Plugging Back           |
|   | <input type="checkbox"/> Casing Repair           |
|   | <input type="checkbox"/> Altering Casing         |
|   | <input type="checkbox"/> Other                   |
|   | <input type="checkbox"/> Change of Plans         |
|   | <input type="checkbox"/> New Construction        |
|   | <input type="checkbox"/> Non-Routine Fracturing  |
|   | <input type="checkbox"/> Water Shut-Off          |
|   | <input type="checkbox"/> Conversion to Injection |
|   | <input type="checkbox"/> Dispose Water           |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

\* Verbal from Adam Salameh

- 08/14/93 Well pumping 1442 BW. 0 BO, 0 MCF from attempted completion in Cisco formation. MIRU well service rig.
- 08/15/93 Set CIBP @ 7595' over Cisco Perfs (7685'-7695'). Dump 4 sx. cmt. on plug. Perf. Wolfcamp formation (7330'-7360') (44 H)
- 08/16/93 Swabbed well down w/no entry.
- 08/17/93 Acidized Wolfcamp formation w/3000 gal 15% FE acid. Swabbed water w/no show of oil or gas.
- 08/18/93 Set CIBP @ 7300' over Wolfcamp formation (7330'-7360'). Dump 4 sx. cmt. on plug. Perf'd Wolfcamp formation (7092'-7146') (62H). Swabbed well down. No entry.
- 08/19/93 Acidized Wolfcamp formation (7092'-7146') w/3000 gal. 15% FE acid.
- 08/20/93 Swabbed well w/no show of oil or gas.
- 08/21/93 Set CIBP @ 7078' over Perfs (7092'-7146'). Perf'd Wolfcamp (6868'-7038') (80H)
- 08/22/93 Acidized Wolfcamp formation (6868'-7038') w/3000 gal. 15% FE acid.
- 08/24/93 Swabbing water w/trace of oil.
- 08/26/93 Acid frac'd Wolfcamp (6868'-7038') w/3000 gal. 20% FE acid & 15,000 gal. gel water. See attached page.

14. I hereby certify that the foregoing is true and correct

Signed [Signature] Title Production Engineer Date 09/08/93

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_  
Conditions of approval, if any:

ACCEPTED FOR RECORD  
Date  
[Signature]  
OCT - 4 1993  
CARLSBAD, NEW MEXICO

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 representations as to any matter within its jurisdiction.

\*See Instruction on Reverse Side

08/27/93 RIH w/pump & started pumping well.  
08/28/93 0 B0 276 BW 8 MCF  
09/03/93 5 B0 30 BW 5 MCF  
09/05/93 2 B0 25 BW 4 MCF

2154

Form 3160-2  
(June 1990)

RECEIVED

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

AUG 24 11 03 AM '93

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

5. Lease Designation and Serial No.  
NM-42410

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.  
Federal "T" #1

9. API Well No.  
30-015-26404

10. Field and Pool, or Exploratory Area  
North Illinois Camp

11. County or Parish, State  
Morrow  
Eddy Co. N.M.

SUBMIT IN TRIPLICATE

RECEIVED  
SEP - 8 1993

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
Newbourne Oil Company

3. Address and Telephone No.  
P.O. Box 5270 Hobbs, New Mexico 88241 (505) 393-5905

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
660' FNL & 990' FEL Sec. 12-T18S-R27E

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION                                    |
|---|---|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Abandonment              |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Recompletion             |
| <input type="checkbox"/> Final Abandonment Notice     | <input checked="" type="checkbox"/> Plugging Back |
|   | <input type="checkbox"/> Casing Repair            |
|   | <input type="checkbox"/> Altering Casing          |
|   | <input type="checkbox"/> Other _____              |
|   | <input type="checkbox"/> Change of Plans          |
|   | <input type="checkbox"/> New Construction         |
|   | <input type="checkbox"/> Non-Routine Fracturing   |
|   | <input type="checkbox"/> Water Shut-Off           |
|   | <input type="checkbox"/> Conversion to Injection  |
|   | <input type="checkbox"/> Dispose Water            |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Verball from Adam - BLM.

07/19/93 Set 4" CIBP @ 9950' over Morrow Perfs. (10,008'-10,054') Dump 2 sx. cmt.

07/21/93 Set 5-1/2" CIBP @ 9040' @ top of liner. Dumped 4 sx. cmt.

07/22/92 Perf. Cisco Formation (8034'-8042' w/2 SPF & 8055'-8060' w/2SPF. Swabbed tested all water.

07/24/93 Set cmt. retainer @ 8000'. Pumped 100 sx. cmt. into perfs. (8034'-8060')

07/25/93 Perf. Cisco Formation 7832'-7840' w/2 SPF. Swab tested all water.

07/27/93 Set cmt. retainer @ 7820'. Pumped 100 sx. cmt. into perfs. (7832'-7840')

07/28/93 Perf. Cisco Formation 7790'-7798' w/2 SPF. Swab tested all water.

07/29/93 Set cmt. retainer @ 7780'. Pumped 100 sx. cmt. into perfs. (7790'-7798')

07/30/93 Perf. Cisco Formation 7760'-7768' w/2 SPF. Swab tested all water.

07/31/93 Set cmt. retainer @ 7745'. Pumped 100 sx. cmt. into perfs. (7760'-7768')

08/01/93 Perf. Cisco Formation 7685'-7695' w/4 SPF. Swab tested water w/show of gas.

08/03/93 Acidized Cisco Formation (7685'-7695') w/3000 gal 15% FE acid.

08/04/93 RIH w/tbg. pump to 5033' & started pumping well.

08/05/93 1100 BWP No oil.

08/06/93 1200 BWP No oil.

14. I hereby certify that the foregoing is true and correct  
Signed [Signature] Title Engineer Date August 20, 1993

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Conditions of approval, if any:

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 representations as to any matter within its jurisdiction.

\*See Instruction on Reverse Side

Submit 5 Copies  
Appropriate District Office  
DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

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

State of New Mexico  
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION  
P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

Form C-104  
Revised 1-1-89  
See Instructions  
at Bottom of Page

RECEIVED

OCT - 4 1993

REQUEST FOR ALLOWABLE AND AUTHORIZATION  
TO TRANSPORT OIL AND NATURAL GAS

O. C. D.

|   |  |                                     |
|---|--|-------------------------------------|
| Operator<br>MEWBOURNE OIL COMPANY   |  | Well API No.<br>30-015-26404        |
| Address<br>P.O. BOX 5270, HOBBS, NM 88241   |  |                                     |
| Reason(s) for Filing (Check proper box) <input type="checkbox"/> Other (Please explain) |  |                                     |
| New Well <input type="checkbox"/>   | Change in Transporter of:                          |                                     |
| Recompletion <input type="checkbox"/>   | Oil <input type="checkbox"/>                       | Dry Gas <input type="checkbox"/>    |
| Change in Operator <input type="checkbox"/>   | Casinghead Gas <input checked="" type="checkbox"/> | Condensate <input type="checkbox"/> |
| If change of operator give name and address of previous operator _____                  |  |                                     |

II. DESCRIPTION OF WELL AND LEASE

|   |               |  |  |                       |
|---|---------------|--|--|-----------------------|
| Lease Name<br>FEDERAL "T"   | Well No.<br>1 | Pool Name, including Formation<br>NORTH ILLINOIS CAMP, WOLF CAMP | Kind of Lease<br>State, Federal or Fee | Lease No.<br>NM-42410 |
| Location<br>Unit Letter <u>A</u> : 660' Feet From The <u>FNL</u> Line and 990' Feet From The <u>FEL</u> Line<br>Section <u>12</u> Township <u>18S</u> Range <u>27E</u> , NMPM, <u>EDDY</u> County |               |  |  |                       |

III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS

|  |  |           |            |            |
|--|--|-----------|------------|------------|
| Name of Authorized Transporter of Oil <input checked="" type="checkbox"/> or Condensate <input type="checkbox"/>         | Address (Give address to which approved copy of this form is to be sent) |           |            |            |
| <u>AMO</u>   |  |           |            |            |
| Name of Authorized Transporter of Casinghead Gas <input checked="" type="checkbox"/> or Dry Gas <input type="checkbox"/> | Address (Give address to which approved copy of this form is to be sent) |           |            |            |
| <u>GPM GAS CORPORATION</u>   | <u>BARTLESVILLE, OKLAHOMA 74004</u>                                      |           |            |            |
| If well produces oil or liquids, give location of tanks.   | Unit   | Sec.      | Twp.       | Rge.       |
|  |  | <u>12</u> | <u>18S</u> | <u>27E</u> |
| Is gas actually connected?   | When ?   |           |            |            |
| <u>YES</u>   | <u>8-1-93</u>  |           |            |            |

If this production is commingled with that from any other lease or pool, give commingling order number: \_\_\_\_\_

IV. COMPLETION DATA

|                                     |                             |          |                 |          |        |                   |            |            |
|-------------------------------------|-----------------------------|----------|-----------------|----------|--------|-------------------|------------|------------|
| Designate Type of Completion - (X)  | Oil Well                    | Gas Well | New Well        | Workover | Deepen | Plug Back         | Same Res'v | Diff Res'v |
|                                     |                             |          |                 |          |        |                   |            |            |
| Date Spudded                        | Date Compl. Ready to Prod.  |          | Total Depth     |          |        | P.B.T.D.          |            |            |
| Elevations (DF, RKB, RT, GR, etc.)  | Name of Producing Formation |          | Top Oil/Gas Pay |          |        | Tubing Depth      |            |            |
| Perforations                        |                             |          |                 |          |        | Depth Casing Shoe |            |            |
| TUBING, CASING AND CEMENTING RECORD |                             |          |                 |          |        |                   |            |            |
| HOLE SIZE                           | CASING & TUBING SIZE        |          | DEPTH SET       |          |        | SACKS CEMENT      |            |            |
|                                     |                             |          |                 |          |        |                   |            |            |
|                                     |                             |          |                 |          |        |                   |            |            |

V. TEST DATA AND REQUEST FOR ALLOWABLE

OIL WELL (Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours.)

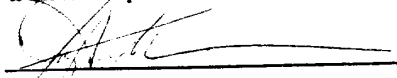
|                                |                 |   |            |
|--------------------------------|-----------------|---|------------|
| Date First New Oil Run To Tank | Date of Test    | Producing Method (Flow, pump, gas lift, etc.) |            |
| Length of Test                 | Tubing Pressure | Casing Pressure                               | Choke Size |
| Actual Prod. During Test       | Oil - Bbls.     | Water - Bbls.                                 | Gas- MCF   |

GAS WELL

|                                  |                           |                           |                       |
|----------------------------------|---------------------------|---------------------------|-----------------------|
| Actual Prod. Test - MCF/D        | Length of Test            | Bbls. Condensate/MMCF     | Gravity of Condensate |
| Testing Method (pilot, back pr.) | Tubing Pressure (Shut-in) | Casing Pressure (Shut-in) | Choke Size            |

VI. OPERATOR CERTIFICATE OF COMPLIANCE

I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

  
Signature  
JAY PRUDHOMME  
Printed Name  
PRODUCTION ENGINEER  
Title

OIL CONSERVATION DIVISION

Date Approved OCT - 7 1993

By ORIGINAL SIGNED BY  
MIKE WILLIAMS  
Title SUPERVISOR, DISTRICT II

SEPT. 28, 1993  
Date

(505) 393-5905  
Telephone No.

**INSTRUCTIONS:** This form is to be filed in compliance with Rule 1104

- 1) Request for allowable for newly drilled or deepened well must be accompanied by tabulation of deviation tests taken in accordance with Rule 111.
- 2) All sections of this form must be filled out for allowable on new and recompleted wells.
- 3) Fill out only Sections I, II, III, and VI for changes of operator, well name or number, transporter, or other such changes.
- 4) Separate Form C-104 must be filed for each pool in multiply completed wells.

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

NM OIL & GAS  
Drawer DD  
Artesia, NM 88210

FORM APPROVED  
Except Entry No. 104-013  
Expires March 31, 1993

C/5F

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

RECEIVED

OCT 20 1993

510

1. Type of Well

Oil Well  Gas Well  Other

2. Name of Operator

Newbourne Oil Company

3. Address and Telephone No.

P.O. Box 5270 Hobbs, New Mexico 88241 (505) 393-5905

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

660' FNL & 990' FEL  
Sec. 12-T18S-R27F

NM-42410

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Federal "T" #1

9. API Well No.

30-015-26404

10. Field and Pool, or Exploratory Area

North Illinois Camp Morrow

11. County or Parish, State

Eddy Co. N.M.

12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                       |  |
|--|--|--|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Abandonment                 | <input type="checkbox"/> Change of Plans         |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Recompletion                | <input type="checkbox"/> New Construction        |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Plugging Back               | <input type="checkbox"/> Non-Routine Fracturing  |
|  | <input type="checkbox"/> Casing Repair               | <input type="checkbox"/> Water Shut-Off          |
|  | <input type="checkbox"/> Altering Casing             | <input type="checkbox"/> Conversion to Injection |
|  | <input type="checkbox"/> Other <u>Shut-in Status</u> | <input type="checkbox"/> Dispose Water           |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Mewbourne Oil Company hereby requests "shut-in" status pending further evaluation of the lease for the above well. The well was spudded 06/28/90. Attached is a copy of the stimulation report which charts the annulus pressure during a break down on the Wolfcamp recompletion.

RECEIVED  
 SEP 21 11 09 AM '93  
 OIL & GAS  
 ARTESIA

Approved For 12 Month Period  
Ending 8/27/94

14. I hereby certify that the foregoing is true and correct

Signed [Signature]

Title Production Engineer

Date 09/21/93

(This space for Federal or State office use)

Approved by [Signature]

Title Petroleum Engineer

Date 10/18/93

Conditions of approval, if any:

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 representations as to any matter within its jurisdiction.

\*See Instruction on Reverse Side

# HALLIBURTON SERVICES

ACQUIRE Version 1.52

## CUSTOMER AND JOB INFORMATION

|            |               |            |             |
|------------|---------------|------------|-------------|
| Customer   | MEWBOURNE OIL | Date       | 21-Aug-1993 |
| Contractor | X-PERT        | County     | EDDY        |
| Lease      | FED-T         | Town       |             |
| Location   | ARTESIA       | Section    |             |
| Formation  |               | Range      |             |
| Job Type   | ACID          | Permit No  |             |
| Country    | USA           | Well No    | 1           |
| State      | NM            | Field Name |             |

Customer Representative BRENT THURMAP

Halliburton Operator TOMMY VAUGHN

Ticket No. 498331NO

## STAGE DESCRIPTIONS

ST ACID  
ST FLUSH

## WELL CONFIGURATION INFORMATION

Packer Type COMP      Depth 6765 ft  
Bottom Hole Temp. 120.0 Deg F

## PIPE CONFIGURATION

| Wellbore Segment Number | Measured Depth (ft) | TVD (ft) | Casing ID (inch) | Casing OD (inch) | Tubing ID (inch) | Tubing OD (inch) |
|-------------------------|---------------------|----------|------------------|------------------|------------------|------------------|
| 1                       | 6868                | 6868     | 4.950            | 5.500            | 2.441            | 2.875            |

## PERFORATIONS

| Perforation Interval | Top (ft) | Bottom (ft) | Shots per (ft) |
|----------------------|----------|-------------|----------------|
| 1                    | 6868     | 7038        | 2              |

## REMARKS ABOUT JOB

TREAT AS INST

---

---

---

---

NOTICE: THIS REPORT IS BASED ON SOUND ENGINEERING PRACTICES, BUT BECAUSE OF VARIABLE WELL CONDITIONS AND OTHER INFORMATION WHICH MUST BE RELIED UPON, HALLIBURTON MAKES NO WARRANTY, EXPRESSED OR IMPLIED, AS TO THE ACCURACY OF THE DATA OR OF ANY CALCULATIONS OR OPINIONS EXPRESSED HEREIN. YOU AGREE THAT HALLIBURTON SHALL NOT BE LIABLE FOR ANY LOSS OR DAMAGE, WHETHER DUE TO NEGLIGENCE



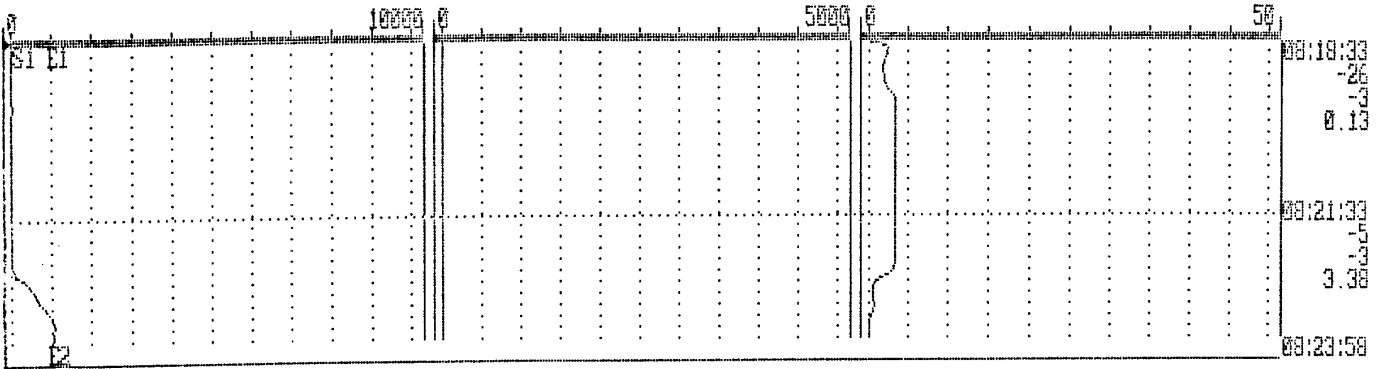
\*\*\*\*\*  
 REALTIME STRIP CHART  
 \*\*\*\*\*

- 1. Tubing Press (psi)
- 2. Annulus Press (psi)
- 3. Clean Rate (bpm)

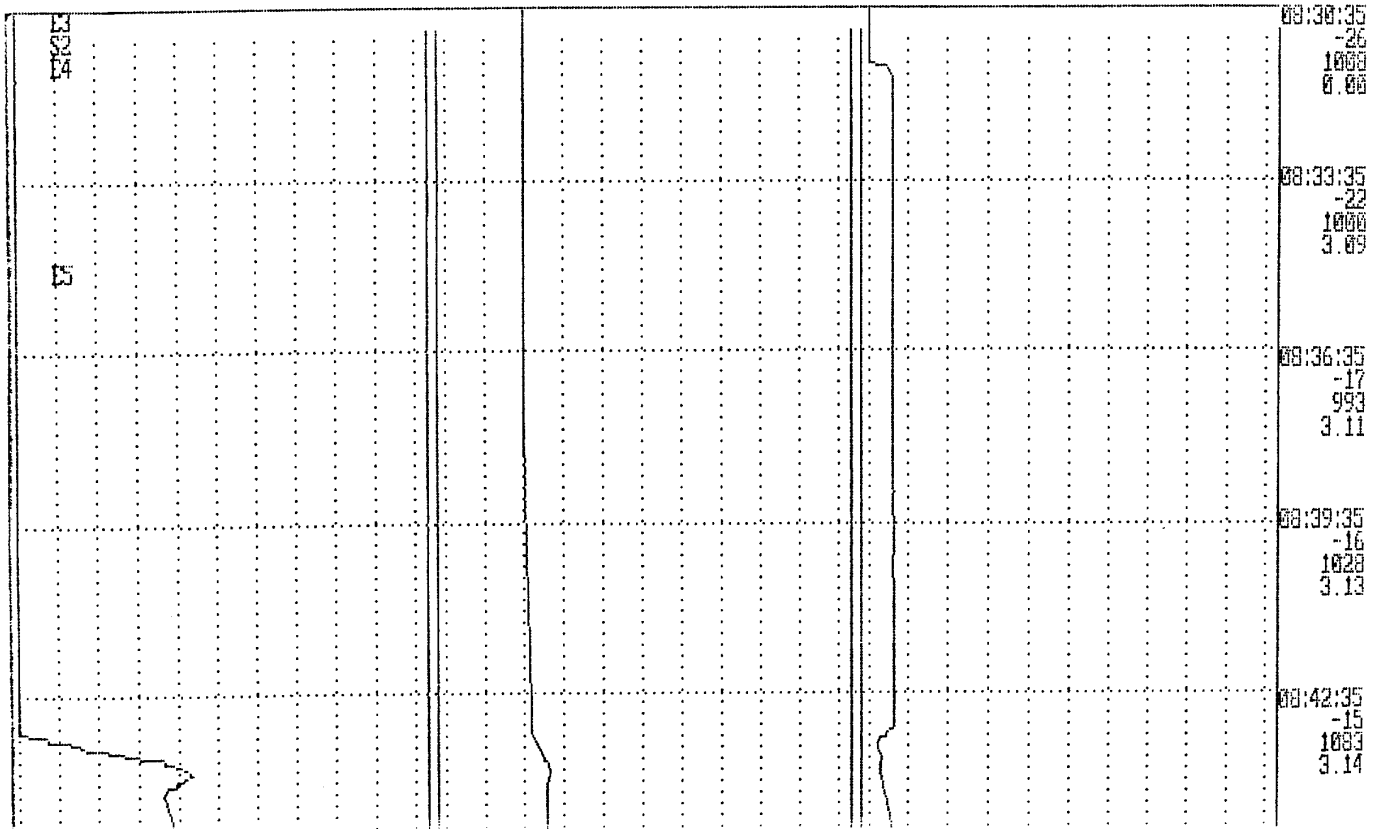
TUBING PRESS  
psi

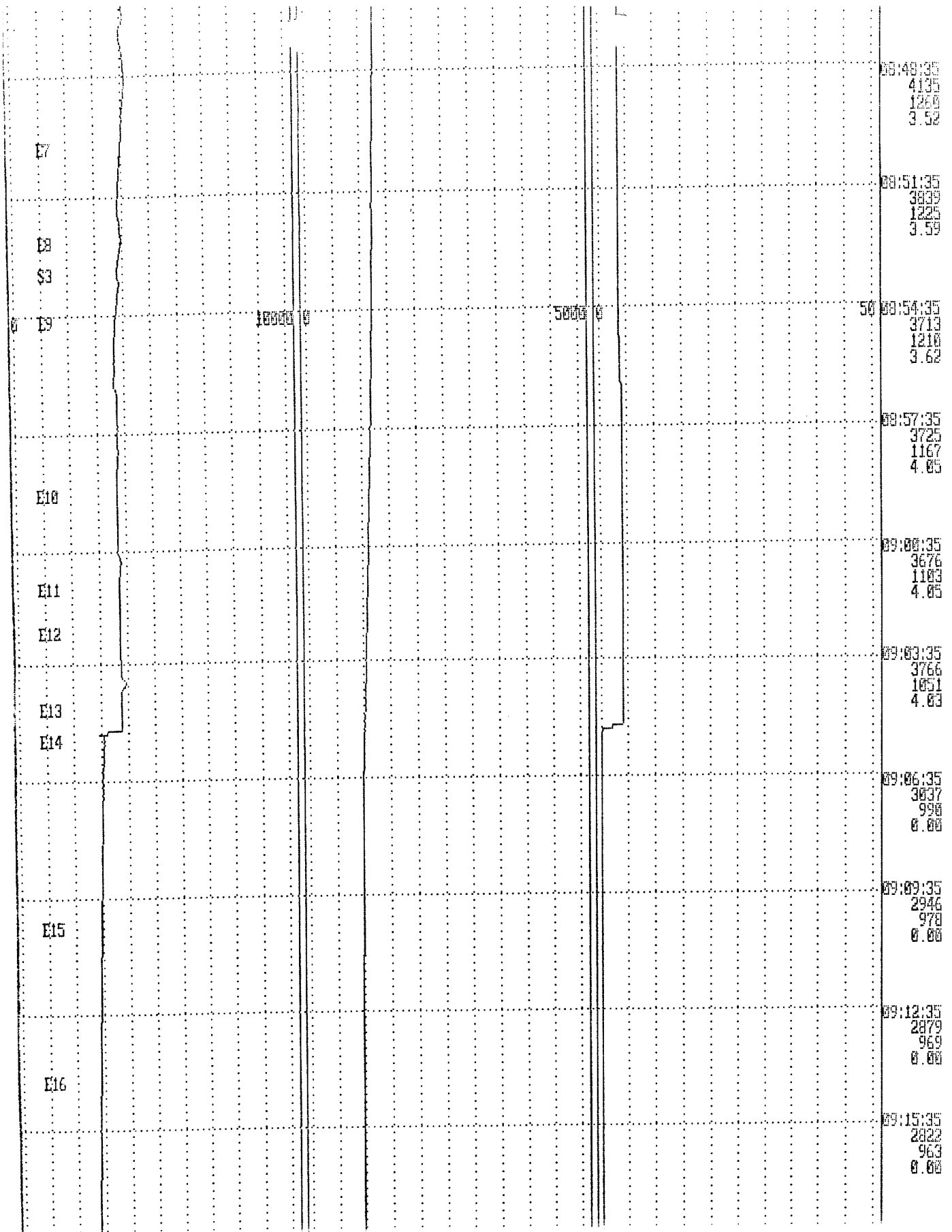
ANNULUS PRESS  
psi

CLEAN RATE  
bpm



PAUSE





UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

NM OIL CONS COMMISSION  
District Director  
Artesia, NM 88203  
FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

CISF

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

|   |  |
|---|--|
| 1. Type of Well<br><input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other    | 3. Lease Designation and Serial No.<br>NM 42410                    |
| 2. Name of Operator<br>Mewbourne Oil Company  | 6. If Indian, Abnee or Tribe Name                                  |
| 3. Address and Telephone No.<br>P.O. Box 5270 Hobbs, New Mexico 88241 (505) 393-5905  | 7. If Unit or CA, Agreement Designation                            |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>660' FNL & 990' FEL<br>Sec. 12-T18S-R27E<br><i>Unit A</i> | 8. Well Name and No.<br>Federal T #1                               |
|   | 9. API Well No.<br>30-015-26404                                    |
|   | 10. Field and Pool, or Exploratory Area<br>N. Illinois Camp Morrow |
|   | 11. County or Parish, State<br>Eddy Co., N.M.                      |

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION   |
|---|--|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Abandonment                                   |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Recompletion                                  |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Plugging Back                                 |
|   | <input type="checkbox"/> Casing Repair                                 |
|   | <input type="checkbox"/> Altering Casing                               |
|   | <input checked="" type="checkbox"/> Other <u>Casing Integrity Test</u> |
|   | <input type="checkbox"/> Change of Plans                               |
|   | <input type="checkbox"/> New Construction                              |
|   | <input type="checkbox"/> Non-Routine Fracturing                        |
|   | <input type="checkbox"/> Water Shut-Off                                |
|   | <input type="checkbox"/> Conversion to Injection                       |
|   | <input type="checkbox"/> Dispose Water                                 |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

- Loaded casing with 80 bbls. water and tested to 1,000#. Lost 10# in 30 minutes.  
Casing integrity test witnessed and approved by BLM representative on 5/23/95.

RECEIVED

- Had no pressure on 5-1/2" - 8-5/8" Annulus or 8-5/8" - 13-3/8" Annulus

JUL 10 1995

ACCEPTED FOR RECORD OIL CON. DIV.  
DIST. 3  
J. Lara  
- 7 1995  
CARLSBAD, NEW MEXICO  
RECEIVED  
JUL 10 1995

14. I hereby certify that the foregoing is true and correct  
Signed [Signature] Title Engineer Date 5/24/95  
(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Conditions of approval, if any

5 U.S.C. Section 552 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 communications or to any matter within its jurisdiction.

[REDACTED] 025F

Form 3160-5  
(June 1990)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

5. Lease Designation and Serial No.  
NM 42410

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.  
Federal "T" #1

9. API Well No.  
30-015-26404

10. Field and Pool, or Exploratory Area  
N. Illinois Camp Morrow

11. County or Parish, State  
Eddy Co. N.M.

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

**SUBMIT IN TRIPLICATE**

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
Mewbourne Oil Company ✓

3. Address and Telephone No.  
P.O. Box 5270 Hobbs, New Mexico 88241 (505) 393-5905

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
660' FNL & 990' FEL  
Sec. 12-T18S-R27E  
*Unit A*

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION   |
|--|--|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Abandonment                                   |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Recompletion                                  |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Plugging Back                                 |
|  | <input type="checkbox"/> Casing Repair                                 |
|  | <input type="checkbox"/> Altering Casing                               |
|  | <input checked="" type="checkbox"/> Other <u>Temporary Abandonment</u> |
|  | <input type="checkbox"/> Change of Plans                               |
|  | <input type="checkbox"/> New Construction                              |
|  | <input type="checkbox"/> Non-Routine Fracturing                        |
|  | <input type="checkbox"/> Water Shut-Off                                |
|  | <input type="checkbox"/> Conversion to Injection                       |
|  | <input type="checkbox"/> Dispose Water                                 |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Mewbourne Oil requests temporary abandonment status for the above referenced well for the purpose of evaluating further behind pipe potential. This well passed the casing integrity test as noted on the attached sundry notice.

RECEIVED  
AUG 7 8 59 AM '95  
OIL CON. DIV. AREA

TA APPROVED FOR 12 MONTH PERIOD  
ENDING 5/23/96  
RECEIVED  
AUG 30 1995

OIL CON. DIV.  
DIST. 2

14. I hereby certify that the foregoing is true and correct

Signed [Signature] Title Engineer Date Aug. 3, 1995

(This space for Federal or State office use)

Approved by (ORIG FILED) JOE G LARA Title PETROLEUM ENGINEER Date 8/28/95  
Conditions of approval, if any:

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 representations as to any matter within its jurisdiction.

\*See Instruction on Reverse Side

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT N.M. Oil Cons. Division

FORM APPROVED  
Budget Bureau No 1004-0135  
Expires March 31, 1993

*c15F*

811 S. 1st Street  
Artesia, NM 88210-2834

SUNDRY NOTICES AND REPORTS ON WELLS  
Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

Lease Designation and Serial No  
NM 42410

6. If Indian Allotment or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.  
Federal T #1

9. API Well No.  
30-015-26404

10. Field and Pool, or Exploratory Area  
N. Illinois Camp Morrow

11. County or Parish, State  
Eddy Co., NM

**SUBMIT IN TRIPLICATE**

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
Mewbourne Oil Company

3. Address and Telephone No.  
P.O. Box 5270, Hobbs, NM 88241 (505) 393-5905

4. Location of Well (Footage: Sec., T., R., M., or Survey Description)  
660' FNL & 990' FEL  
Sec. 12-T18S-R27E

DEC 05 '96

O. C. D.  
ARTESIA OFFICE

12 CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION   |
|--|--|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Abandonment                                   |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Recompletion                                  |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Plugging Back                                 |
|  | <input type="checkbox"/> Casing Repair                                 |
|  | <input type="checkbox"/> Altering Casing                               |
|  | <input checked="" type="checkbox"/> Other <u>Temporary Abandonment</u> |
|  | <input type="checkbox"/> Change of Plans                               |
|  | <input type="checkbox"/> New Construction                              |
|  | <input type="checkbox"/> Non-Routine Fracturing                        |
|  | <input type="checkbox"/> Water Shut-Off                                |
|  | <input type="checkbox"/> Conversion to Injection                       |
|  | <input type="checkbox"/> Dispose Water                                 |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13 Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)  
Mewbourne Oil Company requests an extension of Temporary Abandonment Status for the above referenced well for the purpose of evaluating further behind pipe potential. This well passed the casing integrity test on 05/23/95 and indicates no additional tests should be needed.

NOV 21 9 50 AM '96  
RECEIVED

14. I hereby certify that the foregoing is true and correct

Signed Hollie Jones Title Engineer Date 11/25/96

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Conditions of approval, if any:

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 representations as to any matter within its jurisdiction

\*See instruction on Reverse Side

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. Division  
811 S. 1st Street  
Artesia, NM 88210-2834

CIS F

FORM APPROVED  
General Use No. 1004-0135  
Expires: March 31, 1993

**SUNDRY NOTICES AND REPORTS ON WELLS**  
Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT-" for such proposals

*SUBMIT IN TRIPLICATE*

|  |  |
|--|--|
| 1. Type of Well<br><input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other | 5. Lease Designation and Serial No.<br>NM-42410                    |
| 2. Name of Operator<br>Mewbourne Oil Company   | 6. If Indian, Allottee or Tribe Name                               |
| 3. Address and Telephone No.<br>PO Box 5270, Hobbs, NM 505-393-5905  | 7. If Unit or CA, Agreement Designation                            |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>660' FNL & 990' FEL, Sec.12 T-18S R-27E                | 8. Well Name and No.<br>Federal T #1                               |
|  | 9. API Well No.<br>30-015-26404                                    |
|  | 10. Field and Pool, or Exploratory Area<br>N. Illinois Camp Morrow |
|  | 11. County or Parish, State<br>Eddy, NM                            |

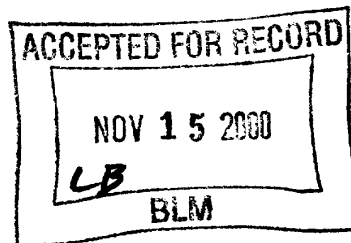
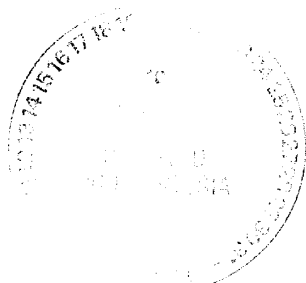
12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION                                   |
|---|--|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Abandonment             |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Recompletion            |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Plugging Back           |
|   | <input type="checkbox"/> Casing Repair           |
|   | <input type="checkbox"/> Altering Casing         |
|   | <input checked="" type="checkbox"/> Other MIT.   |
|   | <input type="checkbox"/> Change of Plans         |
|   | <input type="checkbox"/> New Construction        |
|   | <input type="checkbox"/> Non-Routine Fracturing  |
|   | <input type="checkbox"/> Water Shut-Off          |
|   | <input type="checkbox"/> Conversion to Injection |
|   | <input type="checkbox"/> Dispose Water           |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

The above caption well was successfully MIT'ed on 10/25/2000. (520 psi for 30 mins.)  
The pressure chart is enclosed.  
If any question, please call.



14. I hereby certify that the foregoing is true and correct

Signed [Signature] Title N.M. Young District Manager Date 11/01/00

(This space for Federal or State office use)

Approved by Renard Only Title \_\_\_\_\_ Date \_\_\_\_\_

Conditions of approval, if any:

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 representations as to any matter within its jurisdiction.

\*See Instruction on Reverse Side

OCD - Artesia

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

C/SF

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT-" for such proposals

**SUBMIT IN TRIPLICATE**

|  |  |
|--|--|
| <p>1. Type of Well<br/> <input type="checkbox"/> Oil Well    <input type="checkbox"/> Gas Well    <input checked="" type="checkbox"/> Other</p> <p>2. Name of Operator<br/> <b>Mewbourne Oil Company</b></p> <p>3. Address and Telephone No.<br/> <b>PO Box 5270, Hobbs, NM 505-393-5905</b></p> <p>4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br/> <b>660' FNL &amp; 990' FEL, Sec.12 T-18S R-27E</b></p> | <p>5. Lease Designation and Serial No.<br/> <b>NM-42410</b></p> <p>6. If Indian, Allottee or Tribe Name</p> <p>7. If Unit or CA, Agreement Designation</p> <p>8. Well Name and No.<br/> <b>Federal T #1</b></p> <p>9. API Well No.<br/> <b>30-015-26404</b></p> <p>10. Field and Pool, or Exploratory Area<br/> <b>N. Illinois Camp Morrow</b></p> <p>11. County or Parish, State<br/> <b>Eddy, NM</b></p> |
|--|--|

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION  | TYPE OF ACTION   |
|---|--|
| <input checked="" type="checkbox"/> Notice of Intent<br><br><input type="checkbox"/> Subsequent Report<br><br><input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Abandonment<br><input type="checkbox"/> Recompletion<br><input type="checkbox"/> Plugging Back<br><input type="checkbox"/> Casing Repair<br><input type="checkbox"/> Altering Casing<br><input checked="" type="checkbox"/> Other <u>CIT &amp; Extend T/A.</u><br><br><input type="checkbox"/> Change of Plans<br><input type="checkbox"/> New Construction<br><input type="checkbox"/> Non-Routine Fracturing<br><input type="checkbox"/> Water Shut-Off<br><input type="checkbox"/> Conversion to Injection<br><input type="checkbox"/> Dispose Water |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

The above caption well is currently under T/A status. Mewbourne Oil Company would like to extend this status. The well has a 5 1/2" CIBP above all perms @ 6800". We are considering converting this well into a SWD. At this time, Mewbourne would like to schedule a CIT (500 psi) & after passing, extend T/A status for an additional time.

If any question, please call.



*TA Approved by 12 Search Request*  
*10/25/2000*

RECEIVED  
 2000 OCT 10 1 P 2:34  
 BUREAU OF LAND MGMT.  
 LAND SURFACE RESOURCE AREA

14. I hereby certify that the foregoing is true and correct

Signed *N.M. Young* Title N.M. Young District Manager Date 10/06/00

(This space for Federal or State office use)

Approved by **(OPM. SEC.) JOE G. LARA** Title Petroleum Engineer Date 11/6/2000  
 Conditions of approval, if any:

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 representations as to any matter within its jurisdiction.

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

*CCD - Artesia*

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

*CISF*

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT-" for such proposals

**SUBMIT IN TRIPLICATE**

|  |  |
|--|--|
| 1. Type of Well<br><input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other | 5. Lease Designation and Serial No.<br>NM-42410                    |
| 2. Name of Operator<br>Mewbourne Oil Company   | 6. If Indian, Allottee or Tribe Name                               |
| 3. Address and Telephone No.<br>PO Box 5270, Hobbs, NM 505-393-5905  | 7. If Unit or CA, Agreement Designation                            |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>660' FNL & 990' FEL, Sec.12 T-18S R-27E                | 8. Well Name and No.<br>Federal T #1                               |
|  | 9. API Well No.<br>30-015-26404                                    |
|  | 10. Field and Pool, or Exploratory Area<br>N. Illinois Camp Morrow |
|  | 11. County or Parish, State<br>Eddy, NM                            |

RECEIVED  
CCD - ARTESIA  
OCT 13 14 15 16 17  
OCT 20 2000  
62728293031

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION   |
|--|--|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Abandonment                                   |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Recompletion                                  |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Plugging Back                                 |
|  | <input type="checkbox"/> Casing Repair                                 |
|  | <input type="checkbox"/> Altering Casing                               |
|  | <input checked="" type="checkbox"/> Other <u>CIT &amp; Extend T/A.</u> |
|  | <input type="checkbox"/> Change of Plans                               |
|  | <input type="checkbox"/> New Construction                              |
|  | <input type="checkbox"/> Non-Routine Fracturing                        |
|  | <input type="checkbox"/> Water Shut-Off                                |
|  | <input type="checkbox"/> Conversion to Injection                       |
|  | <input type="checkbox"/> Dispose Water                                 |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

The above caption well is currently under T/A status. Mewbourne Oil Company would like to extend this status. The well has a 5 1/2" CIBP above all perfs @ 6800". We are considering converting this well into a SWD. At this time, Mewbourne would like to schedule a CIT (500 psi) & after passing, extend T/A status for an additional time.

If any question, please call.

*TA Approved For 12 Month Period  
Ending 10/25/2001*

*Note to Operator:  
Please submit a copy of pressure test chart. Rec'd a copy on 11/9/2000.*

RECEIVED  
2000 OCT 10 11 P 2:34  
BUREAU OF LAND MGMT  
OIL AND GAS RESOURCE AREA

14. I hereby certify that the foregoing is true and correct

Signed *N.M. Young* Title N.M. Young District Manager Date 10/06/00

(This space for Federal or State office use)

Approved by *Lora* Title *Petroleum Engineer* Date 11/6/2000

Conditions of approval, if any:

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 representations as to any matter within its jurisdiction.

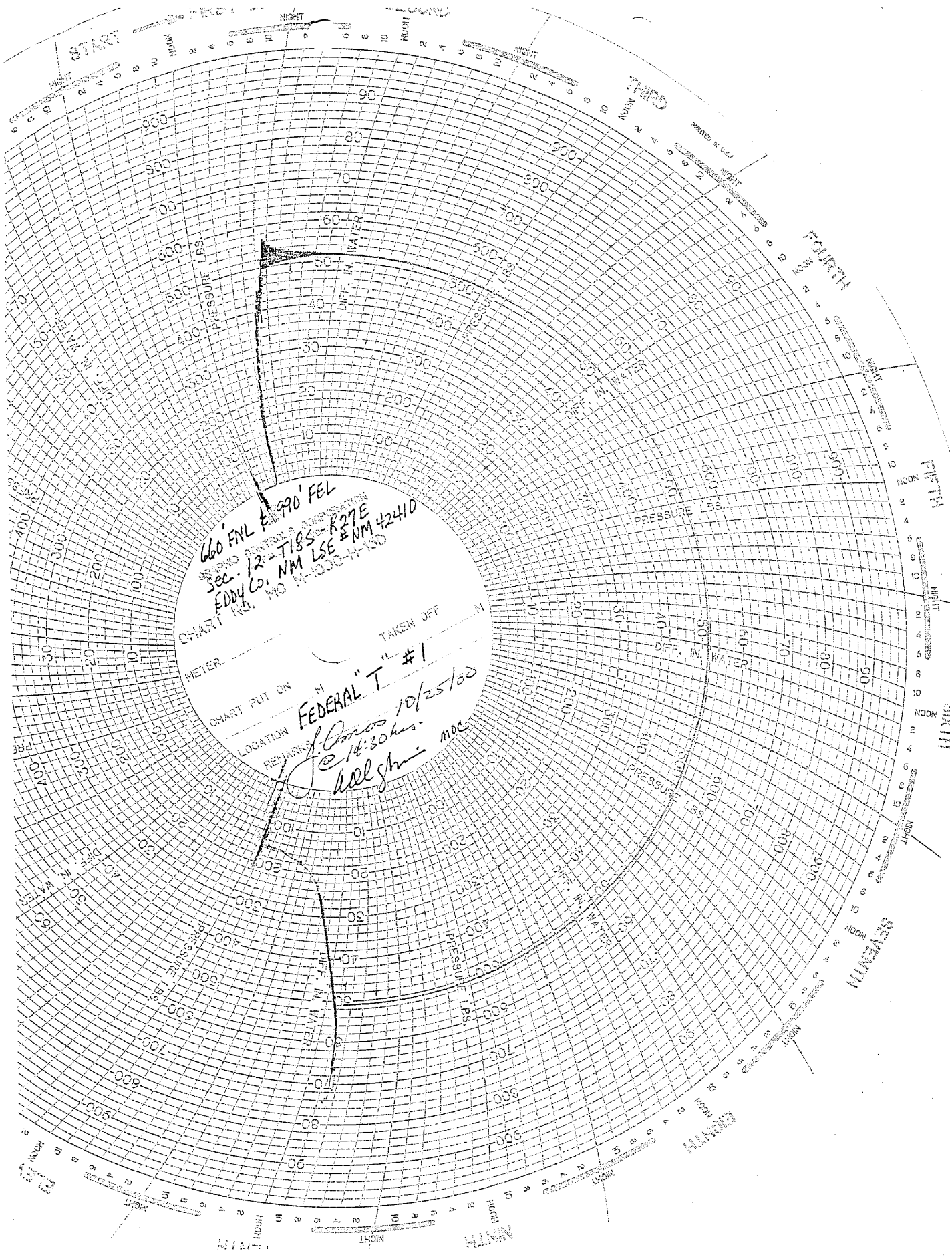
\*See Instruction on Reverse Side



RECEIVED

2000 NOV -9 P 2:16

WATER AND MGMT.  
SPECIAL RESOURCE AREA



660' FNL & 990' FEL  
Sec. 12 - TISS - R27E  
EDDY CO. NM LSE # NM 4241D  
CHART NO. 10 1000-1150

METER

CHART PUT ON

LOCATION

REMARKS

FEDERAL T #1

10/25/60

hellghini mac

TAKEN OFF

START

THIRD

FOURTH

SEVENTH

EIGHTH

NIGHT

NIGHT

NIGHT

NIGHT

NIGHT

NIGHT

NOON

NIGHT

NOON

NIGHT

NIGHT

NIGHT

NIGHT

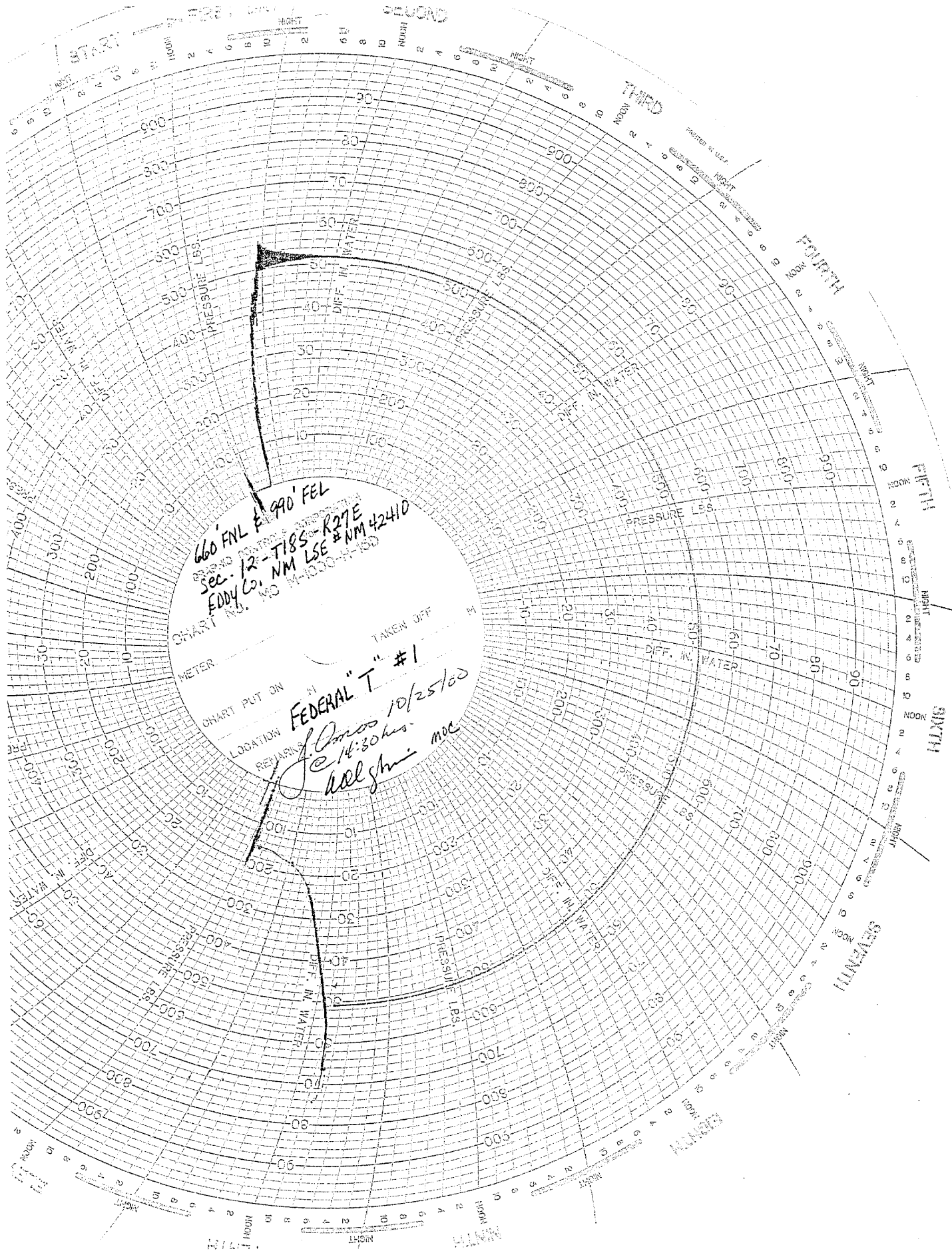
NIGHT

NIGHT

RECEIVED

2009 NOV -9 1P 2:16

ISLAND MGMT  
RESOURCE AREA



660' FNL & 990' FEL  
 Sec. 12 - TIBS - R27E  
 EDDY Co. NM LSE # NM 42410  
 CHART NO. 43 11-20-1960  
 METER  
 CHART PUT ON  
 LOCATION  
 REMARKS  
**FEDERAL "T" #1**  
 of Amos 10/25/62  
 @ 14:30 hrs.  
 Allgimi moc



**NEW MEXICO ENERGY, MINERALS and  
NATURAL RESOURCES DEPARTMENT**

**BILL RICHARDSON**  
Governor  
**Joanna Prukop**  
Cabinet Secretary

**Lori Wrotenbery**  
Director  
**Oil Conservation Division**

*Field Inspection Program  
"Preserving the Integrity of Our Environment"*

05-Dec-03

**MEWBOURNE OIL CO**  
PO BOX 7698  
TYLER, TX 75711-0000

**NOTICE OF VIOLATION - Inspection**

Dear Operator:

The following inspection(s) indicate that the well, equipment, location or operational status of the well(s) failed to meet standards of the New Mexico Oil Conservation Division as described in the detail section below. To comply with standards imposed by Rules and Regulations of the Division, corrective action must be taken immediately and the situation brought into compliance. The detail section indicates preliminary findings and/or probable nature of the violation. This determination is based on an inspection of your well or facility by an inspector employed by the Oil Conservation Division on the date(s) indicated.

Please notify the proper district office of the Division, in writing, of the date corrective actions are scheduled to be made so that arrangements can be made to reinspect the well and/or facility.

***INSPECTION DETAIL SECTION***

| <b>FEDERAL T 001</b>           |                        | <b>A-12-18S-27E</b>  | <b>30-015-26404-00-00</b> |                                     |                                  |                       |
|--------------------------------|------------------------|--|---------------------------|-------------------------------------|----------------------------------|-----------------------|
| <b>Inspection Date</b>         | <b>Type Inspection</b> | <b>Inspector</b>   | <b>Violation?</b>         | <b>*Significant Non-Compliance?</b> | <b>Corrective Action Due By:</b> | <b>Inspection No.</b> |
| 12/05/2003                     | Routine/Periodic       | Mike Bratcher  | Yes                       | No                                  | 3/9/2004                         | iMLB0333931134        |
| <b>Comments on Inspection:</b> |                        | TA status for this well expired 10/25/01. Last production reported was 7/93. Well is in violation of Rule 201. (Idle Well) |                           |                                     |                                  |                       |

In the event that a satisfactory response is not received to this letter of direction by the "Corrective Action Due By:" date shown above, further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely,



Artesia OCD District Office

Note: nformation in Detail Section comes directly from field inspector data entries - not all blanks will contain data.  
\*Significant Non-Compliance events are reported directly to the EPA, Region VI, Dallas, Texas.



NEW MEXICO ENERGY, MINERALS and  
NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

**Lori Wrotenbery**

Director

**Oil Conservation Division**

*Field Inspection Program  
"Preserving the Integrity of Our Environment"*

05-Dec-03

**MEWBOURNE OIL CO**

PO BOX 7698

TYLER, TX 75711-0000

**NOTICE OF VIOLATION - Inspection**

Dear Operator:

The following inspection(s) indicate that the well, equipment, location or operational status of the well(s) failed to meet standards of the New Mexico Oil Conservation Division as described in the detail section below. To comply with standards imposed by Rules and Regulations of the Division, corrective action must be taken immediately and the situation brought into compliance. The detail section indicates preliminary findings and/or probable nature of the violation. This determination is based on an inspection of your well or facility by an inspector employed by the Oil Conservation Division on the date(s) indicated.

Please notify the proper district office of the Division, in writing, of the date corrective actions are scheduled to be made so that arrangements can be made to reinspect the well and/or facility.

**INSPECTION DETAIL SECTION**

**FEDERAL T 001**

A-12-18S-27E

30-015-26404-00-00

| Inspection Date  | Type Inspection  | Inspector     | Violation? | *Significant Non-Compliance? | Corrective Action Due By: | Inspection No. |
|--|------------------|---------------|------------|------------------------------|---------------------------|----------------|
| 12/04/2003   | Routine/Periodic | Mike Bratcher | Yes        | No                           | 3/9/2004                  | iMLB0333840462 |
| <b>Comments on Inspection:</b> Well sign is illegible and is not standing. Violation Rule 103. |                  |               |            |                              |                           |                |

In the event that a satisfactory response is not received to this letter of direction by the "Corrective Action Due By:" date shown above, further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely,



Artesia OCD District Office

**Note:** Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.  
\*Significant Non-Compliance events are reported directly to the EPA, Region VI, Dallas, Texas.





# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**  
Governor  
**Joanna Prukop**  
Cabinet Secretary

**Lori Wrotenbery**  
Director  
**Oil Conservation Division**

9 January 2004

MEWBOURNE OIL CO  
PO Box 7698  
Tyler TX 75711

RE: Federal T 001      A-12-18s-27e      API 30-015-26404 Violation of Rule 103: Well sign violation

Dear Sirs:

This second directive is to notify you that these wells are still in violation of Rule 103

On December 4, 2003 a letter was sent notifying you on the violation of Rule 103. An inspection of the wells on January 6, 2004 found no action had been taken.

Rule 103 of the New Mexico Oil Conservation Division provides as follows:

#### **103 SIGN ON WELLS**

All wells and related facilities by the Division shall be identified by a sign, which sign shall remain in place until the well is plugged and abandoned and the related facilities are closed. For drilling wells, the sign shall be posted on the derrick or not more than 20 feet from the well. The sign shall be of durable construction and the lettering shall be legible and large enough to be read under normal conditions at a distance of 50 feet. The wells on each lease or property shall be numbered in non-repetitive, logical and distinctive sequence. An operator will have 90 days from the effective date of an operator name change to change the operator name on the well sign unless an extension of time, for good cause shown along with a schedule for making the changes, is granted. Each sign shall show the:

1. number of well;
2. name of property;
3. name of operator;
4. location by footage, quarter-quarter section, township and range (or Unit Letter can be substituted for the quarter-quarter section), and
5. API number.

**In the event that a satisfactory response is not received to this letter of direction by February 6, 2004** further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well. Such a hearing may result in imposition of **CIVIL PENALTIES** for your violation of OCD rules.

Sincerely,

Mike Bratcher, Compliance Officer

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT **OCD-ARTESIA**

FORM APPROVED  
OMB No. 1004-0135  
Expires: January 31, 2004

**SUNDRY NOTICES AND REPORTS ON WELLS**  
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.*

5. Lease Serial No.  
NM-42410

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.  
Federal T #1

9. API Well No.  
30-015-26404

10. Field and Pool, or Exploratory Area  
N Illinois Camp Morrow

11. County or Parish, State  
Eddy Co NM

**SUBMIT IN TRIPLICATE - Other instructions on reverse side**

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
Mewbourne Oil Company 14744

3a. Address  
PO Box 5270 Hobbs, NM 88240

3b. Phone No. (include area code)  
505-393-5905

4. Location of Well (Footage, Sec., T, R., M., or Survey Description)  
660' FNL & 990' FEL, Sec 12-T18S-R27E

RECEIVED  
APR 22 2004  
OCD-ARTESIA

**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

| TYPE OF SUBMISSION                                    | TYPE OF ACTION                                |   |  |  |
|---|---|---|--|--|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen           | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off            |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Fracture Treat   | <input type="checkbox"/> Reclamation               | <input type="checkbox"/> Well Integrity            |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Casing Repair        | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete                | <input checked="" type="checkbox"/> Other MIT Test |
|   | <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       |  |
|   | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back        | <input type="checkbox"/> Water Disposal            |  |

3. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

The above caption well was successfully MIT'ed on 01/26/04. (Pressured casing to 570#, held OK for 30 mins)  
The pressure chart is enclosed.

Requesting extension of temporary abandon status.  
5 1/2" CIBP set @ 6800'. No type of hardware in hole.

TA APPROVED FOR 12 MONTH PERIOD  
ENDING 1/26/05

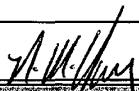
Accepted for record - NMOCD

14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

NM Young

Title Hobbs District Manager

Signature



Date 01/27/04

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by (Signature)

/s/ Joe G. Lara

Name (Printed/Typed)

/s/ Joe G. Lara

Title Pet. Engr.

Conditions of approval, if any, are attached. Approval of this notice 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 conduct operations thereon.

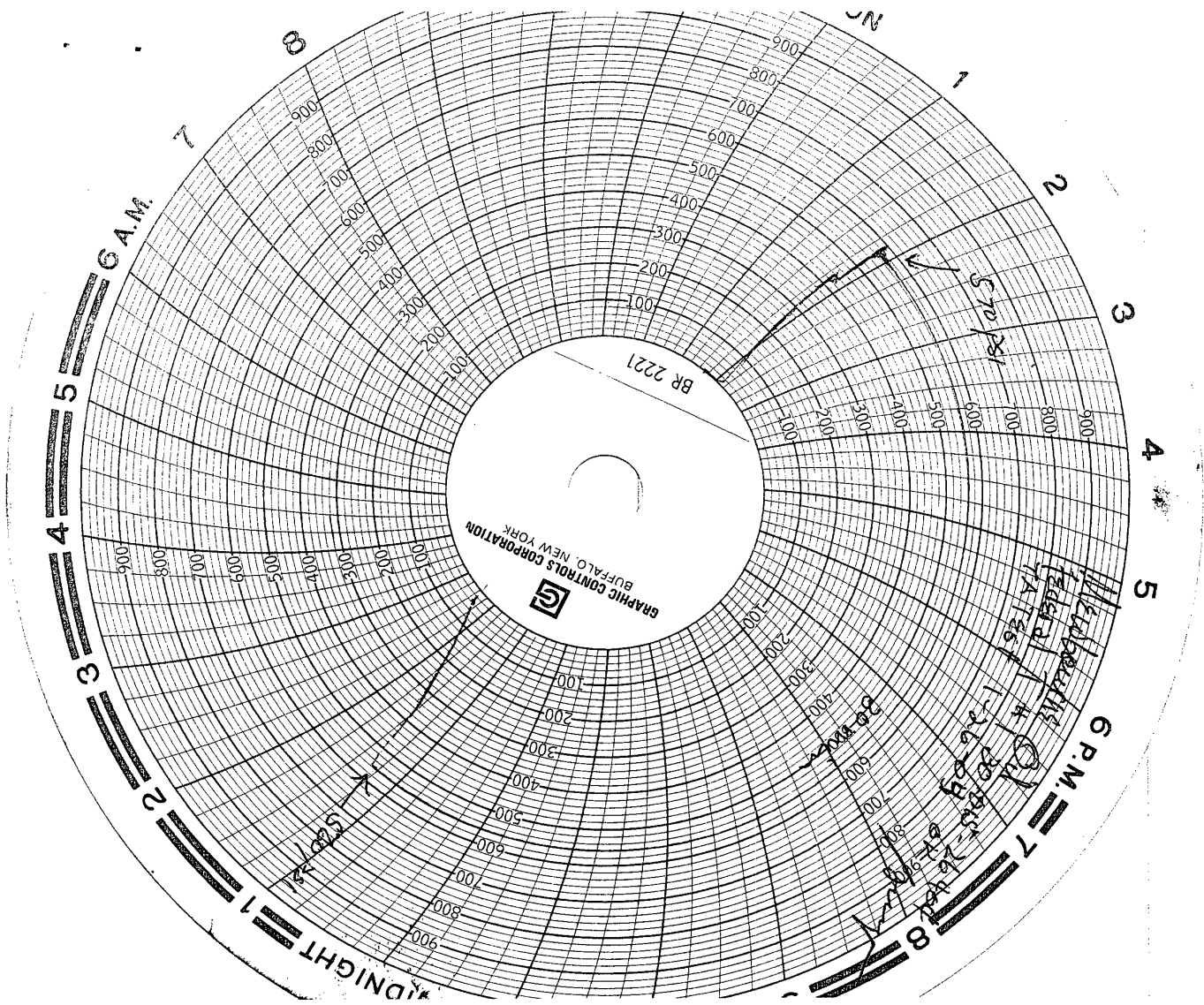
Office CARLSBAD FIELD OFFICE

Date

4/20/04

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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 representations as to any matter within its jurisdiction.

(Continued on next page)



RECEIVED

APR 22 2004

000-ARTESIA

C104AReport

Page 1 of 1

District II  
1301 W. Grand Ave., Artesia, NM 88210  
Phone:(505) 748-1283 Fax:(505) 748-9720

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-145  
Permit 72521

Oil Conservation Division  
1220 S. St Francis Dr.  
Santa Fe, NM 87505

Change of Operator

Previous Operator Information

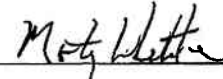
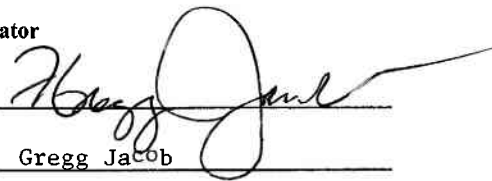
New Operator Information

|                   |                         |                   |  |
|-------------------|-------------------------|-------------------|--|
| OGRID:            | <u>14744</u>            | OGRID:            | <u>6137</u>                                |
| Name:             | <u>MEWBOURNE OIL CO</u> | Name:             | <u>DEVON ENERGY PRODUCTION COMPANY, LP</u> |
| Address:          | <u>PO BOX 5270</u>      | Address:          | <u>20 N Broadway</u>                       |
| Address:          | <u></u>                 | Address:          | <u></u>                                    |
| City, State, Zip: | <u>HOBBS, NM 88241</u>  | City, State, Zip: | <u>Oklahoma City, OK 73102</u>             |

I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information on this form and the certified list of wells is true to the best of my knowledge and belief.

Previous Operator

New Operator

|               |  |               |   |
|---------------|--|---------------|---|
| Signature:    | <u></u> | Signature:    | <u></u> |
| Printed Name: | <u>Monty L. Whetstone</u>  | Printed Name: | <u>Gregg Jacob</u>  |
| Title:        | <u>Vice-President Operations</u>   | Title:        | <u>Western Operations Manager</u>   |
| Date:         | <u>4/4/08</u> Phone: <u>(903) 561-2900</u>   | Date:         | <u>4/07/08</u> Phone: <u>(405) 552-4591</u>   |

**NMOCD Approval**  
 Electronic Signature: Carmen Reno, District 2  
 Date: April 07, 2008

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
**SUNDRY NOTICES AND REPORTS ON WELLS**

**S**

**OCD-ARTESIA**

FORM APPROVED  
OMB No. 1004-0135  
EFFECTIVE DATE: NOVEMBER 30, 2000

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APU) for such proposals

SUBMIT IN TRIPLICATE

1a Type of Well  Oil Well  Gas Well  Other \_\_\_\_\_

2. Name of Operator  
**DEVON ENERGY PRODUCTION COMPANY, LP**

3. Address and Telephone No.  
**20 North Broadway, Oklahoma City, OK 73102 405-552-8198**

4. Location of Well (Report location clearly and in accordance with Federal requirements)\*  
**660' FNL & 990' FEL  
Section 12 T18S R27E, Unit A**

5. Lease Serial No.  
**NM-42410**

6. If Indian, Allottee or Tribe Name

7. Unit or CA Agreement Name and No.

8 Well Name and No.  
**Federal T 1**

9. API Well No.  
**30-015-26404**

10. Field and Pool, or Exploratory  
**Wolfcamp**

12. County or Parish 13. State  
**Eddy NM**

**JUL 21 2008  
OCD-ARTESIA**

CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION   |   |  |   |
|--|--|---|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize                         | <input type="checkbox"/> Deepen           | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Alter Casing                    | <input type="checkbox"/> Fracture Treat   | <input type="checkbox"/> Reclamation               | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Casing Repair                   | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete                | <input type="checkbox"/> Other _____    |
|  | <input type="checkbox"/> Change Plans                    | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       |   |
|  | <input checked="" type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back        | <input type="checkbox"/> Water Disposal            |   |

13 Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work and approximate duration thereof. If the proposal deepens directionally or recompletes horizontally, give subsurface location and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirement, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection)

Devon Energy Production Company, LP is preparing Form C108, Application for Authorization to Inject that will be filed with the Oil Conservation Division, Santa Fe, New Mexico office. Devon is proposing to convert the Federal T #1 well to SWD in the Lower Wolfcamp and Cisco zones from 7400' to 8200'. The BLM has been sent a copy of C108 application filed with the OCD.

1. RIH and drill out CIBP's at 6,800', 7,078', & 7,265'.
2. Perform injection step rate test in the Lower Wolfcamp.
3. Drill out CIBP at 7,560' and cement retainers at 7,745', 7,780', & 7,820', & 8,000'.
4. Perforate / Reperforate Cisco with casing gun, 0.42" EHD, 2 spf from 7,893'-7,899'; 7,902'-7,907'; 7,910'-7,916'; 7,919'-7,927'; 7,932'-7,959'; 7,965'-7,967'; 7,971'-7,972'; 7,976'-7,978'; 8,034'-8,042'; 8,055'-8,060'; 8160'-8164'.
5. Frac as recommended.
6. RIH with RBP and set at +/- 7,865'.
7. Perforate / Reperforate Cisco with casing gun, 0.42" EHD, 2 spf at 7,758'-7,768'; 7,790'-7,798'; 7,800'-7,818'; 7,832'-7,840'.
8. Frac as per recommended.
9. POOH with RBP and RIH with tubing and packer. Set packer at 7,600'. Perform injection step rate test in Cisco.
10. Tie in disposal line routed from West Red Lake SWD Battery and establish injection.

*\* Either, return the well to active status by 11-16-08 or submit plans for abandonment.*

14. I hereby certify that the foregoing is true and correct

Signed [Signature] Name Norvella Adams  
Title Sr. Staff Engineering Technician

Date 7/16/2008 **APPROVED**

(This space for Federal or State Office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_  
Conditions of approval, if any:

Date JUL 16 2008

This is a U.S.C. Section 101, makes it a crime for any person knowingly and willfully to make any department or agency of the United States any false, fictitious or fraudulent statement or report, or to furnish any false, fictitious or fraudulent information to any matter within its jurisdiction

**JAMES A. AMOS  
SUPERVISOR EPC**

\*See Instruction on Reverse Side

Accepted for record - NMOCD

Submit 3 Copies To Appropriate District Office  
 District I  
 1625 N. French Dr., Hobbs, NM 88240  
 District II  
 1301 W Grand Ave., Artesia, NM 88210  
 District III  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV  
 1220 S St Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 May 27, 2004

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

|  |
|--|
| WELL API NO.<br><b>30-015-26404</b>  |
| 5. Indicate Type of Lease<br>STATE <input type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.   |
| 7. Lease Name or Unit Agreement Name<br><b>Federal T</b>                                 |
| 8. Well Number<br><b>1</b>   |
| 9. OGRID Number<br><b>6137</b>   |
| 10. Pool name or Wildcat<br><b>L. Wolfcamp and Cisco 96136</b>                           |

**SUNDRY NOTICES AND REPORTS ON WELLS**  
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS)

1. Type of Well: Oil Well  Gas Well  Other -Convert to SWD

2. Name of Operator  
**DEVON ENERGY PRODUCTION COMPANY, LP**

3. Address of Operator  
**20 North Broadway, Oklahoma City, OK 73102 405-552-8198**

4. Well Location  
 Unit Letter A : 660' feet from the NORTH line and 990' feet from the EAST line  
 Section 12 Township 18S Range 27E NMPM County Eddy

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
**3709' KB; 3697' GL**

Pit or Below-grade Tank Application  or Closure

Pit type \_\_\_\_\_ Depth to Groundwater \_\_\_\_\_ Distance from nearest fresh water well \_\_\_\_\_ Distance from nearest surface water \_\_\_\_\_

Pit Liner Thickness: \_\_\_\_\_ mil Below-Grade Tank: Volume \_\_\_\_\_ bbls; Construction Material \_\_\_\_\_

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

|  |   |  |  |
|--|---|--|--|
| <b>NOTICE OF INTENTION TO:</b>                 |   | <b>SUBSEQUENT REPORT OF:</b>   |  |
| PERFORM REMEDIAL WORK <input type="checkbox"/> | PLUG AND ABANDON <input type="checkbox"/> | REMEDIAL WORK <input type="checkbox"/>   | ALTERING CASING <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/>   | CHANGE PLANS <input type="checkbox"/>     | COMMENCE DRILLING OPNS. <input type="checkbox"/>                                       | P AND A <input type="checkbox"/>         |
| PULL OR ALTER CASING <input type="checkbox"/>  | MULTIPLE COMPL <input type="checkbox"/>   | CASING/CEMENT JOB <input type="checkbox"/>   |  |
| OTHER: <input type="checkbox"/>                |   | OTHER <input checked="" type="checkbox"/> <b>Convert to SWD, Admin. Order SWD-1135</b> |  |

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

- 8/04/08 RU unit. ND wellhead and NU BOP. TIH with bit and drill collars.
- 8/05/08 Drill CIBP at 6800' and 7078'.
- 8/06/08 Drilled through cement at 7525', CIBP at 7300' and cement at 7560' and CIBP at 7595'.
- 8/07/08 Ran step rate test; pumped 50 bbls at 1/2 bbl/min - 0# psi, pumped 50 bbls at 1 bbl/min -20# psi, pumped 50 bbls at 2 bbls/min - 75# psi, pumped 50 bbls at 3 bbls/min - 170# psi, pumped 50 bbls at 4 bbls/min - 250 psi.
- 8/08/08 Trucked in and established injection in the Wolfcamp at 150 BWPD at 170 psi.
- 8/11/08 Drilled cement retainers at 7745', and 7780'.
- 8/12/08 Drilled cement retainer at 7820' and 8000'. Circulate hole and TOH with tubing and bit.
- 8/13/08 Perforate Cisco from 7893' - 8060'; total 140 holes. TIH and set packer at 7688'. Frac with 5,040 gals 15% HCl + 120,372 gals Spectra Star 2500 + 167,552 # 20/40 White sand.
- 8/14/08 TIH with retrievable tool and latch onto packer. Release packer and TOO H with packer and tubing. RU wireline and perforate Cisco from 7758'-7840'; 228 total holes.
- 8/15/08 TIH with packer and set at 7582'. NU frac valve.
- 8/16/08 Frac 7758'-8060' with 4500 gals 15% Spearhead acid + 119,255 gals Spectra 2500 + 106,750 # 20/40 100% White sand. RD.
- 8/18/08 Release packer. TOO H with packer and tubing.
- 8/20/08 TIH with bailer and bailed sand. Bailed sand to 8460'. TOO H with tubing. ND BOP and NU flange. Waiting on tubing.
- 9/15/08 TIH with packer and tubing. Set packer at 6789'. ND BOP and NU tree. Ran MIT test to 500 # for 30 minutes - ok, notified Mike Bratcher with OCD. TOO H with tubing. RIH with 3 1/2" IPC tubing and set at 6789'. Injection line installation in progress.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit  or an (attached) alternative OCD-approved plan .

SIGNATURE Norvella Adams TITLE Sr. Staff Engineering Technician DATE 9/17/08  
 Type or print name Norvella Adams E-mail address: norvella.adams@dvn.com Telephone No. 405-552-8198

**For State Use Only**

APPROVED BY: \_\_\_\_\_ TITLE Accepted for record DATE \_\_\_\_\_  
 Conditions of Approval (if any): NMOCD

**DEVON ENERGY PRODUCTION COMPANY LP**

|   |                             |                                   |                     |
|---|-----------------------------|-----------------------------------|---------------------|
| Well Name: FEDERAL T #1                         |                             | Field: NORTH ILLINOIS CAMP MORROW |                     |
| Location: 660' FNL & 990' FEL; SEC 12-T18S-R27E |                             | County: EDDY                      | State: NM           |
| Elevation: 3634' KB; 3618' GL                   |                             | Spud Date: 6/28/90                | Compl Date: 9/13/90 |
| API#: 30-015-26404                              | Prepared by: Norvella Adams | Date: 9/17/08                     | Rev:                |

**Current Schematic  
L. Wolfcamp and Cisco SWD**

**Formation Tops**

Morrow 9,600'-10,250'  
 Atoka 9,230'- 9,700'  
 Upper Wolfcamp 6,400' - 7,200'  
 Abo 5,600' - 6,200'  
 Yeso 3,300' 0 3,900'  
 San Andres 2,000' - 2,800'  
 Queen 1,450' - 1,650'

17-1/2" Hole  
13-3/8", 68#, LTC, @ 472'  
 Cmt'd w/450 Sx. Circ to surface

12-1/4" Hole  
8-5/8", J55, 32#, STC, @ 2,589'  
 Cmt'd w/900 Sx. Circ to surface

**3-1/2", 9.3 #, N80, Injection tubing @ 6789'**

**5-1/2" IPC Packer @ 6,789'**

WOLFCAMP (8/21/93)  
 6,868' - 7,038'

WOLFCAMP (8/18/93)  
 7,092' - 7,097'; 7,120' - 7,146'

WOLFCAMP (8/16/93)  
 7,330' - 7,340'; 7,350' - 7,360'

**SWD Perforations:**  
CISCO (8/1/93)  
 7,685' - 7,695'

CISCO (7/30/93)  
 7,760' - 7,768'

CISCO (7/28/93)  
 7,790' - 7,798'

CISCO (7/25/93)  
 7,932' - 7,940'

CISCO (7/22/93)  
 8,034' - 8,042'  
 8,055' - 8,060'

**Frac 7758'-7840' with 4500 gals 15% Spearhead acid and 119,255 gals Spectra Star 2500 + 106,750 # 100% 20/40 White sand.**

**Frac 7893'-8060' with 5040 gals 15% HCl acid and 120,372 gals Spectra Star 2500 + 167,552 # 100% 20/40 White sand.**

**4" Liner top @ 9,055'**

7-7/8" Hole  
5-1/2", N80, 17#, LTC, @ 9,473'  
 Cmt'd w/430 Sx

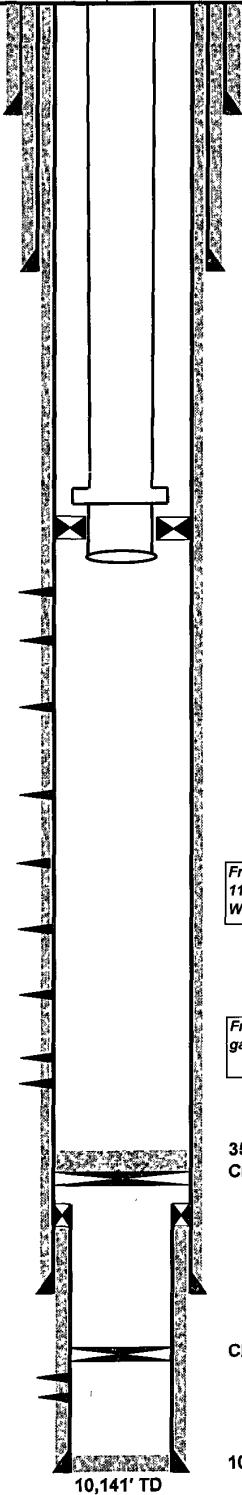
**35' cement. 9,005' PBD  
 CIBP @ 9,040'. (7/21/93)**

MORROW (9/14/90)  
 10,008' - 10,014'  
 10,038' - 10,054'

**CIBP @ 9,950' (7/19/93)**

4-3/4" Hole  
**4" 10.46#, L80 Liner @ 9,055' - 10,141'**  
 Cmt'd w/80 Sx

**10,100' PBD**



10,141' TD

New Mexico Energy, Minerals, and Natural Resources Department

Bill Richardson  
Governor

Joanna Prukop  
Cabinet Secretary  
Reese Fullerton  
Deputy Cabinet Secretary

OCT 07 2008

OCD-ARTESIA

OCT 07 2008

OCD-ARTESIA

Mark Fesmire  
Division Director  
Oil Conservation Division



Administrative Order SWD-1135  
July 16, 2008

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, L.P. FOR  
PRODUCED WATER DISPOSAL, EDDY COUNTY, NEW MEXICO

ADMINISTRATIVE ORDER  
OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 701(B), Devon Energy Production Company, L.P. (OGRID No. 6137) made application to the New Mexico Oil Conservation Division for permission to utilize for produced water disposal its Federal T Well No. 1 (API No. 30-015-26404) located 660 feet from the North line and 990 feet from the East line of Section 12, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico.

THE DIVISION DIRECTOR FINDS THAT:

The application has been duly filed under the provisions of Rule 701(B) of the Division Rules. Satisfactory information has been provided that all offset operators and surface owners have been duly notified. The applicant has presented satisfactory evidence that all requirements prescribed in Rule 701 will be met and no objections have been received within the waiting period prescribed by said rule. The applicant is in compliance with Rule 40.

IT IS THEREFORE ORDERED THAT:

Devon Energy Production Company, L.P. ("operator") is hereby authorized to utilize its Federal T Well No. 1 (API No. 30-015-26404) located 660 feet from the North line and 990 feet from the East line of Section 12, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico, in such manner as to permit the injection of produced water for disposal purposes into the Lower Wolfcamp formation and the Cisco formation through perforations from 7,400 feet to 8,200 feet and through plastic-lined tubing set in a packer located within 100 feet of the top of the injection interval.

IT IS FURTHER ORDERED THAT:

Oil Conservation Division \* 1220 South St. Francis Drive  
\* Santa Fe, New Mexico 87505  
\* Phone: (505) 476-3440 \* Fax (505) 476-3462\* <http://www.emnrd.state.nm.us>





The operator shall take all steps necessary to ensure that the injected water enters only the proposed injection interval and is not permitted to escape to other formations or onto the surface.

After installing injection tubing, the casing shall be pressure tested from the surface to the packer setting depth to assure the integrity of said casing.

The casing-tubing annulus shall be loaded with an inert fluid and equipped with a pressure gauge or an approved *leak detection device* in order to determine leakage in the casing, tubing, or packer.

The injection well or system shall be equipped with a *pressure limiting device* in workable condition which shall, at all times, limit surface injection pressure to the maximum allowable pressure for this well. The wellhead injection pressure on the well shall be limited to **no more than 1480 psi**.

The Director of the Division may authorize an increase in the maximum injection pressure upon a proper showing by the operator that such higher pressure would not result in migration of the injected fluid from the injection formation. Such proper showing should be supported by a valid step rate test run in accordance with procedures acceptable to the Division.

The operator shall notify the supervisor of the Artesia district office of the Division of the date and time of the installation of disposal equipment and of any mechanical integrity test so that the same may be inspected and witnessed.

The operator shall immediately notify the supervisor of the Artesia district office of the Division of the failure of the tubing, casing, or packer in said well and shall take such steps as may be timely and necessary to correct such failure or leakage.

PROVIDED FURTHER THAT, jurisdiction is retained by the Division for the entry of such further orders as may be necessary for the prevention of waste and/or protection of correlative rights or upon failure of the operator to conduct operations (1) to protect fresh water or (2) consistent with the requirements in this order, whereupon the Division may, after notice and hearing, or without notice and hearing in event of an emergency subject to NMSA 1978 Section 70-2-23, terminate the injection authority granted herein.


The operator shall provide written notice of the date of commencement of injection and the initial reservoir pressure to the Artesia district office of the Division.

The operator shall submit monthly reports of the disposal operations on Division Form C-115, in accordance with Division Rules 706 and 1120.

The injection authority granted herein shall terminate one year after the effective date of this order if the operator has not commenced injection operations into the subject well, provided however, the Division, upon written request by the operator

mailed prior to the expiration date, may grant an extension thereof for good cause shown.

This order does not relieve the operator of responsibility should its operations cause any actual damage or threat of damage to protectable fresh water, human health or the environment; nor does it relieve the operator of responsibility for complying with applicable Division rules or other state, federal, or local laws or regulations.

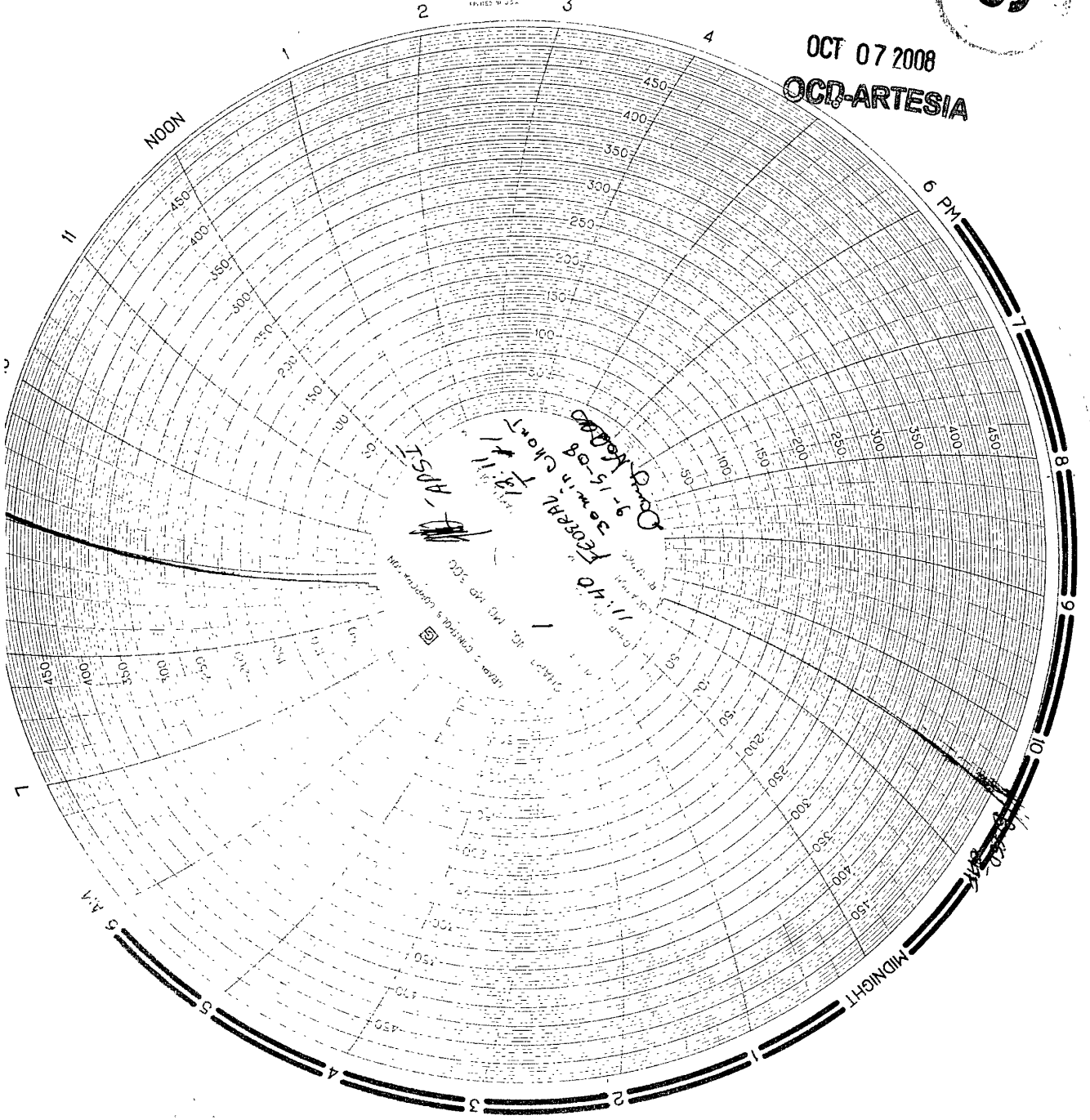
  
MARK E. FESMIRE, P.E.  
Director

MEF/wvjj

cc: Oil Conservation Division – Artesia  
Bureau of Land Management – Carlsbad



OCT 07 2008  
OCD-ARTESIA



SEP 19 2008

S

Submit to Appropriate District Office
State Lease - 6 copies
Fee Lease - 5 copies
District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd, Aztec, NM 87410
District IV
1220 S St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

OCD-ARTESIA

Form C-105
Revised June 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Well API No. 30-015-26404
5. Indicate Type of Lease
STATE FEE
State Oil & gas Lease No

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a Type of Well
Oil Well Gas Well Dry Other Convert to SWD; Admin Order SWD-1135
b Type of Completion
New Well Work Over Deepen Plug Back Diff. Resvr., Other

7 Lease Name and Unit Agreement Name
Federal T 1

2 Name of Operator
DEVON ENERGY PRODUCTION COMPANY, LP

8. Well No.

3 Address of Operator
20 North Broadway, Oklahoma City, OK 73102

9 Pool name or Wildcat
L. Wolfcamp and Cisco 96136

4 Well Location
Unit Letter A 660' feet from the NORTH line and 990' feet from the EAST line
Section 12 Township 18S Range 27E NMPM County Eddy

10. Date Spudded 6/28/1990
11. Date T D Reached 8/25/1990
12 Date Completed Orig 9/13/90 SWD 9/15/08
13 Elevations (DR, RKB, RT, GL)\* 3634' KB; 3618' GL
14 Elev Casinghead

15. Total Depth MD 10,141
16 Plug Back T,D 9005'
17 If Multiple Compl How Many Zones No
18. Intervals Drilled BY
Rotary Tools Cable Tools X

19 Producing Intervals(s), of this completion - Top, Bottom, Name
L. Wolfcamp; 6,868' - 7,360' and Cisco; 7,758' - 8,060' (Salt Water Disposal Only)
20 Was Directional Survey Made No

21. Type Electric and Other Logs Run
DLL-MGRD, SDL-DSN (original logs)
22 Was Well Cored No

Table with 6 columns: Casing Size, Weight LB /FT., Depth Set, Hole Size, Cementing Record, Amount Pulled. Rows include 13-3/8", 8-5/8", 5-1/2" casing sizes.

Table with 7 columns: Size, top, Bottom, Sacks Cement, Screen, Size, Depth Set, Packer Set. Row includes 4" size casing with 80 sx sacks cement.

Table with 2 columns: Depth Interval, Amount and Kind Material Used. Rows include Wolfcamp and Cisco intervals with material details like HCl acid and Spectra Star sand.

28 PRODUCTION

Date First Production NA
Production Method (Flowing, Gas lift, pumping - Size and type pump)
Well Status (Prod Or Shut-In) 9/16/08-Converted to SWD
Date of Test Hours Tested Choke Size Prod'n For Test Oil - Bbl Gas - MCF Water - Bbl Gas - Oil Ratio

29. Disposition of Gas (Sold, used for fuel, vented, etc)
NA--Converted to SWD 9/16/08
Test Witnessed By

30. List Attachments

Wellbore schematic

31. I hereby certify that the information shown on both sides of this form as true and complete to the best of my knowledge and belief
Printed Name Norvella Adams Title Sr Staff Engineering Technician DATE 9/17/2008

E-mail Address. norvella.adams@dvn.com

Accepted for record
NMOCD





OCT 06 2008  
OCD-ARTESIA

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well  Oil Well  Gas Well  Dry  Other SWD- Order 1135  
 b. Type of Completion  New Well  Work Over  Deepen  Plug Back  Diff. Reserv.,  Other

2. Name of Operator  
**DEVON ENERGY PRODUCTION COMPANY, LP**

3. Address  
**20 North Broadway  
Oklahoma City, OK 73102-8260**

3a. Phone No (include area code)  
**405-552-8198**

4. Location of Well (Report location clearly and in accordance with Federal requirements)\*  
 At Surface **660 FNL 990 FEL**  
 At top prod Interval reported below  
 At total Depth

5. Lease Serial No  
**NM-42410**

6. If Indian, Allottee or Tribe Name

7. Unit or CA Agreement Name and No

8. Lease Name and Well No  
**Federal T 1**

9. API Well No.  
**30-015-26404-0052**

10. Field and Pool, or Exploratory  
**L. Wolfcamp and Cisco 96136**

11. Sec, T, R, M, on Block and Survey or Area  
**12 18S 27E**

12. County or Parish  
**Eddy**

13. State  
**NM**

14. Date Spudded  
**6/28/1990**

15. Date T D Reached  
**8/25/1990**

16. Date Completed **9/15/08 - SWD**  
**9/13/90 orig compl**  
 D & A  Ready to Prod.

17. Elevations (DR, RKB, RT, GL)\*  
**3634' KB; 3618' GL**

18. Total Depth: MD **7600'** TVD  
 19. Plug Back T D. MD **6142'** TVI  
 20. Depth Bridge Plug Set: MD **6177'** TVI

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)  
**DLL-MGRD, SDL\_DSN (original logs)**

22. Was well cored?  No  Yes (Submit analysis)  
 Was DST run?  No  Yes (Submit report)  
 Directional Survey?  No  Yes (Submit copy)

23. Casing and Liner Record (Report all strings set in well)

| Hole Size | Size/Grade   | Wt (#/ft) | Top (MD) | Bottom (MD) | Stage Cementer Depth | No. of Sks & Type Cement | Slurry Vol (BBL) | Cement Top* | Amount Pulled |
|-----------|--------------|-----------|----------|-------------|----------------------|--------------------------|------------------|-------------|---------------|
| 17-1/2"   | 13-3/8"/LT&C | 68        |          | 472'        |                      | 450 Sx                   |                  | Surf        |               |
| 12 1/4"   | 8-5/8"/J55   | 32        |          | 2589'       |                      | 900 Sx                   |                  | Surf        |               |
| 7-7/8"    | 5-1/2"/LT&C  | 17        |          | 9473'       |                      | 430 Sx                   |                  | Surf        |               |
| 4 3/4"    | 4" / L80     | 10.46     |          | 10,141'     |                      | 80 Sx                    |                  | 9055'       |               |

24. Tubing Record

| Size       | Depth Set (MD) | Packer Depth (MD) | Size | Depth Set (MD) | Packer Depth (MD) | Size | Depth Set (MD) | Packer Depth (MD) |
|------------|----------------|-------------------|------|----------------|-------------------|------|----------------|-------------------|
| 3 1/2" IPC | 6789'          | 6789'             |      |                |                   |      |                |                   |

25. Producing Intervals

| Formation | Top     | Bottom  | Perforated Interval | Size | No. Holes | Perf Status  |
|-----------|---------|---------|---------------------|------|-----------|--------------|
| Wolfcamp  | 6868'   | 7360'   | 6868'-7360'         |      | 140       | Open for SWD |
| Cisco     | 7893'   | 7840'   | 7893-7840'          |      | 228       | Open for SWD |
| Morrow    | 10,008' | 10,054' | 10,008-10,054'      |      |           | Abandoned    |
| D.        |         |         |                     |      |           |              |

27. Acid, Fracture, Treatment, Cement Squeeze, Etc.

| Depth Interval | Amount and Type of Material   |
|----------------|---|
| 7893-8060'     | Frac - 5040 gals 15% HCl acid and 120,372 gals Spectra Star 2500 + 167,552 # 100% White 20/40 sand.       |
| 7758-7840'     | Frac - 4500 gals 15% Spearhead acid and 119,255 gals Spectra Star 2500 + 106,750 # 100% White 20/40 sand. |

28. Production - Interval A

| Date First Produced | Test Date         | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
|---------------------|-------------------|--------------|-----------------|---------|---------|-----------|-----------------------|-------------|-------------------|
| NA                  |                   | 24           | →               |         |         |           |                       |             |                   |
| Choke Size          | Tbg Press Flwg SI | Csg Press    | 24 Hr Rate      | Oil BBL | Gas MCF | Water BBL | Gas - Oil Ratio       | Well Status |                   |
|                     |                   |              | →               |         |         |           | #DIV/0!               |             |                   |

28a. Production - Interval B

| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
|---------------------|-----------|--------------|-----------------|---------|---------|-----------|-----------------------|-------------|-------------------|
|                     |           |              |                 |         |         |           |                       |             |                   |

ACCEPTED FOR RECORD  
 /S/ DAVID R. GLASS  
 SEP 29 2008  
 DAVID R. GLASS  
 PETROLEUM ENGINEER

|            |                    |           |            |         |         |           |                 |             |  |
|------------|--------------------|-----------|------------|---------|---------|-----------|-----------------|-------------|--|
|            |                    |           | →          |         |         |           |                 |             |  |
| Choke Size | Ibg. Press Flwg SI | Csg Press | 24 Hr Rate | Oil BBL | Gas MCF | Water BBL | Gas : Oil Ratio | Well Status |  |
|            |                    |           | →          |         |         |           |                 |             |  |

(See instructions and spaces for additional data on reverse side)

28b Production - Interval C

|                     |                     |              |                 |         |         |           |                       |             |                   |
|---------------------|---------------------|--------------|-----------------|---------|---------|-----------|-----------------------|-------------|-------------------|
| Date First Produced | Test Date           | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
|                     |                     |              | →               |         |         |           |                       |             |                   |
| Choke Size          | Ibg. Press. Flwg SI | Csg Press    | 24 Hr Rate      | Oil BBL | Gas MCF | Water BBL | Gas : Oil Ratio       | Well Status |                   |
|                     |                     |              | →               |         |         |           |                       |             |                   |

28c Production - Interval D

|                     |                     |              |                 |         |         |           |                       |             |                   |
|---------------------|---------------------|--------------|-----------------|---------|---------|-----------|-----------------------|-------------|-------------------|
| Date First Produced | Test Date           | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
|                     |                     |              | →               |         |         |           |                       |             |                   |
| Choke Size          | Ibg. Press. Flwg SI | Csg Press    | 24 Hr. Rate     | Oil BBL | Gas MCF | Water BBL | Gas : Oil Ratio       | Well Status |                   |
|                     |                     |              | →               |         |         |           |                       |             |                   |

(See instructions and spaces for additional data on reverse side)

29. Disposition of Gas (Sold, used for fuel, vented, etc)

30 Summary of Porous Zones (Include Aquifers).

Show all important zones of porosity and contents thereof. Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

31 Formation (Log) Markers

| Formation | Top | Bottom | Descriptions, Contents, etc | Name            | Top        |
|-----------|-----|--------|-----------------------------|-----------------|------------|
|           |     |        |                             |                 | Meas Depth |
|           |     |        |                             | Yates           | 476'       |
|           |     |        |                             | Queen           | 1218'      |
|           |     |        |                             | Grayburg        | 1572'      |
|           |     |        |                             | San Andres      | 2072'      |
|           |     |        |                             | Tubb            | 4824'      |
|           |     |        |                             | Abo             | 6016'      |
|           |     |        |                             | Wolfcamp        | 7682'      |
|           |     |        |                             | Cisco           | 8912'      |
|           |     |        |                             | Strawn          | 9513'      |
|           |     |        |                             | Atoka           | 9628'      |
|           |     |        |                             | Morrow          | 9828'      |
|           |     |        |                             | Morrow Clastics | 9965'      |
|           |     |        |                             | Lower Morrow    | 10104'     |

32. Additional remarks (include plugging procedure).

(Empty space for additional remarks)

33 Indicate which items have been attached by placing a check in the appropriate box

- Electrical/Mechanical Logs (1 full set req'd)
- Geologic Report
- DST Report
- Directional Survey
- Sundry Notice for plugging and cement verification
- Core Analysis
- Other
- Wellbore Schematic

34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions)\*

Name (Please print) Novella Adams Title Sr. Staff Engineering Technician

Signature [Signature] Date 9/17/2008

Title 18 U.S.C. Section 1001 and Title 49 U.S.C. Section 1212, make 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 representations as to any matter within its jurisdiction.

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals

SUBMIT IN TRIPLICATE - Other instructions on page 2

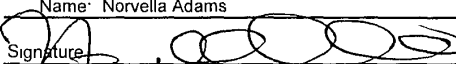
|  |  |  |
|--|--|--|
| 1. Type of Well<br><input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <b>SWD conversion. Admin Order SWD-1135</b> |  | 5. Lease Serial No<br><b>NM-42410</b>                                  |
| 2. Name of Operator<br><b>DEVON ENERGY PRODUCTION COMPANY, LP</b>  |  | 6. If Indian, Allottee or Tribe Name                                   |
| 3a. Address<br><b>20 North Broadway, Oklahoma City, OK 73102</b>   |  | 7. Unit or CA Agreement Name and No.                                   |
| 3b. Phone No. (include area code)<br><b>405-552-8198</b>   |  | 8. Well Name and No<br><b>Federal T 1</b>                              |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br><b>660 FNL 990 FEL A 12 18S 27E</b>  |  | 9. API Well No<br><b>30-015-26404</b>                                  |
|  |  | 10. Field and Pool, or Exploratory Area<br><b>L.Wolfcamp and Cisco</b> |
|  |  | 11. County or Parish, State<br><b>Eddy NM</b>                          |

**12. CHECK APPROPRIATE BOX(es) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA**

| TYPE OF SUBMISSION                                    | TYPE OF ACTION   |   |  |
|---|--|---|--|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Acidize                         | <input type="checkbox"/> Deepen           | <input type="checkbox"/> Production (Start/Resume) |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing                    | <input type="checkbox"/> Fracture Treat   | <input type="checkbox"/> Reclamation               |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Casing Repair                   | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete                |
|   | <input type="checkbox"/> Change Plans                    | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       |
|   | <input checked="" type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back        | <input type="checkbox"/> Water Disposal            |
|   |  |   | <input type="checkbox"/> Water Shut-Off            |
|   |  |   | <input type="checkbox"/> Well Integrity            |
|   |  |   | <input type="checkbox"/> Other                     |

13 Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work and approximate duration thereof. If the proposal deepen directionally or recompleat horizontally, give subsurface location and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirement, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection)

Converted to SWD. Administrative Order SWD-1135  
 8/04/08 RU unit. ND wellhead and NU BOP. TIH with bit and drill collars.  
 8/05/08 Drill CIBP at 6800' and 7078'.  
 8/06/08 Drilled through cement at 7525', CIBP at 7300' and cement at 7560' and CIBP at 7595'.  
 8/07/08 Ran step rate test; pumped 50 bbls at 1/2 bbl/min - 0# psi, pumped 50 bbls at 1 bbl/min -20# psi, pumped 50 bbls at 2 bbls/min - 75# psi, pumped 50 bbls at 3 bbls/min - 170# psi, pumped 50 bbls at 4 bbls/min - 250 psi.  
 8/08/08 Trucked in and established injection in the Wolfcamp at 150 BWPD at 170 psi.  
 8/11/08 Drilled cement retainers at 7745', and 7780'.  
 8/12/08 Drilled cement retainer at 7820' and 8000'. Circulate hole and TOH with tubing and bit.  
 8/13/08 Perforate Cisco from 7893' - 8060', total 140 holes. TIH and set packer at 7688'. Frac with 5,040 gals 15% HCl + 120,372 gals Spectra Star 2500 + 167,552 # 20/40 White sand.  
 8/14/08 TIH with retrievable tool and latch onto packer. Release packer and TOOH with packer and tubing. RU wireline and perforate Cisco from 7758'-7840'; 228 total holes  
 8/15/08 TIH with packer and set at 7582'. NU frac valve.  
 8/16/08 Frac 7758'-8060' with 4500 gals 15% Spearhead acid + 119,255 gals Spectra 2500 + 106,750 # 20/40 100% White sand. RD.  
 8/18/08 Release packer. TOOH with packer and tubing  
 8/20/08 TIH with bailer and bailed sand. Bailed sand to 8460'. TOOH with tubing. ND BOP and NU flange. Waiting on tubing.  
 9/15/08 TIH with packer and tubing. Set packer at 6789'. ND BOP and NU tree Ran MIT test to 500 # for 30 minutes - ok, notified Mike Bratcher with OGD TOOH with tubing. RIH with 3 1/2" IPC tubing and set at 6789'. Injection line installation in progress.

14. I hereby certify that the foregoing is true and correct  
 Name: **Norvella Adams** Title: **Sr. Staff Engineering Technician**  
 Signature:  Date: **9/17/2008**

**ACCEPTED FOR RECORDS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by: **DAVID R. GLASS** Title: \_\_\_\_\_ Date: \_\_\_\_\_  
**SEP 29 2008**  
**Accepted for records NMOCD**  
 Conditions of approval, if any are attached. Approval of this notice 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 conduct or operations thereon.  
 Office: \_\_\_\_\_



**DEVON ENERGY PRODUCTION COMPANY LP**

|   |                             |                                   |                     |
|---|-----------------------------|-----------------------------------|---------------------|
| Well Name: FEDERAL T #1                         |                             | Field: NORTH ILLINOIS CAMP MORROW |                     |
| Location: 660' FNL & 990' FEL; SEC 12-T18S-R27E |                             | County: EDDY                      | State: NM           |
| Elevation: 3634' KB; 3618' GL                   |                             | Spud Date: 6/28/90                | Compl Date: 9/13/90 |
| API#: 30-015-26404                              | Prepared by: Norvella Adams | Date: 9/17/08                     | Rev:                |

**Current Schematic**  
**L. Wolfcamp and Cisco SWD**

**Formation Tops**

Morrow 9,600'-10,250'  
 Atoka 9,230'- 9,700'  
 Upper Wolfcamp 6,400' - 7,200'  
 Abo 5,600' - 6,200'  
 Yeso 3,300' 0 3,900'  
 San Andres 2,000' - 2,800'  
 Queen 1,450' - 1,650'

17-1/2" Hole  
13-3/8", 68#, LTC, @ 472'  
 Cmt'd w/450 Sx. Circ to surface

12-1/4" Hole  
8-5/8", J55, 32#, STC, @ 2,589'  
 Cmt'd w/900 Sx. Circ to surface

**3-1/2", 9.3 #, N80, Injection tubing @ 6789'**

**5-1/2" IPC Packer @ 6,789'**

WOLFCAMP (8/21/93)  
 6,868' - 7,038'

WOLFCAMP (8/18/93)  
 7,092' - 7,097'; 7,120' - 7,146'

WOLFCAMP (8/16/93)  
 7,330' - 7,340'; 7,350' - 7,360'

**SWD Perforations:**  
CISCO (8/1/93)  
 7,685' - 7,695'

CISCO (7/30/93)  
 7,760' - 7,768'

CISCO (7/28/93)  
 7,790' - 7,798'

CISCO (7/25/93)  
 7,932' - 7,940'

CISCO (7/22/93)  
 8,034' - 8,042'  
 8,055' - 8,060'

**Frac 7758'-7840' with 4500 gals 15% Spearhead acid and 119,255 gals Spectra Star 2500 + 106,750 # 100% 20/40 White sand.**

**Frac 7893'-8060' with 5040 gals 15% HCl acid and 120,372 gals Spectra Star 2500 + 167,552 # 100% 20/40 White sand.**

**35' cement. 9,005' PBD  
 CIBP @ 9,040' (7/21/93)**

**4" Liner top @ 9,055'**

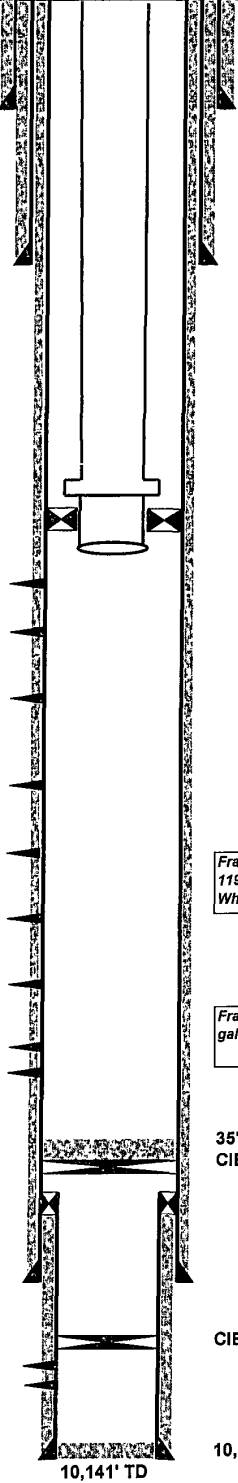
7-7/8" Hole  
5-1/2", N80, 17#, LTC, @ 9,473'  
 Cmt'd w/430 Sx

**CIBP @ 9,950' (7/19/93)**

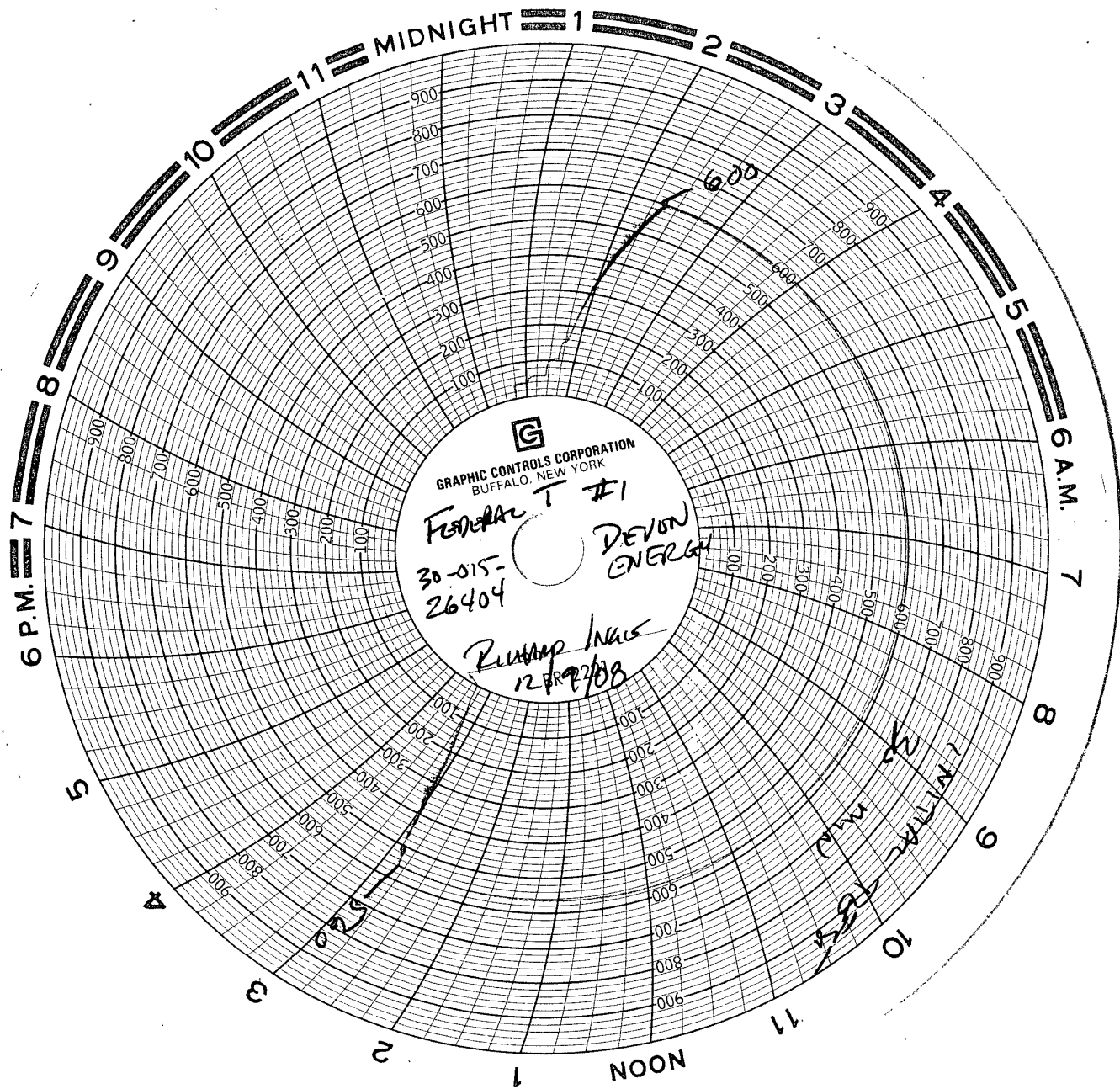
MORROW (9/14/90)  
 10,008' - 10,014'  
 10,038' - 10,054'

4-3/4" Hole  
**4" 10.46#, L80 Liner @ 9,055' - 10,141'**  
 Cmt'd w/80 Sx

**10,100' PBD**



10,141' TD



**G**  
GRAPHIC CONTROLS CORPORATION  
BUFFALO, NEW YORK

FEDERAL T #1  
30-015-  
26404  
DEVON  
ENERGY

RUMBA INAL  
12/22/08

SP  
MID  
TAR  
TOS

District II  
1301 W. Grand Ave., Artesia, NM 88210  
Phone:(575) 748-1283 Fax:(575) 748-9720

State of New Mexico  
Energy, Minerals and Natural  
Resources

Form C-145  
Permit 124456

Oil Conservation Division  
1220 S. St Francis Dr.  
Santa Fe, NM 87505

Change of Operator

Previous Operator Information

New Operator Information

Effective Date: Effective on the date of approval by the OCD

OGRID: 6137  
Name: DEVON ENERGY PRODUCTION COMPANY, LP  
Address: 20 N Broadway  
City, State, Zip: Oklahoma City, OK 73102

OGRID: 277558  
Name: LIME ROCK RESOURCES II-A, L.P.  
Address: 1111 Bagby Street Suite 4600  
City, State, Zip: Houston, TX 77002

I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information on this form and the certified list of wells is true to the best of my knowledge and belief.

Additionally, by signing below, LIME ROCK RESOURCES II-A, L.P. certifies that it has read and understands the following synopsis of applicable rules.

Previous Operator

New Operator

Signature: [Signature]  
Printed Name: David S. Frank  
Title: David S. Frank - Attorney-in-Fact  
Date: 12/09/2010 Phone: (405)-552-7881

Signature: [Signature]  
Printed Name: C. Tim Miller  
Title: Chief Operating Officer  
Date: 12/17/10 Phone: 713 292 9514

**NMOCD Approval**  
Electronic Signature: Randy Dade, District 2  
Date: December 27, 2010

Lime Rock Resources II-A, L.P. assumes operation of the District 2 list effective 12/09/2010.

LIME ROCK RESOURCES II-A, L.P. certifies that all below-grade tanks constructed and installed prior to June 16, 2008 associated with the selected wells are in compliance with 19.15.17 NMAC, have been closed pursuant to 19.15.17.13 NMAC, or have been retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC.

**LIME ROCK RESOURCES II-A, L.P. understands that the OCD's approval of this operator change:**

1. constitutes approval of the transfer of the permit for any permitted pit, below-grade tank or closed-loop system associated with the selected wells; and
2. constitutes approval of the transfer of any below-grade tanks constructed and installed prior to June 16, 2008 associated with the selected wells, regardless of whether the transferor has disclosed the existence of those below-grade tanks to the transferee or to the OCD, and regardless of whether the below-grade tanks are in compliance with 19.15.17 NMAC.

**As the operator of record of wells in New Mexico, LIME ROCK RESOURCES II-A, L.P. agrees to the following statements:**

1. I am responsible for ensuring that the wells and related facilities comply with applicable statutes and rules, and am responsible for all regulatory filings with the OCD. I am responsible for knowing all applicable statutes and rules, not just the rules referenced in this list. I understand that the OCD's rules are available on the OCD website under "Rules," and that the Water Quality Control Commission rules are available on the OCD website on the "Publications" page.
2. I understand that if I acquire wells from another operator, the OCD must approve the operator change before I begin operating those wells. See 19.15.9.9.B NMAC. I understand that if I acquire wells or facilities subject to a compliance order addressing inactive wells or environmental cleanup, before the OCD will approve the operator change it may require me to enter into an enforceable agreement to return those wells to compliance. See 19.15.9.9.C(2) NMAC.
3. I must file a monthly C-115 report showing production for each non-plugged well completion for which the OCD has approved an allowable and authorization to transport, and injection for each injection well. See 19.15.7.24 NMAC. I understand that the OCD may cancel my authority to transport from or inject into all the wells I operate if I fail to file C-115 reports. See 19.15.7.24.C NMAC.
4. I understand that New Mexico requires wells that have been inactive for certain time periods to be plugged or placed on approved temporary abandonment. See 19.15.25.8 NMAC. I understand the requirements for plugging and approved temporary abandonment in 19.15.25 NMAC. I understand that I can check my compliance with the basic requirements of 19.15.25.8 NMAC by using the "Inactive Well List" on OCD's website.
5. I must keep current with financial assurances for well plugging. I understand that New Mexico requires each state or fee well that has been inactive for more than two years and has not been plugged and released to be covered by a single-well financial assurance, even if the well is also covered by a blanket financial assurance and even if the well is on approved temporary abandonment status. See 19.15.8.9.C NMAC. I understand that I can check my compliance with the single-well financial assurance requirement by using the "Inactive Well Additional Financial Assurance Report" on the OCD's website.
6. I am responsible for reporting releases as defined by 19.15.29 NMAC. I understand the OCD will look to me as the operator of record to take corrective action for releases at my wells and related facilities, including releases that occurred before I became operator of record.
7. I have read 19.15.5.9 NMAC, commonly known as "Part 5.9," and understand that to be in compliance with its requirements I must have the appropriate financial assurances in place, comply with orders requiring corrective action, pay penalties assessed by the courts or agreed to by me in a settlement agreement, and not have too many wells out of compliance with the inactive well rule (19.15.25.8 NMAC). If I am in violation of Part 5.9, I may not be allowed to drill, acquire or produce any additional wells, and will not be able to obtain any new injection permits. See 19.15.16.19 NMAC, 19.15.26.8 NMAC, 19.15.9.9 NMAC and 19.15.14.10 NMAC. If I am in violation of Part 5.9 the OCD may, after notice and hearing, revoke my existing injection permits. See 19.15.26.8 NMAC.
8. For injection wells, I understand that I must report injection on my monthly C-115 report and must operate my wells in compliance with 19.15.26 NMAC and the terms of my injection permit. I understand that I must conduct mechanical integrity tests on my injection wells at least once every five years. See

- 19.15.26.11 NMAC. I understand that when there is a continuous one-year period of non-injection into all wells in an injection or storage project or into a saltwater disposal well or special purpose injection well, authority for that injection automatically terminates. See 19.15.26.12 NMAC. I understand that if I transfer operation of an injection well to another operator, the OCD must approve the transfer of authority to inject, and the OCD may require me to demonstrate the well's mechanical integrity prior to approving that transfer. See 19.15.26.15 NMAC.
9. I am responsible for providing the OCD with my current address of record and emergency contact information, and I am responsible for updating that information when it changes. See 19.15.9.8.C NMAC. I understand that I can update that information on the OCD's website under "Electronic Permitting."
  10. If I transfer well operations to another operator, the OCD must approve the change before the new operator can begin operations. See 19.15.9.9.B NMAC. I remain responsible for the wells and related facilities and all related regulatory filings until the OCD approves the operator change. I understand that the transfer will not relieve me of responsibility or liability for any act or omission which occurred while I operated the wells and related facilities.

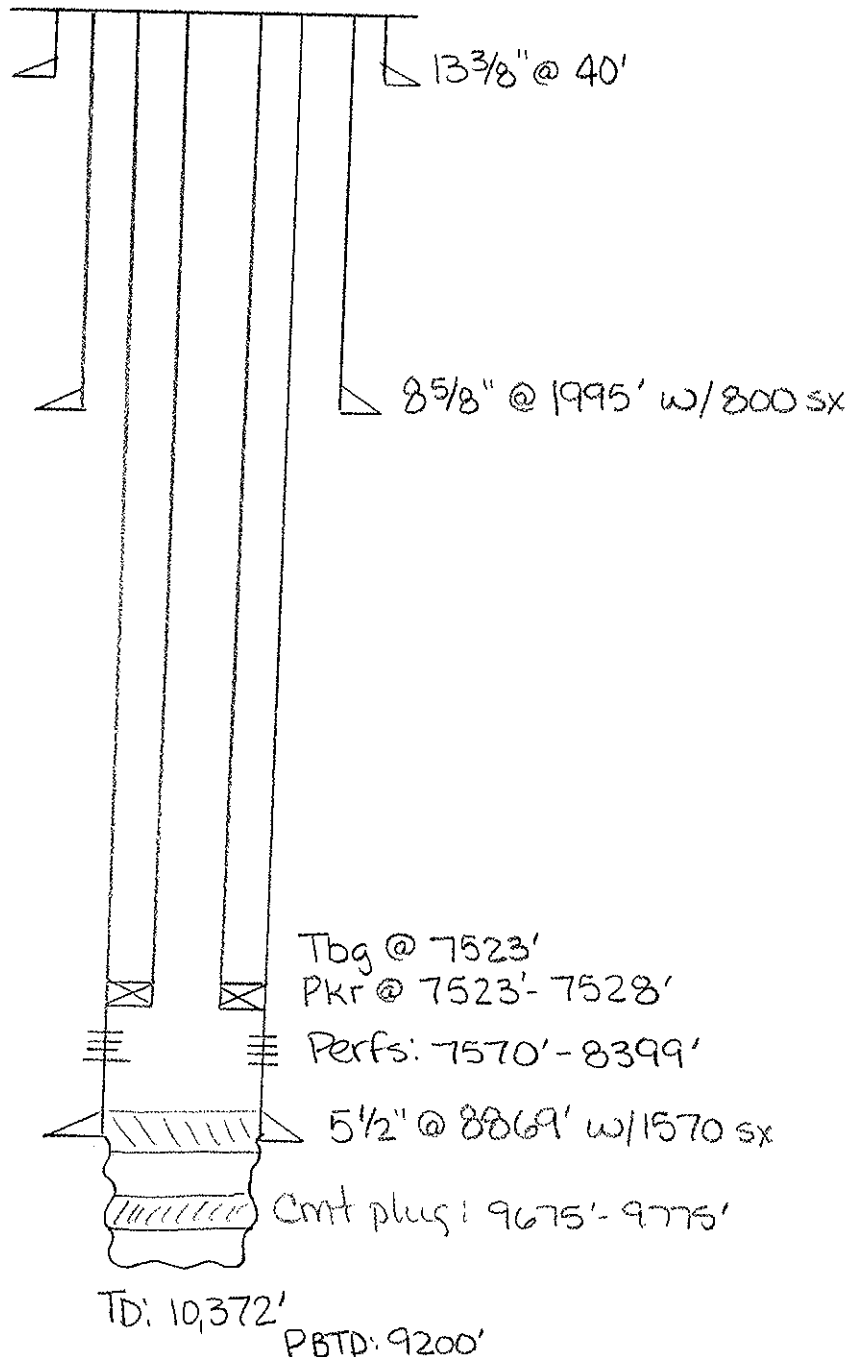
**SUBSURFACE**

NAVAJO REFINING COMPANY  
Map ID No. 11  
Artificial Penetration Review

OPERATOR Navajo Refining Co.  
LEASE WDW  
WELL NUMBER 2  
DRILLED 5-05-99  
PLUGGED NA

STATUS Active Injection  
LOCATION Sec. 12 -T18S-R27E  
MUD FILLED BOREHOLE NA  
TOP OF INJECTION ZONE 7270'  
API NO. 30-015-20894

REMARKS: Top of Cement behind 5 1/2" @ surface



50-015-2089

DAVID 15694

PROP 23592

POOL 96918

Navajo (Injecting) Permo-Pe KH







*Oxford*

STOCK No. 773½

9-26-85

COMPENSATED NEUTRON  
GAMMA RAY

SURF-1768

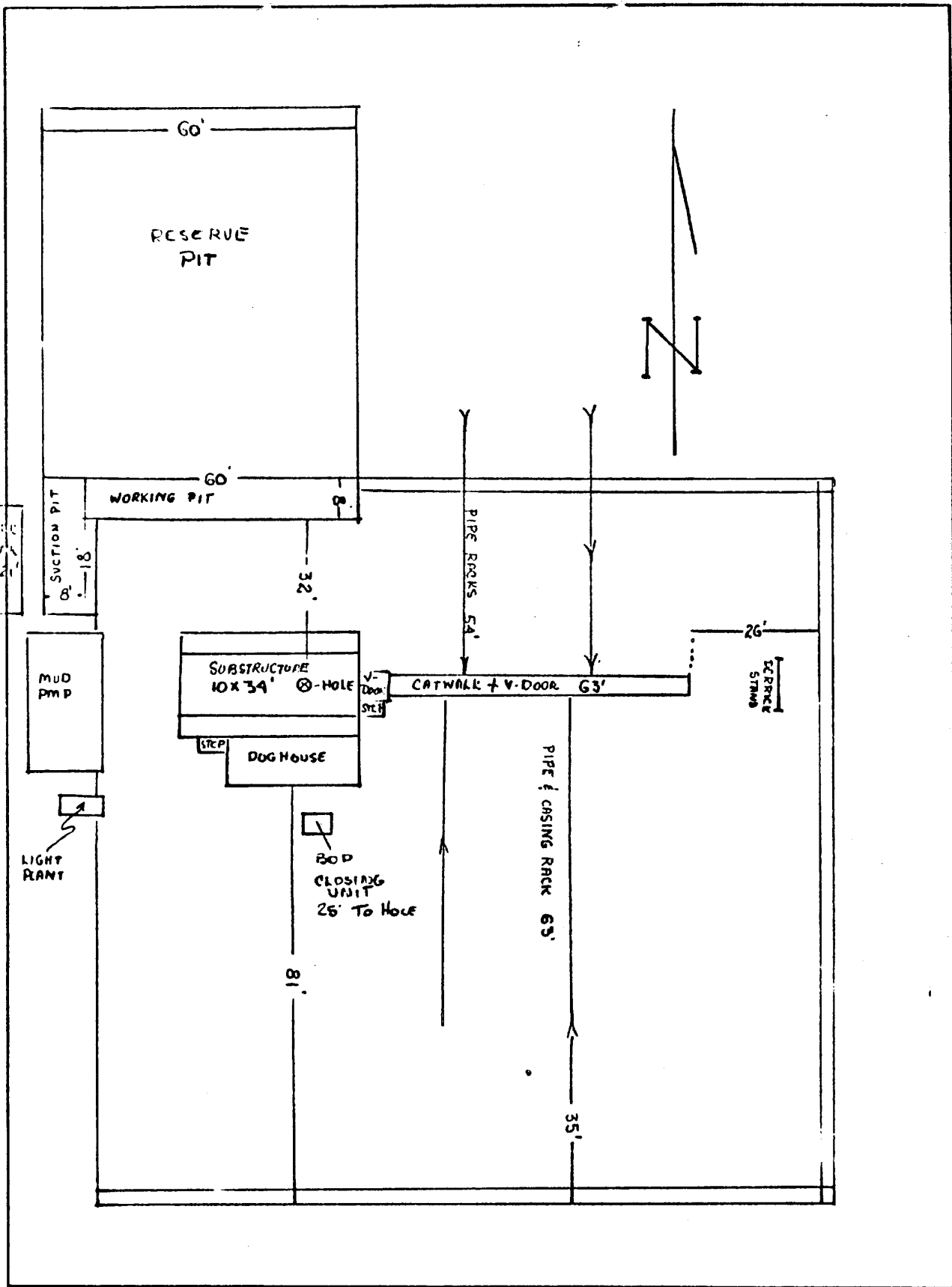
5-13-99

MSG GAMMA COLLAR  
CBL LOG

SURF-1910'

8127

WATER TANK 12' X 21'



Amoco Production Company

SCALE:

GENERAL RIG LAYOUT

DRG. NO.

- 1. Existing wells - This Plat
- 2. Planned Access Loads - This plat
- 3. Location of Wells - This Plat
- 4. Lateral Roads to well Location - This Plat
- 5. Location of Tank Battery & Flow Lines - To be at well loc.
- 6. Location & Types of Water - To be trucked
- 7. Methods for Handling Waste Disposal - In suitable containers and pits on location.
- 8. Camps - None
- 9. Air Strips - None
- 10. Pig layout - See Attached
- 11. Make location cleanup in accordance with good operating practice and if P&A clean & level location around well.
- 12. None
- 13. There are no houses, buildings, and windmills within 1/4 mile of the location

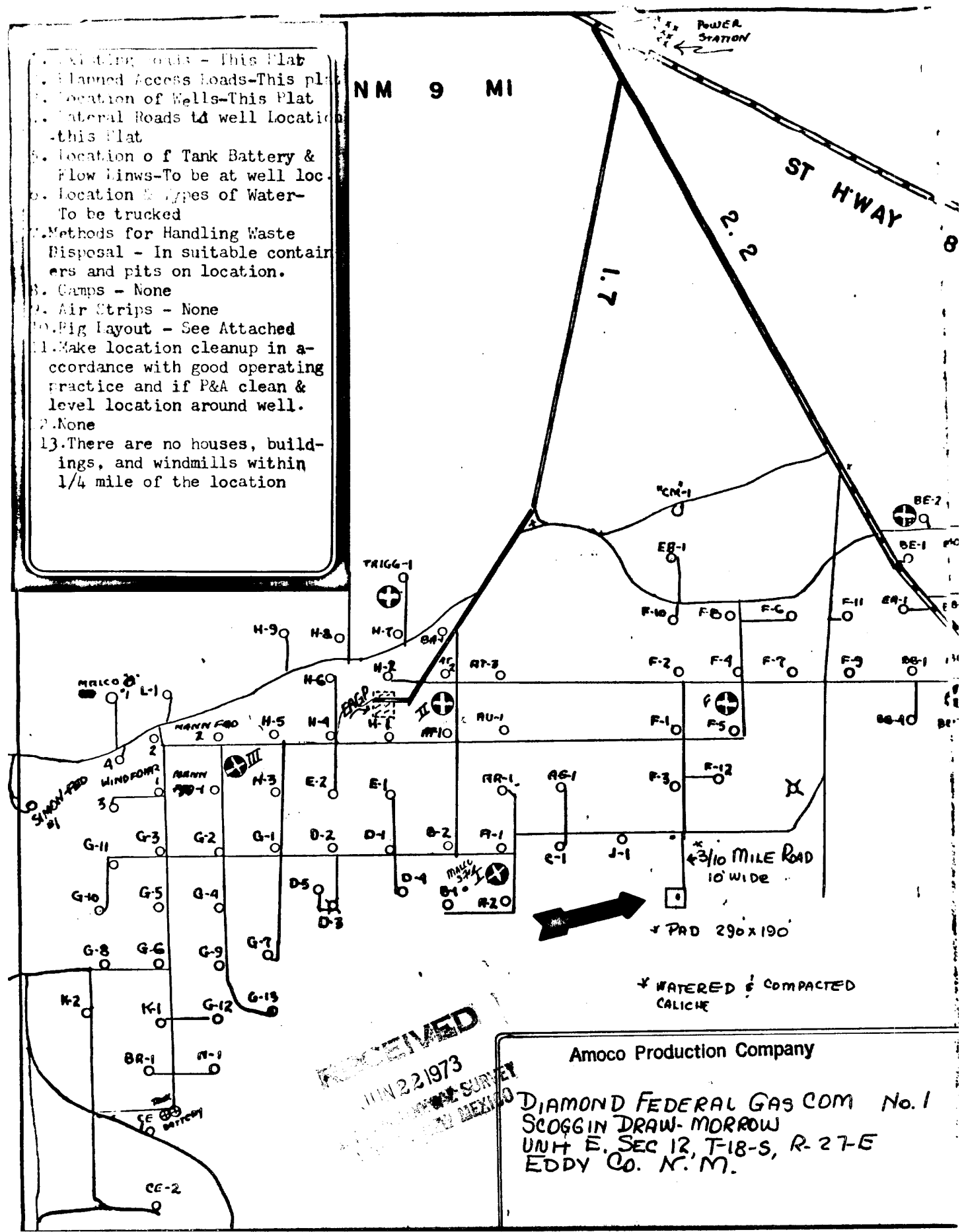
NM 9 MI

POWER STATION

ST H'WAY

1.7

2.2

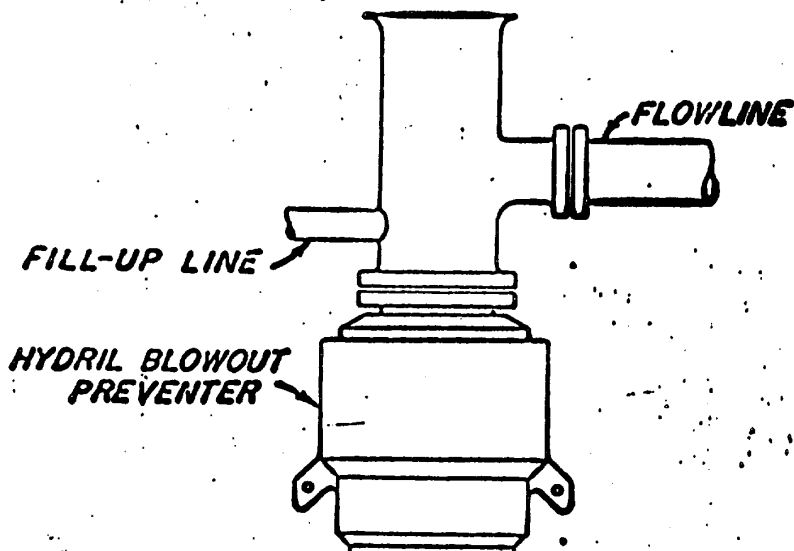


RECEIVED  
JUN 22 1973  
SURVEY

Amoco Production Company  
DIAMOND FEDERAL GAS COM No. 1  
SCOGGIN DRAW - MORROW  
UNIT E, SEC 12, T-18-S, R-27-E  
EDDY CO. N. M.

BLOWOUT PREVENTER HOOK-UP FOR DRILLING BELOW INTERMEDIATE CASING

1. BLOWOUT PREVENTERS AND MASTER VALVE TO BE FLUID OPERATED AND ALL FITTINGS MUST BE IN GOOD CONDITION (MINIMUM: WP - 3000 PSI, TEST - 6000 PSI).
2. EQUIPMENT THROUGH WHICH BIT MUST PASS SHALL BE AS LARGE AS THE INSIDE DIAMETER OF CASING THAT IS BEING DRILLED THROUGH.
3. KELLY COCK REQUIRED (MINIMUM: 3000 PSI WP, 6000 PSI TEST)
4. OMSCO OR COMPARABLE SAFETY VALVE MUST BE AVAILABLE ON RIG FLOOR AT ALL TIMES WITH PROPER CONNECTION OR SUB. (MINIMUM: 3000 PSI WP, 6000 PSI TEST)



BLOWOUT PREVENTER

WELL LOG AND PLAT AREA DEDICATION

AMOCO PRODUCTION COMPANY

DIAMOND *Federal Gas Com*

1

12 SOUTH

27 EAST

EDDY

1930

NORTH

660

WEST

36°6.9'

*MORROW*

*SCOGGIN DRAW MORROW (Fca)*

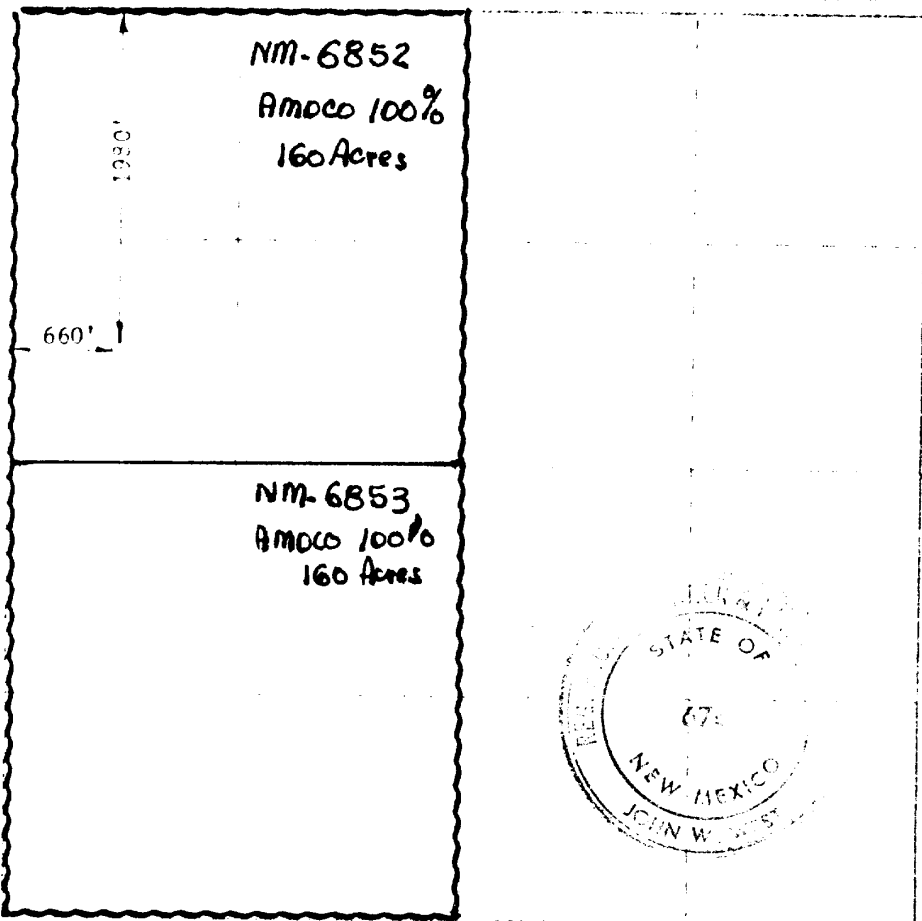
320

1. Outline the acreage dedicated to the subject well by a closed pencil or hatchure marks on the plat below.
2. If there are two or more acres dedicated to the well outline each and identify the ownership thereof by name and percentage interest or fractional.
3. If there are two or more acres of different ownership made to be dedicated to the well, have the interests of all owners consolidated into one communication, unitized and later pooled, are?

Yes  No  If answer is "Yes" type of consolidation \_\_\_\_\_

10. List the owners and tract descriptions which have actually been consolidated. List the acreage and percentage interest of each owner.

11. The area will be utilized for the well until all interests have been consolidated. The communication, unitization and pooling agreement shall remain in effect until a non-standard well eliminating such interests has been approved by the land owner.



*J. E. York*  
AREA ENGINEER

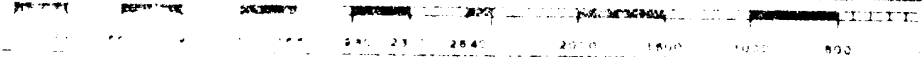
Amoco Production Company

JUN 21 1973

I hereby certify that the information shown on this plat is true and correct under my supervision and to the best of my knowledge and belief.

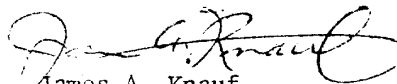
JUNE 20, 1973

*John W. West*



drilling into the Wolfcamp formation  
and used until production casing is run and cemented. Monitoring  
equipment shall consist of the following:

- (1) A recording pit level indicator to determine pit volume gains and losses.
  - (2) A mud volume measuring device for accurately determining mud volume necessary to fill the hole on trips.
  - (3) A flow sensor on the flow-line to warn of any abnormal mud returns from the well.
6. When coming out of the hole with drill pipe, the annulus shall be filled with mud before the mud level drops below 150 feet. The volume of mud required to fill the hole shall be watched, and any time there is an indication of swabbing, or influx of formation fluids, proper blowout prevention precautions must be taken. The mud shall not be circulated and conditioned except on or near bottom, unless well conditions prevent running the pipe to bottom.
7. A copy of these requirements shall be posted on the rig floor or in the dog house during the drilling of the well.

  
James A. Knauf  
District Engineer

Lease No. NM-6852  
Well Amoco Production Co. 1-Diamond Federal Gas Com.  
Drillsite 1980/N 660/W 12-18S-27E  
Depth 10,000' Morrow  
Approved July 6, 1973



# United States Department of the Interior

## GEOLOGICAL SURVEY

P. O. Drawer U  
Artesia, New Mexico 88210

June 22, 1973

### NOTICE

#### DRILLING WELL CONTROL REQUIREMENTS FOR DEEP WELLS DRILLED ON FEDERAL OIL AND GAS LEASES IN THE ARTESIA DISTRICT

The following requirements are established in accordance with 30 CFR 221.24, 221.36, and 221.37. Blowout preventer equipment, choke equipment, drilling fluid characteristics, drilling fluid monitors, and the conduct of drilling procedures shall be such as are necessary to prevent the blowout of any well. In addition to all other applicable rules, regulations, and accepted good operating practices, drilling shall be in accordance with the following safety requirements:

1. After setting the 8-5/8 inch casing string and before drilling into the Wolfcamp formation, the blowout preventers and related control equipment shall be pressure tested to rated working pressures by an independent service company. Any equipment failing to test satisfactorily shall be repaired or replaced. This office should be notified in sufficient time for a representative to witness the tests and shall be furnished a copy of the pressure test report. In addition, the pipe rams and bag-type preventer shall be actuated at least once each 24 hours and the blind rams each time the drill pipe is out of the hole.
2. Accumulators shall maintain a pressure capacity reserve at all times to provide for repeated operation of hydraulic preventers.
3. A drill string safety valve in the open position shall be maintained on the rig floor at all times while drilling operations are being conducted.
4. Blowout prevention drills shall be conducted as necessary to insure that each drilling crew is properly trained to carry out emergency duties.
5. Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be installed and operating before



UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

30-015-20894

5. LEASE DESIGNATION AND SERIAL NO.  
NM-6852

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME  
DIAMOND FEDERAL GAS CO

8. FARM OR LEASE NAME

9. WELL NO.  
1

10. FIELD AND POOL, OR WILDCAT  
SCOGGIN DRAW-MORROW

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA  
12-18-27 NMPM

12. COUNTY OR PARISH  
EDDY

13. STATE  
N.M.

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK  
DRILL  DEEPEN  PLUG BACK

b. TYPE OF WELL  
OIL WELL  GAS WELL  OTHER

2. NAME OF OPERATOR  
Amoco Production Company

3. ADDRESS OF OPERATOR  
BOX 68, HOBBS, N. M. 88240

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)  
At surface  
1980 FNLy 660' FNL Sec. 12 (Unit E, SE 1/4 NW 1/4)  
At proposed prod. zone

ARTESIA, OFFICE

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE\*

15. DISTANCE FROM PROPOSED\* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig. unit line, if any)

16. NO. OF ACRES IN LEASE  
17. NO. OF ACRES ASSIGNED TO THIS WELL  
320

18. DISTANCE FROM PROPOSED LOCATION\* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.

19. PROPOSED DEPTH  
10,000

20. ROTARY OR CABLE TOOLS  
Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)  
3607' GL

22. APPROX. DATE WORK WILL START\*  
7-1-73

23. PROPOSED CASING AND CEMENTING PROGRAM

| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH | QUANTITY OF CEMENT                           |
|--------------|----------------|-----------------|---------------|--|
| 11"          | 8 5/8"         | 32 24"          | 1000'         | ARC.   |
| 7 7/8"       | 4 1/2"         | 9.5-11.6"       | 10000'        | SUFFICIENT TO FILL 500' ABOVE UPPERMOST PAY. |

After drilling well logs will be run and evaluations made, perforating and/or stimulating as necessary in attempting commercial production.

BOP program attached.

Mud Program:  
0-1000' Native mud & water  
1000-9000' min. quality low solids gel for satisfactory operations & samples.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24. SIGNED J. E. York TITLE AREA ENGINEER DATE JUN 21 1973

PERMIT NO. \_\_\_\_\_ APPROVAL DATE JUL 6 1973

APPROVED BY [Signature] TITLE DISTRICT ENGINEER DATE JUL 6 1973

4 or 5. USGS-Per Subject to attached "Notice" dated 6-22-73 See Instructions On Reverse Side

1- Div  
1- SVSP  
1- RRY  
1- ARCO

Copy to SF

RECEIVED

JUL 10 1973

O. C. C.  
ARTESIA, OFFICE

P. O. Drawer U  
Artesia, New Mexico 88210

July 9, 1973

Mr. Jim York  
Amoco Production Company  
Post Office Box 68  
Hobbs, New Mexico 88240

Dear Mr. York:

This is to confirm my telephone conversation with you today whereby we requested that the 8-5/8-inch casing string be set in the top of the San Andres formation (approximately 2,000 feet below the surface) in your No. 1 Diamond Federal Gas Com. well on lease MM-6852 in the SW $\frac{1}{4}$  sec. 12, T. 18 S., R. 27 E., N.M.P.M., Eddy County, New Mexico.

Sincerely yours,

(Sgd.) JAMES A. KNAUF

James A. Knauf  
District Engineer

cc:  
Roswell  
N.M.O.C.C. (2) ✓

RECEIVED

JUL 10 1973

O. C. C.  
ARTESIA, OFFICE

1. The first part of the document discusses the importance of maintaining accurate records of all transactions and activities. It emphasizes that this is crucial for ensuring transparency and accountability in the organization's operations.

2. The second part of the document outlines the various methods and tools used to collect and analyze data. It highlights the need for consistent and reliable data collection processes to support informed decision-making.

3. The third part of the document describes the role of technology in modern data management. It discusses how advanced software solutions can streamline data collection, storage, and analysis, leading to more efficient and accurate results.

4. The fourth part of the document focuses on the importance of data security and privacy. It outlines the various risks associated with data breaches and provides strategies to mitigate these risks, ensuring that sensitive information is protected at all times.

5. The fifth part of the document discusses the ethical implications of data collection and analysis. It emphasizes the need for organizations to be transparent about their data practices and to respect the privacy and rights of individuals whose data is being collected.

6. The sixth part of the document concludes by summarizing the key points discussed throughout the document. It reiterates the importance of a comprehensive and ethical approach to data management for long-term organizational success.

7. The seventh part of the document provides a final thought on the future of data management, suggesting that continued innovation and collaboration will be essential for addressing the challenges and opportunities ahead.

Copy 631

U.S. G.S. FORM 100-101 (10-6-62)

N. M. O. C. C. COPY  
UNITED STATES DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

42 R1424  
SERIAL NO.  
NM 6952

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT" for such proposals.)

1. TYPE OF WELL:  GAS WELL  OTHER **DRILLING RECEIVED**

2. NAME OF OPERATOR: **Amoco Production Company**

3. ADDRESS OF OPERATOR: **BOX 68, HOBBS, N. M. 88240**

4. LOCATION OF WELL: **1980' FNL x 660' FWL SEC. 12 (UNIT E, SE 1/4 NW 1/4)**  
**D. E. C. ARTESIA, OFFICE**

14. PERMIT NO. \_\_\_\_\_ 15. ELEVATIONS: **3607' GL 3623' R.D.B**

7. UNIT AGREEMENT NAME: **DIAMOND FED. GAS CUM**

8. FARM OR LEASE NAME: \_\_\_\_\_

9. WELL NO. **1**

10. FIELD AND POOL, OR WILDCAT: **SCOGGIN DRAW-NORROW**

11. SEC., T., R., M., OR BLM. AND SURVEY OR AREA: **12-18-27-NMPPM**

12. COUNTY OR PARISH: **EDDY** 13. STATE: **N.M.**

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

| NOTICE OF INTENTION TO:                      |   | SUBSEQUENT REPORT OF:                                       |  |
|--|---|---|--|
| TEST WATER SHUT-OFF <input type="checkbox"/> | PULL OR ALTER CASING <input type="checkbox"/> | WATER SHUT-OFF <input checked="" type="checkbox"/>          | REPAIRING WELL <input type="checkbox"/>  |
| FRACTURE TREAT <input type="checkbox"/>      | MULTIPLE COMPLETE <input type="checkbox"/>    | FRACTURE TREATMENT <input type="checkbox"/>                 | ALTERING CASING <input type="checkbox"/> |
| SHOOT OR ACIDIZE <input type="checkbox"/>    | ABANDON* <input type="checkbox"/>             | SHOOTING OR ACIDIZING <input type="checkbox"/>              | ABANDONMENT* <input type="checkbox"/>    |
| REPAIR WELL <input type="checkbox"/>         | CHANGE PLANS <input type="checkbox"/>         | (Other) <b>Spudding</b> <input checked="" type="checkbox"/> |  |

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

*Delta Drilg Co. spudded 11" hole 3: PM 7-18-73.*  
*On 7-22-73, 8 7/8" OD 32" BR K-55 Casing was set @ 1955 w/ 7005x Incon 2% Gel + 100 psi meat. Circ. 200 Sa. Syster W02 18 hours, tested casing w/ 500 ps, for 30 min. Syst O.K.*  
*Reduced hole to 7 7/8" @ 1955 and resumed drilling.*

**RECEIVED**  
JUL 24 1973  
U. S. GEOLOGICAL SURVEY  
ARTESIA, NEW MEXICO

18. I hereby certify that the foregoing is true and correct  
SIGNED: *[Signature]* TITLE: **ADMINISTRATIVE ASSISTANT** DATE: **JUL 23 1973**

APPROVED: **APPROVED!** TITLE: \_\_\_\_\_ DATE: \_\_\_\_\_  
 CONDITIONS OF APPROVAL, IF ANY:  
**JUL 24 1973**  
**H. L. BEEKMAN**  
 ACTING DISTRICT ENGINEER \*See Instructions on Reverse Side

04 4-11SGS-ABT  
 1-DIV  
 1-SUSP  
 1-RKV  
 1-ARCO

RECEIVED

AUG 1 1973

B. D. C.  
ARTESIA

Drawer 1857  
Roswell, New Mexico 88201

July 24, 1973

**Amoco Production Company**  
Attention: Mr. Joe W. Durkee  
P. O. Box 3092  
Houston, Texas 77001

Gentlemen:

Enclosed are three approved copies of communitization agreement  
No. Com. Agr.-SW-760 involving 320 acres of land in Federal leases  
New Mexico 6852 and 6853, Eddy County, New Mexico.

The agreement communitizes all rights as to dry gas and associated  
liquid hydrocarbons producible from the Morrow formation in the  
W $\frac{1}{4}$  sec. 12, T. 18 S., R. 27 E., N.M.P.M., and is effective as of  
June 20, 1973.

You are requested to furnish all interested principals with  
appropriate evidence of this approval.

Sincerely yours,

CARL C. TRAYWICK  
Acting Area Oil and Gas Supervisor

cc:  
BLM, Santa Fe (w/cy agr.)  
Artesia (w/cy agr.)  
Rondeau

JMonro:lb

RECEIVED

JUL 26 1973

U. S. GEOLOGICAL SURVEY  
ARTESIA, NEW MEXICO

N. M. D. C. C. CORY

Copy 6 SF

Form 9-330 (Rev. 5-63)

UNITED STATES DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY

SUBMIT IN DUPLICATE\*

(See other instructions on reverse side)

Form approved. Budget Bureau No. 42-R355.5.

5. LEASE DESIGNATION AND SERIAL NO.

NM-6852

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

DIAMOND FED. GAS CO. M. 8. FARM OR LEASE NAME

WELL COMPLETION OR RECOMPLETION REPORT AND LOG\*

1a. TYPE OF WELL: OIL WELL [ ] GAS WELL [ ] DRY [X] Other [ ]
b. TYPE OF COMPLETION: NEW WELL [ ] WORK OVER [ ] DEEP-EN [ ] PLUG BACK [ ] DIFF. RESVR. [ ] Other [ ]

2. NAME OF OPERATOR Amoco Production Company SEP 24 1973

3. ADDRESS OF OPERATOR BOX 68, HOBBS, N. M. 88240

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements) At surface 1980 FNL x 660 FWL Sec 12. (Unit F, SE 1/4 NW 1/4) At top prod. interval reported below At total depth

14. PERMIT NO. DATE ISSUED

10. FIELD AND POOL, OR WILDCAT SCOGGIN DRAW-MORROW 11. SEC. T. R. M., OR BLOCK AND SURVEY OR AREA 12-18-27 NMPM

12. COUNTY OR PARISH EDDY 13. STATE N.M.

15. DATE SPUDDED 7-18-73 16. DATE T.D. REACHED 8-27-73 17. DATE COMPL. (Ready to prod.) P&A 18. ELEVATIONS (DF, RKB, RT, GR, ETC.)\* 3623' RDB 19. ELEV. CASINGHEAD -

20. TOTAL DEPTH, MD & TVD 10.372 21. PLUG, BACK T.D., MD & TVD P+A 22. IF MULTIPLE COMPL., HOW MANY\* - 23. INTERVALS DRILLED BY - 24. PRODUCING INTERVAL(S), OF THIS COMPLETION—TOP, BOTTOM, NAME (MD AND TVD)\* NONE 25. WAS DIRECTIONAL SURVEY MADE No

26. TYPE ELECTRIC AND OTHER LOGS RUN GR-N - DUAL IND LL 27. WAS WELL CORED No

Table with 6 columns: CASING SIZE, WEIGHT, LB./FT., DEPTH SET (MD), HOLE SIZE, CEMENTING RECORD, AMOUNT PULLED. Values: 8 7/8, 32#, 1955, 11", 800 SX, NONE

Table with 8 columns: SIZE, TOP (MD), BOTTOM (MD), SACKS CEMENT\*, SCREEN (MD), SIZE, DEPTH SET (MD), PACKER SET (MD)

Table with 2 columns: 31. PERFORATION RECORD (Interval, size and number), 32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC. (DEPTH INTERVAL (MD), AMOUNT AND KIND OF MATERIAL USED)

Table with 6 columns: DATE FIRST PRODUCTION, PRODUCTION METHOD, WELL STATUS, DATE OF TEST, HOURS TESTED, CHOKER SIZE, PROD'N. FOR TEST PERIOD, OIL-BBL., GAS-MCF., FLOW. TUBING PRESS., CASING PRESSURE, CALCULATED 24-HOUR RATE, OIL-BBL., GAS-MCF., WATER-BBL., GRAVITY-API (CORR.)

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.)

35. LIST OF ATTACHMENTS

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records

SIGNED [Signature] TITLE ADMINISTRATIVE ASSISTANT DATE 9-10-73

RECEIVED SEP 19 1973 U.S. GEOLOGICAL SURVEY ARTESIA, NEW MEXICO

9-13-74

03- USGS- Art 1- W 7 1- DIV 1- REV

(See Instructions and Spaces for Additional Data on Reverse Side)

# INSTRUCTIONS

**General:** This form is designed for submitting a complete and correct well completion report and log on all types of lands and leases to either a Federal agency or a State agency, or both, pursuant to applicable Federal and/or State laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office. See Instructions on items 23 and 24, and 33, below regarding separate reports for separate completions.

If not filed prior to the time this summary record is submitted, copies of all currently available logs (drillers, geologists, sample and core analysis, all types electric, etc.), formation and pressure tests, and directional surveys, should be attached hereto, to the extent required by applicable Federal and/or State laws and regulations. All attachments should be listed on this form, see item 35.

**Item 4:** If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local State or Federal office for specific instructions.

**Item 16:** Indicate which elevation is used as reference (where not otherwise shown) for depth measurements given in other spaces on this form and in any attachments. **Items 22 and 24:** If this well is completed for separate production from more than one interval zone (multiple completion), so state in item 22, and in item 24 show the producing interval, or intervals, top(s), bottom(s) and name(s) (if any) for only the interval reported in item 33. Submit a separate report (page) on this form, adequately identified, for each additional interval to be separately produced, showing the additional data pertinent to such interval.

**Item 29: "Sacks Cement":** Attached supplemental records for this well should show the details of any multiple stage cementing and the location of the cementing tool.

**Item 33:** Submit a separate completion report on this form for each interval to be separately produced. (See instruction for items 22 and 24 above.)

| FORMATION | TOP | BOTTOM        | DESCRIPTION, CONTENTS, ETC. | NAME                            | GEOLOGIC MARKERS   |
|-----------|-----|---------------|-----------------------------|---------------------------------|--|
|           |     | No Oil or Gas |                             | T<br>T<br>T<br>T<br>T<br>T<br>T | MEAS. DEPTH<br>5 506<br>6 728<br>7 485<br>8 820<br>9 460<br>9 725<br>10 158<br>10 338<br><br>TOP<br>TRUE VERT. DEPTH |

Form approved  
 by the Board on 12/21/72  
 5. LEASE DESIGNATION AND SERIAL NO.  
**NM-6602**  
 6. IF INDIAN, ALLOTTEE'S FULL NAME

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.  
 Use "APPLICATION FOR PERMIT-" for such proposals.)

1. NAME OF OPERATOR  
 GAS WELL  OTHER **DRILLING- DRY HOLE**  
**Amoco Production Company**

7. UNIT AND WELL NO.  
**DIAMOND FEDERAL CO. M**  
 8. FARM OR OTHER NAME

2. ADDRESS OF OPERATOR  
**BOX 68, HOBBS, N. M. 88240**

3. DATE OF WELL (Report location clearly and in accordance with any State requirements.\*  
 See also space 17 below.)  
 At surface  
**1980 FNLx 660 FWL Sec. 12 (Unit E, SE/4 NW/4)**

9. WELL NO.  
**1**

10. FIELD AND POOL OR FIELD CAT  
**SCOGGIN DRY MUDROW**

11. SEC., T., R., S., OR BLM. AND SURVEY OR AREA  
**12-18-27 NMMPM**

12. COUNTY OR PARISH 13. STATE  
**EDDY N.M.**

14. PERMIT NO. 15. ELEVATIONS (Show whether DF, RT, OR, etc.)  
**3623 R.D.B.**

**Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data**

|   |   |  |  |
|---|---|--|--|
| NOTICE OF INTENTION TO:                   |   | SUBSEQUENT REPORT OF:                          |  |
| WATER SHUT-OFF <input type="checkbox"/>   | PULL OR ALTER CASING <input type="checkbox"/> | WATER SHUT-OFF <input type="checkbox"/>        | REPAIRING WELL <input type="checkbox"/>  |
| FRACTURE TREAT <input type="checkbox"/>   | MULTIPLE COMPLETE <input type="checkbox"/>    | FRACTURE TREATMENT <input type="checkbox"/>    | ALTERING CASING <input type="checkbox"/> |
| SHOOT OR ACIDIZE <input type="checkbox"/> | ABANDON* <input checked="" type="checkbox"/>  | SHOOTING OR ACIDIZING <input type="checkbox"/> | ABANDONMENT* <input type="checkbox"/>    |
| REPAIR WELL <input type="checkbox"/>      | CHANGE PLANS <input type="checkbox"/>         | (Other) <input type="checkbox"/>               |  |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

*Drilled to a TD of 10,372' without encountering oil or gas. Logs and evaluations confirmed Dry Hole.*

\* Propose to P+A as follows: Cement Plugs - Class 14  

| INTERVAL   | LENGTH | FORMATION        | SX CEMENT |
|------------|--------|------------------|-----------|
| 9775-9675' | 100'   | Mudrow           | 45        |
| 7535-7435' | 100'   | BISCO            | 50        |
| 5556-5456' | 100'   | ABO              | 40        |
| 3720-3620' | 100'   | YESO             | 50        |
| 2045-1945' | 100'   | 8 7/8" CSA 1995  | 40        |
| Surface    | 10-20' | Erect P+A marker | 10 SX     |

*All intervals to be filled w/ Arly mud.  
 Location to be cleaned & leveled.*

**RECEIVED**  
 SEP-4 1973  
 U. S. GEOLOGICAL SURVEY  
 ARTESIA, NEW MEXICO

\* Pursuant to Mr. Leon Bukmans verbal approval 8-25-73.

I hereby certify that the foregoing is true and correct

SIGNED \_\_\_\_\_ TITLE **AREA ENGINEER** DATE **AUG 31 1973**

(This space for Federal or State office use)

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_

CONDITIONS OF APPROVAL (PRINT):

**APPROVED**  
 SEP 11 1973  
 H. L. BEEKMAN  
 ACTING DISTRICT ENGINEER \*See Instructions on Reverse Side

0 + 4 USGS-Art  
 1- DUV  
 1- JSP  
 1- RRV  
 1- ARCO



UN I T E D STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

N. M. O. C. C. CO.  
SUBMIT IN TRIPL  
(Other instructions  
verse side)

Form approved  
Bureau No. 42 R1424.

5. LEASE DESIGNATION AND SERIAL NO.

NM-6852

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

**SUNDRY NOTICES AND REPORTS ON WELLS**

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals.)

**RECEIVED**

7. UNIT AGREEMENT NAME

DIAMOND FED. GAS CO. M

8. FARM OR LEASE NAME

1. OIL WELL  GAS WELL  OTHER  **DRY HOLE**

2. NAME OF OPERATOR  
**Amoco Production Company**

SEP - 6 1974

3. ADDRESS OF OPERATOR  
**BOX 68, HOBBS, N. M. 88240**

O. C. C.

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.  
See also space 17 below.)  
At surface

**1980' FNLY 660' FWL Sec. 12 (UNIT E, SE 1/4 NW 1/4)**

10. FIELD AND POOL, OR WILDCAT

**SCOGGIN DRAW MORROW**

11. SEC. T., R., M., OR BLK. AND SURVEY OR AREA

**12-18-27 NMPM**

14. PERMIT NO.

15. ELEVATIONS (Show whether DF, RT, OR, etc.)

**3623' R.D. B.**

12. COUNTY OR PARISH

**EDDY**

18. STATE

**NM**

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

|  |   |
|--|---|
| TEST WATER SHUT-OFF <input type="checkbox"/> | PULL OR ALTER CASING <input type="checkbox"/> |
| FRACTURE TREAT <input type="checkbox"/>      | MULTIPLE COMPLETE <input type="checkbox"/>    |
| SHOOT OR ACIDIZE <input type="checkbox"/>    | ABANDON* <input type="checkbox"/>             |
| REPAIR WELL <input type="checkbox"/>         | CHANGE PLANS <input type="checkbox"/>         |
| (Other) <input type="checkbox"/>             |   |

SUBSEQUENT REPORT OF:

|  |  |
|--|--|
| WATER SHUT-OFF <input type="checkbox"/>        | REPAIRING WELL <input type="checkbox"/>          |
| FRACTURE TREATMENT <input type="checkbox"/>    | ALTERING CASING <input type="checkbox"/>         |
| SHOOTING OR ACIDIZING <input type="checkbox"/> | ABANDONMENT* <input checked="" type="checkbox"/> |
| (Other) <input type="checkbox"/>               |  |

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

*Physical abandonment of well concluded 8-31-73.  
Plugged and abandoned as follows:*

| SX CEMENT | INTERVAL                        | LENGTH               | FORMATION |
|-----------|---------------------------------|----------------------|-----------|
| 45        | 9775 - 9765                     | 100'                 | MORROW    |
| 50        | 7535 - 7435                     | 100'                 | CUOCO     |
| 40        | 5556 - 5456                     | 100'                 | ABO       |
| 50        | 3720 - 3620                     | 100'                 | YESO      |
| 40        | 2045 - 1945                     | 878' CSA 1995 - line |           |
| 10        | Surface & erected P x A marker. |                      |           |

*all intervals filled w mud.  
Location to be cleaned & leveled.*

**RECEIVED**  
SEP - 5 1974

18. I hereby certify that the foregoing is true and correct

SIGNED

*Roy R. Yorkum*

TITLE

**ADMINISTRATIVE ASSISTANT**

DATE **SEP 5 1974**

(This space for Federal or State office use)

APPROVED BY

CONDITIONS OF APPROVAL, IF ANY:

TITLE

DATE

- 014- USGS Alet
- 1- Div
- 1- Susp
- 1- RRJ
- 1- ARCO

**APPROVED**  
SEP 6 1974  
*R. L. BEEKMAN*  
ACTING DISTRICT ENGINEER

\*See Instructions on Reverse Side

EXHIBIT "D"  
SKETCH OF WELL PAD

FRED POOL DRILLING, INC.  
Well #2 Chukka Federal  
SW $\frac{1}{4}$ NW $\frac{1}{4}$ , Sec. 12: T-18-S, R-27-E

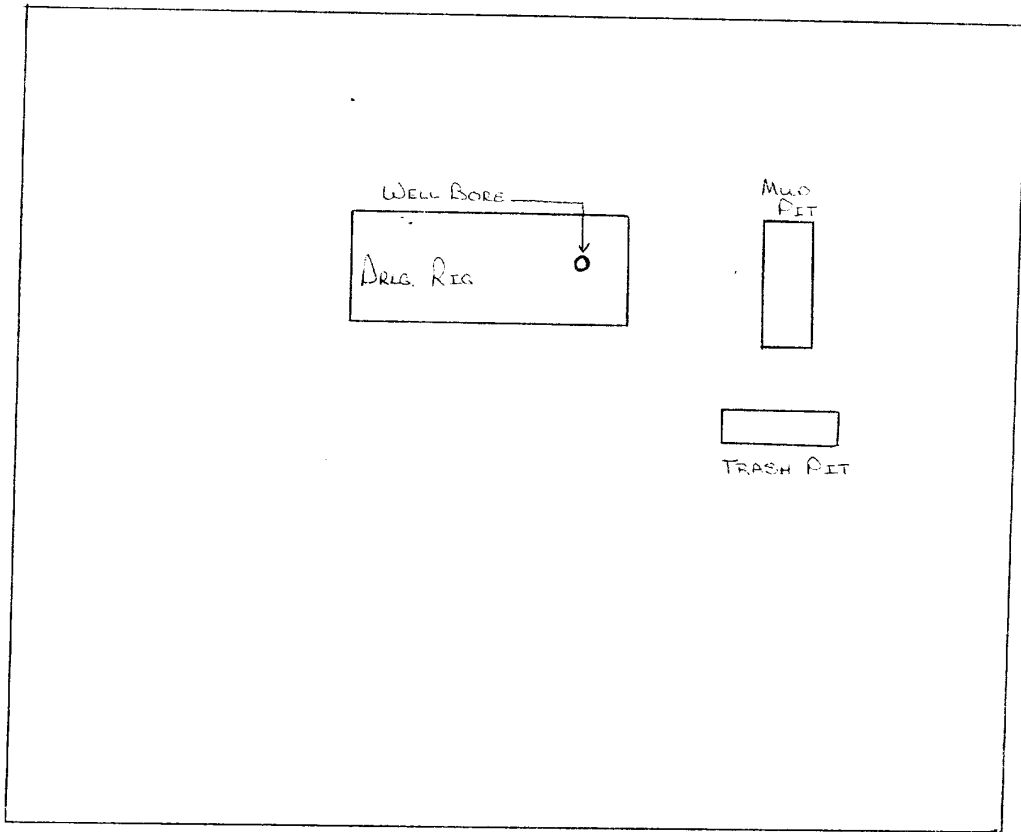
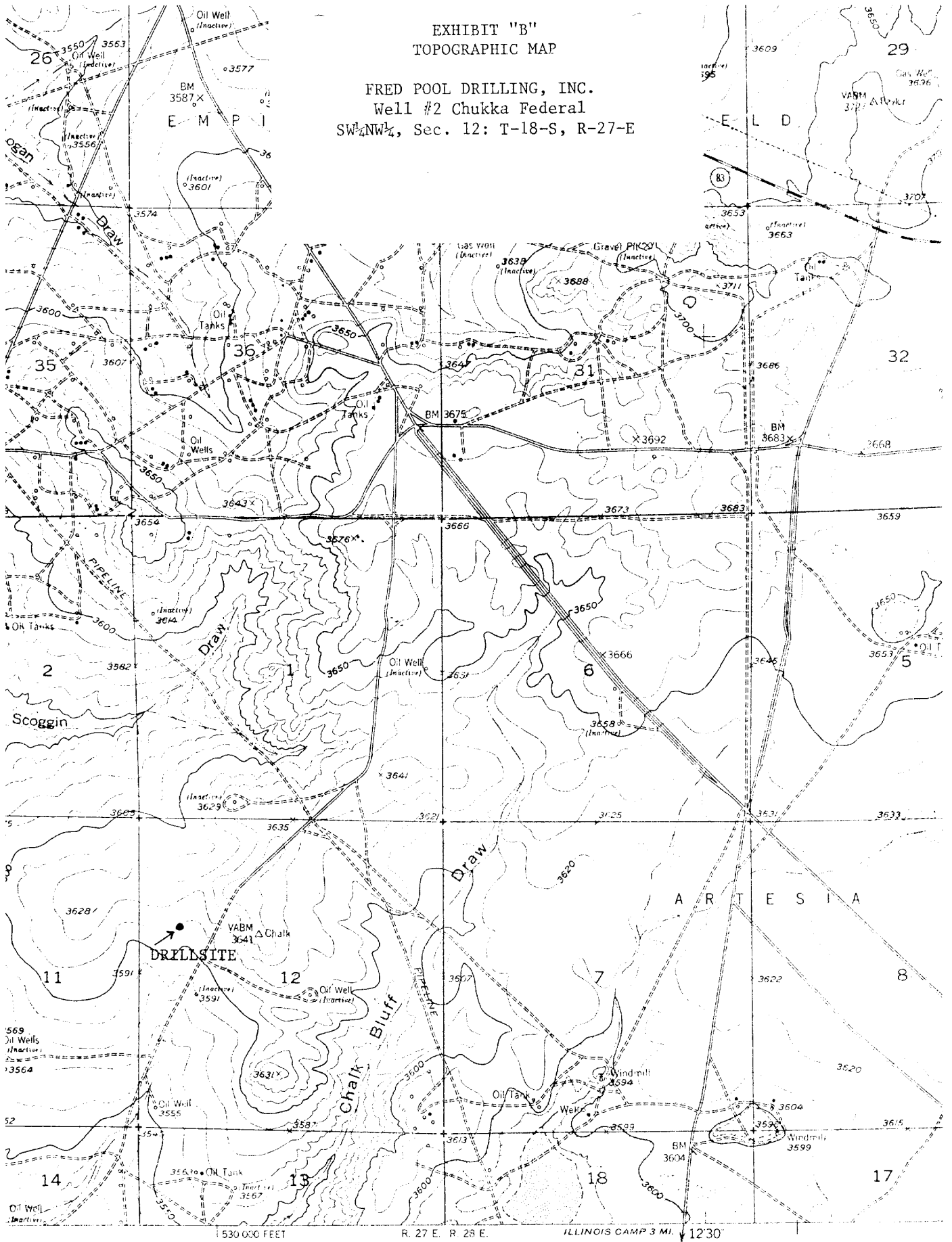


EXHIBIT "B"  
TOPOGRAPHIC MAP

FRED POOL DRILLING, INC.  
Well #2 Chukka Federal  
SW $\frac{1}{4}$ NW $\frac{1}{4}$ , Sec. 12: T-18-S, R-27-E



SUPPLEMENTAL DRILLING DATA

FRED POOL DRILLING, INC.  
WELL #2 CHUKKA FEDERAL  
SW $\frac{1}{4}$ NW $\frac{1}{4}$ , SEC. 12, T-18-S, R-27-E  
EDDY COUNTY, NEW MEXICO

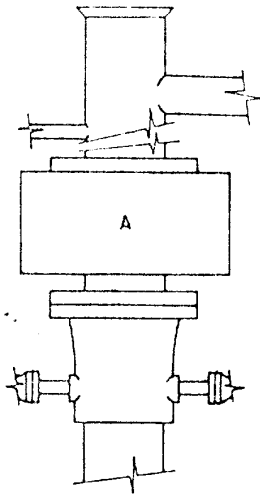
1. SURFACE FORMATION: Artesia Group of Permian Age. (Elev. 3607')
2. ESTIMATED TOPS OF GEOLOGIC MARKERS:

|              |       |          |       |
|--------------|-------|----------|-------|
| Yates        | 275'  | Grayberg | 1650' |
| Seven Rivers | 475'  |          |       |
| Queen        | 1225' |          |       |
3. ANTICIPATED POROSITY ZONES:

|       |   |            |
|-------|---|------------|
| Water | - | Above 300' |
| Oil   | - | 1500-2500' |
4. CASING DESIGN:

| <u>Size</u> | <u>Interval</u> | <u>Weight</u> | <u>Grade</u> | <u>Joint</u> |
|-------------|-----------------|---------------|--------------|--------------|
| 8 5/8"      | 0 - 2000'       | 32#           |              |              |
5. SURFACE CONTROL EQUIPMENT: Control head.
6. CIRCULATING MEDIUM: KCL water.
7. AUXILIARY EQUIPMENT: None considered necessary on this shallow development well.
8. TESTING, LOGGING AND CORING PROGRAM: No coring or DST's are planned. Electric logs will include an cement bond log and a Compensated Neutron Log with Gamma Ray.
9. ABNORMAL PRESSURES, TEMPERATURES OR GASES: None anticipated.
10. ANTICIPATED STARTING DATE: It is planned that operations will commence about August 31, 1985. Duration of drilling, completion and testing operations should be one to five days.
11. RE-ENTRY DETAILS: Drill out cement plug at top of casing. Clean hole to plug at 1945' with tubing. Pressure test casing to be sure it does not leak. Run cement bond log from 1945' to surface. Perforate the Penrose section from 1450' to 1470' acidize and swab test.

BLOWOUT PREVENTER ARRANGEMENT  
FRED POOL DRILLING, INC.  
WELL #2 CHUKKA FEDERAL  
SW $\frac{1}{4}$ NW $\frac{1}{4}$ , Sec. 12, T-18-S, R-27-E  
EDDY COUNTY, NEW MEXICO



ARRANGEMENT A

**OIL CONSERVATION DIVISIC**

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT

P. O. BOX 2088  
SANTA FE, NEW MEXICO 37501

Form C-102  
Revised 10-1-79

*All distances must be from the outer boundaries of the Section.*

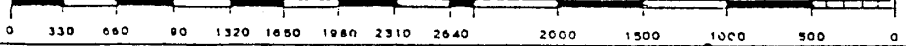
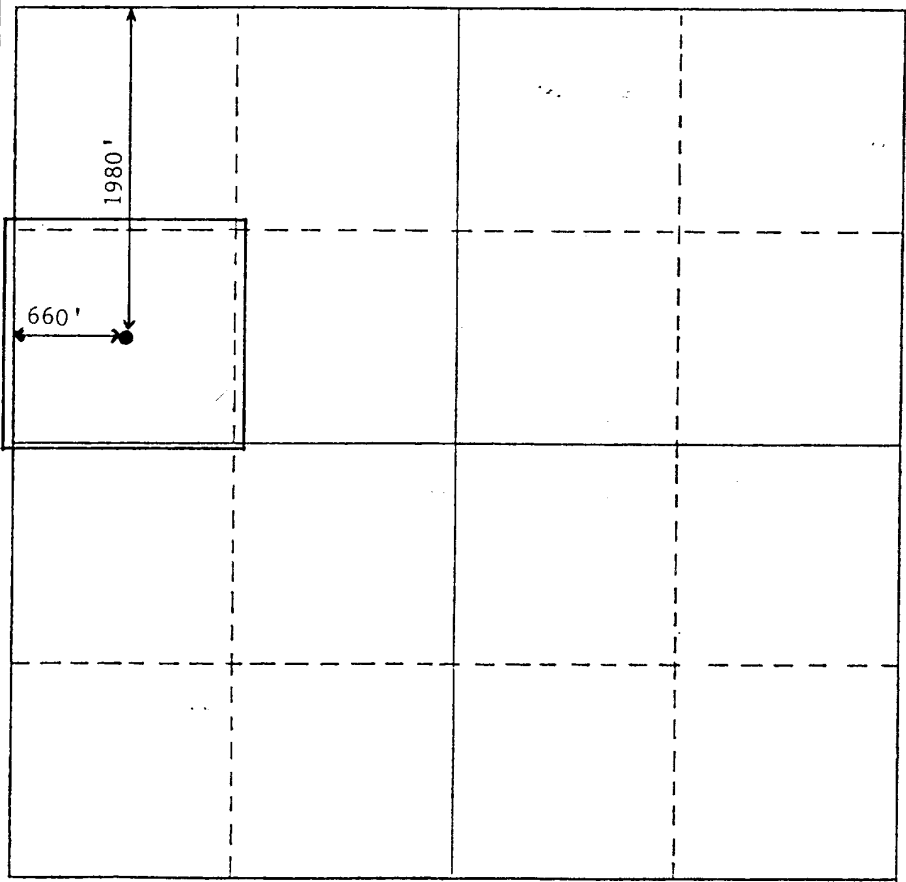
|   |                      |                         |                                |                                       |                      |
|---|----------------------|-------------------------|--------------------------------|---------------------------------------|----------------------|
| Operator<br><b>Fred Pool Drilling, Inc.</b>   |                      |                         | Lease<br><b>Chukka Federal</b> |                                       | Well No.<br><b>2</b> |
| Unit Letter<br><b>E</b>   | Section<br><b>12</b> | Township<br><b>18-S</b> | Range<br><b>27-E</b>           | County<br><b>Eddy</b>                 |                      |
| Actual Footage Location of Well:<br><b>1980</b> feet from the <b>North</b> line and <b>660</b> feet from the <b>West</b> line |                      |                         |                                |                                       |                      |
| Ground Level Elev.<br><b>3607</b>   | Producing Formation  |                         | Pool<br><b>Artesia</b>         | Dedicated Acreage:<br><b>40</b> Acres |                      |

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes  No If answer is "yes," type of consolidation \_\_\_\_\_

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) \_\_\_\_\_

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Division.



**CERTIFICATION**

*I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.*

|          |                                 |
|----------|---------------------------------|
| Name     | <i>Fred Pool</i>                |
| Position | <b>President</b>                |
| Company  | <b>Fred Pool Drilling, Inc.</b> |
| Date     | <b>8-16-85</b>                  |

*I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.*

|   |  |
|---|--|
| Date Surveyed   |  |
| Registered Professional Engineer and/or Land Surveyor |  |
| Certificate No.                                       |  |

RECEIVED BY  
AUG 30 1985  
ARTESIA, OFFICE

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

30-015-20894

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1. TYPE OF WELL  
ARTESIA, OFFICE  DRILL  DEEPEN  PLUG BACK

b. TYPE OF WELL  
OIL WELL  GAS WELL  OTHER *Re-entry*  
SINGLE ZONE  MULTIPLE ZONE

2. NAME OF OPERATOR  
Fred Pool Drilling, Inc.

3. ADDRESS OF OPERATOR  
P. O. Box 1393, Roswell, N.M. 88201

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.\*)  
At surface  
1980' FNL & 660' FWL  
At proposed prod. zone (Unit E)  
(SW $\frac{1}{4}$ NW $\frac{1}{4}$ )

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE\*  
11 air miles east-southeast of Artesia, N.M.

15. DISTANCE FROM PROPOSED\* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any) 660'

18. DISTANCE FROM PROPOSED LOCATION\* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 1650'

21. ELEVATIONS (Show whether DF, RT, GR, etc.)  
3607 GR

5. LEASE DESIGNATION AND SERIAL NO.  
NM-6852

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME  
Chukka Federal

9. WELL NO.  
2

10. FIELD AND POOL, OR WILDCAT  
8-G-577  
Artesia Oil Pool

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA  
Sec. 12, T-18-S, R-27-E

12. COUNTY OR PARISH | 13. STATE  
Eddy | NM

16. NO. OF ACRES IN LEASE  
160

19. PROPOSED DEPTH  
1945'

17. NO. OF ACRES ASSIGNED TO THIS WELL  
40

20. ROTARY OR CABLE TOOLS  
Rotary

22. APPROX. DATE WORK WILL START\*  
8-31-85

23. PROPOSED CASING AND CEMENTING PROGRAM

| SIZE OF HOLE           | SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH | QUANTITY OF CEMENT |
|------------------------|----------------|-----------------|---------------|--------------------|
| 4 1/4"<br>12 1/4" pipe | 8 5/8"         | 32#             | 2000          | Circ.              |
| <i>Csg. in place</i>   |                |                 |               |                    |

This is a re-entry of Diamond Fed. Gas Com #1 plugged and abandoned 8-31-73.

OTD: 10,372

- Attached are:
- 1) Well location & acreage dedication plat
  - 2) Supplemental drilling data
  - 3) Surface use plan
  - 4) Designation of operator
  - 5) Original approved application by Amoco Production Co. for Diamond Federal Gas Com #1

*Plugged IOI  
x HV  
9-13-85*

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24. SIGNED *Fred Pool* TITLE President DATE 8-16-85

(This space for Federal or State office use)

PERMIT NO. APPROVAL DATE

APPROVED BY *Orig. Sgd. G. H. S. D. M.* TITLE DATE 8-29-85

CONDITIONS OF APPROVAL, IF ANY:

\*See Instructions On Reverse Side

APPROVAL SUBJECT TO  
GENERAL REQUIREMENTS AND  
SPECIAL STIPULATIONS  
ATTACHED

UNITED STATES DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

SUBMIT IN REVERSE SIDE  
(Other instructions on reverse side)

Form approved.  
Budget Bureau No. 42-R1424.

C/SF

5. LEASE DESIGNATION AND SERIAL NO.

NM 6852

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME

Chukka Federal

9. WELL NO.

2

10. FIELD AND POOL OR WILDCAT

Artesia Oil Pool

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA

Sec. 12-T 18S- R 27E

SUNDRY NOTICES AND REPORTS ON WELLS  
(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT..." for such proposals.)

RECEIVED BY  
SEP 11 1985  
O. C. D.  
ARTESIA, OFFICE

1. OIL WELL  GAS WELL  OTHER

2. NAME OF OPERATOR  
FRED POOL DRILLING, INC.

3. ADDRESS OF OPERATOR  
P.O. Box 1393 Roswell, N.M. 88201

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements. See also space 17 below.)  
At surface  
1980  $\frac{1}{2}$  N 1/4 660 FWL  
Unit E SW  $\frac{1}{4}$  NW  $\frac{1}{4}$

14. PERMIT NO. 15. ELEVATIONS (Show whether DF, RT, GR, etc.)  
3607 GR

12. COUNTY OR PARISH 13. STATE  
Eddy NM

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

TEST WATER SHUT-OFF   
FRACTURE TREAT   
SHOOT OR ACIDIZE   
REPAIR WELL   
(Other)   
PULL OR ALTER CASING   
MULTIPLE COMPLETE   
ABANDON\*   
CHANGE PLANS

SUBSEQUENT REPORT OF:

WATER SHUT-OFF   
FRACTURE TREATMENT   
SHOOTING OR ACIDIZING   
(Other)   
REPAIRING WELL   
ALTERING CASING   
ABANDONMENT\*

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

9-5-85: Drilled cement out of surface from 0-30 ft.  
Stringers of cement to 50 ft.  
Tagged No. 2 plug at 1912 ft. Pulled tubing back to 1804 ft.; circulated hole with fresh water.  
Preparing to log and perforate well.

SEP 09 1985  
ARTESIA, N.M.

18. I hereby certify that the foregoing is true and correct

SIGNED Santa Pool TITLE Clerk DATE 9-6-85

(This space for Federal or State office use)

APPROVED BY RECEIVED FOR RECORD TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
CONDITIONS OF APPROVAL, IF ANY AWD

SEP 10 1985

\*See Instructions on Reverse Side

CARIBAD, NEW MEXICO



UNITED STATES DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY  
NM OIL CONS. SUBMIT CENTER  
Artesia, NM 88210

Form approved.  
Budget Bureau No. 42-R1424.

**SUNDRY NOTICES AND REPORTS ON WELLS**  
(Do not use this form for proposals to drill or to deepen or plug back the well. Use "APPLICATION FOR PERMIT" for such proposals.)

RECEIVED BY  
**SEP 18 1985**  
O. C. D.  
ARTESIA, OFFICE

1. OIL WELL  GAS WELL  OTHER  re-entry

2. NAME OF OPERATOR  
Fred Pool Drilling, Inc.

3. ADDRESS OF OPERATOR  
P.O. Box 1393 Roswell, N.M. 88201

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.\* See also space 17 below.)  
At surface  
1980 FNL 660 FWL Unit E  
SW 1/4 NW 1/4

14. PERMIT NO. 3001520894

15. ELEVATIONS (Show whether DF, RT, GR, etc.)  
3607 GR

5. LEASE DESIGNATION AND SERIAL NO.  
NM 6852

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME  
Chukka Federal

9. WELL NO.  
2

10. FIELD AND POOL, OR WILDCAT  
Artesia Oil Pool

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA  
Sec, 12-T18S-R27E

12. COUNTY OR PARISH 13. STATE  
Eddy NM,

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

| NOTICE OF INTENTION TO:                      |   | SUBSEQUENT REPORT OF:                                     |  |
|--|---|---|--|
| TEST WATER SHUT-OFF <input type="checkbox"/> | PULL OR ALTER CASING <input type="checkbox"/> | WATER SHUT-OFF <input type="checkbox"/>                   | REPAIRING WELL <input type="checkbox"/>  |
| FRACTURE TREAT <input type="checkbox"/>      | MULTIPLE COMPLETE <input type="checkbox"/>    | FRACTURE TREATMENT <input type="checkbox"/>               | ALTERING CASING <input type="checkbox"/> |
| SHOOT OR ACIDIZE <input type="checkbox"/>    | ABANDON* <input type="checkbox"/>             | SHOOTING OR ACIDIZING <input checked="" type="checkbox"/> | ABANDONMENT* <input type="checkbox"/>    |
| REPAIR WELL (Other) <input type="checkbox"/> | CHANGE PLANS <input type="checkbox"/>         | (Other) <input type="checkbox"/>                          |  |

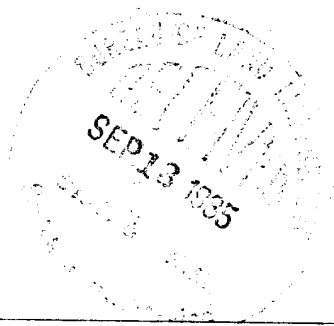
(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

September 8, 1985

Perforations: 1446-56 ft. and 1459-62  
14 shots.  
Acidized with 1000 gallons NE 15%; and 30,000 gallons Versagel; 30,000# 20/40 sand and 12,000 # 10/20 sand.

Pumping well back to test.



18. I hereby certify that the foregoing is true and correct

SIGNED Fred Pool TITLE Vice - president DATE 9-11-85

(This space for Federal or State office use)

APPROVED BY ACCEPTED FOR RECORD TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
CONDITIONS OF APPROVAL, IF ANY

SEP 16 1985

\*See Instructions on Reverse Side

CARLSBAD, NEW MEXICO

75F

Drawer DD

Artesia, NM 88210

SUBMIT IN DUPLICATE\*

Form approved. Budget Bureau No. 42-R355.5.

Form 9-300 (Rev. 7-80)

RECEIVED BY

SEP 23 1985

UNITED STATES DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY

(See other instructions on reverse side)

WELL COMPLETION OR RECOMPLETION REPORT AND LOG \*

1. WELL IDENTIFICATION:

ARTESIA OIL WELL [X] GAS WELL [ ] DRY [ ] Other RE-entry

b. TYPE OF COMPLETION:

NEW WELL [X] WORK OVER [ ] DEEP-EN [ ] PLUG BACK [ ] DIFF. RESVR. [ ] Other [ ]

2. NAME OF OPERATOR

Fred Pool Drilling, Inc. [check]

3. ADDRESS OF OPERATOR

P.O. Box 1393 Roswell, N.M. 88201

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)\*

At surface 1980 FNL660 FWL SW 1/4 NW 1/4 Unit E

At top prod. interval reported below

1446- ft.

At total depth

1912 ft.

14. PERMIT NO. 3001520894 DATE ISSUED 9-30-85

12. COUNTY OR PARISH Eddy 13. STATE NM

15. DATE SPUDDED 8-30-85 16. DATE T.D. REACHED 9-6-85 17. DATE COMPL. (Ready to prod.) 9-10-85 18. ELEVATIONS (DF, RKB, RT, GR, ETC.)\* 3607 GR 19. ELEV. CASINGHEAD 3607 GR

20. TOTAL DEPTH, MD & TVD 1912 ft. 21. PLUG, BACK T.D., MD & TVD 1912 ft. 22. IF MULTIPLE COMPL., HOW MANY\* 23. INTERVALS DRILLED BY [ ] ROTARY TOOLS [X] CABLE TOOLS [ ]

24. PRODUCING INTERVAL(S), OF THIS COMPLETION—TOP, BOTTOM, NAME (MD AND TVD)\* 1446-1462 ft. Penrose 25. WAS DIRECTIONAL SURVEY MADE No

26. TYPE ELECTRIC AND OTHER LOGS RUN Compensated Neutron 27. WAS WELL CORED no

28. CASING RECORD (Report all strings set in well)

Table with 6 columns: CASING SIZE, WEIGHT, LB./FT., DEPTH SET (MD), HOLE SIZE, CEMENTING RECORD, AMOUNT PULLED. Row 1: 8 5/8, 32#, 2000, 11", circulated, 0

29. LINER RECORD and 30. TUBING RECORD. LINER RECORD columns: SIZE, TOP (MD), BOTTOM (MD), SACKS CEMENT\*, SCREEN (MD). TUBING RECORD columns: SIZE, DEPTH SET (MD), PACKER SET (MD). Row 1: 2 3/8, 1804 ft.

31. PERFORATION RECORD (Interval, size and number) 1446-56 ft. 1459-62 ft. 14 holes. 32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC. Table with 2 columns: DEPTH INTERVAL (MD), AMOUNT AND KIND OF MATERIAL USED. Row 1: 1446-56, 1000 gal. NE 15%, 30,000 gal. Versagel; 30,000 # 20/40 sand; 12,000# 10/20 sand.

33.\* PRODUCTION. Table with 8 columns: DATE FIRST PRODUCTION, PRODUCTION METHOD, WELL STATUS, DATE OF TEST, HOURS TESTED, CHOFE SIZE, PROD'N. FOR TEST PERIOD, OIL—BBL., GAS—MCF., WATER—BBL., GAS-OIL RATIO. Row 1: 9-12-85, Pumping, Producing, 9-12-85, 24, none, [check], 31, TSTM, 0.

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.) vented. TEST WITNESSED BY Fred Pool, Jr. [Signature]

35. LIST OF ATTACHMENTS Compensated Neutron log, mailed 9-10-85

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records. SIGNED [Signature] TITLE Vice President DATE 9-13-85

\*(See Instructions and Spaces for Additional Data on Reverse Side)

# INSTRUCTIONS

**General:** This form is designed for submitting a complete and correct well completion report and log on all types of lands and leases to either a Federal agency or a State agency, or both, pursuant to applicable Federal and/or State laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office. See instructions on items 22 and 24, and 33, below regarding separate reports for separate completions.

If not filed prior to the time this summary record is submitted, copies of all currently available logs (drillers, geologists, sample and core analysis, all types electric, etc.), formation and pressure tests, and directional surveys, should be attached hereto, to the extent required by applicable Federal and/or State laws and regulations. All attachments should be listed on this form, see item 37.

**Item 4:** If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local State or Federal office for specific instructions.

**Item 18:** Indicate which elevation is used as reference (where not otherwise shown) for depth measurements given in other spaces on this form and in any attachments.

**Items 22 and 24:** If this well is completed for separate production from more than one interval zone (multiple completion), so state in item 22, and in item 24 show the producing interval, or intervals, top(s), bottom(s) and name(s) (if any) for only the interval reported in item 33. Submit a separate report (page) on this form, adequately identified, for each additional interval to be separately produced, showing the additional data pertinent to such interval.

**Item 29:** "Sacks Cement": Attached supplemental records for this well should show the details of any multiple stage cementing and the location of the cementing tool.

**Item 33:** Submit a separate completion report on this form for each interval to be separately produced. (See instruction for items 22 and 24 above.)

| 37. SUMMARY OF POROUS ZONES:<br>SHOW ALL IMPORTANT ZONES OF POROSITY AND CONTENTS THEREOF; CORED INTERVALS; AND ALL DRILL-STEM TESTS, INCLUDING<br>DEPTH INTERVAL TESTED, CUSHION USED, TIME TOOL OPEN, FLOWING AND SHUT-IN PRESSURES, AND RECOVERIES |      | 38. GEOLOGIC MARKERS |   |
|---|------|----------------------|---|
| FORMATION   | TOP  | BOTTOM               | DESCRIPTION, CONTENTS, ETC.   |
| Queen &<br>Grayburg<br>TD   | 0    | 65                   | Caliche and red bed<br>Salt, red bed and anhydrite<br>Dolomite and anhydrite<br>Sand dolomite<br><br>dolomite |
|   | 65   | 1100                 |   |
|   | 1100 | 1365                 |   |
|   | 1365 | 1570                 |   |
|   | 1570 | 1912                 |   |
|   |      |                      | NAME  |
|   |      |                      | MEAS. DEPTH   |
|   |      |                      | TRUE VERT. DEPTH  |

OIL CONSERVATION DIVISION

P.O. BOX 2088  
SANTA FE NEW MEXICO 87501

|                     |  |
|---------------------|--|
| DATE OF APPLICATION |  |
| DISTRIBUTION        |  |
| LAND OFFICE         |  |
| TRANSPORTER         |  |
| OPERATOR            |  |
| PRODUCTION OFFICE   |  |

**RECEIVED BY**  
**SEP 18 1985**  
**O. C. D.**  
**ARTESIA**

REQUEST FOR ALLOWABLE  
AND  
AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS

Operator: Fred Pool Drilling, Inc.  
Address: \_\_\_\_\_

P.O. Box 1393 Roswell, N.M. 88201

Reason(s) for filing (Check proper box):  
 New Well  Re-entry  Change in Transporter of:  
 Recompletion  Oil  Dry Gas   
 Change in Ownership  Casinghead Gas  Condensate

Other (Please explain):  
**CASINGHEAD GAS MUST NOT BE  
 FLARED AFTER 3-10-24-85  
 UNLESS AN EXCEPTION FROM  
 THE B. L. M. IS OBTAINED**

If change of ownership give name and address of previous owner: \_\_\_\_\_

I. DESCRIPTION OF WELL AND LEASE

|  |                      |   |  |                      |
|--|----------------------|---|--|----------------------|
| Lease Name<br><u>Chukka Federal</u>  | Well No.<br><u>2</u> | Pool Name, Including Formation<br><u>Artesia Oil Pool</u> | Kind of Lease<br>State, Federal or Fee Federal | Lease<br><u>6852</u> |
| Location<br>Unit Letter <u>E</u> ; <u>1980</u> Feet From The <u>North</u> Line and <u>660</u> Feet From The <u>West</u><br>Line of Section <u>12-</u> Township <u>18S</u> Range <u>27E</u> , NMPM, <u>Eddy</u> Co. |                      |   |  |                      |

II. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS

|  |  |                   |                    |                    |
|--|--|-------------------|--------------------|--------------------|
| Name of Authorized Transporter of Oil <input checked="" type="checkbox"/> or Condensate <input type="checkbox"/><br><u>Navajo Crude Oil Purchasing</u> | Address (Give address to which approved copy of this form is to be sent)<br><u>Box 159 Artesia, N.M. 88210</u> |                   |                    |                    |
| Name of Authorized Transporter of Casinghead Gas <input checked="" type="checkbox"/> or Dry Gas <input type="checkbox"/><br><u>Phillips Petroleum</u>  | Address (Give address to which approved copy of this form is to be sent)<br><u>Bartlesville, Okla.</u>         |                   |                    |                    |
| If well produces oil or liquids, give location of tanks.   | Unit<br><u>E</u>   | Sec.<br><u>12</u> | Twp.<br><u>18S</u> | Rge.<br><u>27E</u> |
|  | Is gas actually connected? When<br><u>no</u>   |                   |                    |                    |

If this production is commingled with that from any other lease or pool, give commingling order number: \_\_\_\_\_

COMPLETION DATA

|   |   |                                    |                                   |  |                                 |                                    |                                     |  |
|---|---|------------------------------------|-----------------------------------|--|---------------------------------|------------------------------------|-------------------------------------|--|
| Designate Type of Completion - (X)                    | Oil Well <input checked="" type="checkbox"/>  | Gas Well <input type="checkbox"/>  | New Well <input type="checkbox"/> | Workover <input checked="" type="checkbox"/> | Deepen <input type="checkbox"/> | Plug Back <input type="checkbox"/> | Some Heavy <input type="checkbox"/> | Diff. H. <input checked="" type="checkbox"/> |
| Date Spudded<br><u>8-30-85</u>                        | Date Compl. Ready to Prod.<br><u>9-10-85</u>  | Total Depth<br><u>1912 ft.</u>     | P.B.T.D.<br><u>1912 ft.</u>       |  |                                 |                                    |                                     |  |
| Elevations (DF, R.R., RT, GR, etc.)<br><u>GR 3607</u> | Name of Producing Formation<br><u>Penrose</u> | Top Oil/Gas Pay<br><u>1446 ft.</u> | Tubing Depth<br><u>1804</u>       |  |                                 |                                    |                                     |  |
| Perforations<br><u>1446-56</u><br><u>1459-62</u>      | Depth Casing Shoe<br><u>-</u>                 |                                    |                                   |  |                                 |                                    |                                     |  |

TUBING, CASING, AND CEMENTING RECORD

|                         |                                       |                          |                            |
|-------------------------|---------------------------------------|--------------------------|----------------------------|
| HOLE SIZE<br><u>11"</u> | CASING & TUBING SIZE<br><u>8 7/8"</u> | DEPTH SET<br><u>1804</u> | SACKS CEMENT<br><u>200</u> |
|-------------------------|---------------------------------------|--------------------------|----------------------------|

Post ID-2  
9-27-85

TEST DATA AND REQUEST FOR ALLOWABLE OIL WELL

(Test must be after recovery of total volume of load oil and must be equal to or greater than allowable for this depth or be for full 24 hours)

|   |                                |   |                           |
|---|--------------------------------|---|---------------------------|
| Date First New Oil Run To Tanks<br><u>9-12-85</u> | Date of Test<br><u>9-12-85</u> | Producing Method (Flow, pump, gas lift, etc.)<br><u>pumping</u> |                           |
| Length of Test<br><u>24 hrs.</u>                  | Tubing Pressure<br><u>40#</u>  | Casing Pressure<br><u>40#</u>                                   | Choke Size<br><u>none</u> |
| Actual Prod. During Test<br><u>31 bbls</u>        | Oil - Bbls.<br><u>31</u>       | Water - Bbls.<br><u>0</u>                                       | Gas - MCF<br><u>TSTM</u>  |

GAS WELL

|  |                                 |                                      |                                   |
|--|---------------------------------|--------------------------------------|-----------------------------------|
| Actual Prod. Test-MCF/D<br><u>TSTM</u> | Length of Test<br><u>24hrs.</u> | Bbls. Condensate/MMCF<br><u>TSTM</u> | Gravity of Condensate<br><u>-</u> |
| Testing Method (pilot, back pr.)       | Tubing Pressure (Shut-in)       | Casing Pressure (Shut-in)            | Choke Size<br><u>none</u>         |

CERTIFICATE OF COMPLIANCE

I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

OIL CONSERVATION DIVISION

SEP 24 1985

APPROVED \_\_\_\_\_, 19\_\_\_\_  
 BY \_\_\_\_\_  
 Original Signed By  
Les A. Clements

*Penta Pool*

(Signature)

Vice President

(Title)

9-16-85

(Date)

TITLE Supervisor DISTRICT II

This form is to be filed in compliance with RULE 1104.

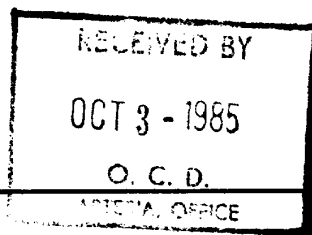
If this is a request for allowable for a newly drilled or deep well, this form must be accompanied by a tabulation of the device tests taken on the well in accordance with RULE 111.

All sections of this form must be filled out completely for allowable on new and recompleted wells.

Fill out only Sections I, II, III, and VI for changes of well name or number, or transporter, or other such change of condition.

Separate Forms C-104 must be filed for each pool in multicompleted wells.

**FRED POOL, JR.**



September 25, 1985

P. O. Box 1393  
Roswell, NM 88201

New Mexico Energy and Resources Board  
P.O.Box 2088  
Santa Fe, N.M. 87501

RE: Chukka Federal No. 2  
Lease No. 6852  
SW/4 NW/4 Sec. 12-18S-27E  
Eddy County, N.M.

Gentlemen,

Please be advised that the above well was spudded on 8-3-85 and completed as a producing well on September 10, 1985. This well was potentialized at 31 barrels per day of oil and gas was TSTM.

All necessary records and logs have been filed with the appropriate offices.

Sincerely,

  
Fred Pool

Fred Pool

OIL CONSERVATION DIVISION

Drawer DD                      Artesia, NM.

DISTRICT OFFICE #2

Sept. thru Dec. 1985

NO. 2058 N

SUPPLEMENT TO THE OIL PRORATION SCHEDULE

DATE September 24, 1985

PURPOSE ALLOWABLE ASSIGNMENT - NEW OIL

Effective September 12, 1985 an allowable of 31 barrels of oil per day is hereby assigned to Fred Pool Drilling, Incorporated, Chukka Federal #2-E-12-18-27 in the Artesia Queen Grayburg San Andres Pool.

L - F

MP - P

Sept. Total - 589 bbls.  
Oct. Total - 961 bbls.  
Nov. Total - 930 bbls.  
Dec. Total - 961 bbls.

Form. - Penrose  
Perfs. - 1446' - 1462'  
Comp. - 9-10-85  
TD - 1912'

LAC:fc

Fred Pool Drlg., Inc.

NRC  
PP

OIL CONSERVATION DIVISION



DISTRICT SUPERVISOR

UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

NO.

OFFICE OF THE ASSISTANT ATTORNEY GENERAL

LAND ACQUISITION

WHEREAS, certain lands are being acquired for the purpose of the construction of a dam and the creation of a reservoir, and

WHEREAS, the acquisition of such lands is necessary for the public interest, and

WHEREAS, the acquisition of such lands is being effected by the exercise of the power of eminent domain, and

WHEREAS, the acquisition of such lands is being effected by the exercise of the power of eminent domain, and

WHEREAS, the acquisition of such lands is being effected by the exercise of the power of eminent domain, and



UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPLICATE\*  
(Other instructions on reverse side)

Form approved.  
Budget Bureau No. 1004-0135  
Expires August 31, 1985

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals.)

|   |  |  |                 |
|---|--|--|-----------------|
| 1. OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>  |  | <b>RECEIVED</b>  |                 |
| 2. NAME OF OPERATOR<br>THE EASTLAND OIL COMPANY ✓   |  | <b>OCT 19 '90</b>  |                 |
| 3. ADDRESS OF OPERATOR<br>P. O. DRAWER 3488, MIDLAND, TX 79702  |  | <b>O. C. D.<br/>ARTESIA, OFFICE</b>  |                 |
| 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements. See also space 17 below.)<br>At surface<br>UNIT LETTER E, 1980 FT. FNL AND 660 FWL, SECTION 12, TS 18S, RG. 27E, EDDY CO., NM |  | 7. UNIT AGREEMENT NAME<br>8. FARM OR LEASE NAME<br>CHUKKA FEDERAL<br>9. WELL NO.<br>2<br>10. FIELD AND POOL, OR WILDCAT<br>ARTESIA Q-G-SA<br>11. SEC. T., S., M., OR BLK. AND SURVEY OR AREA<br>SEC. 12, TWP 18S, RGE. 27E |                 |
| 14. PERMIT NO.<br>30-015-20894  | 15. ELEVATIONS (Show whether DF, RT, GR, etc.) | 12. COUNTY OR PARISH<br>EDDY   | 13. STATE<br>NM |

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

| NOTICE OF INTENTION TO:                      |   | SUBSEQUENT REPORT OF:                          |  |
|--|---|--|--|
| TEST WATER SHUT-OFF <input type="checkbox"/> | PULL OR ALTER CASING <input type="checkbox"/> | WATER SHUT-OFF <input type="checkbox"/>        | REPAIRING WELL <input type="checkbox"/>  |
| FRACTURE TREAT <input type="checkbox"/>      | MULTIPLE COMPLETE <input type="checkbox"/>    | FRACTURE TREATMENT <input type="checkbox"/>    | ALTERING CASING <input type="checkbox"/> |
| SHOOT OR ACIDIZE <input type="checkbox"/>    | ABANDON* <input type="checkbox"/>             | SHOOTING OR ACIDIZING <input type="checkbox"/> | ABANDONMENT* <input type="checkbox"/>    |
| REPAIR WELL <input type="checkbox"/>         | CHANGE PLANS <input type="checkbox"/>         | (Other) <b>CHANGE OF OPERATOR</b>              | <input checked="" type="checkbox"/>      |

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

LEASE PURCHASED FROM FRED POOL DRILLING, INC. 09/01/90.

RECEIVED  
 OCT 17 11 09 AM '90  
 CARL AREA

18. I hereby certify that the foregoing is true and correct  
 SIGNED Travis Reed TITLE PRODUCTION SUPERINTENDENT DATE 10/11/90

(This space for Federal or State office use)  
 APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
 CONDITIONS OF APPROVAL, IF ANY:

\*See Instructions on Reverse Side

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 representations as to any matter within its jurisdiction.

Submit 5 Copies  
Appropriate District Office  
DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

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

State of New Mexico  
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION  
P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

RECEIVED

OCT 18 '90

Form C-104  
Revised 1-1-89  
See Instructions  
at Bottom of Page

C. C. D.  
ARTESIA, OFFICE

REQUEST FOR ALLOWABLE AND AUTHORIZATION  
TO TRANSPORT OIL AND NATURAL GAS

**I.**

|  |   |
|--|---|
| Operator<br>THE EASTLAND OIL COMPANY   | Well API No.<br>30-015-20894  |
| Address<br>P. O. DRAWER 3488, MIDLAND, TEXAS 79702   |   |
| Reason(s) for Filing (Check proper box) <input type="checkbox"/> Other (Please explain)  |   |
| New Well <input type="checkbox"/>  | Change in Transporter of:   |
| Recompletion <input type="checkbox"/>  | Oil <input type="checkbox"/> Dry Gas <input type="checkbox"/>               |
| Change in Operator <input checked="" type="checkbox"/>   | Casinghead Gas <input type="checkbox"/> Condensate <input type="checkbox"/> |
| EFFECTIVE 09/01/90   |   |
| If change of operator give name and address of previous operator<br>FRED POOL DRILLING, INC., P. O. DRAWER 1393, ROSWELL, NM 88201 |   |

**II. DESCRIPTION OF WELL AND LEASE**

|   |               |  |  |                   |
|---|---------------|--|--|-------------------|
| Lease Name<br>CHUKKA FEDERAL  | Well No.<br>2 | Pool Name, Including Formation<br>ARTESIA Q-G-SA | Kind of Lease<br><del>State</del> , Federal <del>or</del> <del>Other</del> | Lease No.<br>6852 |
| Location<br>Unit Letter <u>E</u> : <u>1980</u> Feet From The <u>North</u> Line and <u>660</u> Feet From The <u>West</u> Line<br>Section <u>12</u> Township <u>18S</u> Range <u>27E</u> , NMPM, <u>EDDY</u> County |               |  |  |                   |

**III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS**

|   |  |            |             |             |  |
|---|--|------------|-------------|-------------|--|
| Name of Authorized Transporter of Oil <input checked="" type="checkbox"/> or Condensate <input type="checkbox"/><br>NAVAJO CRUDE OIL PURCHASING | Address (Give address to which approved copy of this form is to be sent)<br>BOX 159, ARTESIA, NM 88210 |            |             |             |  |
| Name of Authorized Transporter of Casinghead Gas <input checked="" type="checkbox"/> or Dry Gas <input type="checkbox"/><br>PHILLIPS PETROLEUM  | Address (Give address to which approved copy of this form is to be sent)<br>BARTLESVILLE, OK           |            |             |             |  |
| If well produces oil or liquids, give location of tanks.  | Unit<br>E  | Sec.<br>12 | Twp.<br>18S | Rge.<br>27E | Is gas actually connected? When?<br>NO |

If this production is commingled with that from any other lease or pool, give commingling order number: \_\_\_\_\_

**IV. COMPLETION DATA**

|                                    |                             |          |                 |          |        |                   |            |            |
|------------------------------------|-----------------------------|----------|-----------------|----------|--------|-------------------|------------|------------|
| Designate Type of Completion - (X) | Oil Well                    | Gas Well | New Well        | Workover | Deepen | Plug Back         | Same Res'v | Diff Res'v |
| Date Spudded                       | Date Compl. Ready to Prod.  |          | Total Depth     |          |        | P.B.T.D.          |            |            |
| Elevations (DF, RKB, RT, GR, etc.) | Name of Producing Formation |          | Top Oil/Gas Pay |          |        | Tubing Depth      |            |            |
| Perforations                       |                             |          |                 |          |        | Depth Casing Shoe |            |            |

**TUBING, CASING AND CEMENTING RECORD**

| HOLE SIZE | CASING & TUBING SIZE | DEPTH SET | SACKS CEMENT |
|-----------|----------------------|-----------|--------------|
|           |                      |           |              |
|           |                      |           |              |
|           |                      |           |              |
|           |                      |           |              |

**V. TEST DATA AND REQUEST FOR ALLOWABLE**

**OIL WELL** (Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours.)

|                                |                 |   |  |
|--------------------------------|-----------------|---|--|
| Date First New Oil Run To Tank | Date of Test    | Producing Method (Flow, pump, gas lift, etc.) |  |
| Length of Test                 | Tubing Pressure | Casing Pressure                               | Choke Size <u>posted ID-3</u><br><u>10-26-90</u> |
| Actual Prod. During Test       | Oil - Bbls.     | Water - Bbls.                                 | Gas- MCF <u>chg OP</u>                           |

**GAS WELL**

|                                  |                           |                           |                       |
|----------------------------------|---------------------------|---------------------------|-----------------------|
| Actual Prod. Test - MCF/D        | Length of Test            | Bbls. Condensate/MMCF     | Gravity of Condensate |
| Testing Method (prior, back pr.) | Tubing Pressure (Shut-in) | Casing Pressure (Shut-in) | Choke Size            |

**VI. OPERATOR CERTIFICATE OF COMPLIANCE**

I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

James Reed  
Signature  
PRODUCTION SUPERINTENDENT

**OIL CONSERVATION DIVISION**

Date Approved OCT 23 1990

By ORIGINAL SIGNED BY  
MIKE WILLIAMS

TRAVIS REED PRODUCTION OPERATIONS  
Printed Name Title  
10/08/90 915/683-6293  
Date Telephone No.

TRAVIS REED  
Title SUPERVISOR, DISTRICT II

**INSTRUCTIONS:** This form is to be filed in compliance with Rule 1104

- 1) Request for allowable for newly drilled or deepened well must be accompanied by tabulation of deviation tests taken in accordance with Rule 111.
- 2) All sections of this form must be filled out for allowable on new and recompleted wells.
- 3) Fill out only Sections I, II, III, and VI for changes of operator, well name or number, transporter, or other such changes.
- 4) Separate Form C-104 must be filed for each pool in multiply completed wells.

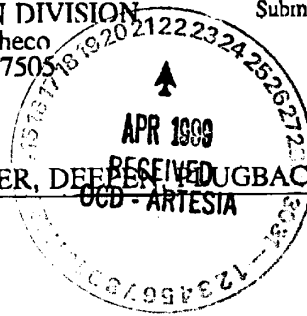
District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 South First, Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources

FORM C-101  
Revised March 12, 1999

OIL CONSERVATION DIVISION  
2040 South Pacheco  
Santa Fe, NM 87505

Submit to Appropriate District Office  
State Lease - 6 Copies  
Fee Lease - 5 Copies



AMENDED REPORT

*elg  
blm  
OP*

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUG BACK, OR ADD A ZONE

|   |  |                            |
|---|--|----------------------------|
| Operator Name and Address:<br>Navajo Refining Company<br>Post Office Box 159<br>Artesia, New Mexico 88211 |  | OGRID Number<br>15694      |
| Property Code<br>23592  |  | API Number<br>30-015-20894 |
| Property Name<br>WDW  |  | Well No.<br>2              |

Surface Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| E             | 12      | 18S      | 27E   |         | 1980          | North            | 660           | West           | Eddy   |

Proposed Bottom Hole Location If Different From Surface

| UL or lot no.   | Section | Township | Range | Lot Idn | Feet from the  | North/South line | Feet from the | East/West line | County |
|---|---------|----------|-------|---------|--|------------------|---------------|----------------|--------|
| Proposed Pool 1<br>Lower Wolfcamp Cisco Canyon Injection Zone |         |          |       |         | Proposed Pool 2<br>Navajo Injection; Permo-Penn. 96918 |                  |               |                |        |

|                             |                                     |                     |                            |  |
|-----------------------------|-------------------------------------|---------------------|----------------------------|--|
| Work Type Code<br>E-Reentry | Well Type Code<br>Class I Injection | Cable/Rotary<br>R   | Lease Type Code<br>Federal | Ground Level Elevation<br>3607' GR, 3623' KB |
| Multiple<br>No              | Proposed Depth<br>9200'             | Formation<br>Strawn | Contractor                 | Spud Date<br>5/15/99                         |

Proposed Casing and Cement Program

| Hole Size | Casing Size | Casing weight/foot | Setting Depth | Sacks of Cement   | Estimated TOC |
|-----------|-------------|--------------------|---------------|-------------------|---------------|
| 11"       | 8-5/8"      | 32 lb/ft           | 1995 feet     | 800               | Surface       |
| 7-7/8"    | 5-1/2"      | 17 lb/ft           | 9200 feet     | Caliper vol. +20% | Surface       |

Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the flowout prevention program, if any. Use additional sheets if necessary.

Proposed Reentry of The Eastland Oil Company (originally Fred Pool Drilling, Inc.) Chukka Federal No. 2 (PBD 1912 feet, September 10, 1985) formerly Amoco Production Company Diamond Federal Gas Com. No. 1 (OTD 10,372 feet, P&A August 31, 1973). The well currently produces oil and gas from perforations from 1446 feet to 1462 feet (Penrose.)

Navajo will squeeze the perforations from 1446 feet to 1462 feet, drill out cement plugs, and clean out the well to 9200 feet, set 5-1/2 inch casing at 9200 feet and cement to the surface, perforate porous intervals in the Lower Wolfcamp, Cisco, and Canyon Formations between 7270 feet and 9200 feet, and conducted injectivity tests.

Attached are the Well Location Plat and Drilling Program.

I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Signature: *Darrell Moore*  
Printed name: Darrell Moore  
Title: Env. Mgr. for Water & Waste  
Date: 4/21/99  
Phone: 505-748-3311

|  |                            |
|--|----------------------------|
| OIL CONSERVATION DIVISION                                    |                            |
| Approved by:   | <i>Sign. W. Green. B6X</i> |
| Title:   | <i>District Supervisor</i> |
| Approval Date: 5-3-99  | Expiration Date: 5-3-00    |
| Conditions of Approval:<br>Attached <input type="checkbox"/> |                            |

District I  
1625 N. French Dr., Hobbs, NM 88240

District II  
811 South First, Artesia, NM 88210

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

District IV  
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION  
2040 South Pacheco  
Santa Fe, NM 87505

Form C-102  
Revised March 17, 1999

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

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

|   |   |                        |  |
|---|---|------------------------|--|
| <sup>1</sup> API Number<br>30-015-20894 |   | <sup>1</sup> Pool Code | <sup>2</sup> Pool Name<br>Lower Wolfcamp-Cisco-Canyon Injection Zone |
| <sup>4</sup> Property Code              | <sup>3</sup> Property Name<br>WDW-2                   |                        | <sup>5</sup> Well Number   |
| <sup>7</sup> OGRID No.                  | <sup>6</sup> Operator Name<br>Navajo Refining Company |                        | <sup>8</sup> Elevation<br>3607' GR                                   |

<sup>10</sup> Surface Location

| UL or lot no. | Section | Township | Range | Lot Idn. | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|----------|---------------|------------------|---------------|----------------|--------|
| E             | 12      | 18S      | 27E   |          | 1980          | North            | 660           | West           | Eddy   |

<sup>11</sup> Bottom Hole Location If Different From Surface

| UL or lot no. | Section | Township | Range | Lot Idn. | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|----------|---------------|------------------|---------------|----------------|--------|
|               |         |          |       |          |               |                  |               |                |        |

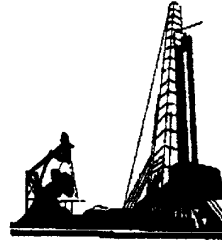
|                               |                               |                                  |                         |
|-------------------------------|-------------------------------|----------------------------------|-------------------------|
| <sup>14</sup> Dedicated Acres | <sup>12</sup> Joint or Infill | <sup>13</sup> Consolidation Code | <sup>15</sup> Order 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

|  |  |  |  |  |
|--|--|--|--|--|
|  |  |  |  | <p><sup>17</sup> OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief</p>  |
|  |  |  |  | <p>Signature <i>Darrell Moore</i></p> <p>Printed Name <u>Darrell Moore</u></p> <p>Title <u>Env. Mgr. for Water &amp; Waste</u></p> <p>Date <u>4/21/99</u></p>  |
|  |  |  |  | <p><sup>18</sup> SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> |
|  |  |  |  | <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor:</p> <p>Well is active. Location was not re-surveyed by Navajo.</p> <p>Certificate Number</p>   |

**OIL CONSERVATION DIVISION**

**2040 South Pacheco  
Santa Fe, NM 87505  
(505) 827-7133  
Fax: (505) 827-8177**



**(PLEASE DELIVER THIS FAX)**

To: TIM GUMM - ARTESIA OCD FAX 748-9720

From: WAYNE PRICE - OCD SF

Date: 4/30/99

Number of Pages (Includes Cover Sheet) 7/6

Message: APPROVED BOND FOR NAUJO WDW#2

CLASS I INJECTION WELL (COPY)

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**If you have any trouble receiving this, please call:  
(505) 827-7133**



NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
2640 South Pacheco Street  
Santa Fe, New Mexico 87506  
(505) 827-7131

April 19, 1999

**CERTIFIED MAIL**  
**RETURN RECEIPT NO. Z 559 573 590**

J.S. Ward & Son, Inc.  
104 South Fourth Street  
Artesia, New Mexico 88210-2195

Attention: Mr. Gary Sims

Re: Navajo Refining Company Discharge Plan UIC-CLI-008-2  
Bond No. 58 96 12  
\$ 95,000.00 One-Well Plugging Bond  
to the State of New Mexico for Class I Injection Well WDW#2  
1980' FNL and 660' FWL - Sec 12-Ts18s-R27e N.M.P.M.  
Eddy, County, New Mexico  
J.S. Ward & Son, Inc., Principal

Gulf Insurance Company, Surety  
Bond 58 96 12

The New Mexico Oil Conservation Division hereby approves the above-captioned One-Well Plugging Bond.

Sincerely,

RAND CARROLL,  
Legal Counsel

RC/wp

cc: OCD Artesia Office  
Gulf Insurance Company



# J. S. Ward & Son, Inc.

101 South Fourth Street  
(505) 746-2796  
FAX (505) 746-4244  
Artesia, New Mexico  
88210-2195

Insurance  
Bonds

April 22, 1999

State of New Mexico  
Energy, Minerals & Natural Resources Department  
Oil Conservation Division  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505-5472

Attention: Mr. Roger Anderson

Re: Navajo Refining Company  
Bond No. 58 96 12  
\$95,000 One-Well Plugging Bond  
to the State of New Mexico for  
Class I Injection Well  
Chukka Federal #2

Dear Mr. Anderson:

Enclosed please find the captioned bond through Gulf Insurance Company which we trust you find in order and acceptable for filing.

Very truly yours,

J. S. WARD & SON, INC.

By *G. Gary Sims*

SGS:emb

Enclosure

cc: Navajo Refining Company  
Post Office Box 159  
Artesia, New Mexico 88211-0159  
Attention: Mr. Joe Akins - Copy of Bond & Invoice

OVER 60 YEARS



|                                |                                |
|--------------------------------|--------------------------------|
| <u>Navajo Refining Company</u> | <u>Gulf Insurance Company</u>  |
| PRINCIPAL                      | SURETY                         |
| Post Office Box 159            | 101 South Fourth Street        |
| Artesia, New Mexico 88211-0159 | Artesia, New Mexico 88210-2195 |
| Address                        | Address                        |
| By: <u>[Signature]</u>         | <u>[Signature]</u>             |
| Signature                      | Attorney-In-Fact               |
| President                      |                                |
| Title                          |                                |

(Note: Principal, if corporation, affix corporate seal here.)

(Note: Corporate surety affix corporate seal here.)

ACKNOWLEDGEMENT FORM FOR NATURAL PERSONS

STATE OF \_\_\_\_\_ )  
COUNTY OF \_\_\_\_\_ ) ss.

On this \_\_\_\_\_ day of \_\_\_\_\_, 19\_\_\_\_, before me personally appeared \_\_\_\_\_, to me known to be the person (persons) described in and who executed the foregoing instrument and acknowledged that he (they) executed the same as his (their) free act and deed.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

\_\_\_\_\_  
Notary Public

My Commission Expires \_\_\_\_\_

ACKNOWLEDGEMENT FORM FOR CORPORATION

STATE OF New Mexico )  
COUNTY OF Eddy ) ss.

On this 22nd day of April, 1999, before me personally appeared Jack P. Reid, to me personally known who, being by me duly sworn, did say that he is President of Navajo Refining Company and that the foregoing instrument was signed and sealed on behalf of said corporation by authority of its board of directors, and acknowledged said instrument to be the free act and deed of said corporation.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

[Signature]  
Notary Public

OFFICIAL SEAL  
Rita Beadle  
NOTARY PUBLIC-STATE OF NEW MEXICO

My commission expires: 1-16-2001

1-16-2001  
My Commission Expires

ACKNOWLEDGEMENT FORM FOR CORPORATE SURETY

STATE OF New Mexico )  
COUNTY OF Eddy ) ss.

On this 22nd day of April, 1999, before me appeared S. Gary Sims, to me personally known, who, being by me duly sworn, did say that he is Attorney-in-Fact of Gulf Insurance Company and that the foregoing instrument was signed and sealed on behalf of said corporation by authority of its board of directors, and acknowledged said instrument to be the free act and deed of said corporation.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

[Signature]  
Notary Public

OFFICIAL SEAL  
EDWINA M. BRAMLETT  
NOTARY PUBLIC  
STATE OF NEW MEXICO  
My Commission Expires 1-10-01

7-10-01  
My Commission Expires

(Note: Corporate surety attach power of attorney.)

APPROVED BY:

OIL CONSERVATION DIVISION OF NEW MEXICO

By: [Signature]  
Date: 4/30/99



### POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS:

That GULF INSURANCE COMPANY, a corporation of the State of Missouri, hereinafter called "Company," does hereby appoint

CHARLENE M. WARD or S. GARY SIMS or JOHN C. KNIGHT

ARTESIA, NEW MEXICO

its true and lawful Attorney-in-fact to make, execute, seal and deliver on its behalf, as surety, any and all bonds and undertakings of suretyship, not to exceed \$250,000.00 or any bond where the penalty is not stated in the bond form. No authority is granted where the attorney in fact is a party at interest in the bond.

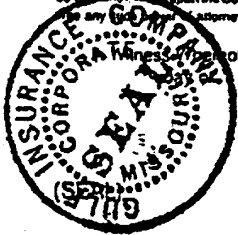
The execution of such bonds or undertakings in pursuance of these presents shall be as binding upon the Company as if they had been executed and acknowledged by the regularly elected officers of the Company.

This Power of Attorney is issued pursuant to and by authority of the following resolution of the Board of Directors of the Company, adopted effective July 1, 1983, and now in full force and effect:

"Resolved that the President, or any Senior Vice President, or any Vice President, or the Secretary, or any Assistant Secretary may appoint Attorneys-in-fact in any state, territory or federal district to represent this Company and to act on its behalf within the scope of the authority granted to them, in writing, which authority may include the power to make, execute, seal and deliver on behalf of this Company, as surety, and as its act and deed, any and all bonds and undertakings of suretyship and other documents that the ordinary course of surety business may require, including authority to appoint agents for the service of process in any jurisdiction, state or federal, and authority to attest to the signature of the President, or any Senior Vice President, or any Vice President, or the Secretary, or any Assistant Secretary and to verify any affidavit or other statement relating to the foregoing, and to certify to a copy of any of the bylaws of the Company and to any resolutions adopted by its Board of Directors; and any such Attorney-in-fact may be removed and the authority granted him revoked by the President, or any Senior Vice President, or any Vice President, or the Secretary, or any Assistant Secretary, or by the Board of Directors."

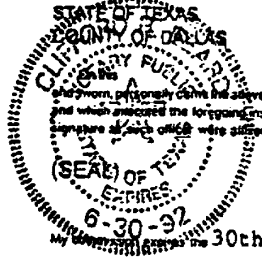
This Power of Attorney and Certificate are signed and sealed by facsimile under and by authority of the following resolution of the Board of Directors of the Company, adopted effective July 1, 1983, and now in full force and effect:

"Resolved that the signature of the President, or of any Senior Vice President, or of any Vice President, or of the Secretary, or of any Assistant Secretary, and the seal of the Company may be affixed by facsimile to any power of attorney or to any certificate relating thereto appointing Attorneys-in-fact for purposes only of executing and attesting bonds and undertakings and other writings obligatory in the nature thereof, including any such power of attorney and certificate revoking the authority of the foregoing Attorneys-in-fact, as well as for the appointment of agents for the service of process in any jurisdiction, state or federal, including any such power of attorney and certificate revoking the authority of such agents; and any such power of attorney or certificate bearing such facsimile signature or facsimile seal shall be valid and binding upon the Company and any such power of attorney or certificate so executed and certified by such facsimile signature and facsimile seal shall be valid and binding upon the Company at the time of its execution and in the future with respect to any bond or undertaking to which they are attached."



of the Company has caused this Power of Attorney to be signed and its corporate seal to be affixed by its authorized officer this April 12, 1991.

By [Signature]  
Sr. Vice President



12 day of April, 1991, before me, a Notary Public of the State and County aforesaid, residing therein, duly commissioned and sworn, personally came the above named officer of GULF INSURANCE COMPANY, who being by me first duly sworn according to law, did depose and say that he is that officer of the company described in and which executed the foregoing instrument; that he knows the seal of said company; that the seal affixed to such instrument is the corporate seal of said company; and that the corporate seal and his signature as such officer were signed and subscribed to the said instrument by the authority and direction of said company.

[Signature]  
Clifford R. Beard, Notary Public  
1992

### CERTIFICATE

I, the undersigned, do hereby certify that the original Power of Attorney of which the foregoing is a true and correct copy is in full force and effect, and the foregoing resolutions are true and correct transcripts from the records of GULF INSURANCE COMPANY and that the above named officer was on the date of execution of the foregoing Power of Attorney authorized to execute this Power of Attorney.



hereunto subscribed my name and affixed the corporate seal of Gulf Insurance Company this 22nd day of April, 1999.

[Signature]  
Vice President

STATE OF NEW MEXICO  
ONE-WELL PLUGGING BOND

FOR CHAVES, EDDY, LEA, MCKINLEY, RIO ARRIBA, ROOSEVELT,  
SANDOVAL, AND SAN JUAN COUNTIES ONLY

BOND NO. 58 96 12  
AMOUNT OF BOND \$95,000.00  
COUNTY Eddy

NOTE: For wells less than 5,000 feet deep, the minimum bond is \$5,000.00\*  
For wells 5,000 to 10,000 feet deep, the minimum bond is \$7,500.00\*  
For wells more than 10,000 feet deep, the minimum bond is \$10,000.00

\*Under certain conditions, a well being drilled under a \$5,000.00 or \$7,500 bond may be permitted to be drilled as much as 500 feet deeper than the normal maximum depth, i.e., a well being drilled under a \$5,000.00 bond may be permitted to go to 5,500 feet, and a well being drilled under a \$7,500.00 bond may be permitted to go to 10,500 feet. (See Rule 101)

File with Oil Conservation Division, P. O. Box 2088, Santa Fe 87501

KNOW ALL MEN BY THESE PRESENTS:

That Navajo Refining Company, ~~INCORPORATED IN THE STATE OF NEW MEXICO~~  
(a corporation organized in the State of New Mexico, with its principal office in the city  
of Artesia, State of New Mexico, and authorized to do business  
in the State of New Mexico), as PRINCIPAL, and Gulf Insurance Company,  
a corporation organized and existing under the laws of the State of  
Missouri, and authorized to do business in the State of New  
Mexico, as SURETY, are held firmly bound unto the State of New Mexico, for the use and benefit of the Oil  
Conservation Division of New Mexico pursuant to Section 70-2-12, New Mexico Statutes Annotated, 1978  
Compilation, as amended, in the sum of Ninety-Five Thousand and no/100ths  
Dollars lawful money of the United  
States, for the payment of which, well and truly to be made, said PRINCIPAL and SURETY hereby bind  
themselves, their successors and assigns, jointly and severally, firmly by these presents.

The conditions of this obligation are such that:

WHEREAS, The above principal has heretofore or may hereafter enter into oil and gas lease, or carbon  
dioxide (CO<sub>2</sub>) gas leases, or helium gas leases, or brine mineral leases with the State of New Mexico; and

WHEREAS, The above principal has heretofore or may hereafter enter into oil and gas leases, or carbon  
dioxide (CO<sub>2</sub>) gas leases, or helium gas leases, or brine mineral leases on lands patented by the United  
States of America to private individuals, and on lands otherwise owned by private individuals; and

WHEREAS, The above principal, individually, or in association with one or more other parties, has  
commenced or may commence the drilling of one well not to exceed a depth of 9200  
feet, to prospect for and produce oil or gas, or carbon dioxide (CO<sub>2</sub>) gas or helium gas, or does own or  
may acquire, own or operate such well, or such well started by others on land embraced in said State oil  
and gas leases, or carbon dioxide (CO<sub>2</sub>) leases, or helium gas leases, or brine minerals, and on land  
patented by the United States of America to private individuals, and on land otherwise owned by private  
individuals, the identification and location of said well being being  
1980' FNL and 660' FWL, Section 12, Township 18 ~~ENERGY~~(South)

(Here state exact legal footage description)  
Range 27 (East) ~~N.M.S.~~, N.M.P.M., Eddy County, New Mexico.

NOW, THEREFORE, If the above bounden principal and surety or either of them or their successors or  
assigns, or any of them, shall plug said well when dry or when abandoned in accordance with the rules,  
regulations, and orders of the Oil Conservation Division of New Mexico in such way as to confine the oil,  
gas, brine, and water in the strata in which they are found, and to prevent them from escaping into other  
strata;

THEN, THEREFORE, This obligation shall be null and void; otherwise and in default of complete  
compliance with any and all of said obligations, the same shall remain in full force and effect.

Signed and sealed this 22nd day of April, 1999.

ATTACHMENT A

Sunday, May 9, 1999

Pressure testing the 8-5/8 inch Surface Casing from 1922 feet (KB) to 30 feet (KB) using a fresh water fluid. Pressure testing was performed after the perforations between 1446 feet and 1462 feet were squeezed with cement.

Pressure Test No. 1

| Time<br>(hrs.) | Cumulative<br>Time<br>(minutes) | Pressure<br>(psig) | Delta Pressure<br>(psi) |
|----------------|---------------------------------|--------------------|-------------------------|
| 1303           | 0                               | 660                | ----                    |
| 1308           | 5                               | 660                | 0                       |
| 1313           | 10                              | 660                | 0                       |
| 1318           | 15                              | 660                | 0                       |
| 1323           | 20                              | 660                | 0                       |
| 1328           | 25                              | 659                | -1                      |
| 1333           | 30                              | 659                | 0                       |

Total = -1 psi per 30 minutes

Pressure Test No. 2

| Time<br>(hrs.) | Cumulative<br>Time<br>(minutes) | Pressure<br>(psig) | Delta Pressure<br>(psi) |
|----------------|---------------------------------|--------------------|-------------------------|
| 1333           | 0                               | 659                | ----                    |
| 1338           | 5                               | 659                | 0                       |
| 1343           | 10                              | 659                | 0                       |
| 1348           | 15                              | 658                | -1                      |
| 1353           | 20                              | 658                | 0                       |
| 1358           | 25                              | 657                | -1                      |
| 1303           | 30                              | 657                | 0                       |

Total = -2 psi per 30 minutes



WF

TELEPHONE  
(505) 748-3311



# REFINING COMPANY

EASYLINK  
62905278

501 EAST MAIN STREET • P. O. BOX 159  
ARTESIA, NEW MEXICO 88211-0159

FAX  
(505) 746-6410 ACCTG  
(505) 746-6155 EXEC  
(505) 748-9077 ENGR  
(505) 746-4438 P / L

May 10, 1999

Mr. Tim Gumm  
State of New Mexico  
Energy, Minerals and Natural  
Resources Department  
Oil Conservation Division  
811 South First Street  
Artesia, New Mexico 88210



RE: Re-Entry for Navajo Refining Company's Waste Disposal Well No. 2

Dear Mr. Gumm:

Navajo Refining Company (Navajo) has contracted Subsurface Technology, Inc. to re-enter, test and complete Waste Disposal Well No. 2 (WDW-2), formerly the Chukka Federal No. 2 operated by The Eastland Oil Company. The United States Department of the Interior, Bureau of Land Management approved the Application for Permit to Drill or Deepen on April 27, 1999. Subsequent approval from the State of New Mexico Oil Conservation Commission (OCD) was granted on Tuesday, May 4, 1999.

Navajo initiated field operations on Wednesday, May 5, 1999. The existing pumping equipment, rods, and tubing were removed from the wellbore. The perforations from 1446 feet to 1462 feet were squeezed using 100 sacks of Class 'H' cement (approximately 50 sacks of cement were displaced into the perforated interval). The cement was allowed to cure and drilled out to a total depth of 1922 feet (KB)(1911 feet below ground level).

On Sunday, May 9, 1999, the 8-5/8 inch surface casing, set from 1955 feet (KB) to surface, was pressure tested for internal mechanical integrity between 1922 feet (KB) and 30 feet (KB) using a packer set at 30 feet. The 8-5/8 inch surface casing was pressure tested to 660 pounds per square inch and monitored at the surface for one hour (Attachment A). The fluid used for testing was a clean fresh water fluid. A pressure loss of 1 psi (0.15%) was observed during the first 30 minutes of the test. A pressure loss of 2 psi (0.30%) was observed during the last 30 minutes of the test. The results from the pressure test confirmed internal mechanical integrity of the 8-5/8 inch surface casing from 1922 feet (KB) to 30 feet (KB).

*An Independent Refinery Serving . . .*  
NEW MEXICO • ARIZONA • WEST TEXAS • NORTHERN MEXICO

The 8-5/8 inch surface casing was originally set in an 11 inch open-hole to a depth of 1955 feet (KB) and cemented to surface using 700 sacks of Class 'H' cement with 2% gel and 100 sacks of Class 'H' neat. A total of 200 sacks of cement was recorded circulated to surface. The calculated volume between an 11 inch hole and 8-5/8 inch casing is (0.2407 cubic feet per foot X 1955 feet) 471 cubic feet. The volume of cement pumped is (1.18 cubic feet per sack X 800 sacks) 944 cubic feet for an excess of 473 cubic feet or 400 sacks circulated to surface. The calculated volume of cement and apparent volume of actual cement pumped indicated excess cement was circulated to surface.

On Sunday, May 9, 1999, Halliburton Logging Services completed a cement bond and microresistivity log (same as a variable density log) logging survey within the 8-5/8 inch casing from a wireline total depth of 1919 feet (KB) to the surface (Attachment B). The results from the survey indicate a continuous column of cement from 1922 feet to surface with good bonding characteristics. The cement behind the 8-5/8 inch casing will provide an effective hydraulic seal to prevent the movement of groundwater fluids into the underground source of drinking water with a base at 473 feet.

Please review and approve the pressure testing and cement bond log results at your earliest convenience. Navajo will proceed with the mobilization of the drilling rig Wednesday, May 12, 1999 and begin re-entry of the WDW-2 wellbore according to the approved drilling program. Navajo will periodically contact the OCD, Artesia office with a status update of the re-entry operations. The Bureau of Land Management will be notified in sufficient time for a representative to witness the cementing of the 5-1/2 inch protection casing.

Should you have any questions or concerns, please call me at (505) 748-3311.

Sincerely yours,



Darrell Moore  
Environmental Manager for Water and Waste

c: Mr. David Glass  
Bureau of Land Management  
Roswell Field Office  
2909 West Second Street  
Roswell, New Mexico 88201

Mr. Brian Rogers  
Subsurface Technology, Inc.  
7020 Portwest, Suite 100  
Houston, Texas 77024

File: Injection Wells



March 30, 1999

Mr. Barry Hunt  
Bureau of Land Management  
Carlsbad Resource Area  
620 East Greene Street  
Carlsbad, New Mexico 88220-6292

RE: Navajo Refining Company Proposed WDW-2, Eddy County, New Mexico  
Request for On-Site Inspection of Wellsite  
Subsurface Project No. 60A4937

Dear Mr. Hunt:

Navajo Refining Company (Navajo) is purchasing an existing well in Eddy County, New Mexico for planned use as a Class I nonhazardous effluent disposal well, and plans to reenter and test the well in the next few months. The well is on federal land. Subsurface Technology, Inc. (Subsurface), formerly Envirocorp Services & Technology, Inc., on behalf of Navajo, requests your participation in an on-site inspection of the wellsite as soon as possible.

Pertinent information about the existing well is provided below:

|                                   |   |
|-----------------------------------|---|
| Lease Number:                     | NM 6852   |
| Current Operator:<br>Lease:       | The Eastland Oil Company (September 1990 to present)<br>Chukka Federal No. 2          |
| Former Operator:                  | Fred Pool Drilling Company (August 1985 to September 1990)                            |
| Former Operator:<br>Former Lease: | Amoco Production Company (July 1973 to August 1985)<br>Diamond Federal Gas Com. No. 1 |
| Location:                         | 1980' FNL, 660' FWL (SW/4 NW/4, Unit Letter E) 12-T18S-R27E                           |

Topographic Map (Attachment A)

Original Total Depth: 10,372 feet  
Plugged-Back Total Depth: 1912 feet  
Well Schematic (Attachment B)

Status: The well is producing from the Penrose formation perforations between 1446 feet and 1462 feet. Navajo is currently



ENVIROCORP SERVICES & TECHNOLOGY, INC.

7020 PORTWEST DRIVE, #100 HOUSTON, TEXAS 77024 713/880-4640 FAX 713/880-3248

Mr. Barry Hunt  
Bureau of Land Management

March 30, 1999  
Page 2

negotiating to purchase the well from Eastland Oil Company. The purchase should be completed by April 1, 1999.

Navajo proposes to reenter the well, squeeze the perforations from 1446 feet to 1462 feet, drill out the plugs and clean out the well to approximately 9200 feet, set 5-1/2 inch casing at 9200 feet and cement it to the surface, and conduct one or more injectivity tests. The proposed injection intervals are porous zones in the lower portion of the Wolfcamp Formation (7270 feet to 7645 feet), the Cisco Formation (7645 feet to 8390 feet), and the Canyon Formation (8390 feet to 8894 feet). Navajo's proposed reentry, testing, and recompletion procedure is included as Attachment C. A schematic of the well after recompletion is included as Attachment D.

Subsurface is currently preparing a discharge plan application for the Class I well for Navajo to submit to the New Mexico Oil Conservation Division and the BLM Roswell office near the end of April 1999. Subsurface is also preparing BLM Form 3160-3 (Application for Permit to Drill) for Navajo to submit to the BLM Roswell office.

Please contact me at (713) 880-4640 to schedule an on-site inspection of the wellsite. Do not hesitate to call me if you need additional information or if you have questions.

Sincerely,



Nancy L. Niemann  
Senior Geologist

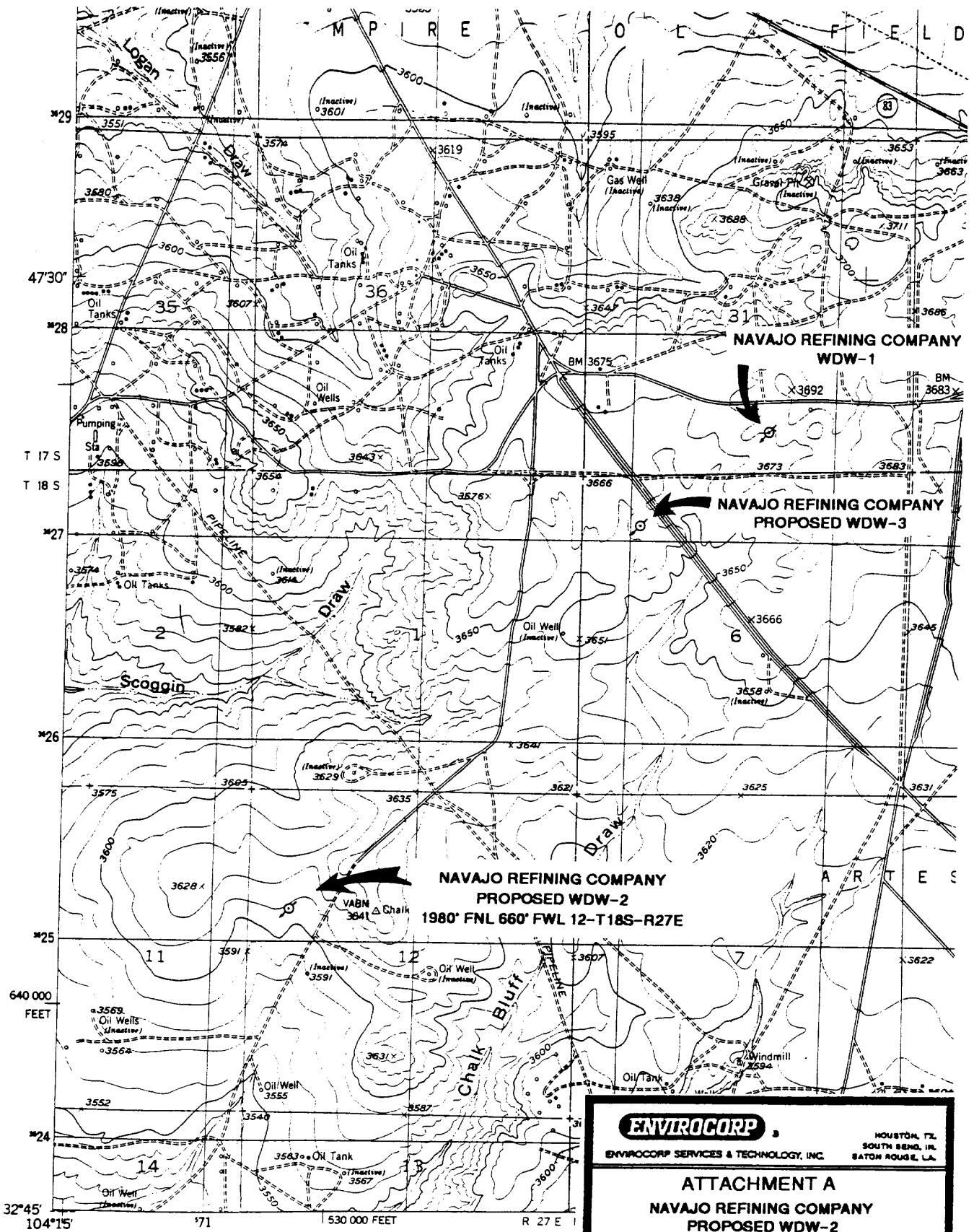
NLN/paf  
Attachments

c: Joe Lara – BLM, Carlsbad  
David Glass – BLM, Roswell  
Wayne Price – OCD, Santa Fe  
Tim Gum – OCD, Artesia  
Phil Youngblood – Navajo  
Darrell Moore – Navajo  
George Walbert – Holly Petroleum, Inc.

355160a4937\hunt ltr.doc

**ENVIROCORP**





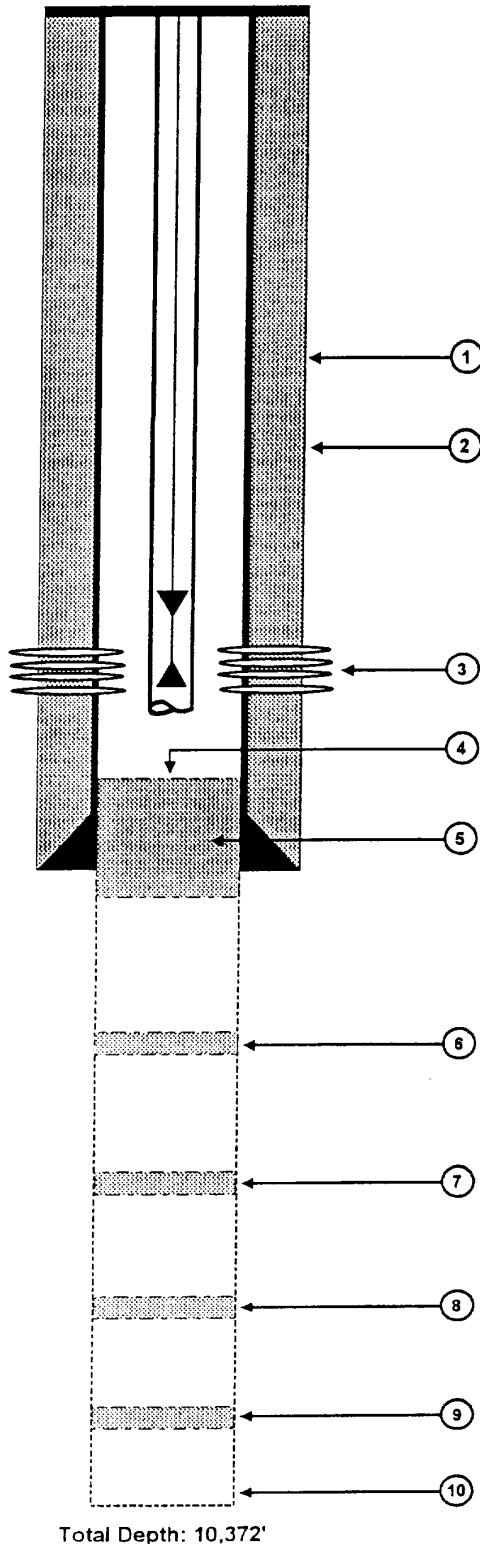
**ENVIROCORP**  
 ENVIROCORP SERVICES & TECHNOLOGY, INC.  
 HOUSTON, TX  
 SOUTH BEND, IN  
 BATON ROUGE, LA.

**ATTACHMENT A**  
**NAVAJO REFINING COMPANY**  
**PROPOSED WDW-2**  
**1980' FNL 660' FWL 12-T18S-R27E**  
**EDDY COUNTY, NM**

|           |              |           |
|-----------|--------------|-----------|
| DATE:     | CHECKED BY:  | JOB NO.:  |
| DRAWN BY: | APPROVED BY: | DWG. NO.: |

## BELOW GROUND DETAIL

All depths are referenced to the kelly bushing elevation of 13 feet. The surface elevation is 3610 feet.



1. Base of the USDW at 473'.

2. Casing: 8-5/8", 32 lb/ft, set at 1955' in an 11" hole. Cemented to surface with 700 sacks of cement.

3. Perforations: 1446' - 1462'.

4. PBDT: 1912'.

5. Cement Plug: 40 sacks from 1912' to 2045'.

6. Cement Plug: 50 sacks from 3620' to 3720'.

7. Cement Plug: 40 sacks from 5456' to 5556'.

8. Cement Plug: 50 sacks from 7435' to 7535'.

9. Cement Plug: 45 sacks from 9675' to 9775'.

10. Hole Size: 7-7/8".

|   |                  |                  |  |
|---|------------------|------------------|--|
|   |                  | HOUSTON, TX.     |  |
|   |                  | SOUTH BEND, IN.  |  |
|   |                  | BATON ROUGE, LA. |  |
| <b>ATTACHMENT III-2</b><br><b>NAVAJO REFINING COMPANY</b><br><b>CURRENT WELL CONFIGURATION</b><br><b>CHUKKA FEDERAL No. 2</b> |                  |                  |  |
| Date: 03/10/99  | Checked By: NLN  | Job No.: 60A4937 |  |
| Drawn By: LKM   | Approved By: NLN | File: WDW2A.DS4  |  |

## ATTACHMENT C

### DRILLING AND RECOMPLETION PROCEDURE FOR NAVAJO REFINING COMPANY'S PROPOSED WDW-2

1. Obtain all permits and approvals for the reentry, testing and completion of a currently existing well.
2. Move in and rig up a workover unit. Remove the pumping equipment and pull the tubing out of the well.
3. Go in the hole with a squeeze packer and squeeze the perforations from 1446 feet to 1462 feet with 100 sacks of Class "H" cement. Allow the cement to cure.
4. Drill out the cement, circulate the well clean and pressure test the squeezed perforations at 500 psig for 30 minutes. Pull the squeeze tools out of the hole.
5. Conduct a CBL/VDL survey from 1912 feet to the surface. Submit the results of the pressure test and CBL/VDL survey to the OCD and the BLM for their review and approval prior to mobilizing the drilling rig.
6. After receiving approval from the OCD and the BLM to continue the reentry, prepare the location for the selected drilling rig. Construct the lined reserve pits, dig out the cellar, and install a mousehole and rathole.
7. Move in and rig up the rotary drilling rig and install the blowout preventers.
8. Drill out the following cement plugs and conduct deviation surveys every 1000 feet or on trips:
  - a. 1912 feet to 2045 feet, 40 sacks
  - b. 3620 feet to 3720 feet, 50 sacks
  - c. 5456 feet to 5556 feet, 40 sacks
  - d. 7435 feet to 7535 feet, 50 sacks
9. Clean the well out to a depth of 9200 feet and circulate and condition the hole for logging. Make a wiper trip to the base of the 8-5/8 inch surface casing while strapping the drillpipe.
10. Conduct a formation microimager (FMI) survey with gamma ray from the well's total depth to 4000 feet. Continue the four-arm caliper survey to the 8-5/8 inch

## ATTACHMENT C (Continued)

casing shoe. Process the FMI for fracture identification over the lower 200 feet of the confining zone and zones of interest in the injection zone, if warranted.

11. Spot a gelled pill at 9200 feet and lay down the drillpipe.
12. Run the 5-1/2 inch casing with a packoff shoe and float collar to 9200 feet. Install a "DV" tool at 5500 feet. Run centralizers at approximately 120-foot intervals.
13. Cement the 5-1/2 inch casing in place. Use a minimum of 20% excess cement as calculated from the caliper log. Circulate cement to the surface and allow to cure.
14. Clean out the mud pits and release the drilling rig 12 hours after cementing the 5-1/2 inch casing in place.
15. Stabilize the 5-1/2 inch casing at the surface using ready-mix cement.
16. Move in and rig up the completion rig pump, tank, power swivel, and work string. Install the blowout preventer.
17. Run in the well with a 4-3/4 inch bit to the "DV" tool and test the casing to 1500 psig for 30 minutes.
18. Drill out the "DV" tool and clean out the wellbore to the float collar. Test the casing to 1500 psig for 30 minutes. Circulate the wellbore with clean brine, preceded by 15% HCL to clean the casing. Trip the work string out of the well.
19. Conduct the casing inspection, CBL/VDL, and differential temperature surveys.
20. Perforate the selected injection interval as determined from the open hole logs. (Zone 1).
21. Run in the well with a packer and tailpipe. Set the packer above the top perforation and swab test the perforated interval. Recover at minimum two tubing volumes of the reservoir fluid for analysis (Note: Set up H<sub>2</sub>S monitoring equipment prior to swabbing operations).
22. Acidize the zone using diverters. Pull the packer out of the well.
23. Perforate the next selected injection interval as determined from the open hole logs (Zone 2).

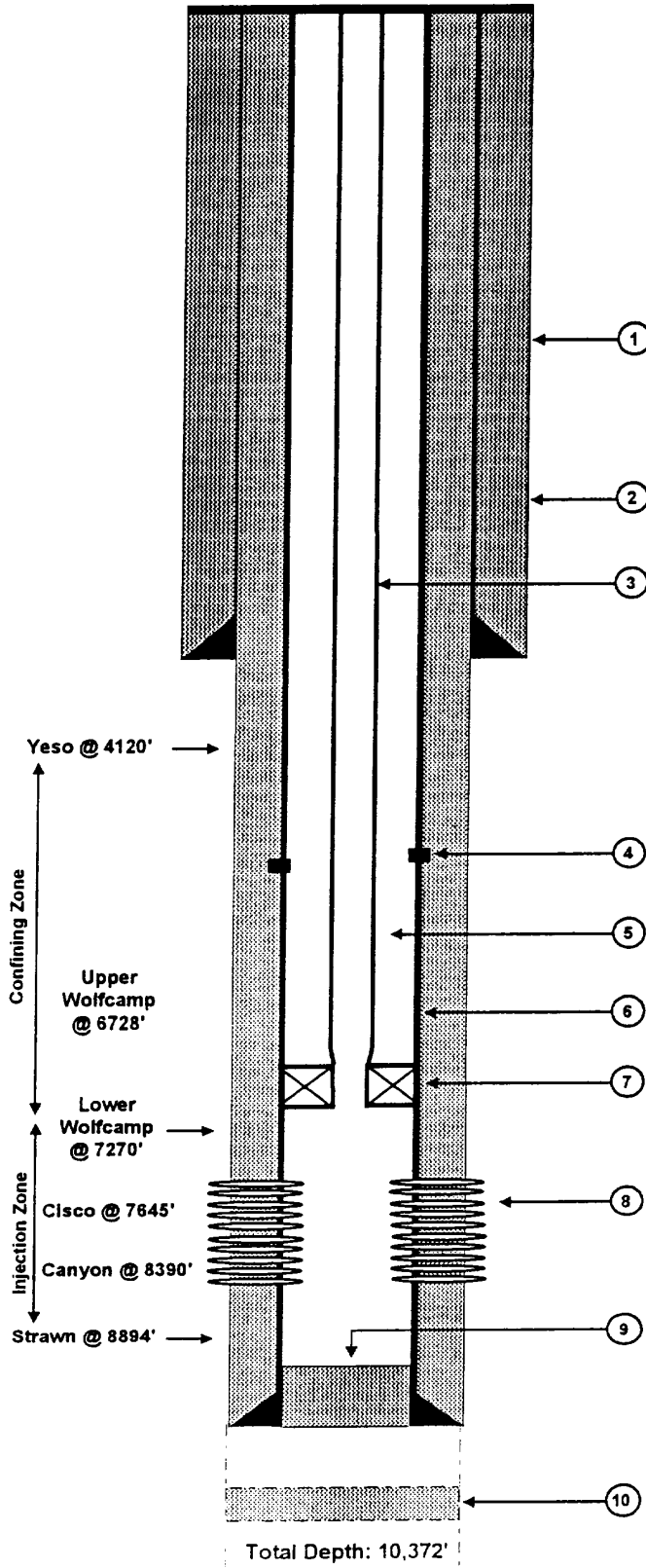
## ATTACHMENT C (Continued)

24. Run a retrievable bridge plug and packer into the well and isolate Zone 2.
25. Acidize Zone 2 using diverters. Pull the retrievable bridge plug and packer out of the well, laying down the work string.
26. Conduct an injection test down the 5-1/2 inch casing at 420 gpm for 12 hours followed by a pressure falloff test.
27. Conduct a differential temperature survey and radioactive tracer survey to determine the injection profile.
28. Run the injection tubing and packer. Fill the annulus with corrosion inhibited brine.
29. Wait for the well system to come to thermal stabilization (approximately 24 hours).
30. Conduct an annulus pressure test witnessed by the OCD.
31. Rig down and move out all equipment and close the reserve pit.
32. Install the annulus monitoring system and return the well to the client.

# ATTACHMENT D

## BELOW GROUND DETAIL

All depths are referenced to the kelly bushing elevation of 13 feet. Surface elevation is 3610 feet.



**1. Base of the USDW at 473'.**

**2. Casing:** 8-5/8", 32 lb/ft, set at 1955' in an 11" hole. Cemented to surface with 700 sacks of cement.

**3. Injection Tubing:** 3-1/2".

**4. DV Tool:** at 5500'.

**5. Annulus Fluid:** Corrosion inhibited brine water.

**6. Protection Casing:** 5-1/2" set in a 7-7/8" hole. Casing cemented to surface. Calipered hole volume plus 20% excess.

**7. Packer:** Fullbore retrievable packer set 100' above the top perforated injection interval.

**8. Perforations:** Perforated in two intervals between 7270' and 8894'.

**9. PBTD:** 9200'

**10. Cement Plug:** 45 sacks from 9675' to 9775'.

|  |                  |   |
|--|------------------|---|
| <b>ENVIROCORP</b> ®  |                  | HOUSTON, TX.<br>SOUTH BEND, IN.<br>BATON ROUGE, LA. |
| ATTACHMENT III-4<br>NAVAJO REFINING COMPANY<br>PROPOSED WDW-2<br>ARTESIA, NEW MEXICO |                  |   |
| Date: 03/11/99   | Checked By: NLN  | Job No.: 60A4937                                    |
| Drawn By: LKM  | Approved By: NLN | File: WDW2B.DS4                                     |

## CONDITIONS OF APPROVAL - DRILLING

Operator's Name: Navajo Refining Company Well No. 2 - WDW

Location: 1980' FNL & 660' FWL sec. 12, T. 18 S., R. 27 E.

Lease: NM-6852

.....

### **I. DRILLING OPERATIONS REQUIREMENTS: [Deepening]**

1. The Bureau of Land Management (BLM) is to be notified at (505) 887-6544 in sufficient time for a representative to witness:

A. Cementing casing: 5-1/2 inch

2. Unless the injection casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.

### **II. CASING:**

1. Minimum required fill of cement behind the 5-1/2 inch injection casing is sufficient to circulate to the surface.

### **III. PRESSURE CONTROL:**

1. Before drilling into the 100 foot 8-5/8 inch surface casing shoe cement plug at approximately 1912 feet, the blowout preventer assembly shall consist of a minimum of One Annular Preventer, Two Ram-Type Preventers, and a Kelly Cock/Stabbing Valve

2. Minimum working pressure of the blowout preventer and related equipment (BOPE) shall be 3000 psi.

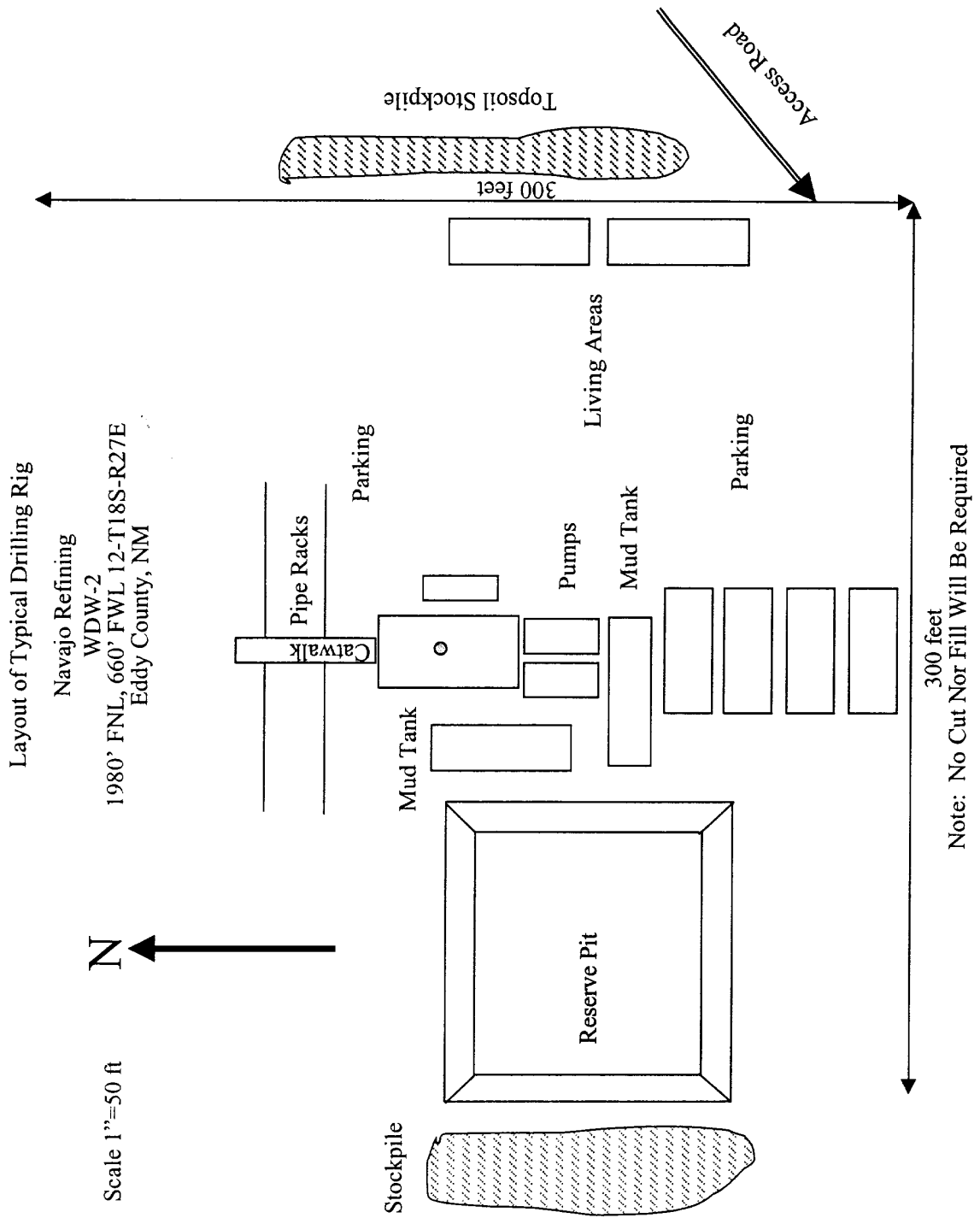
3. After drilling into the 100 foot 8-5/8 inch surface casing shoe cement plug at approximately 1912 feet and before drilling into the 100 foot Abo cement plug at approximately 5450 feet, the BOPE shall be tested as described in Onshore Order No. 2. Any equipment failing to test satisfactorily shall be repaired or replaced.

A. The results of the test will be reported to the BLM Carlsbad Resource Area office at 620 East Greene Street, Carlsbad, New Mexico 88220-6292.

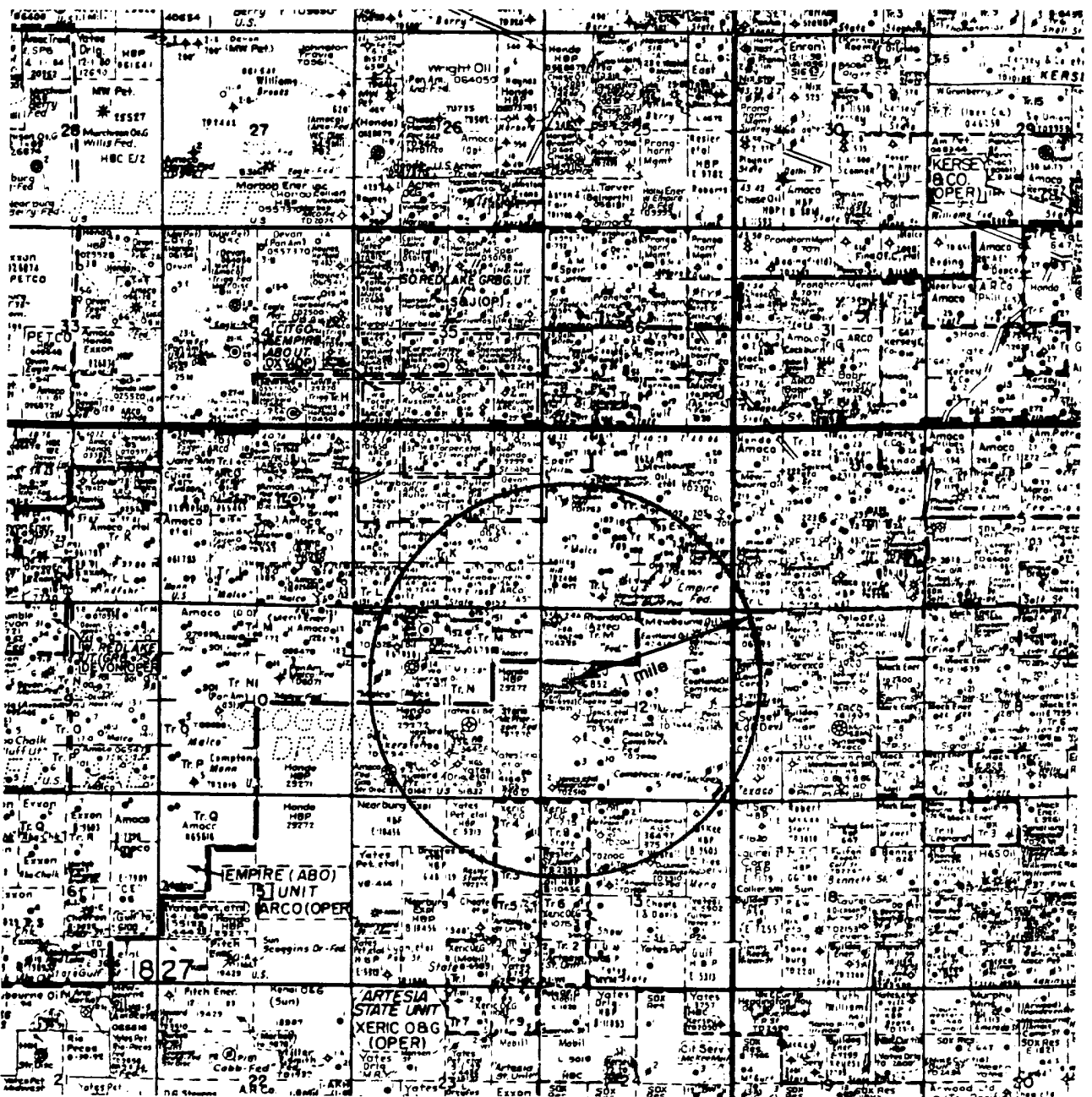
B. Testing fluid must be water or an appropriate clear liquid suitable for sub-freezing temperatures. Use of drilling mud for testing is not permitted since it can mask small leaks.

C. Testing must be done in a safe workman like manner. Hard line connections shall be required.

# EXHIBIT C

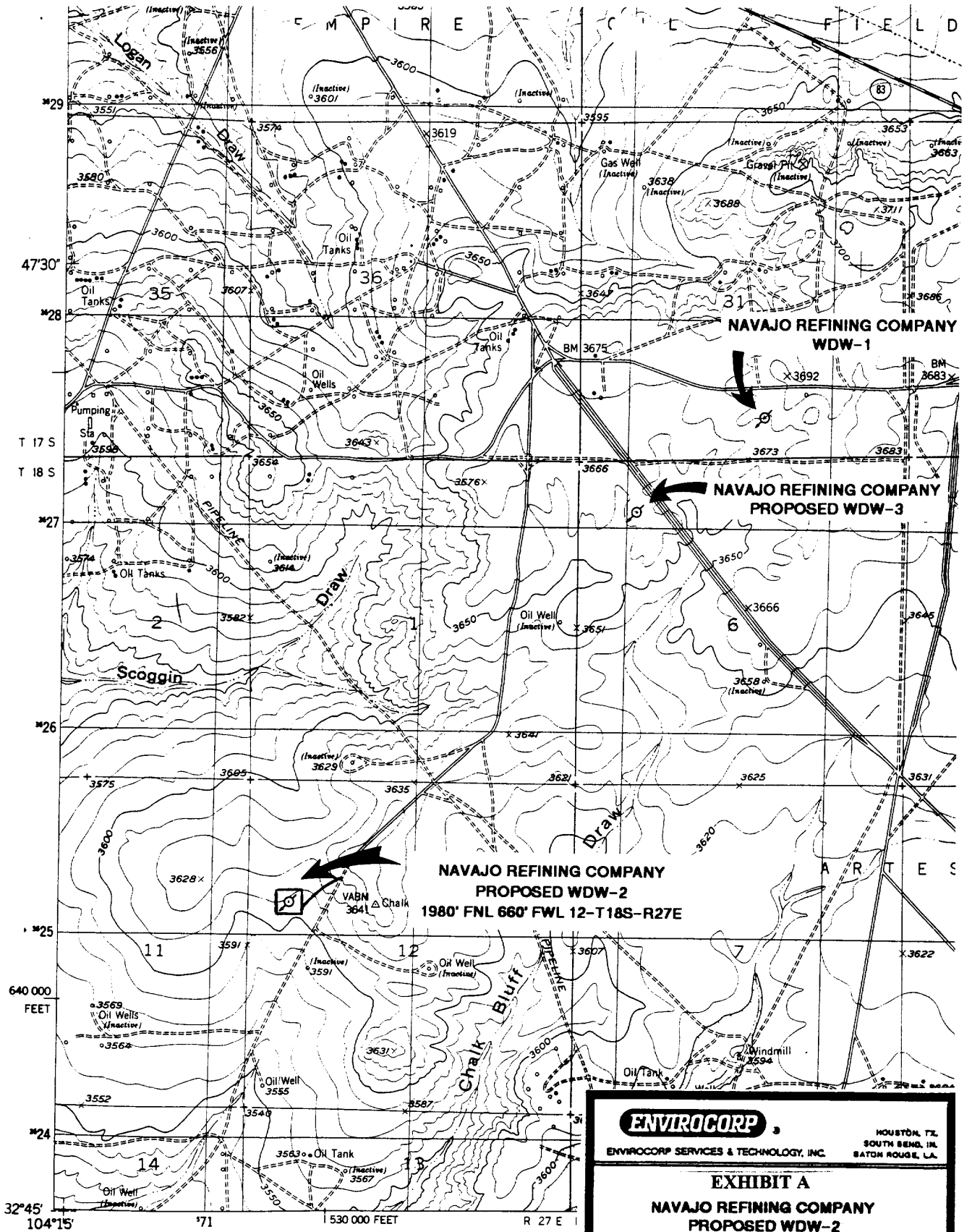






Map courtesy of Midland Map Company

|   |              |  |
|---|--------------|--|
| <b>ENVIROCORP</b>                       |              | HOUSTON, TX<br>SOUTH BEND, IN<br>BATON ROUGE, LA |
| ENVIROCORP SERVICES & TECHNOLOGY, INC.  |              |  |
| <b>EXHIBIT B</b>                        |              |  |
| <b>WELLS WITHIN 1 MILE OF</b>           |              |  |
| <b>NAVAJO REFINING COMPANY'S</b>        |              |  |
| <b>PROPOSED WDW-2</b>                   |              |  |
| <b>1980' FNL, 660' FWL 12-T18S-R27E</b> |              |  |
| DATE: 4/7/99                            | CHECKED BY:  | JOB NO:  |
| DRAWN BY: NLN                           | APPROVED BY: | DWG. NO:   |



RED LAKE QUADRANGLE

**ENVIROCORP**

ENVIROCORP SERVICES & TECHNOLOGY, INC.

HOUSTON, TX.  
SOUTH BEND, IN.  
BATON ROUGE, LA.

**EXHIBIT A**

**NAVAJO REFINING COMPANY  
PROPOSED WDW-2  
1980' FNL 660' FWL 12-T18S-R27E  
EDDY COUNTY, NM**

|           |              |          |
|-----------|--------------|----------|
| DATE:     | CHECKED BY:  | JOB NO:  |
| DRAWN BY: | APPROVED BY: | DWG. NO: |

## SURFACE USE PLAN

NAVAJO REFINING COMPANY  
PROPOSED WDW-2  
1980' FSL, 660' FWL of 12-T18S-R27E  
EDDY COUNTY, NEW MEXICO

1. Existing Roads: Existing roads that lead to the proposed drillsite are shown on Exhibit A.
2. Access Roads To Be Constructed: No new access road is proposed.
3. Location of Existing Wells: Existing wells within one mile of proposed WDW-2 are shown on Exhibit B.
4. Location of Proposed Facilities If Well Is Completed: The well will be shut in after completion and testing.
5. Location and Type of Water Supply: Water for reentry, testing, and completion operations will be purchased from a commercial water hauler.
6. Source of Construction Materials: Materials required for construction of the site will be taken from a state-owned pit.
7. Methods of Handling Waste Disposal:
  - A. Drill cuttings will be disposed of in the drilling pits.
  - B. Drilling fluids will be allowed to evaporate in the drilling pits until the pits are dry.
  - C. Water produced during tests will be disposed of in the drilling pits.
  - D. Trash, waste paper, garbage, and junk will be buried in a trash pit and covered with a minimum of 24 inches of dirt. All waste material will be contained to prevent scattering by the wind. Location of the trash pit is shown on Exhibit C.

- E. All trash and debris will be buried or removed from the wellsite after finishing drilling and/or completion operations.
8. Ancillary Facilities: None anticipated.
9. Wellsite Layout:
- A. The wellsite will be surveyed, and a 400' x 400' area will be staked and flagged.
  - B. The dimensions and relative location of the drill pad, mud pit, and trash pit, with respect to the wellbore, are shown on Exhibit C.
  - C. Existing topsoil to a depth of 6 inches will be lifted and stockpiled at the northeastern (uphill) end of the well pad. The stockpiled topsoil will be located uphill to avoid mixing with subsurface materials.
  - D. The well pad will be surfaced with material found in place.
  - E. The pits for mud and cuttings will be lined with 6-mil plastic.
10. Plans for Restoration of Surface:
- A. After completion of drilling and/or completion operations, all equipment and other material not needed for operations will be removed. Pits will be filled and the location cleaned of all trash and junk.
  - B. Any unguarded pits containing fluids will be fenced until they are filled.
  - C. After abandonment, all equipment, trash, and junk will be removed and the location cleaned.
  - D. The stockpiled topsoil will be spread over the surface of the location.
11. Surface Ownership: U.S. Department of Interior, Bureau of Land Management.

12. Archaeological Survey: An archaeological survey of the drill pad was submitted to the BLM on July 31, 1985, on behalf of Fred Pool Drilling Company. An archeological survey was conducted by Navajo Refining Company and will be submitted by Navajo under separate cover.
13. Operator's Representatives: Representatives responsible for assuring compliance with the approved Surface Use Plan:

Mr. Darrell Moore  
Navajo Refining Company  
Post Office Box 159  
Artesia, New Mexico 88211  
505/748-3311

Mr. Jim Bundy  
Subsurface Technology, Inc.  
7020 Portwest Drive, Suite 100  
Houston, Texas 77024  
713/880-4640

Exhibits

- A. Topographic Map
- B. Oil and Gas Map
- C. Sketch of Well Pad

14. Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions that 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 Navajo Refining Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

4/12/99  
Date

Darrell Moore  
Signature

Darrell Moore  
Name

Env. Mgr. for Water & Waste  
Title

Navajo Refining Company  
Company

### BOP Minimum Requirements

- a. 11-inch, 3000-psi working pressure double-hydraulic BOP.
- b. 11-inch, 3000-psi working pressure annular BOP.
- c. 3-inch, 3000-psi working pressure manual choke manifold.

A schematic of the BOP stack is included as Exhibit A.

8. Drill out the following cement plugs and conduct deviation surveys every 1000 feet or on trips:
  - a. 1912 feet to 2045 feet, 40 sacks
  - b. 3620 feet to 3720 feet, 50 sacks
  - c. 5456 feet to 5556 feet, 40 sacks
  - d. 7435 feet to 7535 feet, 50 sacks

### Estimated Tops of Geologic Formations

|            |       |                |       |
|------------|-------|----------------|-------|
| San Andres | 2005' | Lower Wolfcamp | 7270' |
| Yeso       | 4210' | Cisco          | 7645' |
| Abo        | 5506' | Canyon         | 8390' |
| Wolfcamp   | 6728' | Strawn         | 8894' |

No fresh water or hydrocarbons are expected to be encountered.

### Expected Bottom-Hole Pressure and Hazards

The expected bottom-hole pressure is 3500 psia at the total depth of 9200 feet. The bottom-hole pressure was determined from the pressure measured in Navajo's WDW-1, or 2928 psia, at 7924 feet. Navajo's WDW-1 is completed in the same interval proposed for WDW-2 and is located 11,000 feet northeast of WDW-2 in 31-T17S-R28E. The average specific gravity of the fluid between 7924 feet and 9200 feet is expected to be 1.034, which is the specific gravity of the fluid swabbed from the interval between 8220 feet and 8476 feet in WDW-1. The expected bottom-hole pressure at 9200 feet in proposed WDW-2 is calculated below:

$$\begin{aligned} \text{BHP (9200 feet)} &= 2928 \text{ psia} + (9200 \text{ feet} - 7924 \text{ feet}) \times 0.433 \text{ psi/ft} \times 1.034 \\ &= 3500 \text{ psia} \end{aligned}$$

No abnormal pressures or temperatures or other hazards are expected while drilling or testing the well. Hydrogen sulfide monitoring equipment will be set up prior to swabbing operations.

9. Clean the well out to a depth of 9200 feet and circulate and condition the hole for logging. Make a wiper trip to the base of the 8-5/8 inch surface casing while strapping the drillpipe.
10. Conduct a formation microimager (FMI) survey with gamma ray from the well's total depth to 4000 feet. Continue the four-arm caliper survey to the 8-5/8 inch casing shoe. Process the FMI for fracture identification over the lower 200 feet of the confining zone and zones of interest in the injection zone, if warranted.
11. Spot a gelled pill at 9200 feet and lay down the drillpipe.
12. Run the 5-1/2 inch, 17-lb/ft, J-55, LT&C casing with a packoff shoe and float collar to 9200 feet. Install a "DV" tool at approximately 5800 feet. Run centralizers at approximately 120-foot intervals.
13. Cement the 5-1/2 inch casing in place. Use a minimum of 20% excess cement as calculated from the caliper log. Circulate cement to the surface and allow to cure.

#### Cement Program

- a. Stage 1 Cement (total depth to 5800 feet): Lightweight Class H with fly ash, gel, friction reducer, and salt mixed with fresh water.
  - b. Stage 2 Lead Cement (5200 feet to the surface): Lightweight Class C with gel and bridging agents mixed with fresh water.
  - c. Stage 2 Tail Cement (5800 feet to 5200 feet): Class C mixed with fresh water.
14. Clean out the mud pits and release the drilling rig 12 hours after cementing the 5-1/2 inch casing in place.
  15. Stabilize the 5-1/2 inch casing at the surface using ready-mix cement.



16. Move in and rig up the completion rig pump, tank, power swivel, and work string. Install the blowout preventer.
17. Run in the well with a 4-3/4 inch bit to the "DV" tool and test the casing to 1500 psig for 30 minutes.
18. Drill out the "DV" tool and clean out the wellbore to the float collar. Test the casing to 1500 psig for 30 minutes. Circulate the wellbore with clean brine, preceded by 15% HCL to clean the casing. Trip the work string out of the well.
19. Conduct the casing inspection, CBL/VDL, and differential temperature surveys.
20. Perforate the selected injection interval as determined from the open hole logs. Depending on the height of the perforated interval, the interval may be perforated in two stages, as Zone Nos. 1 and 2.
21. Run in the well with a packer and tailpipe. Set the packer above the top perforation and swab test the perforated interval. Recover at minimum two tubing volumes of the reservoir fluid for analysis (Note: Set up H<sub>2</sub>S monitoring equipment prior to swabbing operations).
22. Acidize the perforated zone (Zone 1) using diverters. Pull the packer out of the well.
23. Perforate the next selected injection interval (Zone 2) as determined from the open hole logs.
24. Run a retrievable bridge plug and packer into the well and isolate Zone 2.
25. Acidize Zone 2 using diverters. Pull the retrievable bridge plug and packer out of the well, laying down the work string.
26. Conduct an injection test down the 5-1/2 inch casing at 420 gpm for 12 hours, followed by a pressure falloff test.
27. Conduct a differential temperature survey and radioactive tracer survey to determine the injection profile.

28. Run the injection tubing and packer. Fill the annulus with corrosion inhibited brine.
29. Wait for the well system to come to thermal stabilization (approximately 24 hours).
30. Conduct an annulus pressure test witnessed by the OCD.
31. Rig down and move out all equipment and close the reserve pit.
32. Install the annulus monitoring system and return the well to the client.

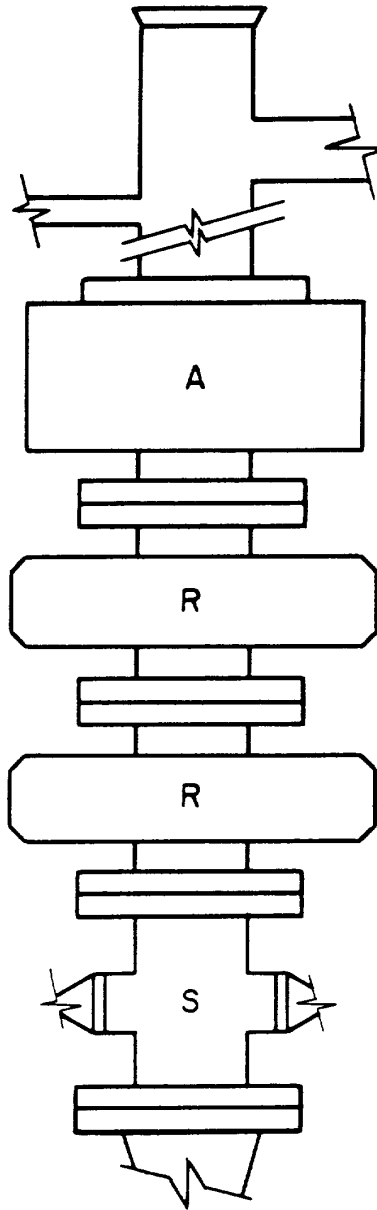
**Logging, Testing, And Coring Program**

A formation fluid sample will be retrieved from the proposed injection zone in proposed WDW-2. Navajo will conduct injectivity testing in the injection zone of proposed WDW-2.

No coring is planned.

The proposed logging program is described below:

| HOLE/CASING   | OPEN-HOLE LOGS   | CASED-HOLE LOGS   |
|---|--|---|
| Proposed WDW-2  |  |   |
| 11 inch Surface Borehole<br>(8-5/8 inch Casing)<br>1995 feet        |  | Logs Run in 1973:<br>Gamma Ray<br><br>Logs Proposed on Reentry:<br>Cement Bond/Variable Density<br>Casing Inspection Log                        |
| 7-7/8 inch Long-String Borehole<br>(5-1/2 inch Casing)<br>9200 feet | Logs Run on August 27, 1973:<br>Dual Induction-Laterolog/<br>Spontaneous Potential<br>Compensated Neutron/<br>Formation Density<br>Caliper<br>Gamma Ray<br><br>Logs Proposed on Reentry:<br>Fracture Identification Log<br>4-Arm Caliper | Logs Proposed on Reentry:<br>Cement Bond/Variable Density<br>Casing Inspection Log<br>Differential Temperature Log<br>Radioactive Tracer Survey |



A = ANNULAR-TYPE BLOWOUT PREVENTER  
11-inch throughbore, 3000-psi working pressure

R = RAM-TYPE BLOWOUT PREVENTER  
11-inch throughbore, 3000-psi working pressure

S = DRILLING SPOOL WITH SIDE OUTLET CONNECTIONS  
FOR CHOKE AND KILL LINES

MANUAL CHOKE MANIFOLD  
3-inch throughbore, 3000-psi working pressure

Source: API RP 53: Recommended Practices for  
Blowout Prevention Equipment Systems

|   |                 |   |
|---|-----------------|---|
| <b>ENVIROCORP</b>   |                 | HOUSTON, TX.<br>SOUTH BEND, IN.<br>BATON ROUGE, LA. |
| ENVIROCORP SERVICES & TECHNOLOGY, INC.                      |                 |   |
| <b>EXHIBIT A</b>  |                 |   |
| <b>BLOWOUT PREVENTER STACK<br/>AND MINIMUM REQUIREMENTS</b> |                 |   |
| DATE: 4/7/98  | CHECKED BY: JDB | JOB NO:   |
| DRAWN BY: ALN   | APPROVED BY:    | DWG. NO:  |

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
Oil Conservation Division

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

5. LEASE DESIGNATION AND SERIAL NO.  
NM 6852

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME  
23592

8. FARM OR LEASE NAME, WELL NO.  
WDW-#2

9. API WELL NO.  
30-015-20894

10. FIELD AND POOL, OR WILDCAT  
L. Wolfcamp-Cisco-Canyon  
Injection Zone

11. SEC., T., R., M., OR B.L. AND SURVEY OR AREA  
12-T18S-R27E

12. COUNTY OR PARISH  
Eddy

13. STATE  
NM

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE  
11 air miles east-southeast of Artesia

15. DISTANCE FROM PROPOSED LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drg. unit line, if any)

16. NO. OF ACRES ASSIGNED TO THIS WELL

17. NO. OF ACRES ASSIGNED TO THIS WELL

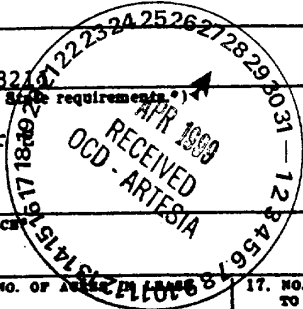
18. DISTANCE FROM PROPOSED LOCATION TO NEAREST WELL, DRILLING COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.

19. PROPOSED DEPTH  
9200'

20. ROTARY OR CABLE TOOLS  
Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)  
3607' GR, 3623' KB

22. APPROX. DATE WORK WILL START\*  
May 1, 1999



23. PROPOSED CASING AND CEMENTING PROGRAM

| SIZE OF HOLE | GRADE SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH | QUANTITY OF CEMENT          |
|--------------|----------------------|-----------------|---------------|-----------------------------|
| 11"          | 8-5/8"               | 32 lb/ft        | 1995'         | 800 sx circulated           |
| 7-7/8"       | 5-1/2"               | 17 lb/ft        | 9200'         | Caliper volume + 20% excess |

Proposed reentry of the Eastland Oil Company (originally Fred Pool Drilling, Inc.) Chukka Federal No. 2 (PBSD 1912 feet, September 10, 1985) formerly Amoco Production Company Diamond Federal Gas Com. No. 1 (OTD 10,372 feet, P&A August 31, 1973). The well currently produces oil and gas from perforations from 1446 feet to 1462 feet (Penrose).

Navajo will squeeze the perforations from 1446 feet to 1462 feet, drill out cement plugs and clean out the well to 9200 feet, set 5-1/2 inch casing at 9200 feet and cement to the surface, perforate porous intervals in the Lower Wolfcamp, Cisco, and Canyon Formations between 7270 feet and 9200 feet, and conduct injectivity tests.

Attached are the Well Location Plat, Drilling Program, and Surface Use Plan.

**SUBJECT TO LIKE APPROVAL BY STATE AND RIGHT OF WAY APPROVAL**  
**APPROVAL SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS**

Post ID-1  
5-28-99  
Re-entry

4. ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present perforations and proposed zone. If proposal is to drill or open directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give drilling program, if any.

SIGNED David Mace TITLE Env. Mgr. DATE 4/15/99

PERMIT NO. \_\_\_\_\_ APPROVAL DATE \_\_\_\_\_

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 conduct operations thereon.

CONDITIONS OF APPROVAL, IF ANY:  
(ORIG. SGD.) DAVID R. GLASS PETROLEUM ENGINEER DATE APR 27 1999

\*See Instructions On Reverse Side

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 representations as to any matter within its jurisdiction.

District I  
1625 N. French Dr., Hobbs, NM 88240

District II  
811 South First, Artesia, NM 88210

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

District IV  
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION  
2040 South Pacheco  
Santa Fe, NM 87505

Form C-102  
Revised March 17, 1999

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

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

|   |   |                        |  |
|---|---|------------------------|--|
| <sup>1</sup> API Number<br>30-015-20894 |   | <sup>2</sup> Pool Code | <sup>3</sup> Pool Name<br>Lower Wolfcamp-Cisco-Canyon Injection Zone |
| <sup>4</sup> Property Code              | <sup>5</sup> Property Name<br>WDW-2                   |                        | <sup>6</sup> Well Number   |
| <sup>7</sup> OGRID No.                  | <sup>8</sup> Operator Name<br>Navajo Refining Company |                        | <sup>9</sup> Elevation<br>3607' GR                                   |

<sup>10</sup> Surface Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| E             | 12      | 18S      | 27E   |         | 1980          | North            | 660           | West           | Eddy   |

<sup>11</sup> Bottom Hole Location If Different From Surface

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
|               |         |          |       |         |               |                  |               |                |        |

<sup>12</sup> Dedicated Acres    <sup>13</sup> Joint or Infill    <sup>14</sup> Consolidation Code    <sup>15</sup> Order 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

|  |  |  |  |  |
|--|--|--|--|--|
|  |  |  |  | <p><sup>17</sup> OPERATOR CERTIFICATION</p> <p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief</i></p> <p><i>Darrell Moore</i></p> <p>Signature: <i>Darrell Moore</i></p> <p>Printed Name: _____</p> <p>Title: <i>EAU. Mgr.</i></p> <p>Date: <i>4/15/99</i></p>  |
|  |  |  |  | <p><sup>18</sup> SURVEYOR CERTIFICATION</p> <p><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i></p> <p>Date of Survey _____</p> <p>Signature and Seal of Professional Surveyor: _____</p> <p>Well is active. Location was not re-surveyed by Navajo.</p> <p>Certificate Number _____</p> |

14. Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions that 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 Navajo Refining Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

4/15/99  
Date

Darrell Moore  
Signature

Darrell Moore  
Name

Env. Mgr. for Water & Waste  
Title

Navajo Refining Company  
Company

TELEPHONE  
(505) 748-3311

EASYLINK  
62905278



**N.M. Oil Cons. Division**  
**811 S. 1st Street**  
**ARIZONA REFINING COMPANY**

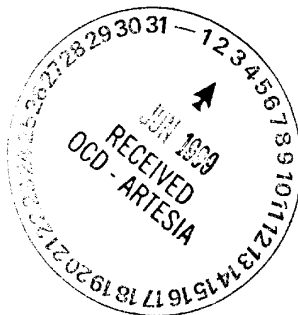
501 EAST MAIN STREET • P. O. BOX 159  
ARTESIA, NEW MEXICO 88211-0159

C/SK

FAX  
(505) 746-6410 ACCTG  
(505) 746-6155 EXEC  
(505) 748-9077 ENGR  
(505) 746-4438 P / L

May 10, 1999

Mr. Tim Gumm  
State of New Mexico  
Energy, Minerals and Natural  
Resources Department  
Oil Conservation Division  
811 South First Street  
Artesia, New Mexico 88210



RE: Re-Entry for Navajo Refining Company's Waste Disposal Well No. 2

Dear Mr. Gumm:

Navajo Refining Company (Navajo) has contracted Subsurface Technology, Inc. to re-enter, test and complete Waste Disposal Well No. 2 (WDW-2), formerly the Chukka Federal No. 2 operated by The Eastland Oil Company. The United States Department of the Interior, Bureau of Land Management approved the Application for Permit to Drill or Deepen on April 27, 1999. Subsequent approval from the State of New Mexico Oil Conservation Commission (OCD) was granted on Tuesday, May 4, 1999.

Navajo initiated field operations on Wednesday, May 5, 1999. The existing pumping equipment, rods, and tubing were removed from the wellbore. The perforations from 1446 feet to 1462 feet were squeezed using 100 sacks of Class 'H' cement (approximately 50 sacks of cement were displaced into the perforated interval). The cement was allowed to cure and drilled out to a total depth of 1922 feet (KB)(1911 feet below ground level).

On Sunday, May 9, 1999, the 8-5/8 inch surface casing, set from 1955 feet (KB) to surface, was pressure tested for internal mechanical integrity between 1922 feet (KB) and 30 feet (KB) using a packer set at 30 feet. The 8-5/8 inch surface casing was pressure tested to 660 pounds per square inch and monitored at the surface for one hour (Attachment A). The fluid used for testing was a clean fresh water fluid. A pressure loss of 1 psi (0.15%) was observed during the first 30 minutes of the test. A pressure loss of 2 psi (0.30%) was observed during the last 30 minutes of the test. The results from the pressure test confirmed internal mechanical integrity of the 8-5/8 inch surface casing from 1922 feet (KB) to 30 feet (KB).

*[Handwritten signature]*

*An Independent Refinery Serving . . .*  
NEW MEXICO • ARIZONA • WEST TEXAS • NORTHERN MEXICO

The 8-5/8 inch surface casing was originally set in an 11 inch open-hole to a depth of 1955 feet (KB) and cemented to surface using 700 sacks of Class 'H' cement with 2% gel and 100 sacks of Class 'H' neat. A total of 200 sacks of cement was recorded circulated to surface. The calculated volume between an 11 inch hole and 8-5/8 inch casing is (0.2407 cubic feet per foot X 1955 feet) 471 cubic feet. The volume of cement pumped is (1.18 cubic feet per sack X 800 sacks) 944 cubic feet for an excess of 473 cubic feet or 400 sacks circulated to surface. The calculated volume of cement and apparent volume of actual cement pumped indicated excess cement was circulated to surface.

On Sunday, May 9, 1999, Halliburton Logging Services completed a cement bond and microseismogram (same as a variable density log) logging survey within the 8-5/8 inch casing from a wireline total depth of 1919 feet (KB) to the surface (Attachment B). The results from the survey indicate a continuous column of cement from 1922 feet to surface with good bonding characteristics. The cement behind the 8-5/8 inch casing will provide an effective hydraulic seal to prevent the movement of groundwater fluids into the underground source of drinking water with a base at 473 feet.

Please review and approve the pressure testing and cement bond log results at your earliest convenience. Navajo will proceed with the mobilization of the drilling rig Wednesday, May 12, 1999 and begin re-entry of the WDW-2 wellbore according to the approved drilling program. Navajo will periodically contact the OCD, Artesia office with a status update of the re-entry operations. The Bureau of Land Management will be notified in sufficient time for a representative to witness the cementing of the 5-1/2 inch protection casing.

Should you have any questions or concerns, please call me at (505) 748-3311.

Sincerely yours,



Darrell Moore  
Environmental Manager for Water and Waste

c: Mr. David Glass  
Bureau of Land Management  
Roswell Field Office  
2909 West Second Street  
Roswell, New Mexico 88201

Mr. Brian Rogers  
Subsurface Technology, Inc.  
7020 Portwest, Suite 100  
Houston, Texas 77024

File: Injection Wells

**APPROVED**

JUN 02 1999

**(ORIG. SGD.) DAVID B. GLASS**  
AUTHORIZED OFFICER, MINERALS  
BUREAU OF LAND MANAGEMENT

**SUBJECT TO  
LIKE APPROVAL  
BY STATE**





Patterson Drilling Company

410 N. Loraine Street — (915) 682-9401  
Midland, Texas 79701

RECEIVED

JUN 04 1999

June 2, 1999

SUBSURFACE TECHNOLOGY, INC.

Drilling Department  
Subsurface Construction Corporation  
7020 Port West, Ste 100  
Houston, TX 77024

RE: Inclination Report  
Navajo WDW-2  
Sec 12; T-18-S; R-27-E

Gentlemen:

The following is an inclination survey on the above referenced well located in Eddy County, New Mexico:

2898' - 0.25  
3838' - 0.25  
4783' - 0.50  
6106' - 0.75  
6633' - 0.50

Sincerely,

*Rebecca Edwards*

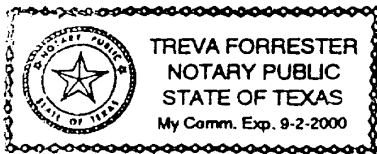
Rebecca A. Edwards  
Administrative Assistant

STATE OF TEXAS            )  
  )  
COUNTY OF MIDLAND    )

The foregoing was acknowledged before me this 2<sup>nd</sup> day of June, 1999 by Rebecca A. Edwards.

MY COMMISSION EXPIRES:

*Treva Forrester*  
\_\_\_\_\_  
NOTARY PUBLIC



# INSTRUCTIONS

This form is to be filed with the appropriate District Office of the Division not later than 20 days after the completion of any newly-drilled or deepened well. It shall be accompanied by one copy of all electrical and radio-activity logs run on the well and a summary of all special tests conducted, including drill stem tests. All depths reported shall be measured depths. In the case of directionally drilled wells, true vertical depths shall also be reported. For multiple completions, items 25 through 29 shall be reported for each zone. The form is to be filed in quintuplicate except on state land, where six copies are required. See Rule 1105.

## INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

### Southeastern New Mexico

### Northwestern New Mexico

|                                |                        |                             |                        |
|--------------------------------|------------------------|-----------------------------|------------------------|
| T. Anhy _____                  | T. Canyon <u>8390</u>  | T. Ojo Alamo _____          | T. Penn. "B" _____     |
| T. Salt _____                  | T. Strawn <u>8894</u>  | T. Kirtland-Fruitland _____ | T. Penn. "C" _____     |
| B. Salt _____                  | T. Atoka _____         | T. Pictured Cliffs _____    | T. Penn. "D" _____     |
| T. Yates _____                 | T. Miss _____          | T. Cliff House _____        | T. Leadville _____     |
| T. 7 Rivers _____              | T. Devonian _____      | T. Menefee _____            | T. Madison _____       |
| T. Queen _____                 | T. Silurian _____      | T. Point Lookout _____      | T. Elbert _____        |
| T. Grayburg _____              | T. Montoya _____       | T. Mancos _____             | T. McCracken _____     |
| T. San Andres <u>2005</u>      | T. Simpson _____       | T. Gallup _____             | T. Ignacio Otzte _____ |
| T. Glorieta _____              | T. McKee _____         | Base Greenhorn _____        | T. Granite _____       |
| T. Paddock _____               | T. Ellenburger _____   | T. Dakota _____             | T. _____               |
| T. Blinebry _____              | T. Gr. Wash _____      | T. Morrison _____           | T. _____               |
| T. Tubb _____                  | T. Delaware Sand _____ | T. Todilto _____            | T. _____               |
| T. Drinkard _____              | T. Bone Springs _____  | T. Entrada _____            | T. _____               |
| T. Abo <u>5506</u>             | T. _____               | T. Wingate _____            | T. _____               |
| T. Wolfcamp <u>6728</u>        | T. _____               | T. Chinle _____             | T. _____               |
| T. Penn _____                  | T. _____               | T. Permian _____            | T. _____               |
| T. Cisco (Bough C) <u>7645</u> | T. _____               | T. Penn "A" _____           | T. _____               |

### OIL OR GAS SANDS OR ZONES

No. 1, from.....to.....  
 No. 2, from.....to.....  
 No. 3, from.....to.....  
 No. 4, from.....to.....

### IMPORTANT WATER SANDS

Include data on rate of water inflow and elevation to which water rose in hole.

No. 1, from.....to.....feet.....  
 No. 2, from.....to.....feet.....  
 No. 3, from.....to.....feet.....

### LITHOLOGY RECORD (Attach additional sheet if necessary)

| From | To | Thickness In Feet | Lithology | From | To | Thickness In Feet | Lithology |
|------|----|-------------------|-----------|------|----|-------------------|-----------|
|      |    |                   |           |      |    |                   |           |

Submit To Appropriate District Office  
 State Lease - 6 copies  
 Fee Lease - 5 copies  
 District I  
 1625 N. French Dr., Hobbs, NM 87240  
 District II  
 811 South First, Artesia, NM 87210  
 District III  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV  
 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-105  
 Revised March 25, 1999

*Federal Well*

OIL CONSERVATION DIVISION  
 2040 South Pacheco  
 Santa Fe, NM 87505

WELL API NO.  
 30-015-20894

5. Indicate Type of Lease  
 STATE  FEDERAL  *Federal*

State Oil & Gas Lease No. NM 6852

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well: OIL WELL  GAS WELL  DRY  OTHER Class I Waste Disposal Well

b. Type of Completion: Injecting  
 NEW WORK WELL  OVER  DEEPEN  PLUG BACK  DIFF. RESVR.  OTHER - Recr.

2. Name of Operator: Navajo Refining Company

3. Address of Operator: Post Office Box 159, Artesia, New Mexico 88211

4. Well Location: Unit Letter E 1980 Feet From The North Line and 660 Feet From The West Line

Section 12 Township 18 South Range 27 East NMPM Eddy County

7. Lease Name or Unit Agreement Name: Navajo Refining Company WDW-2

8. Well No.: WDW-2

9. Pool name or Wildcat: ~~L. Wolfcamp-Cisco-Canyon Injection Zone~~  
Navajo Permo-Perm

10. Date Spudded: July 18, 1973

11. Date T.D. Reached: August 27, 1973

12. Date Compl. (Ready to Prod.): June 8, 1999

13. Elevations (DF& R(B. RT, GR, etc.): 3607 feet GL, 3623 feet RKB

14. Elev. Casinghead: 3609 feet GL

15. Total Depth: 10,372 feet

16. Plug Back T.D.: 8770 feet

17. If Multiple Compl. How Many Zones?: 1

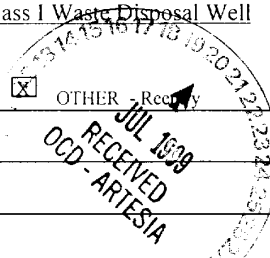
18. Intervals Drilled By: Rotary Tools: All Cable Tools: N/A

19. Producing Interval(s), of this completion - Top, Bottom, Name: L. Wolfcamp-Cisco-Canyon

20. Was Directional Survey Made: Yes

21. Type Electric and Other Logs Run: Fracture Finder and Caliper Logs, Dual Induction Laterolog, Compensated Neutron Formation Density

22. Was Well Cored: No



23. CASING RECORD (Report all strings set in well)

| CASING SIZE | WEIGHT LB./FT. | DEPTH SET | HOLE SIZE | CEMENTING RECORD      | AMOUNT PULLED |
|-------------|----------------|-----------|-----------|-----------------------|---------------|
| 13-3/8"     | N/A            | 40'       | N/A       | N/A                   | None          |
| 8-5/8"      | 32             | 1995'     | 11"       | 800 sacks circulated  | None          |
| 5-1/2"      | 17             | 8869'     | 7-7/8"    | 1570 sacks circulated | None          |

| 24. LINER RECORD |     |        |              | 25. TUBING RECORD |        |           |            |
|------------------|-----|--------|--------------|-------------------|--------|-----------|------------|
| SIZE             | TOP | BOTTOM | SACKS CEMENT | SCREEN            | SIZE   | DEPTH SET | PACKER SET |
|                  |     |        |              |                   | 3-1/2" | 7528'     | 7528'      |

26. Perforation record (interval, size, and number)

| DEPTH INTERVAL  | AMOUNT AND KIND MATERIAL USED  |
|---|--|
| 7570' to 7620', 7676' to 7736', 7826' to 7834', 7858' to 7880', 7886' to 7904', 7916' to 7936', 7944' to 7964', 7990' to 8042', 8096' to 8116', 8191' to 8201', 8304' to 8319', 8395' to 8399' (2 jspf for total of 598 holes). | 10,000 gallons of 15% HCl, plus 4600 pounds of rock salt as diverter |

28. PRODUCTION

Date First Production: N/A

Production Method (Flowing, gas lift, pumping - Size and type pump): N/A

Well Status (Prod. or Shut-in): N/A

| Date of Test | Hours Tested | Choke Size | Prod'n For Test Period | Oil - Bbl | Gas - MCF | Water - Bbl. | Gas - Oil Ratio |
|--------------|--------------|------------|------------------------|-----------|-----------|--------------|-----------------|
| N/A          | N/A          | N/A        |                        | --        | --        | --           | --              |

| Flow Tubing Press. | Casing Pressure | Calculated 24-Hour Rate | Oil - Bbl. | Gas - MCF | Water - Bbl. | Oil Gravity - API - (Corr.) |
|--------------------|-----------------|-------------------------|------------|-----------|--------------|-----------------------------|
| --                 | --              |                         | --         | --        | --           | --                          |

29. Disposition of Gas (Sold, used for fuel, vented, etc.): N/A

Test Witnessed By:

30. List Attachments: Deviation Report

31. I hereby certify that the information shown on both sides of this form as true and complete to the best of my knowledge and belief

Signature: *Darrell Moore* Printed Name: Darrell Moore Title: *Env. Mgr.* Date: *7/19/99*

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. Division  
SUBMIT IN DUPLICATE  
811 S. 1st Street  
Artesia, NM 88210-2654

FORM APPROVED  
OMB NO. 1004-0137  
Expires: February 28, 1995

DESIGNATION AND SERIAL NO.  
NM 6852

6. IF INDIAN, ALLOTES OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME, WELL NO.  
WDW-2

9. API WELL NO.  
30-015-20894

10. FIELD AND POOL OR WILDCAT  
Navajo Perm - Penn Wolfcamp-Cisco Canyon 969/8

11. SEC. T., R., M., OR BLOCK AND SURVEY OR AREA  
Section 12, Township 18 South Range 27 East, Unit Letter E

12. COUNTY OR PARISH  
Eddy

13. STATE  
New Mexico

14. PERMIT NO. DATE ISSUED  
WDW-2 April 27, 1999

15. DATE SPUNDED  
7-18-73

16. DATE T.D. REACHED  
8-27-73

17. DATE COMP (Ready to prod.)  
6-8-99

18. ELEVATIONS (DF, RKB, RT, GR, ETC.)\*  
3607' GL; 3623' RKB

19. ELEV. CASINGHEAD  
3609' GL

20. TOTAL DEPTH, MD & TVD  
10,372' TVD

21. PLUG, BACK T.D., MD & TVD  
8770'

22. IF MULTIPLE COMPL., HOW MANY\*  
1

23. INTERVALS DRILLED BY  
ROTARY TOOLS  
All

24. PRODUCING INTERVAL (S), OF THIS COMPLETION - TOP, BOTTOM NAME (MD AND TVD)\*  
L. Wolfcamp-Cisco-Canyon

25. WAS DIRECTIONAL SURVE MADE?  
Yes

26. TYPE ELECTRIC AND OTHER LOGS RUN  
Fracture Finder and Caliper Logs, Dual Induction Laterlog, Compensated Neutron, Formation Density

27. WAS WELL CORED?  
No

| CASING RECORD     |                 |           |           | (Report all strings set in well) |               |
|-------------------|-----------------|-----------|-----------|----------------------------------|---------------|
| CASING SIZE/GRADE | WEIGHT, LB./FT. | DEPTH SET | HOLE SIZE | TOP OF CEMENT                    | AMOUNT PULLED |
| 13-3/8"           | N/A             | 40'       | N/A       | Surface                          | None          |
| 8-5/8"            | 32              | 1995'     | 11        | Surface, 800 sx ClH              | None          |
| 5-1/2"            | 17              | 8869'     | 7-7/8"    | Surface, 1570 sx ClH and ClC     | None          |

| LINER RECORD |          |             |               | TUBING RECORD |        |                |
|--------------|----------|-------------|---------------|---------------|--------|----------------|
| SIZE         | TOP (MD) | BOTTOM (MD) | SACKS CEMENT* | SCREEN (MD)   | SIZE   | DEPTH SET (MD) |
|              |          |             |               |               | 3-1/2" | 7528'          |
|              |          |             |               |               |        | 7528'          |

| PERFORATION RECORD                    |  | ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC. |   |
|---------------------------------------|--|--|---|
| (Interval, size and number)           |  | DEPTH INTERVAL (MD)                        | AMOUNT AND KIND OF MATERIAL USED                                  |
| 7570'-7620', 7676'-7736', 7826'-7834' |  | 7570' to 8399'                             | 10,000 gallons 15% HCl, plus 4600 pounds of rock salt as diverter |
| 7858'-7880', 7886'-7904', 7916'-7936' |  |  |   |
| 7944'-7964', 7990'-8042', 8096'-8116' |  |  |   |
| 8191'-8201', 8304'-8319', 8395'-8399' |  |  |   |
| (2 ispf for total of 598 holes)       |  |  |   |

| DATE FIRST PRODUCTION | PRODUCTION METHOD   | WELL STATUS                   |
|-----------------------|---|-------------------------------|
| N/A                   | (Flowing, gas lift, pumping-size and type of pump)<br>N/A | (Producing or shut-in)<br>N/A |

| DATE OF TEST       | HOURS TESTED    | CHOKE SIZE              | PRODN. FOR TEST PERIOD | OIL-BBL. | GAS-MCF.   | WATER-BBL.             | GAS-OIL RATIO |
|--------------------|-----------------|-------------------------|------------------------|----------|------------|------------------------|---------------|
| N/A                | N/A             | N/A                     |                        |          |            |                        |               |
| FLOW, TUBING PRESS | CASING PRESSURE | 24-HOUR RATE CALCULATED | OIL-BBL.               | GAS-MCF. | WATER-BBL. | OIL GRAVITY-API (CORE) |               |
| N/A                | N/A             |                         |                        |          |            | ---                    |               |

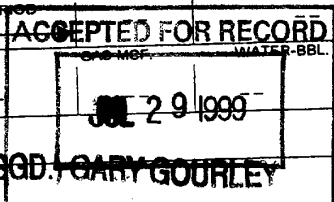
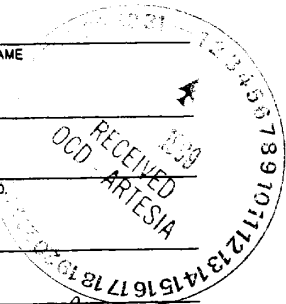
34. DISPOSITION OF (Solid, used for fuel, vented, etc.)  
N/A

35. LIST OF ATTACHMENTS  
Deviation Report

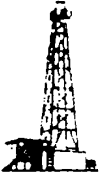
36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records.

SIGNED David Moore TITLE Env. Mgr. DATE 7/19/99

(See Instructions and Spaces for Additional Data on Reverse Side)  
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 representations as to any matter within its jurisdiction



ORIG. SGD. GARY GOURLEY



# Patterson Drilling Company

410 N. Loraine Street — (915) 682-9401  
Midland, Texas 79701

RECEIVED  
1999 JUL 21 10 03 AM  
BUREAU OF LAND MGMT.  
WILSONS RESOURCE AREA

## RECEIVED

JUN 04 1999

SUBSURFACE TECHNOLOGY, INC.

June 2, 1999

Drilling Department  
Subsurface Construction Corporation  
7020 Port West, Ste 100  
Houston, TX 77024

RE: Inclination Report  
Navajo WDW-2  
Sec 12; T-18-S; R-27-E

Gentlemen:

The following is an inclination survey on the above referenced well located in Eddy County, New Mexico:

2898' - 0.25  
3838' - 0.25  
4783' - 0.50  
6106' - 0.75  
6633' - 0.50

Sincerely,

*Rebecca Edwards*

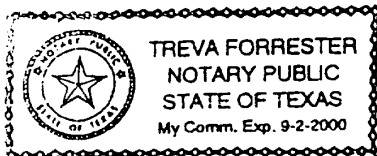
Rebecca A. Edwards  
Administrative Assistant

STATE OF TEXAS            )  
  )  
COUNTY OF MIDLAND    )

The foregoing was acknowledged before me this 2<sup>nd</sup> day of June, 1999 by Rebecca A. Edwards.

MY COMMISSION EXPIRES:

*Treva Forrester*  
\_\_\_\_\_  
NOTARY PUBLIC



TELEPHONE  
(505) 748-3311

EASYLINK  
62905278



## REFINING COMPANY

501 EAST MAIN STREET • P. O. BOX 159  
ARTESIA, NEW MEXICO 88211-0159

July 19, 1999

FAX

(505) 746-6410 ACCTG  
(505) 746-6155 EXEC  
(505) 748-9077 ENGR  
(505) 746-4438 P / L

Mr. James Amos  
United States Department of the Interior  
Bureau of Land Management  
P.O. Box 1778  
Roswell, NM 88220

**RE: Well Completion Report for Navajo's WDW-2i in E-12-T18S, R27E**

Dear Mr. Amos,

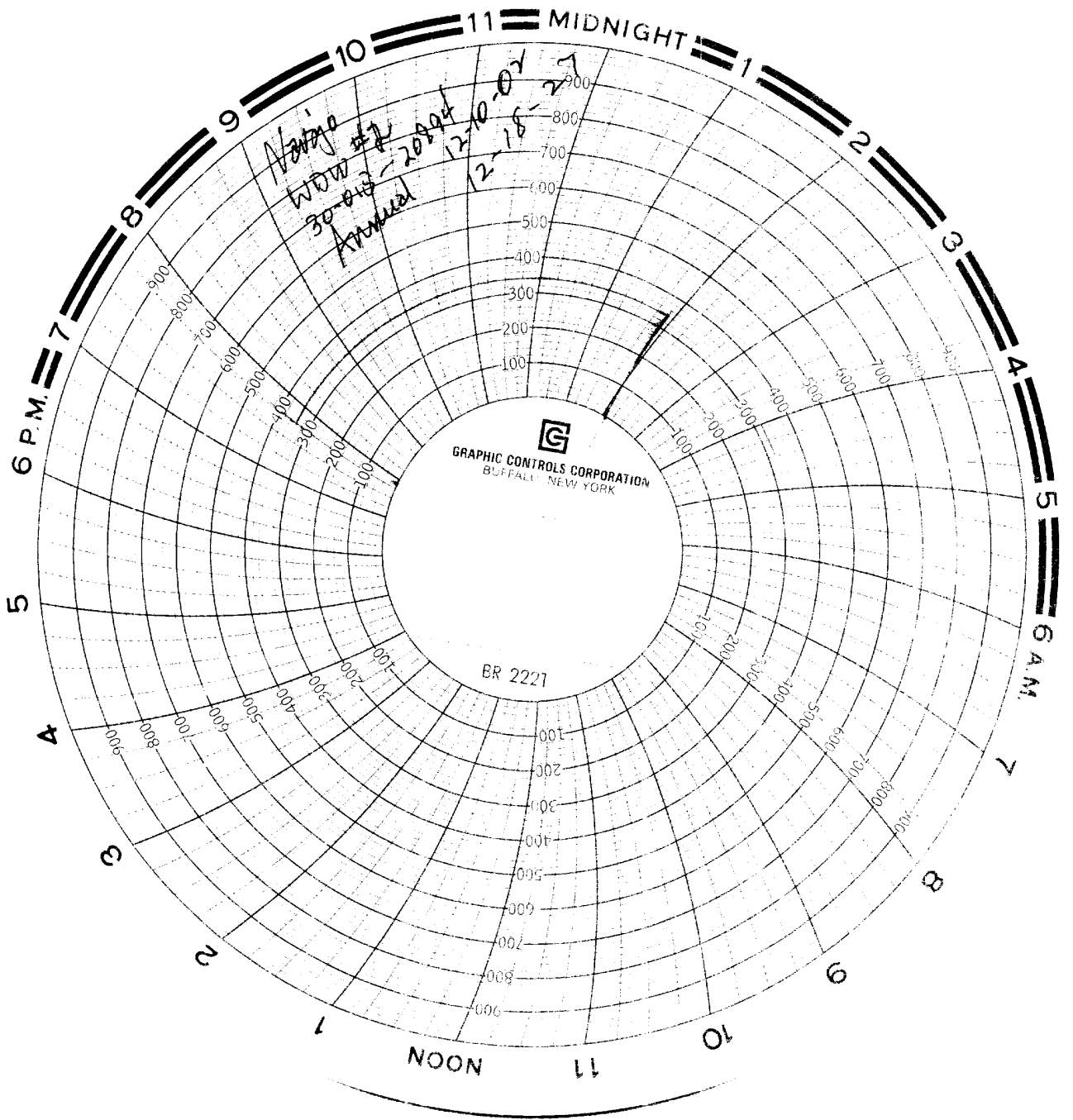
Enclosed, please find two (2) copies of form OMB Form 1004-0137 pertaining to our WDW-2 injection well. If there are any questions concerning this submission, please call me at 505-748-3311. Thank you for your time in this matter.

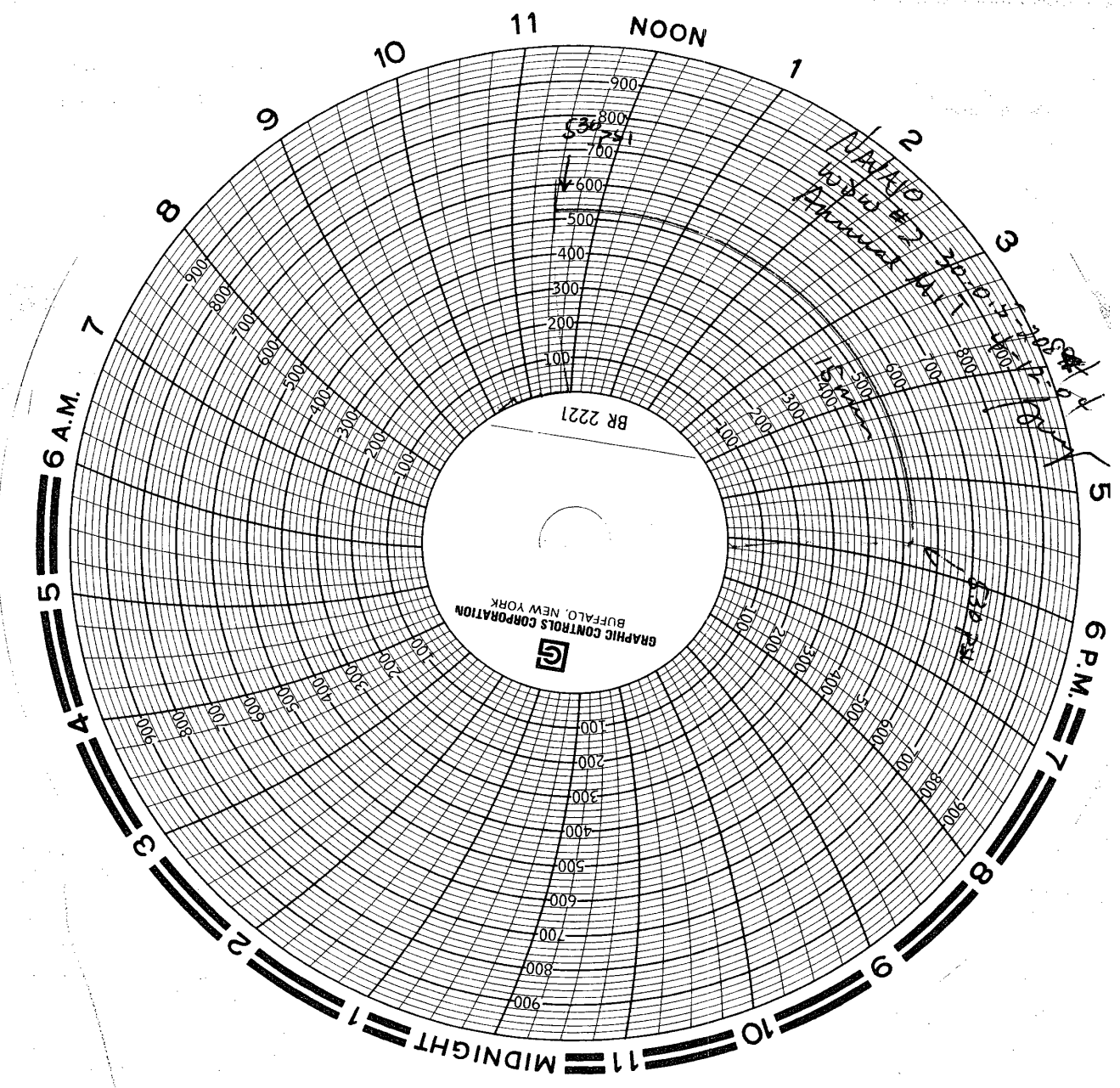
Sincerely,  
NAVAJO REFINING COMPANY

Darrell Moore  
Environmental Mgr. for Water and Waste

Encl.

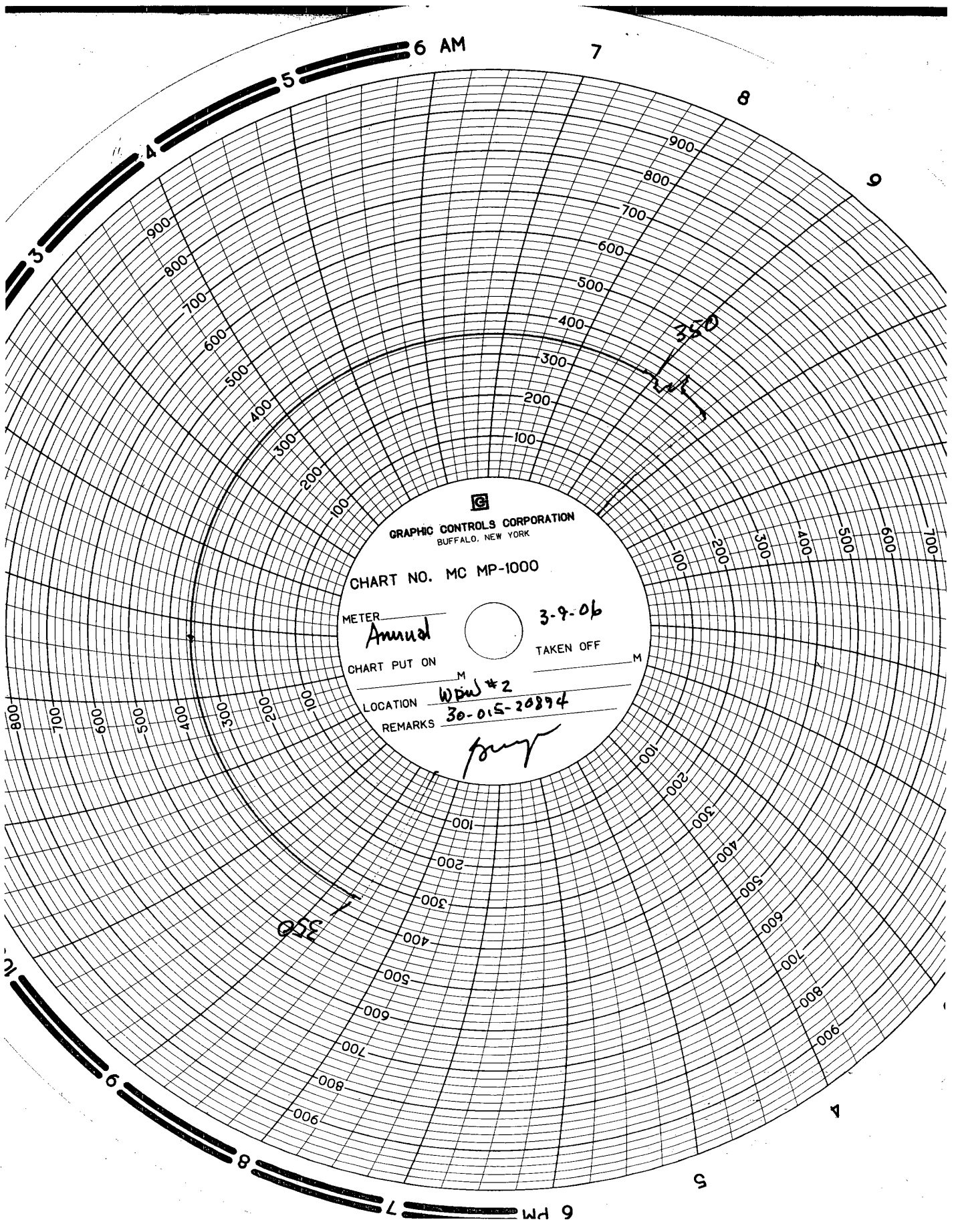
RECEIVED  
1999 JUL 21 A 10:23  
BUREAU OF LAND MGMT.  
LAND AND RESOURCE AREA

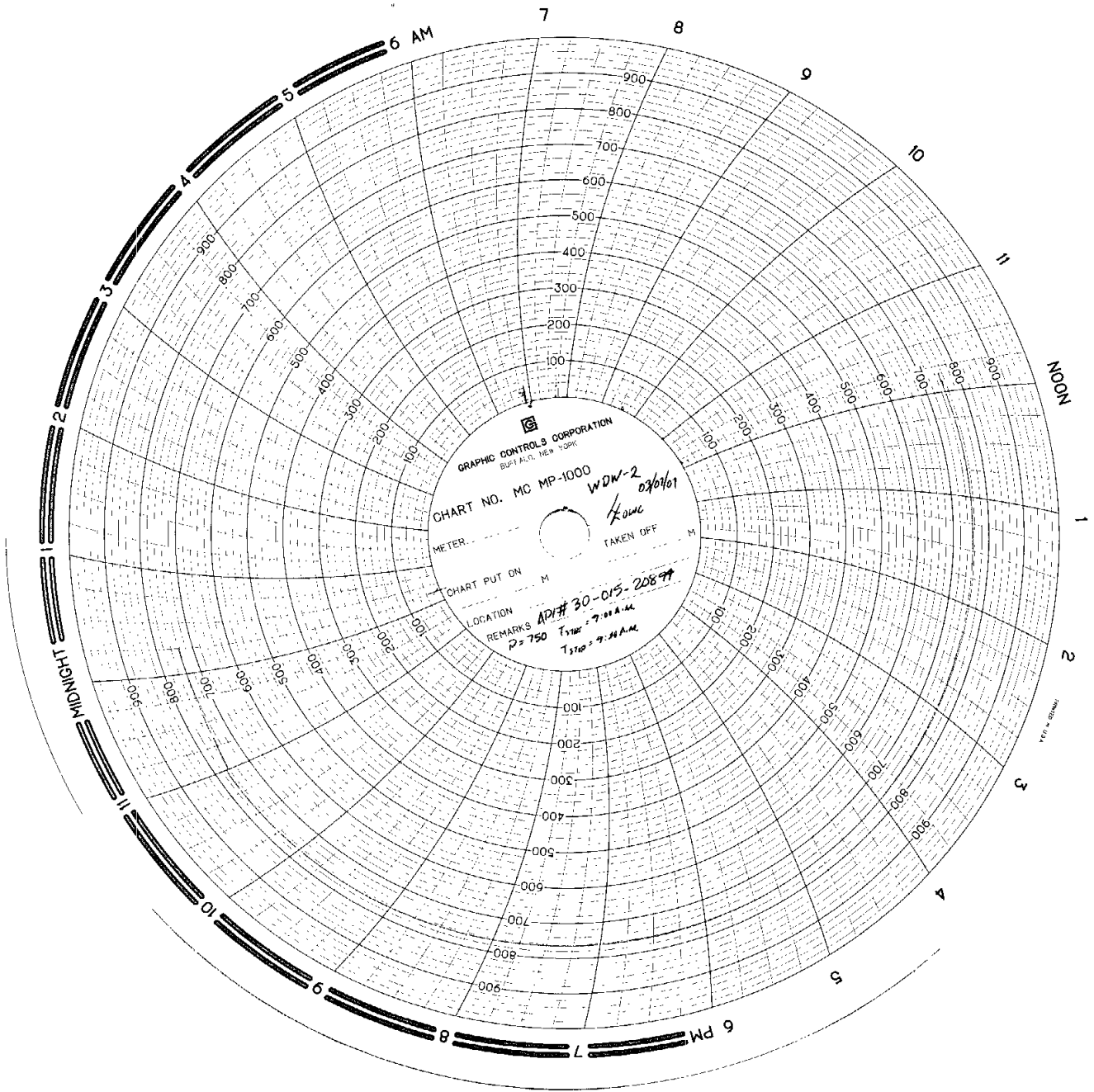




RECEIVED  
APR 15 2004  
OEB-ARTESIA







GRAPHIC CONTROLS CORPORATION  
BUFF ALA. NEW YORK

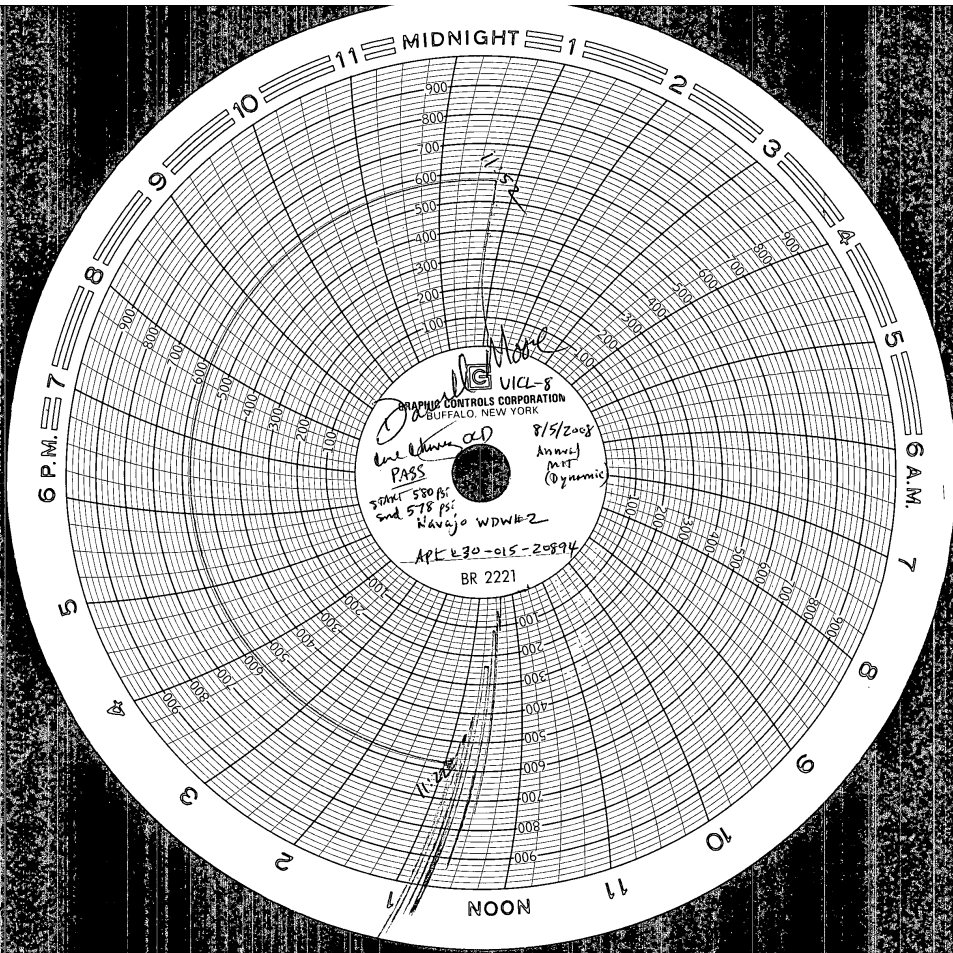
CHART NO. MC MP-1000  
WDW-2  
02/07/01

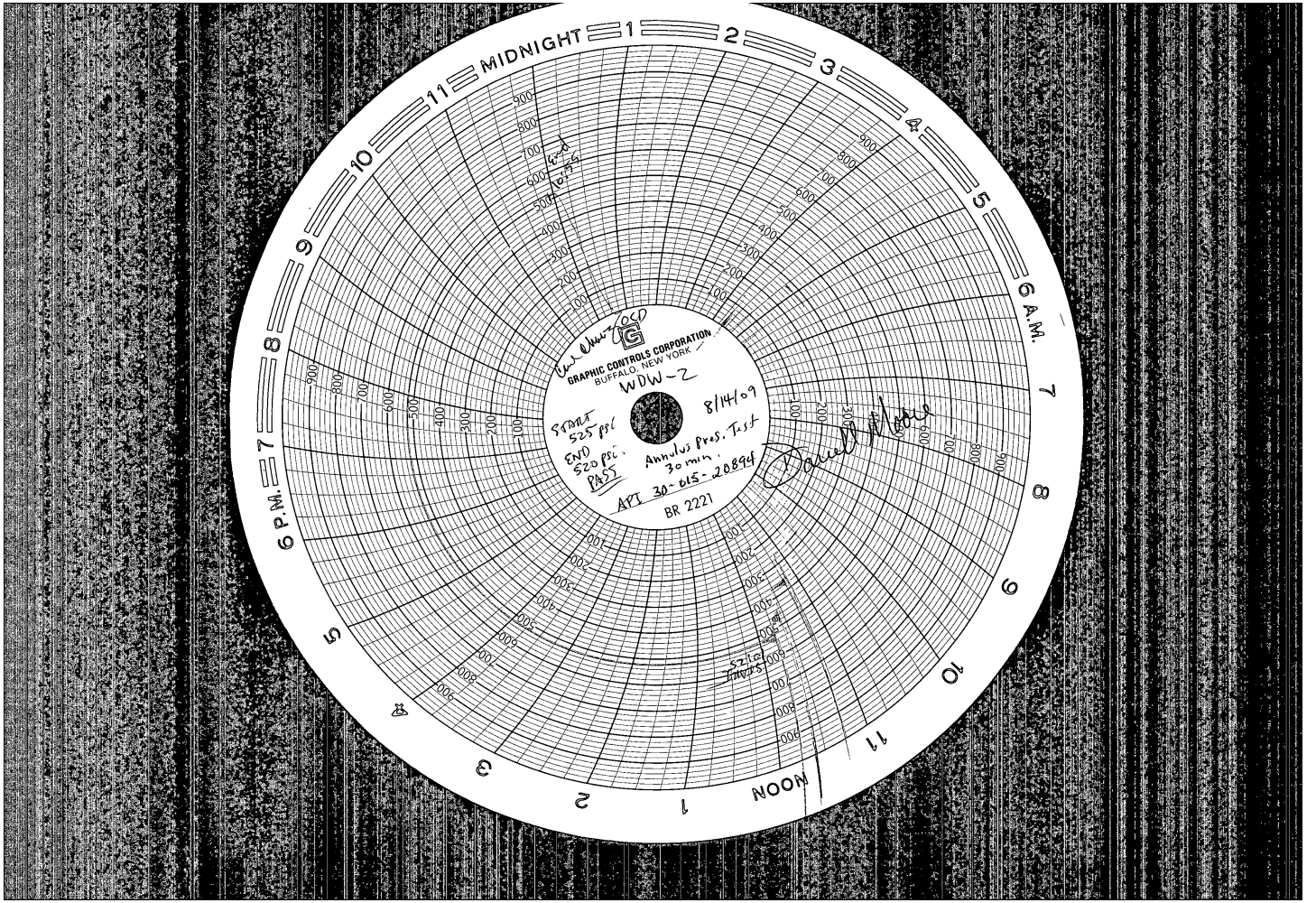
METER. *Kowc* TAKEN OFF

CHART PUT ON M

LOCATION

REMARKS ADP# 30-015-20899  
P=750  
TSTD=7.00A.M.  
TSTD=9.00A.M.





## Chavez, Carl J, EMNRD

---

**From:** Chavez, Carl J, EMNRD  
**Sent:** Thursday, August 12, 2010 1:55 PM  
**To:** 'Moore, Darrell'; Dade, Randy, EMNRD  
**Cc:** Lackey, Johnny  
**Subject:** RE: Mechanical Integrity Tests

Darrell:

OCD confirms that the annual MITs performed on WDW-1 (UICI-8) and WDW-2 (UICI-8-1) passed.

Thank you.

Carl J. Chavez, CHMM  
New Mexico Energy, Minerals & Natural Resources Dept.  
Oil Conservation Division, Environmental Bureau  
1220 South St. Francis Dr., Santa Fe, New Mexico 87505  
Office: (505) 476-3490  
Fax: (505) 476-3462  
E-mail: [CarlJ.Chavez@state.nm.us](mailto:CarlJ.Chavez@state.nm.us)  
Website: <http://www.emnrd.state.nm.us/ocd/index.htm>  
(Pollution Prevention Guidance is under "Publications")

---

**From:** Moore, Darrell [<mailto:Darrell.Moore@hollycorp.com>]  
**Sent:** Thursday, August 12, 2010 10:39 AM  
**To:** Chavez, Carl J, EMNRD; Dade, Randy, EMNRD  
**Cc:** Lackey, Johnny  
**Subject:** MIT's

Carl

Attached, please find the charts for the MIT's that were performed on our Injection wells WDW-1 and WDW-2 today. Both wells passed the Mechanical Integrity Tests with no drop off in pressure. As you know, the MIT on WDW-3 was performed earlier in the year and was submitted to OCD. In addition, there was no pressure on either of the well's bradenhead. If there are any questions concerning this submission, please call me or email me. Thank you.

Darrell Moore  
Environmental Manager for Water and Waste  
Navajo Refining Company, LLC  
Phone Number 575-746-5281  
Cell Number 575-703-5058  
Fax Number 575-746-5451

**CONFIDENTIAL**

This e-mail message and all corresponding e-mail messages, including all attachments, are intended solely for the individual(s) named above. They contain confidential and/or proprietary information. Do not forward, copy, distribute or otherwise relay the messages or their content to any individual without first contacting the sender of this message. If you have received this e-mail message in error, do not read, forward, copy or distribute it or any of its content to anyone. In addition, please notify the sender that you have received this message immediately by return e-mail and delete it.

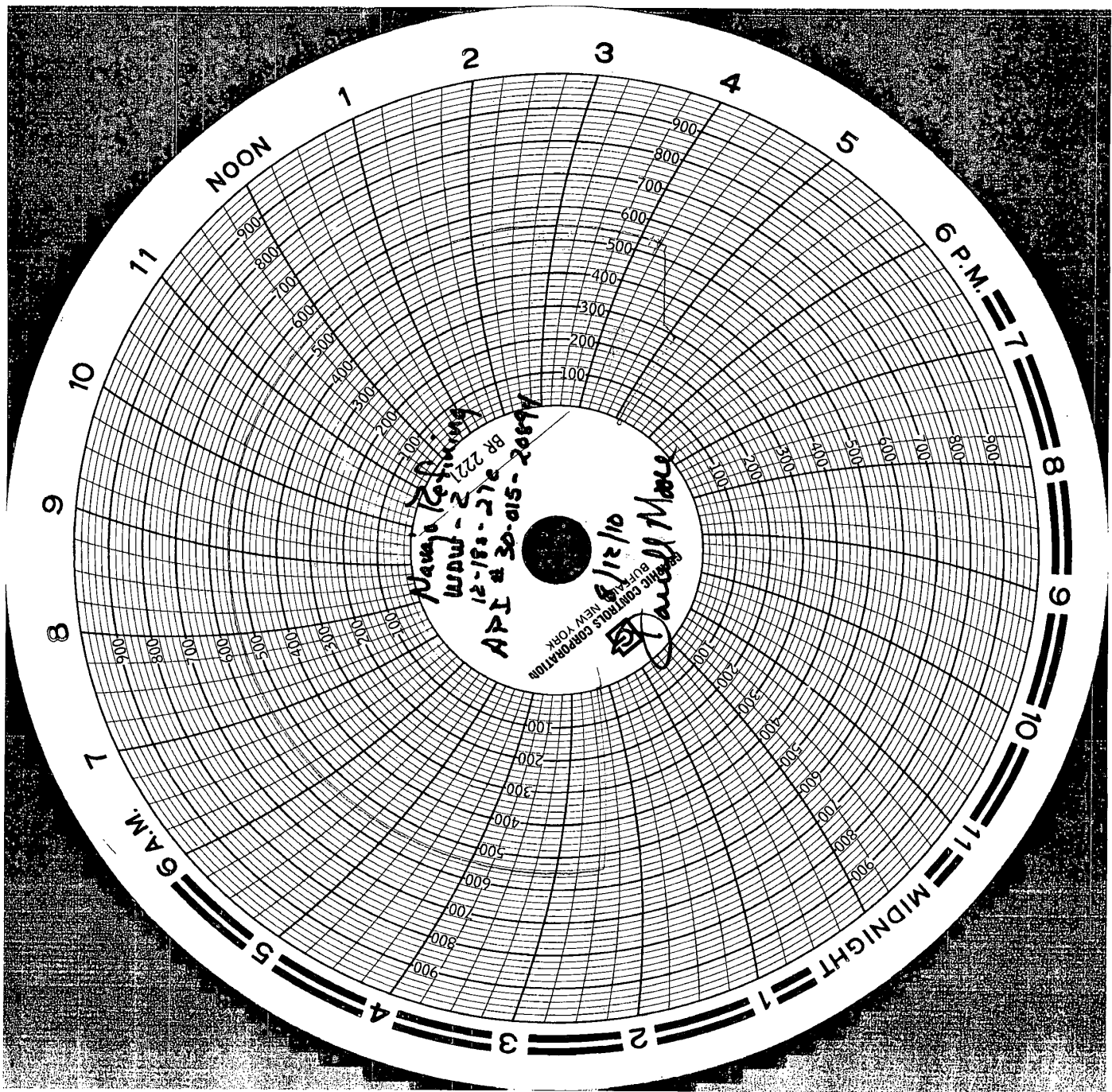


Please consider the environment before printing this e-mail.

---

**CONFIDENTIALITY NOTICE:** This e-mail, and any attachments, may contain information that is privileged, proprietary and/or confidential. If you received this message in error, please advise the sender immediately by reply e-mail and do not retain any paper or electronic copies of this message or any

attachments. Unless expressly stated, nothing contained in this message should be construed as a digital or electronic signature or a commitment to a binding agreement.



**Chavez, Carl J, EMNRD**

---

**From:** Chavez, Carl J, EMNRD  
**Sent:** Thursday, August 12, 2010 1:55 PM  
**To:** 'Moore, Darrell'; Dade, Randy, EMNRD  
**Cc:** Lackey, Johnny  
**Subject:** RE: Mechanical Integrity Tests

Darrell:

OCD confirms that the annual MITs performed on WDW-1 (UICI-8) and WDW-2 (UICI-8-1) passed.

Thank you.

Carl J. Chavez, CHMM  
New Mexico Energy, Minerals & Natural Resources Dept.  
Oil Conservation Division, Environmental Bureau  
1220 South St. Francis Dr., Santa Fe, New Mexico 87505  
Office: (505) 476-3490  
Fax: (505) 476-3462  
E-mail: [CarlJ.Chavez@state.nm.us](mailto:CarlJ.Chavez@state.nm.us)  
Website: <http://www.emnrd.state.nm.us/ocd/index.htm>  
(Pollution Prevention Guidance is under "Publications")

---

**From:** Moore, Darrell [mailto:[Darrell.Moore@hollycorp.com](mailto:Darrell.Moore@hollycorp.com)]  
**Sent:** Thursday, August 12, 2010 10:39 AM  
**To:** Chavez, Carl J, EMNRD; Dade, Randy, EMNRD  
**Cc:** Lackey, Johnny  
**Subject:** MIT's

Carl

Attached, please find the charts for the MIT's that were performed on our Injection wells WDW-1 and WDW-2 today. Both wells passed the Mechanical Integrity Tests with no drop off in pressure. As you know, the MIT on WDW-3 was performed earlier in the year and was submitted to OCD. In addition, there was no pressure on either of the well's bradenhead. If there are any questions concerning this submission, please call me or email me. Thank you.

Darrell Moore  
Environmental Manager for Water and Waste  
Navajo Refining Company, LLC  
Phone Number 575-746-5281  
Cell Number 575-703-5058  
Fax Number 575-746-5451

CONFIDENTIAL  
This e-mail message and all corresponding e-mail messages, including all attachments, are intended solely for the individual(s) named above. They contain confidential and/or proprietary information. Do not forward, copy, distribute or otherwise relay the messages or their content to any individual without first contacting the sender of this message. If you have received this e-mail message in error, do not read, forward, copy or distribute it or any of its content to anyone. In addition, please notify the sender that you have received this message immediately by return e-mail and delete it.



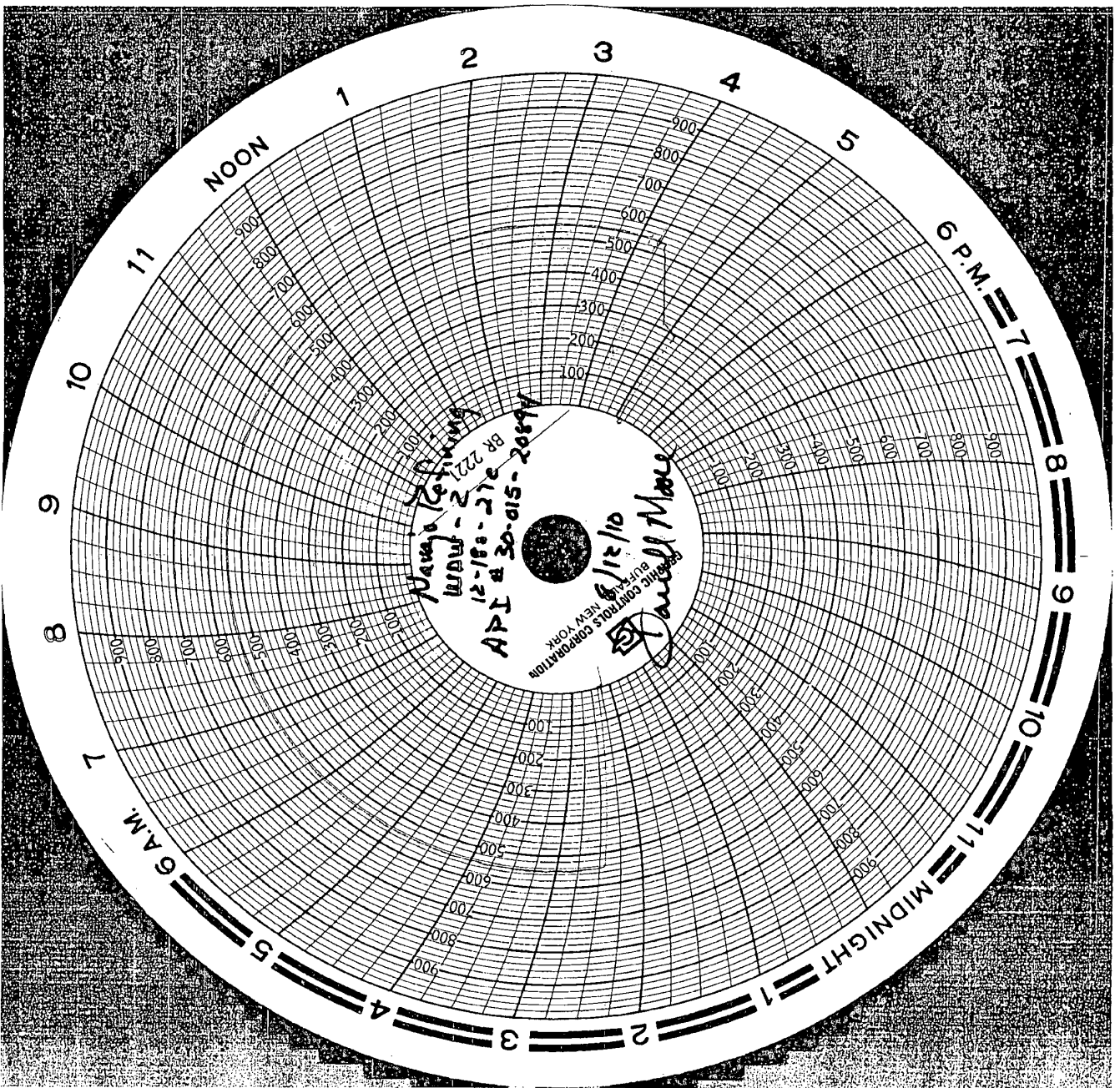
Please consider the environment before printing this e-mail.

---

CONFIDENTIALITY NOTICE: This e-mail, and any attachments, may contain information that is privileged, proprietary and/or confidential. If you received this message in error, please advise the sender immediately by reply e-mail and do not retain any paper or electronic copies of this message or any



attachments. Unless expressly stated, nothing contained in this message should be construed as a digital or electronic signature or a commitment to a binding agreement.



Submit 1 Copy To Appropriate District Office  
 District I - (575) 393-6161  
 1625 N French Dr, Hobbs, NM 88240  
 District II - (575) 748-1283  
 811 S First St, Artesia, NM 88210  
 District III - (505) 334-6178  
 1000 Rio Brazos Rd, Aztec, NM 87410  
 District IV - (505) 476-3460  
 1220 S St Francis Dr, Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 Revised August 1, 2011

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

|   |
|---|
| WELL API NO.<br><b>30-015-20894</b>   |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No. <b>6852</b>  |
| 7. Lease Name or Unit Agreement Name<br><b>Chukka WDW-2</b>   |
| 8. Well Number <b>WDW-2</b>   |
| 9. OGRID Number   |
| 10. Pool name or Wildcat: <b>Navajo Permo-Penn 96918</b>  |

**SUNDRY NOTICES AND REPORTS ON WELLS**  
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS)

1. Type of Well: Oil Well  Gas Well  Other **Injection Well**

2. Name of Operator  
**Navajo Refining Company**

3. Address of Operator  
**Post Office Box 159, Artesia, New Mexico 88211**

4. Well Location  
 Unit Letter **E** : **1980** feet from the **North** line and **660** feet from the **West** line  
 Section **12** Township **18S** Range **27E** NMPM County **Eddy**

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
**3607' GL, 3623' RKB**

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

|   |  |
|---|--|
| <p><b>NOTICE OF INTENTION TO:</b></p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/></p> <p>DOWNHOLE COMMINGLE <input type="checkbox"/></p> <p>OTHER: PERFORM PRESSURE FALLOFF TEST, ANNULUS PRESSURE TEST<br/> <input checked="" type="checkbox"/></p> | <p><b>SUBSEQUENT REPORT OF:</b></p> <p>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/></p> <p>CASING/CEMENT JOB <input type="checkbox"/></p> <p>OTHER: <input type="checkbox"/></p> |
|---|--|

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

**October 17, 2011** - Perform an annulus pressure test with an initial pressure of 600 psig and run the test for 30 minutes. Install bottomhole gauges into WDW-1, WDW-2, and WDW-3 by 11:45am. Continue injection into all three wells.

**October 18, 2011** - Continue injection into all three wells.

**October 19, 2011** - At 12:15pm, the offset wells WDW-1 and WDW-3 will be shut-in. A constant injection rate will be established for WDW-2 and continue for a 30 hour injection period. Do not exceed 1000 psig wellhead pressure.

**October 20, 2011** - At 7:00pm, WDW-2 will be shut in for a 30-hour falloff period. WDW-1 and WDW-3 will remain shut-in.

**October 21, 2011** - All three wells will continue to be shut in while monitoring falloff pressure in all three wells.

**October 22, 2011** - At 7:00am, acquire downhole pressure gauges from all three wells. Tag bottom of fill and come out of hole very slowly, making 7-minute gradient stops while coming out of the WDW-2 every 1000 feet (7000 ft, 6000 ft, 5000 ft, 4000 ft, 3000 ft, 2000 ft, 1000 ft, surface). Run in hole with a temperature tool and conduct temperature survey from the surface to the top of the fill. Turn the wells back to Navajo personnel.

*RDade 10/11/11*  
 Accepted for record  
 NMOCD

**RECEIVED**  
 OCT 07 2011  
 NMOCD ARTESIA

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Timothy Jones TITLE Project Engineer DATE 10/3/2011  
Type or print name Timothy Jones E-mail address: tjones@subsurfacegroup.com PHONE: 713-880-4640  
**For State Use Only**

APPROVED BY: \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
Conditions of Approval (if any): \_\_\_\_\_

Submit 1 Copy To Appropriate District Office  
 District I - (575) 393-6161  
 1625 N. French Dr., Hobbs, NM 88240  
 District II - (575) 748-1283  
 811 S. First St., Artesia, NM 88210  
 District III - (505) 334-6178  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV - (505) 476-3460  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 Revised August 1, 2011

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

|  |  |
|--|--|
| WELL API NO.<br><b>30-015-20894</b>  |  |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>  |  |
| 6. State Oil & Gas Lease No. <b>6852</b>   |  |
| 7. Lease Name or Unit Agreement Name<br><b>Chukka WDW-2</b>  |  |
| 8. Well Number <b>WDW-2</b>  |  |
| 9. OGRID Number  |  |
| 10. Pool name or Wildcat: <b>Navajo Permo-Penn 96918</b>   |  |
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)<br>1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <b>Injection Well</b> |  |
| 2. Name of Operator<br><b>Navajo Refining Company</b>  |  |
| 3. Address of Operator<br><b>Post Office Box 159, Artesia, New Mexico 88211</b>  |  |
| 4. Well Location<br>Unit Letter <b>E</b> : <b>1980</b> feet from the <b>North</b> line and <b>660</b> feet from the <b>West</b> line<br>Section <b>12</b> Township: <b>18S</b> Range <b>27E</b> NMPM County <b>Eddy</b>  |  |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br><b>3607' GL, 3623' RKB</b>   |  |

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

|  |   |
|--|---|
| <b>NOTICE OF INTENTION TO:</b><br>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/><br>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/><br>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/><br>DOWNHOLE COMMINGLE <input type="checkbox"/><br><br>OTHER: PERFORM PRESSURE FALLOFF TEST, ANNULUS PRESSURE TEST<br><input checked="" type="checkbox"/> | <b>SUBSEQUENT REPORT OF:</b><br>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/><br>COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/><br>CASING/CEMENT JOB <input type="checkbox"/><br><br>OTHER: <input type="checkbox"/> |
|--|---|

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

**October 17, 2011** - Perform an annulus pressure test with an initial pressure of 600 psig and run the test for 30 minutes. Install bottomhole gauges into WDW-1, WDW-2, and WDW-3 by 11:45am. Continue injection into all three wells.  
**October 18, 2011** - Continue injection into all three wells.  
**October 19, 2011** - At 12:15pm, the offset wells WDW-1 and WDW-3 will be shut-in. A constant injection rate will be established for WDW-2 and continue for a 30 hour injection period. Do not exceed 1000 psig wellhead pressure.  
**October 20, 2011** - At 7:00pm, WDW-2 will be shut in for a 30-hour falloff period. WDW-1 and WDW-3 will remain shut-in.  
**October 21, 2011** - All three wells will continue to be shut in while monitoring falloff pressure in all three wells.  
**October 22, 2011** - At 7:00am, acquire downhole pressure gauges from all three wells. Tag bottom of fill and come out of hole very slowly, making 7-minute gradient stops while coming out of the WDW-2 every 1000 feet (7000 ft, 6000 ft, 5000 ft, 4000 ft, 3000 ft, 2000 ft, 1000 ft, surface). Run in hole with a temperature tool and conduct temperature survey from the surface to the top of the fill. Turn the wells back to Navajo personnel.

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Timothy Jones TITLE Project Engineer DATE 10/3/2011  
Type or print name Timothy Jones E-mail address: tjones@subsurfacegroup.com PHONE: 713-580-4640  
**For State Use Only**

APPROVED BY: Carl J. Chavez TITLE Environmental Engineer DATE 10/19/2011  
Conditions of Approval (if any): See e-mail conditions dated 10/19/2011 attached to WOW-1.

## Chavez, Carl J, EMNRD

---

**From:** Chavez, Carl J, EMNRD  
**Sent:** Wednesday, October 19, 2011 4:06 PM  
**To:** 'Moore, Darrell'  
**Cc:** Sanchez, Daniel J., EMNRD; VonGonten, Glenn, EMNRD; Dade, Randy, EMNRD  
**Subject:** Navajo Refining Company UIC Class I (NH) Injection Wells WDWs 1, 2 & 3 (UICI-008) Fall Off Test Plan (August 2011)

Darrell:

The New Mexico Oil Conservation Division (OCD) is in receipt of your above subject test plan. OCD has already approved the Fall-Off Test (FOT) Plan with conditions on July 28, 2009. The OCD notes that it is also in the process of reviewing C-103s Sundry Notices for the upcoming FOTs.

OCD observes some changes in this FOT Plan submittal that are not acceptable to the OCD. For example, Exhibit 1 is not an acceptable exhibit to the OCD for reasons specified in the 2010 FOT report review and later during the May 2011 meeting in Santa Fe. However, the operator continues to submit exhibits with certain assumptions that have not been accepted or approved by the OCD; i.e., that the injection wells are show interconnection with the injection zone during past FOTs. Perhaps the operator can conduct the 2011 FOT with the information and exhibits needed to prove the interconnection of injection wells with the injection zone? The Certified PE should provide the exhibits in the 2011 FOT Report with the analysis and conclusions supporting any claims for the OCD to review and consider before approving. This is apparently a FOT frequency per well issue that the operator is attempting to prove.

The OCD provides the following comments, observations, and/or recommendations on the above subject plan below.

Comments:

- The OCD approved the original Fall-Off Test (FOT) Plan based on OCD Guidance dated December 3, 2007. There should not be any significant changes to this FOT Plan because it is flexible where needed to allow operators to implement it on each injection well.
- OCD likes to be notified to witness the installation of bottom hole gauges and to be present at least one hour before injection shut-off and commencement of FOT monitoring.
- OCD is concerned about the Section VI No. 1(e) WDW-3 Cement Bond Log quality being poor from 900 ft. to 1200 ft- especially at the depths: 2662 – 2160; 4876 – 5372; and 6750 – 7600 ft. micro annulus scenario.

Observations:

- Section V No. 2: The objective of the FOT is NOT to achieve or limit a 100 psig pressure differential before vs. after FOT injection vs. shut-off, but it is a minimum pressure differential that OCD stipulates in its guidance for a successful FOT and injection zone that may still continue to be utilized for disposal, i.e., not too pressured up and subject to continued fracturing under daily allowed maximum surface injection pressure operational limits.
- Section V No. 7 and Exhibit 1: OCD observes a bottom hole pressure chart for WDWs 1, 2 and 3 at 7660 feet that the operator presented in the 2010 FOT and again during a May 2011 meeting in Santa Fe, New Mexico to show the interconnection between injection wells and the injection formation. The OCD had commented that there was no explanation or conclusion provided from the Certified PE who conducted and completed the 2010 FOT report that supports the operator's claim that all injection wells are interconnected based on Exhibit 1.

Furthermore, the OCD requested a statement or information supporting the operator's claim by the Certified PE, but never received one. At the meeting, the OCD explained that based on Exhibit 1, there was no support for the claim. In order to make the interconnection determination, during each FOT at each well and off-set injection wells (WDWs not being FOT'd) before and throughout the FOT would need bottom hole pressures monitored in tandem at each well location to establish the interconnectivity of the injection wells with the receiving injection formation under a uniform time scale. This would be a chart that could be plotted that would show during the test the interconnectivity of the wells for each FOT. The OCD doubts that the operator can make the case for interconnectivity between injection wells and injection formation because of the significant distance between the injection wells and fact that sedimentation in formation varies laterally and uniformity in sedimentation, saturated porosity and permeability due to variation in sedimentation would by chance make the injection formation aerially extensive and uniform over a 3 to 5 mile radius from each injection well. Also, even if by chance there was

uniformity over the mileage specified, the distance between injection wells and corresponding pressure would likely not be observed.

- Exhibit 6: OCD observes in Section B a proposed MIT once every 5 years. OCD's UIC Program requires annual MITs and/or after down hole work is performed on a well.

Recommendations:

- Operator is running survey logs to the bottom of fill or below USDW (fresh water) zones, which excludes an evaluation of casing in the fresh water zone. Please run logs up to surface.
- Be sure to also record and provide injection flow rate and pressure leading up to shut-off and monitoring throughout the FOT monitoring period. OCD needs to confirm that a pseudo steady-state condition was achieved before shut-off. This data is also needed for software modeling of the FOT.
- Please provide electronic data from the FOTs at each well in order for the OCD to run its software model to confirm the results in the report.
- Section V No. 13: Surface pressure monitoring and Horner Plot during injection should be used to confirm radial flow condition is achieved instead of waiting a set period if operator wishes to reduce the injection period.

**Disclaimer:** *Please be advised that OCD has already approved with conditions Navajo Refining Company's Fall-Off Test (FOT) Plan on July 28, 2009, and is not providing approval of this FOT Plan; however, comments, observations and recommendations herein should help Navajo Refining Company understand the OCD's concerns based on the submittal.*

Please contact me if you have questions. Thank you.

Carl J. Chavez, CHMM  
New Mexico Energy, Minerals & Natural Resources Dept.  
Oil Conservation Division, Environmental Bureau  
1220 South St. Francis Dr., Santa Fe, New Mexico 87505  
Office: (505) 476-3490  
Fax: (505) 476-3462

E-mail: [CarlJ.Chavez@state.nm.us](mailto:CarlJ.Chavez@state.nm.us)

Website: <http://www.emnrd.state.nm.us/ocd/>

"Why not Prevent Pollution; Minimize Waste; Reduce the Cost of Operations; & Move Forward with the Rest of the Nation?" To see how, go to "Pollution Prevention & Waste Minimization" at: <http://www.emnrd.state.nm.us/ocd/environmental.htm#environmental>)



**This page could not be displayed  
in the View All.**

**This page could not be displayed  
in the View All.**

Submit 1 Copy To Appropriate District Office  
 District I - (575) 393-6161  
 1625 N. French Dr., Hobbs, NM 88240  
 District II - (575) 748-1283  
 811 S. First St., Artesia, NM 88210  
 District III - (505) 334-6178  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV - (505) 476-3460  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 Revised August 1, 2011

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

|  |
|--|
| WELL API NO.<br>30-015-20894   |
| 5. Indicate Type of Lease<br>STATE <input type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.   |
| 7. Lease Name or Unit Agreement Name<br>BLM  |
| 8. Well Number WDW-2   |
| 9. OGRID Number  |
| 10. Pool name or Wildcat<br>Lwr Wolfcamp-Cisco-Canyon Inj. Zone                          |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br>GL: 3,607 feet, RKB: 3,6223 feet   |

**SUNDRY NOTICES AND REPORTS ON WELLS**  
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well  Gas Well  Other (Class 1 NH Injection Well)

2. Name of Operator  
Navajo Refining Company L.L.C.

3. Address of Operator  
501 East Main Street, Artesia, NM

4. Well Location  
 Unit Letter: 1980 feet from the North line and 660 feet from the West line  
 Section 12 Township 18 S Range 27 E NMPM County Eddy

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

|   |   |  |  |
|---|---|--|--|
| <b>NOTICE OF INTENTION TO:</b>                            |   | <b>SUBSEQUENT REPORT OF:</b>                     |  |
| PERFORM REMEDIAL WORK <input checked="" type="checkbox"/> | PLUG AND ABANDON <input type="checkbox"/> | REMEDIAL WORK <input type="checkbox"/>           | ALTERING CASING <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/>              | CHANGE PLANS <input type="checkbox"/>     | COMMENCE DRILLING OPNS. <input type="checkbox"/> | P AND A <input type="checkbox"/>         |
| PULL OR ALTER CASING <input type="checkbox"/>             | MULTIPLE COMPL <input type="checkbox"/>   | CASING/CEMENT JOB <input type="checkbox"/>       |  |
| DOWNHOLE COMMINGLE <input type="checkbox"/>               |   |  |  |
| OTHER: <input type="checkbox"/>                           |   | OTHER: <input type="checkbox"/>                  |  |

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Navajo proposes to add perforations in the existing injection interval at 7800 feet – 7830 feet, 8050 feet – 8290 feet. These perforations would be added in the existing, approved, injection interval in Chukka WDW-2.

NOTE: Work is proposed to be performed in July 2013.

Spud Date:  Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Timothy Jones TITLE Project Engineer DATE 6-13-2013  
 Type or print name Timothy Jones E-mail address: tjones@subsurfacegroup.com  
 PHONE: 713-880-4640

**For State Use Only**

APPROVED BY: Carol Chavez TITLE Environmental Engineer DATE 6/18/2013  
 Conditions of Approval (if any):



Submit 1 Copy To Appropriate District Office  
 District I - (575) 393-6161  
 1625 N. French Dr., Hobbs, NM 88240  
 District II - (575) 748-1283  
 811 S. First St., Artesia, NM 88210  
 District III - (505) 334-6178  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV - (505) 476-3460  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 Revised August 1, 2011

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

|   |  |  |
|---|--|--|
| <b>SUNDRY NOTICES AND REPORTS ON WELLS</b><br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) |  | WELL API NO.<br>30-015-20894   |
| 1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other (Class 1 NH Injection Well)  |  | 5. Indicate Type of Lease<br>STATE <input type="checkbox"/> FEE <input type="checkbox"/> |
| 2. Name of Operator<br>Navajo Refining Company L.L.C.   |  | 6. State Oil & Gas Lease No.   |
| 3. Address of Operator<br>501 East Main Street, Artesia, NM   |  | 7. Lease Name or Unit Agreement Name<br>BLM  |
| 4. Well Location<br>Unit Letter: 1980 feet from the North line and 660 feet from the West line<br>Section 12 Township 18 S Range 27 E NMPM County Eddy  |  | 8. Well Number WDW-2   |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br>GL: 3,607 feet, RKB: 3,6223 feet  |  | 9. OGRID Number  |
|   |  | 10. Pool name or Wildcat<br>Lwr Wolfcamp-Cisco-Canyon Inj. Zone                          |

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

|  |  |  |  |
|--|--|--|--|
| <b>NOTICE OF INTENTION TO:</b><br>PERFORM REMEDIAL WORK <input checked="" type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/><br>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/><br>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL. <input type="checkbox"/><br>DOWNHOLE COMMINGLE <input type="checkbox"/> |  | <b>SUBSEQUENT REPORT OF:</b><br>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/><br>COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/><br>CASING/CEMENT JOB <input type="checkbox"/> |  |
| OTHER: <input type="checkbox"/>  |  | OTHER: <input type="checkbox"/>  |  |

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

A caliper survey will be conducted on the 3-1/2-inch injection tubing. The caliper survey is scheduled to be performed on June 19, 2013.

Navajo will conduct an acid stimulation of the injection interval in the WDW-2 to increase injectivity into the permitted injection zone. The stimulation fluid will consist of 20,244 gallons of 15% HCl acid injected into the perforated interval of 7,270 to 8,894 feet RKB. The acid will be injected into the well using coil tubing equipment.

NOTE: Work is expected to be performed in June and July 2013.

Spud Date:  Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Timothy Jones TITLE Project Engineer DATE 6-13-2013

Type or print name Timothy Jones E-mail address: tjones@subsurfacegroup.com  
 PHONE: 713-880-4640

**For State Use Only**

APPROVED BY: Corey Chantey TITLE Environmental Engineer DATE 6/18/2013  
 Conditions of Approval (if any):

# SUBSURFACE

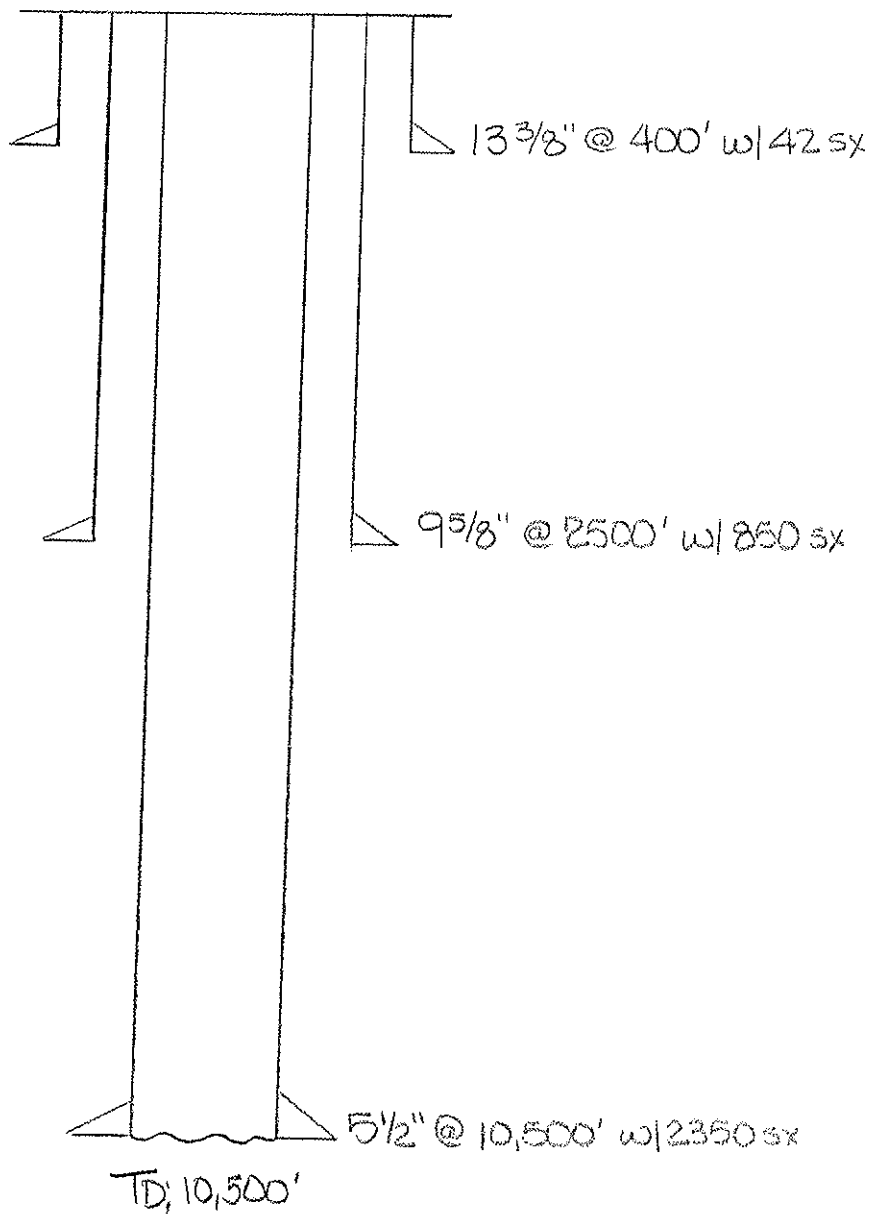
NAVAJO REFINING COMPANY  
Map ID No. 35  
Artificial Penetration Review

OPERATOR Yates Petroleum Co.  
LEASE Violet Blv State Com  
WELL NUMBER 1  
DRILLED NA  
PLUGGED NA

STATUS New Gas  
LOCATION Sec. 14 -T18S-R27E  
MUD FILLED BOREHOLE NA  
TOP OF INJECTION ZONE NA  
API NO. 30-015- 40187

REMARKS: Not yet drilled. Proposed 10,500'

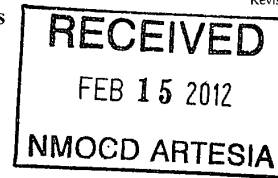
## Proposed Casing



District I  
1625 N French Dr, Hobbs, NM 88240  
Phone (575) 393-6161 Fax (575) 393-0720  
District II  
811 S First St, Artesia, NM 88210  
Phone (575) 748-1283 Fax (575) 748-9720  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
Phone (505) 334-6178 Fax (505) 334-6170  
District IV  
1220 S St Francis Dr, Santa Fe, NM 87505  
Phone (505) 476-3460 Fax (505) 476-3462

State of New Mexico  
Energy Minerals and Natural Resources  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-101  
Revised December 16, 2011



Permit

**APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE**

|   |  |   |
|---|--|---|
| <sup>1</sup> Operator Name and Address<br>Yates Petroleum Corporation<br>105 South Fourth Street<br>Artesia, New Mexico 88210 |  | <sup>2</sup> OGRID Number<br>025575     |
|   |  | <sup>3</sup> API Number<br>30-015-40187 |
| <sup>4</sup> Property Code<br>35452   | <sup>5</sup> Property Name<br>Violet BIV State Com | <sup>6</sup> Well No.<br>1              |

**7 Surface Location**

| UL - Lot | Section | Township | Range | Lot Idn | Feet from | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| A        | 14      | 18S      | 27E   | A       | 660       | North    | 990       | East     | Eddy   |

**8 Pool Information**

|                 |       |
|-----------------|-------|
| Wildcat Chester | 97825 |
|-----------------|-------|

**Additional Well Information**

|                             |  |  |  |  |
|-----------------------------|--|--|--|--|
| <sup>9</sup> Work Type<br>N | <sup>10</sup> Well Type<br>G           | <sup>11</sup> Cable/Rotary<br>Rotary   | <sup>12</sup> Lease Type<br>State          | <sup>11</sup> Ground Level Elevation<br>3540' GL |
| <sup>14</sup> Multiple<br>N | <sup>15</sup> Proposed Depth<br>10,500 | <sup>16</sup> Formation<br>Chester     | <sup>17</sup> Contractor<br>Not Determined | <sup>18</sup> Spud Date<br>ASAP                  |
| Depth to Ground water       |  | Distance from nearest fresh water well |  | Distance to nearest surface water                |

**19 Proposed Casing and Cement Program**

| Type | Hole Size | Casing Size | Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
|------|-----------|-------------|------------------|---------------|-----------------|---------------|
| New  | 17.5      | 13.375      | 48#              | 400'          | 425             | 0             |
| New  | 12.25     | 9.625       | 36#              | 2500'         | 850             | 0             |
| New  | 8.75      | 5.5         | 15.5#            | 10500'        | 2350            | 0             |

**Casing/Cement Program: Additional Comments**

|  |
|--|
|  |
|--|

**Proposed Blowout Prevention Program**

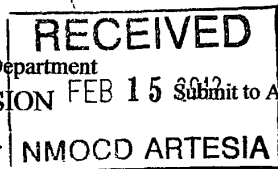
| Type       | Working Pressure | Test Pressure | Manufacturer |
|------------|------------------|---------------|--------------|
| Double Ram | 5000#            | 5000#         |              |

|  |                                   |                                   |
|--|-----------------------------------|-----------------------------------|
| I hereby certify that the information given above is true and complete to the best of my knowledge and belief<br>I further certify that the drilling pit will be constructed according to NMOCD guidelines <input type="checkbox"/> , a general permit <input type="checkbox"/> , or an (attached) alternative OGD-approved plan <input checked="" type="checkbox"/> | OIL CONSERVATION DIVISION         |                                   |
|  | Approved By: <i>T. C. Shepard</i> |                                   |
|  | Title: <i>Geologist</i>           |                                   |
|  | Approved Date: <i>4/18/2012</i>   | Expiration Date: <i>4/18/2014</i> |
|  | Conditions of Approval Attached   |                                   |

|                            |                        |                              |                                       |                  |                     |
|----------------------------|------------------------|------------------------------|---------------------------------------|------------------|---------------------|
| Signature: <i>Cy Cowan</i> | Printed name: Cy Cowan | Title: Land Regulatory Agent | E-mail Address: cy@yatespetroleum.com | Date: 02/14/2012 | Phone: 575-748-4372 |
|----------------------------|------------------------|------------------------------|---------------------------------------|------------------|---------------------|

**District I**  
1625 N. French Dr., Hobbs, NM 88240  
**District II**  
1301 W. Grand Avenue, Artesia, NM 88210  
**District III**  
1000 Rio Brazos Rd., Aztec, NM 87410  
**District IV**  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources Department  
**OIL CONSERVATION DIVISION**  
1220 South St. Francis Dr.  
Santa Fe, NM 87505



Form C-102  
Revised June 10, 2003  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

|  |   |  |
|--|---|--|
| <sup>1</sup> API Number<br>30-015- 40187 | <sup>2</sup> Pool Code<br>97825                           | <sup>3</sup> Pool Name<br>WILDCAT; CHESTER |
| <sup>4</sup> Property Code<br>35452      | <sup>5</sup> Property Name<br>VIOLET BIV STATE COM        |  |
| <sup>7</sup> OGRID No.<br>025575         | <sup>8</sup> Operator Name<br>YATES PETROLEUM CORPORATION | <sup>6</sup> Well Number<br>1              |
|  |   | <sup>9</sup> Elevation<br>3540             |

**10 Surface Location**

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| A             | 14      | 18-S     | 27-E  |         | 660           | NORTH            | 990           | EAST           | EDDY   |

**11 Bottom Hole Location If Different From Surface**

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
|               |         |          |       |         |               |                  |               |                |        |

|  |                               |                                  |                         |
|--|-------------------------------|----------------------------------|-------------------------|
| <sup>12</sup> Dedicated Acre<br>320 E2 | <sup>13</sup> Joint or Infill | <sup>14</sup> Consolidation Code | <sup>15</sup> Order 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.

|    |   |   |
|----|---|---|
| 16 | <p>LAT N32.75293<br/>LON W104.24397</p> | <p><b>17 OPERATOR CERTIFICATION</b><br/>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Cy Cowan</i> 02/14/12<br/>Signature Date</p> <p>Cy Cowan<br/>Printed Name</p> |
|    |   | <p><b>18 SURVEYOR CERTIFICATION</b><br/>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>FEBRUARY 6, 2006<br/>Date of Survey</p> <p><i>DAN R. REDDY</i><br/>Signature and Seal of Professional Surveyor</p> <p>NEW MEXICO<br/>5442<br/>Certificate Number SURV<br/>DAN R. REDDY NM PE &amp; PS #5412<br/>PROFESSIONAL SURVEYOR</p>  |
|    |   |   |

**SUBSURFACE**NAVAJO REFINING COMPANY  
Map ID No. 36  
Artificial Penetration ReviewOPERATOR Yates Petroleum Co.  
LEASE Violet BIV State Com  
WELL NUMBER 1C  
DRILLED NA  
PLUGGED NASTATUS Cancelled App  
LOCATION Sec. 14 -T18S-R27E  
MUD FILLED BOREHOLE NA  
TOP OF INJECTION ZONE NA  
API NO. 30-015-36939

## REMARKS:

Proposed TD: 10,500'



FEB 13 2009

Form C-101  
June 16, 2001

District I  
1625 N French Dr, Hobbs, NM 88240  
District II  
1301 W Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S St Francis Dr, Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources



Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Submit to appropriate District Office

AMENDED REPORT

**APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE**

|   |  |   |
|---|--|---|
| Operator Name and Address<br>Yates Petroleum Corporation<br>105 S 4 <sup>th</sup> Street<br>Artesia, NM 88210 |  | <sup>2</sup> OGRID Number<br>025575               |
|   |  | <sup>3</sup> API Number<br><del>30-05-36939</del> |
| <sup>3</sup> Property Code<br>34452 35452   | <sup>5</sup> Property Name<br>Violet BIV State Com | <sup>6</sup> Well No<br>1                         |
| <sup>9</sup> Proposed Pool 1<br>Chester   |  | <sup>10</sup> Proposed Pool 2                     |

**Surface Location**

| UL or lot no | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|--------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| A            | 14      | 18S      | 27E   | A       | 660'          | North            | 990'          | East           | Eddy   |

**Proposed Bottom Hole Location If Different From Surface**

| UL or lot no | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|--------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
|              |         |          |       |         |               |                  |               |                |        |

**Additional Well Information**

|                                   |   |                                    |  |   |
|-----------------------------------|---|------------------------------------|--|---|
| <sup>11</sup> Work Type Code<br>N | <sup>12</sup> Well Type Code<br>G       | <sup>13</sup> Cable/Rotary         | <sup>14</sup> Lease Type Code<br>S         | <sup>15</sup> Ground Level Elevation<br>3540' |
| <sup>16</sup> Multiple<br>N       | <sup>17</sup> Proposed Depth<br>10,500' | <sup>18</sup> Formation<br>Chester | <sup>19</sup> Contractor<br>Not Determined | <sup>20</sup> Spud Date<br>ASAP               |

**Proposed Casing and Cement Program**

| Hole Size | Casing Size | Casing weight/foot | Setting Depth | Sacks of Cement | Estimated TOC |
|-----------|-------------|--------------------|---------------|-----------------|---------------|
| 17.12     | 13 375      | 48#                | 400'          | 425 sx          | 0             |
| 12.25     | 9 625       | 36#                | 2500'         | 850 sx          | 0             |
| 8.75      | 5.5         | 15.5#              | 10500         | 2350 sx         | 0             |
|           |             |                    |               |                 |               |

<sup>22</sup> Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

Yates Petroleum Corporation proposes to drill and test the Chester/intermediate formations. Approximately 400' of surface casing will be set and cement circulated. Intermediate casing will be set at 2500', cement circulated to surface. If commercial, production casing will be run, can cemented, perforated and stimulated as needed to gain production.

**MUD PROGRAM:** 0-400' FW Gel; 400'-2500' Brine Water, 2500'-9600' Cut Brine; 9600'-10500' Salt Gel/Starch/ 4-6%KCL

**BOPE PROGRAM:** a 5000# BOPE will be installed on the 9.625" casing and tested daily for operational.

Sources at YPC have relayed information to me that they believe there will not be enough H2S found from the surface to the Chester formation to meet the OCD's minimum requirements for the submission of a contingency plan per Rule 118.

|  |   |  |                                |
|--|---|--|--------------------------------|
| <sup>23</sup> I hereby certify that the information given above is true and complete to the best of my knowledge and belief. |   | OIL CONSERVATION DIVISION                                |                                |
| Signature<br>  | Printed name<br>Cy Cowan                | Approved by<br>  | Title<br>District 11 Geologist |
| Title<br>Regulatory Agent  | E-mail Address<br>cy@yatespetroleum.com | Approval Date<br>2/23/09                                 | Expiration Date<br>2/23/2011   |
| Date<br>February 6, 2009   | Phone<br>(575) 748-4372                 | Conditions of Approval Attached <input type="checkbox"/> |                                |



**District I**  
1625 N. French Dr., Hobbs, NM 88240  
**District II**  
1301 W. Grand Avenue, Artesia, NM 88210  
**District III**  
1000 Rio Brazos Rd., Aztec, NM 87410  
**District IV**  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources Department  
**OIL CONSERVATION DIVISION**  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised October 12, 2005  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

|   |   |   |
|---|---|---|
| <sup>1</sup> API Number<br>30-015-36939 | <sup>2</sup> Pool Code                                    | <sup>3</sup> Pool Name<br>Chester WildCat |
| <sup>4</sup> Property Code<br>35452     | <sup>5</sup> Property Name<br>Violet BIV State Com        |   |
| <sup>7</sup> OGRID No.<br>025575        | <sup>8</sup> Operator Name<br>Yates Petroleum Corporation | <sup>6</sup> Well Number<br>1             |
|   |   | <sup>9</sup> Elevation<br>3540'           |

<sup>10</sup> Surface Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| A             | 14      | 18S      | 27E   |         | 660'          | North            | 990'          | East           | Eddy   |

<sup>11</sup> Bottom Hole Location if Different From Surface

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
|               |         |          |       |         |               |                  |               |                |        |

|   |                               |                                  |                         |
|---|-------------------------------|----------------------------------|-------------------------|
| <sup>12</sup> Dedicated Acres<br>320 EA | <sup>13</sup> Joint or Infill | <sup>14</sup> Consolidation Code | <sup>15</sup> Order 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.

|    |  |  |  |  |  |   |
|----|--|--|--|--|--|---|
| 16 |  |  |  |  |  | <p><sup>17</sup> <b>OPERATOR CERTIFICATION</b><br/>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division</p> <p style="text-align: right;">1/17/08</p> <p>Signature: <i>Dellie S. Coffey</i><br/>Date: _____</p> <p>Cy Cowan, Regulatory Agent<br/>Printed Name</p> <hr/> <p><sup>18</sup> <b>SURVEYOR CERTIFICATION</b><br/>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>Date of Survey _____<br/>Signature and Seal of Professional Surveyor _____</p> <p><b>REFER TO ORIGINAL PLAT</b></p> <p>Certificate Number _____</p> |
|    |  |  |  |  |  |   |
|    |  |  |  |  |  |   |
|    |  |  |  |  |  |   |

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources Department  
**OIL CONSERVATION DIVISION**  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised June 10, 2003  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

|                                     |  |   |  |                        |                                |
|-------------------------------------|--|---|--|------------------------|--------------------------------|
| <sup>1</sup> API Number<br>30-015-  |  | <sup>2</sup> Pool Code                                    |  | <sup>3</sup> Pool Name |                                |
| <sup>4</sup> Property Code<br>35452 |  | <sup>5</sup> Property Name<br>VIOLET BIV STATE COM        |  |                        | <sup>6</sup> Well Number<br>1  |
| <sup>7</sup> OGRID No.<br>25575     |  | <sup>8</sup> Operator Name<br>YATES PETROLEUM CORPORATION |  |                        | <sup>9</sup> Elevation<br>3540 |

<sup>10</sup> Surface Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| A             | 14      | 18-S     | 27-E  |         | 660           | NORTH            | 990           | EAST           | EDDY   |

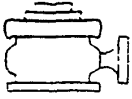
<sup>11</sup> Bottom Hole Location If Different From Surface

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
|               |         |          |       |         |               |                  |               |                |        |

|                              |                               |                                  |                         |
|------------------------------|-------------------------------|----------------------------------|-------------------------|
| <sup>12</sup> Dedicated Acre | <sup>13</sup> Joint or Infill | <sup>14</sup> Consolidation Code | <sup>15</sup> Order No. |
|                              |                               |                                  |                         |

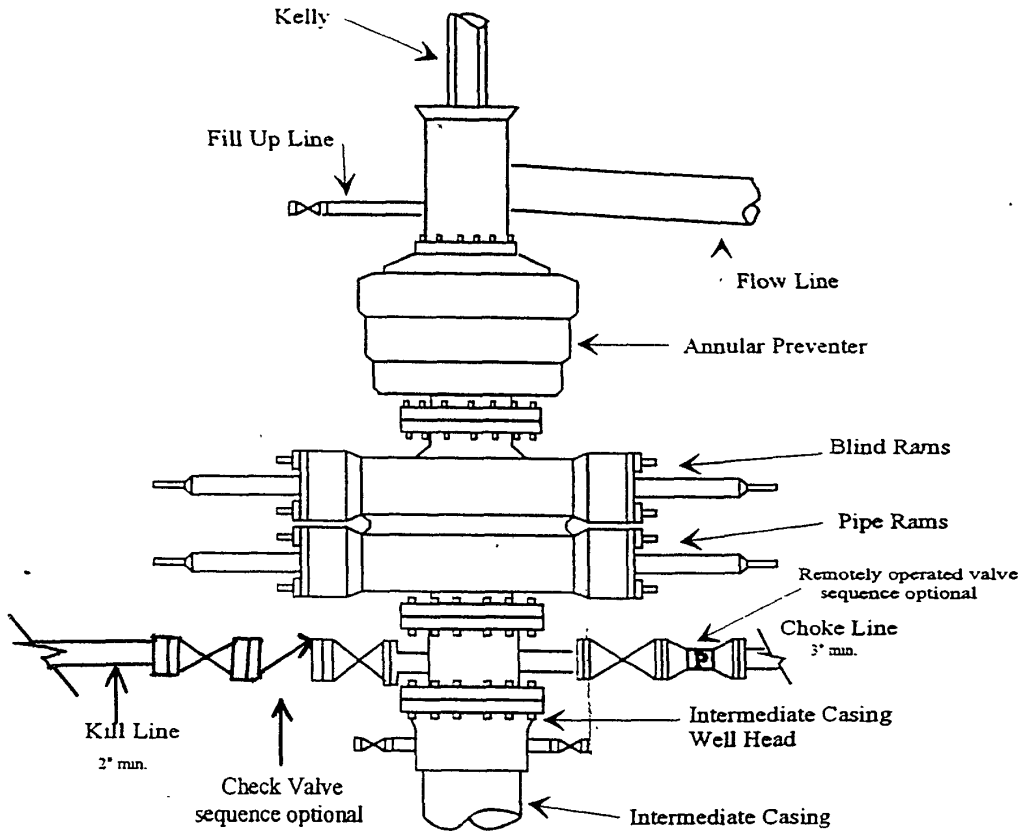
No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

|    |      |                                 |  |
|----|------|---------------------------------|--|
| 16 | 990' | LAT N32.75293<br>LON W104.24397 | <sup>17</sup> OPERATOR CERTIFICATION<br>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.<br>Signature: <i>Robert G. Coffey</i> Date: _____<br>Printed Name: <i>Robert G. Coffey</i> |
|    |      |                                 | <sup>18</sup> SURVEYOR CERTIFICATION<br>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.<br>Date of Survey: FEBRUARY 6, 2006<br>Signature and Seal of Professional Surveyor: <i>DAN R. REDDY</i><br>Certification Number: 5412<br>DAN R. REDDY, N.M. REG. #5412, PROFESSIONAL SURVEYOR  |
|    |      |                                 |  |

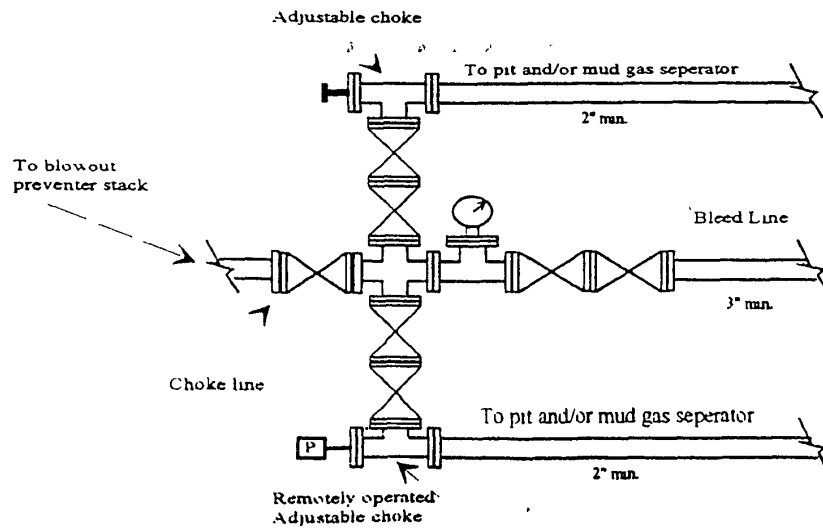


**Yates Petroleum Corporation**  
Typical 5,000 psi Pressure System  
Schematic  
Annular with Double Ram Preventer Stack

BOP-4



Typical 5,000 psi choke manifold assembly with at least these minimum features



District I  
1625 N French Dr., Hobbs, NM 88240  
District II  
1301 W Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources  
Department  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-144 CLEZ  
July 21, 2008

For closed-loop systems that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure, submit to the appropriate NMOCD District Office.

**Closed-Loop System Permit or Closure Plan Application**

*(that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure)*

Type of action:  Permit  Closure

Instructions: Please submit one application (Form C-144 CLEZ) per individual closed-loop system request. For any application request other than for a closed-loop system that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure, please submit a Form C-144.

Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances

1. Operator: Yates Petroleum Corporation OGRID #: 025575  
Address: 105 South Fourth Street, Artesia, New Mexico 88210  
Facility or well name: Violet BJV State Com #1 30-015-36939  
API Number: 30-015-34632 OCD Permit Number: \_\_\_\_\_  
U/L or Qtr/Qtr A Section 14 Township 18S Range 27E County: Eddy  
Center of Proposed Design: Latitude N32.75293 Longitude W104.24397 NAD:  1927  1983  
Surface Owner:  Federal  State  Private  Tribal Trust or Indian Allotment

2.  **Closed-loop System:** Subsection H of 19.15.17.11 NMAC  
Operation:  Drilling a new well  Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent)  P&A  
 Above Ground Steel Tanks or  Haul-off Bins

3. **Signs:** Subsection C of 19.15.17.11 NMAC  
 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers  
 Signed in compliance with 19.15.3.103 NMAC

4. **Closed-loop Systems Permit Application Attachment Checklist:** Subsection B of 19.15.17.9 NMAC  
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.  
 Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC  
 Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC  
 Closure Plan (Please complete Box 5) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC  
 Previously Approved Design (attach copy of design) API Number: \_\_\_\_\_  
 Previously Approved Operating and Maintenance Plan API Number: \_\_\_\_\_

5. **Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only:** (19.15.17.13.D NMAC)  
Instructions: Please identify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if more than two facilities are required.  
Disposal Facility Name: Gandy Marley Disposal Facility Permit Number: NM-01-0019  
Disposal Facility Name: CRI Disposal Facility Permit Number: R-9166  
Disposal Facility Name: Lea Land Disposal Facility Permit Number: NM-1-035  
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future service and operations?  
 Yes (If yes, please provide the information below)  No  
Required for impacted areas which will not be used for future service and operations.  
 Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC  
 Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC  
 Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC

0209130

**6. Operator Application Certification:**

I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief.

Name (Print): Cy Cowan Title: Regulatory Agent

Signature: [Signature] Date: 2/6/09

e-mail address: cy@yatespetroleum.com Telephone: 575-748-4372

**7. OCD Approval:**  Permit Application (including closure plan)  Closure Plan (only)

OCD Representative Signature: [Signature] Approval Date: 02-24-09

Title: District 11 Geologist OCD Permit Number: 0209130

**8. Closure Report (required within 60 days of closure completion):** Subsection K of 19.15.17.13 NMAC

*Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed.*

Closure Completion Date: \_\_\_\_\_

**9. Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only:**

*Instructions: Please identify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than two facilities were utilized.*

Disposal Facility Name: \_\_\_\_\_ Disposal Facility Permit Number: \_\_\_\_\_

Disposal Facility Name: \_\_\_\_\_ Disposal Facility Permit Number: \_\_\_\_\_

Were the closed-loop system operations and associated activities performed on or in areas that *will not* be used for future service and operations?

Yes (If yes, please demonstrate compliance to the items below)  No

*Required for impacted areas which will not be used for future service and operations:*

- Site Reclamation (Photo Documentation)  
 Soil Backfilling and Cover Installation  
 Re-vegetation Application Rates and Seeding Technique

**10. Operator Closure Certification:**

I hereby certify that the information and attachments submitted with this closure report is true, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.

Name (Print): \_\_\_\_\_ Title: \_\_\_\_\_

Signature: \_\_\_\_\_ Date: \_\_\_\_\_

e-mail address: \_\_\_\_\_ Telephone: \_\_\_\_\_

## Yates Petroleum Corporation Closed Loop System

### Equipment Design Plan

Closed Loop System will consist of:

- 1 – double panel shale shaker
- 1 – (minimum ) Centrifuge, certain wells and flow rates may require 2 centrifuges
- On certain wells, the Centrifuge will be replaced by a Clackco Settling Tank System
- 1 – minimum centrifugal pump to transfer fluids
- 2- 500 bbl. FW Tanks
- 1 – 500 bbl. BW Tank
- 1 – half round frac tank – 250 bbl. capacity as necessary to catch cement / excess mud returns generated during a cement job.
- 1 Set of rail cars / catch bins
- Certain wells will use an ASC Auger Tank

### Operation Plan

All equipment will be inspected at least hourly by rig personnel and daily by contractors personnel.  
Any spills / leaks will be reported to YPC, NMOCD, and cleaned up without delay.

### Closure Plan

Drilling with Closed Loop System, haul off bins will be taken to Gandy Marley, CRI and Lea Land Farm.

Submit 3 Copies To Appropriate District Office  
 District I  
 1625 N. French Dr., Hobbs, NM 88240  
 District II  
 1301 W. Grand Ave., Artesia, NM 88210  
 District III  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 June 16, 2008

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

|  |  |   |
|--|--|---|
| <b>SUNDRY NOTICES AND REPORTS ON WELLS</b><br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)<br>1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other |  | WELL API NO.<br>30-015-36939  |
| 2. Name of Operator<br>Yates Petroleum Corporation   |  | 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 3. Address of Operator<br>105 S. 4 <sup>th</sup> Street, Artesia, New Mexico 88210   |  | 6. State Oil & Gas Lease No.<br>VA-2131   |
| 4. Well Location<br>Unit Letter <u>A</u> <u>660</u> feet from the <u>North</u> line and <u>990</u> feet from the <u>East</u> line<br>Section <u>14</u> Township <u>18S</u> Range <u>27E</u> NMPM County <u>Eddy</u>  |  | 7. Lease Name or Unit Agreement Name<br>Violet BIV State Com  |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br>3540' GR   |  | 8. Well Number<br>1   |
|  |  | 9. OGRID Number<br>25575  |
|  |  | 10. Pool name or Wildcat<br>Chester   |

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

|  |  |  |  |
|--|--|--|--|
| <b>NOTICE OF INTENTION TO:</b><br>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/><br>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/><br>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/><br>OTHER: <input type="checkbox"/> |  | <b>SUBSEQUENT REPORT OF:</b><br>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/><br>COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/><br>CASING/CEMENT JOB <input type="checkbox"/><br>OTHER: <b>Extend APD</b> <input checked="" type="checkbox"/> |  |
|--|--|--|--|

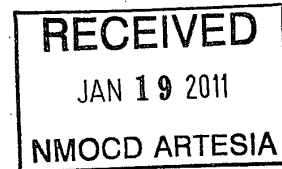
13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Yates Petroleum Corporation wishes to extend the Application for Permit to Drill for ~~two~~<sup>one</sup> years until February 23, 2012<sup>2</sup>.

Thank you,

Current NMOCD rules and regulations must be met at time of drilling

Final Extension  
**APPROVED FOR 1 YEAR**  
**EXPIRES: 2/23/2012**



I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Monti Sanders TITLE Land Regulatory Technician DATE January 14, 2011  
 Type or print name Monti Sanders E-mail address montis@yatespetroleum.com PHONE: (575) 748-4244  
**For State Use Only**  
 APPROVED BY: David Gray TITLE Field Supervisor DATE 1-26-11  
 Conditions of Approval (if any):



District I  
1625 N French Dr., Hobbs, NM 88240  
District II  
1301 W Grand Avenue, Artesia, NM 88210  
District III  
1000 Rto Brazos Road, Aztec, NM 87410  
District IV  
1220 S St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources  
Department  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-144 CLEZ  
July 21, 2008

For closed-loop systems that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure, submit to the appropriate NMOCD District Office.

**Closed-Loop System Permit or Closure Plan Application**

*(that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure)*

Type of action:  Permit  Closure

Instructions: Please submit one application (Form C-144 CLEZ) per individual closed-loop system request. For any application request other than for a closed-loop system that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure, please submit a Form C-144.

Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.

|  |  |
|--|--|
| 1. Operator: <u>Yates Petroleum Corporation</u> OGRID #: <u>025575</u>   |  |
| Address: <u>105 South Fourth Street, Artesia, New Mexico 88210</u>   |  |
| Facility or well name: <u>Violet BIV State Com #1</u> <u>30-015-36939</u>  |  |
| API Number: <u>30-015-36939</u> OCD Permit Number: <u>209130</u>   |  |
| U/L or Qtr/Qtr <u>A</u> Section <u>14</u> Township <u>18S</u> Range <u>27E</u> County: <u>Eddy</u>   |  |
| Center of Proposed Design: Latitude <u>N32.75293</u> Longitude <u>W104.24397</u> NAD: <input checked="" type="checkbox"/> 1927 <input type="checkbox"/> 1983   |  |
| Surface Owner: <input type="checkbox"/> Federal <input checked="" type="checkbox"/> State <input type="checkbox"/> Private <input type="checkbox"/> Tribal Trust or Indian Allotment   |  |
| 2. <input checked="" type="checkbox"/> <b>Closed-loop System:</b> Subsection H of 19.15.17.11 NMAC<br>Operation: <input checked="" type="checkbox"/> Drilling a new well <input type="checkbox"/> Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent) <input type="checkbox"/> P&A<br><input type="checkbox"/> Above Ground Steel Tanks or <input checked="" type="checkbox"/> Haul-off Bins   |  |
| 3. <b>Signs:</b> Subsection C of 19.15.17.11 NMAC<br><input type="checkbox"/> 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers<br><input checked="" type="checkbox"/> Signed in compliance with 19.15.3.103 NMAC  |  |
| 4. <b>Closed-loop Systems Permit Application Attachment Checklist:</b> Subsection B of 19.15.17.9 NMAC<br>Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.<br><input checked="" type="checkbox"/> Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC<br><input checked="" type="checkbox"/> Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC<br><input checked="" type="checkbox"/> Closure Plan (Please complete Box 5) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC<br><input type="checkbox"/> Previously Approved Design (attach copy of design) API Number: _____<br><input type="checkbox"/> Previously Approved Operating and Maintenance Plan API Number: _____  |  |
| 5. <b>Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only:</b> (19.15.17.13.D NMAC)<br>Instructions: Please identify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if more than two facilities are required.<br>Disposal Facility Name: <u>Gandy Marley</u> Disposal Facility Permit Number: <u>NM-01-0019</u><br>Disposal Facility Name: <u>CRI</u> Disposal Facility Permit Number: <u>R-9166</u><br>Disposal Facility Name: <u>Lea Land</u> Disposal Facility Permit Number: <u>NM-1-035</u><br>Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future service and operations?<br><input type="checkbox"/> Yes (If yes, please provide the information below) <input checked="" type="checkbox"/> No<br>Required for impacted areas which will not be used for future service and operations.<br><input type="checkbox"/> Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC<br><input type="checkbox"/> Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC<br><input type="checkbox"/> Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC |  |

0209130

6  
**Operator Application Certification:**  
 I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief.  
 Name (Print): Cy Cowan Title: Regulatory Agent  
 Signature: [Signature] Date: 2/6/09  
 e-mail address: cy@vatespetroleum.com Telephone: 575-748-4372

7  
**OCD Approval:**  Permit Application (including closure plan)  Closure Plan (only)  
 OCD Representative Signature: [Signature] Approval Date: 02-24-09  
 Title: District 11 Geologist OCD Permit Number: 0209136

8  
**Closure Report (required within 60 days of closure completion):** Subsection K of 19.15.17.13 NMAC  
*Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed.*  
 Closure Completion Date: \_\_\_\_\_

9  
**Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only:**  
*Instructions: Please identify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than two facilities were utilized.*  
 Disposal Facility Name: \_\_\_\_\_ Disposal Facility Permit Number: \_\_\_\_\_  
 Disposal Facility Name: \_\_\_\_\_ Disposal Facility Permit Number: \_\_\_\_\_  
 Were the closed-loop system operations and associated activities performed on or in areas that *will not* be used for future service and operations?  
 Yes (If yes, please demonstrate compliance to the items below)  No  
*Required for impacted areas which will not be used for future service and operations:*  
 Site Reclamation (Photo Documentation)  
 Soil Backfilling and Cover Installation  
 Re-vegetation Application Rates and Seeding Technique

10  
**Operator Closure Certification:**  
 I hereby certify that the information and attachments submitted with this closure report is true, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.  
 Name (Print): \_\_\_\_\_ Title: \_\_\_\_\_  
 Signature: \_\_\_\_\_ Date: \_\_\_\_\_  
 e-mail address: \_\_\_\_\_ Telephone: \_\_\_\_\_

## Yates Petroleum Corporation Closed Loop System

### Equipment Design Plan

Closed Loop System will consist of:

- 1 – double panel shale shaker
  - 1 – (minimum ) Centrifuge, certain wells and flow rates may require 2 centrifuges  
On certain wells, the Centrifuge will be replaced by a Clackco Settling Tank System
  - 1 – minimum centrifugal pump to transfer fluids
  - 2- 500 bbl. FW Tanks
  - 1 – 500 bbl. BW Tank
  - 1 – half round frac tank – 250 bbl. capacity as necessary to catch cement / excess mud returns generated during a cement job.
  - 1 Set of rail cars / catch bins
- Certain wells will use an ASC Auger Tank

### Operation Plan

All equipment will be inspected at least hourly by rig personnel and daily by contractors personnel.  
Any spills / leaks will be reported to YPC, NMOCD, and cleaned up without delay.

### Closure Plan

Drilling with Closed Loop System, haul off bins will be taken to Gandy Marley, CRI and Lea Land Farm.

# SUBSURFACE

NAVAJO REFINING COMPANY

Map ID No. 37

Artificial Penetration Review

OPERATOR Pre-Ongard Well Op.

STATUS Plugged

LEASE Pre-Ongard

LOCATION Sec. 11 -T18S-R27E

WELL NUMBER 1

MUD FILLED BOREHOLE NA

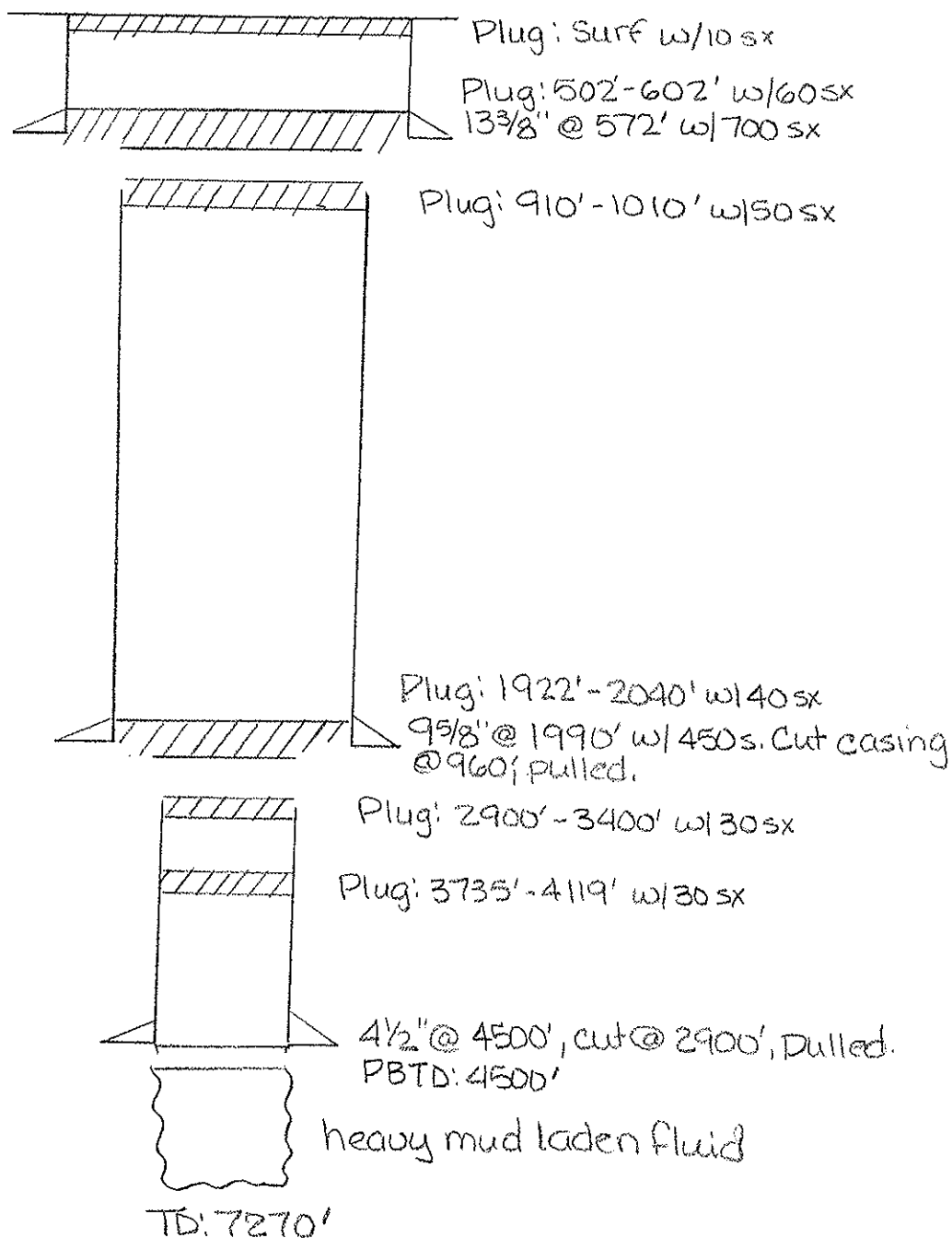
DRILLED NA

TOP OF INJECTION ZONE ~7148'

PLUGGED 6-6-73

API NO. 30-015-00870

REMARKS: No casing into Injection Zone.



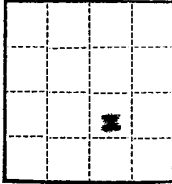
Form 9-381a  
(Feb. 1951)

(SUBMIT IN TRIPLICATE)

Land Office Los Cruces

Lease No. \_\_\_\_\_

Unit \_\_\_\_\_



UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

SUNDRY NOTICES AND REPORTS ON WELLS

|   |                                     |   |  |
|---|-------------------------------------|---|--|
| NOTICE OF INTENTION TO DRILL.....                   | <input checked="" type="checkbox"/> | SUBSEQUENT REPORT OF WATER SHUT-OFF.....        |  |
| NOTICE OF INTENTION TO CHANGE PLANS.....            |                                     | SUBSEQUENT REPORT OF SHOOTING OR ACIDIZING..... |  |
| NOTICE OF INTENTION TO TEST WATER SHUT-OFF.....     |                                     | SUBSEQUENT REPORT OF ALTERING CASING.....       |  |
| NOTICE OF INTENTION TO RE-DRILL OR REPAIR WELL..... |                                     | SUBSEQUENT REPORT OF RE-DRILLING OR REPAIR..... |  |
| NOTICE OF INTENTION TO SHOOT OR ACIDIZE.....        |                                     | SUBSEQUENT REPORT OF ABANDONMENT.....           |  |
| NOTICE OF INTENTION TO PULL OR ALTER CASING.....    |                                     | SUPPLEMENTARY WELL HISTORY.....                 |  |
| NOTICE OF INTENTION TO ABANDON WELL.....            |                                     |   |  |

(INDICATE ABOVE BY CHECK MARK NATURE OF REPORT, NOTICE, OR OTHER DATA)

**Ruth C. Matheron**

August 23, 1956

Well No. 1 is located 1900 ft. from S line and 1500 ft. from E line of sec. 11

N1/4 of SE/4 Sec. 11 2-10-S 2-27-N N M P M  
(1/4 Sec. and Sec. No.) (Twp.) (Range) (Meridian)  
Wilcox ddy New Mexico  
(Field) (County or Subdivision) (State or Territory)

The elevation of the derrick floor above sea level is \_\_\_\_\_ ft. **To be reported later.**

DETAILS OF WORK

(State names of and expected depths to objective sands; show sizes, weights, and lengths of proposed casings; indicate mudding jobs, cementing points, and all other important proposed work)

**We propose to drill the above well with rotary tools to an approximate depth of 7,000' to test the sand and top of Wolfcamp. Casing program will be as follows:**

| Size of Hole | Size of Casing | Depth | Comment   |
|--------------|----------------|-------|---|
| 17-1/2"      | 13-3/8"        | 500   | 200% of theoretical amount to circulate to surface.   |
| 13-1/8"      | 9-5/8"         | 2000  | 150% to top of Green from Colliper survey containing 85 gal. 1/2" bit plug per sack + 100 sacks cement. |
| 8-3/4"       | 5-1/2"         | 7000  | 300 sacks cement cement.  |

I understand that this plan of work must receive approval in writing by the Geological Survey before operations may be commenced.

Company Standard Oil and Gas Company

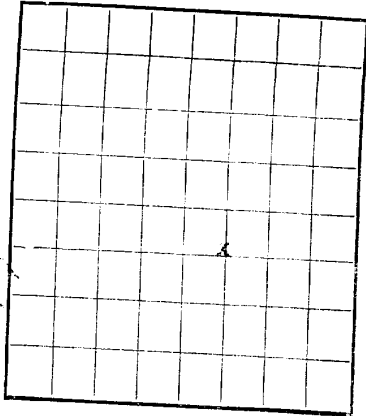
Address Box 48

ddy

New Mexico

By Joseph Henderson  
Title Field Superintendent





LOCATE WELL CORRECTLY

U. S. LAND OFFICE Las Cruces  
SERIAL NUMBER LC 068051  
LEASE OR PERMIT TO PROSPECT \_\_\_\_\_

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

LOG OF OIL OR GAS WELL

Company Stanolind Oil and Gas Company Address Box 68 Hobbs, New Mexico  
Lessor or Tract Ruth C. McPherson Field Wildcat State New Mexico

Well No. 1 Sec. 11 T 18-S R 27-E Meridian N M P M County Eddy  
Location 1980 ft. <sup>[N.]</sup> of South line and 1980 ft. <sup>[W.]</sup> of East line of Sec. 11, T-18-S, R-27-E Elevation 3593  
(Derrick floor relative to sea level)

The information given herewith is a complete and correct record of the well and all work done thereon so far as can be determined from all available records.

Signed \_\_\_\_\_ Title Production Foreman

Date November 26, 1956

The summary on this page is for the condition of the well at above date.

Commenced drilling 9-1, 1956 Finished drilling 11-5, 1956

OIL OR GAS SANDS OR ZONES

(Denote gas by G)

No. 1, from \_\_\_\_\_ to \_\_\_\_\_ No. 4, from \_\_\_\_\_ to \_\_\_\_\_  
No. 2, from \_\_\_\_\_ to \_\_\_\_\_ No. 5, from \_\_\_\_\_ to \_\_\_\_\_  
No. 3, from \_\_\_\_\_ to \_\_\_\_\_ No. 6, from \_\_\_\_\_ to \_\_\_\_\_

IMPORTANT WATER SANDS

No. 1, from \_\_\_\_\_ to \_\_\_\_\_ No. 3, from \_\_\_\_\_ to \_\_\_\_\_  
No. 2, from \_\_\_\_\_ to \_\_\_\_\_ No. 4, from \_\_\_\_\_ to \_\_\_\_\_

CASING RECORD

| Size casing   | Weight per foot | Threads per inch | Make             | Amount      | Kind of shoe | Cut and pulled from | Perforated |     | Purpose             |
|---------------|-----------------|------------------|------------------|-------------|--------------|---------------------|------------|-----|---------------------|
|               |                 |                  |                  |             |              |                     | From-      | To- |                     |
| <u>13-3/8</u> | <u>48.36</u>    | <u>8 Rd</u>      | <u>H-40 Arco</u> | <u>563</u>  | <u>Guide</u> | <u>None</u>         |            |     | <u>Surface</u>      |
| <u>9-5/8</u>  | <u>32.3</u>     | <u>8 Rd</u>      | <u>H-40</u>      | <u>1975</u> | <u>Guide</u> | <u>None</u>         |            |     | <u>Intermediate</u> |

MUDDING AND CEMENTING RECORD

| Size casing   | Where set                               | Number sacks of cement                      | Method used  | Mud gravity | Amount of mud used |
|---------------|---|---|--------------|-------------|--------------------|
| <u>13-3/8</u> | <u>572</u>                              | <u>700 ex neat</u>                          | <u>Howco</u> |             |                    |
| <u>9-5/8</u>  | <u>1790</u>                             | <u>250 ex 8% gel + 1/4 tuf plug per sk.</u> | <u>Howco</u> |             |                    |
| <u>5-1/2</u>  | <u>Casing was not run in this well.</u> |   |              |             |                    |

PLUGS AND ADAPTERS

Heaving plug—Material \_\_\_\_\_ Length \_\_\_\_\_ Depth set \_\_\_\_\_  
Adapters—Material \_\_\_\_\_ Size \_\_\_\_\_

SHOOTING RECORD

FOLD MARK

| Size | Shell used | Explosive used | Quantity | Date | Depth shot | Depth cleaned out |
|------|------------|----------------|----------|------|------------|-------------------|
|      |            |                |          |      |            |                   |
|      |            |                |          |      |            |                   |
|      |            |                |          |      |            |                   |
|      |            |                |          |      |            |                   |
|      |            |                |          |      |            |                   |

**TOOLS USED**

Rotary tools were used from 0 feet to 7270 feet, and from \_\_\_\_\_ feet to \_\_\_\_\_ feet  
 Cable tools were used from \_\_\_\_\_ feet to \_\_\_\_\_ feet, and from \_\_\_\_\_ feet to \_\_\_\_\_ feet

**DATES**

\_\_\_\_\_, 19\_\_\_\_ Put to producing Dry Hole, 19\_\_\_\_  
 The production for the first 24 hours was \_\_\_\_\_ barrels of fluid of which \_\_\_\_\_% was oil; \_\_\_\_\_%  
 emulsion; \_\_\_\_\_% water; and \_\_\_\_\_% sediment. Gravity, °Bé. \_\_\_\_\_  
 If gas well, cu. ft. per 24 hours \_\_\_\_\_ Gallons gasoline per 1,000 cu. ft. of gas \_\_\_\_\_  
 Rock pressure, lbs. per sq. in. \_\_\_\_\_

**EMPLOYEES**

H. L. Gilbert, Driller Z. Carr, Driller  
George Wheat, Driller Bob Minnick, Driller

**FORMATION RECORD**

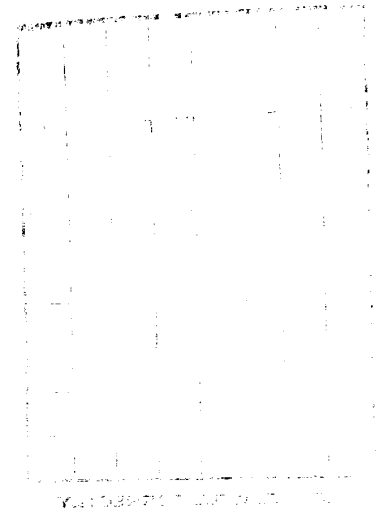
| FROM- | TO-  | TOTAL FEET | FORMATION            |
|-------|------|------------|----------------------|
| 0     | 312  | 312        | Red Bed              |
| 312   | 360  | 48         | Anhy. & lime         |
| 360   | 482  | 122        | Anhy.                |
| 482   | 539  | 57         | Anhy. sand           |
| 539   | 630  | 91         | Lime anhy.           |
| 630   | 835  | 205        | Shale & Lime         |
| 835   | 1460 | 625        | Lime Anhy.           |
| 1460  | 1679 | 219        | Shale & Lime         |
| 1679  | 1726 | 47         | Shale Anhy. Dolomite |
| 1726  | 1828 | 102        | Anhy. Shale Sand     |
| 1828  | 2118 | 290        | Lime                 |
| 2118  | 2696 | 578        | Lime & Dolomite      |
| 2696  | 2790 | 94         | Anhy. & Dolomite     |
| 2790  | 2947 | 157        | Dolomite & Chert     |
| 2947  | 3026 | 79         | Anhy. & Dolomite     |
| 3026  | 3434 | 408        | Dolomite             |
| 3434  | 4154 | 720        | Dolomite Anhy.       |
| 4154  | 4505 | 351        | Dolomite & Chert     |
| 4505  | 4558 | 53         | Dolomite             |
| 4558  | 4685 | 127        | Sand & Dolomite      |
| 4685  | 5093 | 408        | Dolomite             |
| 5093  | 5214 | 121        | Dolomite & Chert     |
| 5214  | 5722 | 508        | Dolomite & Shale     |
| 5722  | 5858 | 136        | Dolomite & Chert     |
| 5858  | 6055 | 197        | Dolomite             |
| 6055  | 6349 | 294        | Dolomite & Lime      |



U.S. Geological Survey  
Department of the Interior  
Washington, D.C.

# UNITED STATES DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY

## LOG OF OIL OR GAS WELL



1. Name of land owner (State, county, township, range, section, quarter, and acreage)

2. Name of operator (State, county, township, range, section, quarter, and acreage)

3. Name of contractor (State, county, township, range, section, quarter, and acreage)

4. Name of well (State, county, township, range, section, quarter, and acreage)

5. Name of hole (State, county, township, range, section, quarter, and acreage)

6. Date of completion (State, county, township, range, section, quarter, and acreage)

7. Direction of dip (State, county, township, range, section, quarter, and acreage)

8. Direction of strike (State, county, township, range, section, quarter, and acreage)

9. Direction of dip (State, county, township, range, section, quarter, and acreage)

### OIL OR GAS YIELDS FOR TESTS

| Time | Pressure | Temperature | Flow rate | Remarks |
|------|----------|-------------|-----------|---------|
|      |          |             |           |         |
|      |          |             |           |         |
|      |          |             |           |         |
|      |          |             |           |         |
|      |          |             |           |         |
|      |          |             |           |         |
|      |          |             |           |         |
|      |          |             |           |         |
|      |          |             |           |         |
|      |          |             |           |         |

### HISTORY OF OIL OR GAS WELL

It is of the greatest importance to have a complete history of the well. Please state in detail the dates of redrilling, together with the reasons for the work and its results. If there were any changes made in the casing, state fully, and if any casing was "sidetracked" or left in the well, give its size and location. If the well has been dynamited, give date, position, and number of shots. If plugs or bridges were put in for water, state kind of material used, position, and results of pumping or bathing.

| FROM | TO   | TOTAL FEET | FORMATION           |
|------|------|------------|---------------------|
| 6349 | 6302 | 153        | Dolomite & Shale    |
| 6502 | 6631 | 129        | Dolomite            |
| 6631 | 6850 | 219        | Dolomite & Shale    |
| 6850 | 6911 | 61         | Dolomite Lime Shale |
| 6911 | 6932 | 21         | Dolomite & Lime     |
| 6932 | 7066 | 134        | Dolomite & Shale    |
| 7066 | 7074 | 8          | Dolomite & Lime     |
| 7074 | 7270 | 196        | Dolomite & Shale    |

Core #1 1750-1758 Rec. 8' Light brown to tan fine crystalline lime and dolomite and very thin streak of gray shale and sandy inclusion.

Core #2 1758-1780 Rec. 20' 1758-1775 tan dolomite w/streaks gray shale 1775-1778 brown sand w/good stain fluorescent and porosity.

Core #3 2500-2512 Rec. 11' Brown fine to medium crystalline dolomite w/large anhydrous & angular to plan point porosity & poor to good scattered oil stain & odor.

Core #4 6723-6937 Rec. 10-1/2' 7' dark dense fine crystalline shaly dolomite and 3-1/2' sh micro x 1 & dolomite. No show.

DST #1 2455-2512 tool open 2 hrs. Fall blow of air 1-1/2 hr. & died. Rec. 30' drl mud, no show oil, gas, or water. 3/4 hr. Final BHPSI 65#, Int. RHP 55# Final RHP 65#

DST #2 6267-6304 tool open 2-1/2 hrs. Fall blow throughout test. Rec. 1350' of salty sulphur water, slightly gas cut. 30 min. Initial BHPSI 2390, final 30 min. Initial flowing 60 PSIG. Final flowing 600 PSIG.

DST #3 6685-6739 tool open 2-1/2 hrs. Rec. 180' drl mud, 370' sulphur water, no show oil or gas. 20 min. Initial SIP 2665# Final 2120#. Initial flow 75# Final 315#

DST #4 6915-6957 tool open 2 hrs. 5 min. Rec. 60' drl mud and 180' sulphur water, no show oil or gas, 20 min. Initial BHPSI 2750 Final BHPSI failed. Initial RHP 60%

FORMATION BELOW

NEW MEXICO OIL CONSERVATION COMMISSION  
MISCELLANEOUS REPORTS ON WELLS

(Submit to appropriate District Office, as per Commission Rule 1106)

HOBBS OFFICE  
1957 JAN 31 PM 2:36

COMPANY Pan American Petroleum Corporation, Box 68, Hobbs, New Mexico  
(Address)

LEASE Ruth C. McPherson WELL NO. 1 UNIT J S 11 T 18 R 27  
DATE WORK PERFORMED \_\_\_\_\_ POOL Undesignated

This is a Report of: (Check appropriate block)  Results of Test of Casing Shut-off  
 Beginning Drilling Operations  Remedial Work  
 Plugging  Other Change in Company name

Detailed account of work done, nature and quantity of materials used and results obtained.

**Change in operating name from "Stanolind Oil and Gas Company" to "Pan American Petroleum Corporation" effective February 1, 1957.**

FILL IN BELOW FOR REMEDIAL WORK REPORTS ONLY

Original Well Data:

DF Elev. \_\_\_\_\_ TD \_\_\_\_\_ PBD \_\_\_\_\_ Prod. Int. \_\_\_\_\_ Compl Date \_\_\_\_\_  
Tbng. Dia \_\_\_\_\_ Tbng Depth \_\_\_\_\_ Oil String Dia \_\_\_\_\_ Oil String Depth \_\_\_\_\_  
Perf Interval (s) \_\_\_\_\_  
Open Hole Interval \_\_\_\_\_ Producing Formation (s) \_\_\_\_\_

RESULTS OF WORKOVER:

|                                 | BEFORE | AFTER |
|---------------------------------|--------|-------|
| Date of Test                    | _____  | _____ |
| Oil Production, bbls. per day   | _____  | _____ |
| Gas Production, Mcf per day     | _____  | _____ |
| Water Production, bbls. per day | _____  | _____ |
| Gas-Oil Ratio, cu. ft. per bbl. | _____  | _____ |
| Gas Well Potential, Mcf per day | _____  | _____ |

Witnessed by \_\_\_\_\_ (Company)

OIL CONSERVATION COMMISSION

I hereby certify that the information given above is true and complete to the best of my knowledge.

Name W.L. Armstrong  
Title \_\_\_\_\_  
Date FEB 4 1957

Name Robert Newenakson  
Position Field Superintendent  
Company Pan American Petroleum Corporation



|                             |     |
|-----------------------------|-----|
| OIL CONSERVATION COMMISSION |     |
| ADVISORY DISTRICT OFFICE    |     |
| Oil Conservation District   | 6   |
| INSPECTION                  |     |
| Inspector                   | 3   |
| Supervisor                  | 1   |
| Production Office           | 1   |
| Production Office           |     |
| Production Office           |     |
| Production Office           | 1 ✓ |



copy to  
F. N. M. O. C. C. COPY

**APPROVED**  
DEC 7 1959  
D. A. KRAOP

**SUBMIT IN TRIPlicate**

**UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY**

Lead Office: **ARTESIA**  
Date: **RECEIVED**

MAR 7 1962

**D. C. C.  
ARTESIA, OFFICE**

**SUNDRY NOTICES AND REPORTS ON WELLS**

|  |  |  |                                     |
|--|--|--|-------------------------------------|
| NOTICE OF INTENTION TO DRILL                   |  | SUBSEQUENT REPORT OF WATER SHUT-OFF        |                                     |
| NOTICE OF INTENTION TO CHANGE PLANS            |  | SUBSEQUENT REPORT OF SHOOTING OR ACIDIZING |                                     |
| NOTICE OF INTENTION TO TEST WATER SHUT-OFF     |  | SUBSEQUENT REPORT OF ALTERING CASING       |                                     |
| NOTICE OF INTENTION TO RE-DRILL OR REPAIR WELL |  | SUBSEQUENT REPORT OF RE-DRILLING OR REPAIR |                                     |
| NOTICE OF INTENTION TO SHUT OR ACIDIZE         |  | SUBSEQUENT REPORT OF ABANDONMENT           | <input checked="" type="checkbox"/> |
| NOTICE OF INTENTION TO PULL OR ALTER CASING    |  | SUPPLEMENTARY WELL HISTORY                 |                                     |
| NOTICE OF INTENTION TO ABANDON WELL            |  |  |                                     |

(INDICATE ABOVE BY CHECK MARK NATURE OF REPORT, NOTICE, OR OTHER DATA)

Ruth C. McPherson

December 2, 1959

Well No. 1 is located 1980 ft. from S line and 1980 ft. from E line of sec. 11  
NW/4-SE/4, Sec. 11 T-18-S R-27-E MEMPH  
(4 Sec. and Sec. No.) (Twp.) (Range) (Meridian)  
Wildest Eddy New Mexico  
(Field) (County or Subdivision) (State or Territory)

The elevation of the derrick floor above sea level is 3593 ft. RDB

**DETAILS OF WORK**

Show names of and expected depths to objective sands; show sizes, weights, and lengths of proposed casings; indicate mudding jobs, cementing points, and all other important proposed work.

On 11-11-59 P X A operations were completed. Work done and plugs set as follows:

1. Cut and pulled 9 5/8" casing @ 960'.
2. Set 25 sx cement plug @ 960'; 15 sx cement in bottom of 13 3/8" casing @ 572'; 10 sx cement plug at surface. All intervals filled with heavy sand laden fluid.
3. Set P X A marker; restored ground to natural contour.

*Handwritten signature/initials*

**RECEIVED**

DEC 7 1959

**U. S. GEOLOGICAL SURVEY  
ARTESIA, NEW MEXICO**

I understand that this plan of work must receive approval in writing by the Geological Survey before operations may be commenced.

Company Pan American Petroleum Corporation

Address Box 68

Hobbs, New Mexico

By [Signature]  
This Area Superintendent

**RECEIVED**  
JAN 29 1962  
U. S. GEOLOGICAL SURVEY  
ARTESIA, NEW MEXICO

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

N. M. O. C. C. COPY  
SUBMIT IN TRIPlicate\*  
(Other instruc on reverse slt)

Form approved.  
Budget Bureau No. 42-R1425.

Copy to SF

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK  
DRILL  DEEPEN  PLUG BACK

b. TYPE OF WELL  
OIL WELL  GAS WELL  OTHER Re-Entry SINGLE ZONE  MULTIPLE ZONE

2. NAME OF OPERATOR  
Bill J. Smith

3. ADDRESS OF OPERATOR  
1504 Stagecoach Dr., Arlington, Texas, 76013

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)\*  
At surface  
1980' FS&EL Section 11, T-18-S, R-27-E  
At proposed prod. zone

5. LEASE DESIGNATION AND SERIAL NO.  
NM-6850

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME  
Ruth C. McPherson

9. WELL NO.  
1

10. FIELD AND POOL, OR WILDCAT  
Artesia

11. SEC. T. R. M., OR BLK. AND SURVEY OR AREA  
Section 11, T-18-S  
R-27-E

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE\*  
14 miles east of Artesia

12. COUNTY OR PARISH  
Eddy

13. STATE  
New Mexico

15. DISTANCE FROM PROPOSED\* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any)  
660'

16. NO. OF ACRES IN LEASE  
40

17. NO. OF ACRES ASSIGNED TO THIS WELL  
40

18. DISTANCE FROM PROPOSED LOCATION\* TO NEAREST WELL, DRILLING COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.  
none

19. PROPOSED DEPTH  
1800

20. ROTARY OR CABLE TOOLS  
Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)

22. APPROX. DATE WORK WILL START\*  
September 15, 1970

23. PROPOSED CASING AND CEMENTING PROGRAM

| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH | QUANTITY OF CEMENT |
|--------------|----------------|-----------------|---------------|--------------------|
| 17"          | 13 3/8"        | N/A*            | 572'          | 700 sacks          |
| 11           | 9 5/8"         | N/A*            | 1990          | 450 sacks          |

Propose to clean out plugs to about 1900', tie onto 9 5/8" casing stub with casing bowl and 32.3 # 9 5/8" casing, perforate indicated pay in Grayburg formation, stimulate as necessary and test.

\* Turn American note copy

Casing set when well originally drilled in 1956. 13 3/8" casing was not pulled. 9 5/8" casing cut at 960' and pulled.

RECEIVED  
SEP 2 1970  
ARTESIA OFFICE

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24. SIGNED Bill J. Smith TITLE \_\_\_\_\_ DATE 9-1-70

(This space for Federal or State office use)

PERMIT NO. \_\_\_\_\_ APPROVAL DATE \_\_\_\_\_

APPROVED BY  
CONDITIONS OF APPROVAL, IF ANY:

APPROVED  
SEP 8 1970  
R. L. BEEKMA  
ACTING DISTRICT ENGINEER

THIS APPROVAL IS RESCINDED IF OPERATIONS ARE NOT COMMENCED WITHIN 3 MONTHS.  
EXPIRES DEC 8 1970  
See Instructions On Reverse Side

RECEIVED

SEP 9 1970

O. C. C.  
ARTESIA, OFFICE



MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102  
Supersedes C-128  
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

|  |  |                                   |                                       |                       |
|--|--|-----------------------------------|---------------------------------------|-----------------------|
| Operator<br><b>Bill J. Smith</b>   |  | Lease<br><b>Ruth C. McPherson</b> |                                       | Well No.<br><b>1</b>  |
| Unit Letter<br><b>J</b>  | Section<br><b>11</b>                   | Township<br><b>18-S</b>           | Range<br><b>27-E</b>                  | County<br><b>Eddy</b> |
| Actual Footage Location of Well:<br><b>1980</b> feet from the <b>South</b> line and <b>1980</b> feet from the <b>East</b> line |  |                                   |                                       |                       |
| Ground Level Elev.<br><b>3580</b>  | Producing Formation<br><b>Grayburg</b> | Pool<br><b>Artesia</b>            | Dedicated Acreage:<br><b>40</b> Acres |                       |

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

**RECEIVED**

**SEP 9 1970**

Yes  No If answer is "yes," type of consolidation \_\_\_\_\_

**O. C. C.**

If answer is "no," list the owners and tract descriptions which have actually been consolidated (Use reverse side of this form if necessary.) \_\_\_\_\_

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.

CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Name  
*Bill J. Smith*

Position

Company

Date

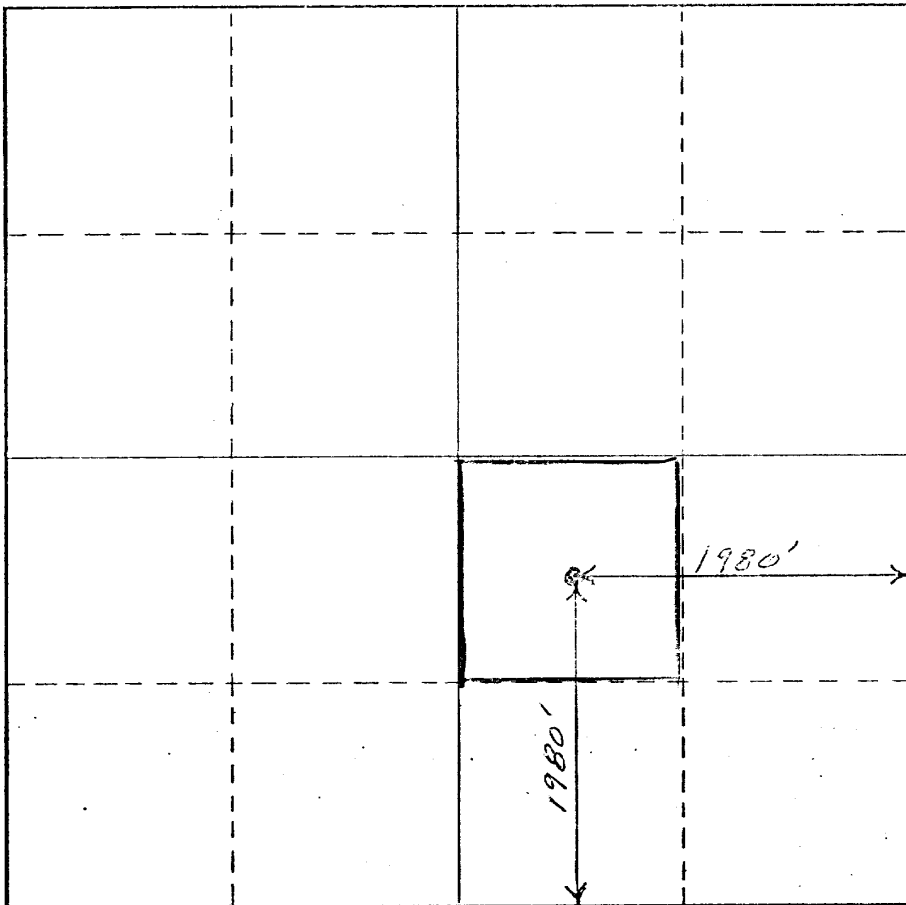
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed

**Refer to Original Plat**

Registered Professional Engineer and/or Land Surveyor

Certificate No.



0 330 660 990 1320 1650 1980 2310 2640 2000 1500 1000 500 0

COUNTY **EDDY** FIELD **Artesia** STATE **NM** MH **06870**  
 OPR **SMITH, BILL J.** MAP  
**I McPherson, Ruth C.**  
 Sec **11, T-18-S, R-27-E** CO-ORD  
**1980' FSL, 1980' FEL of Sec**

OMMO

**EDDY** Artesia **NM** Sec **11, T18S, R27E**  
**SMITH, BILL J.** **I McPherson, Ruth C.** Page **#2**  
 2-22-71 TD 7270'; PBD 4500'; SI  
 4-12-71 TD 7270'; PBD 4500'; SI  
 4-19-71 TD 7270'; PBD 4500'; TEMPORARILY ABANDONED  
 4-22-71 COMPLETION REPORTED

Re-Cmp 4-19-71 CLASS **DWDF** EL **35922**  
 CG & SX TUBING  
 13 3/8" at 572' w/700 SX  
 9 5/8" at 1990' w/450 SX (PULLED)  
 4 1/2" at 4500'

LOGS EL GR RA IND HC A

TD 7270'; PBD 4500'

TEMPORARILY ABANDONED

CONT DATE  
 Distribution limited and publication prohibited by subscribers' agreement.  
 Reproduction rights reserved by Williams & Lee Consulting Service, Inc.  
 PROP DEPTH **1800'** TYPE **MU**

9-22-70  
 F.R. 9-15-70; Opr's Elev. 3580' GL  
 PD 1800' WO (Grayburg)  
 (Orig. Stanolind Oil & Gas #1 McPherson-Federal,  
 P&A 11-7-56, OTD 7270')  
 TD 7270'; PBD 4500'; Prep PB to Grayburg  
 Cleaned Out to 4500'  
 Ran 4 1/2" Casing

9-28-70 Perf (Yeso) 4070-4100'  
 10-26-70 Acid (4070-4100') 3000 gals  
 1-8-71 Swbd blk sul wtr (4070-4100')  
 TD 7270'; PBD 4500'; SI  
 TD 7270'; PBD 4500'; SI  
 TD 7270'; PBD 4500'; SI

OMWO

STATE NM MH 06870

COUNTY EDDY FIELD Artesia

OPR SMITH, BILL J.

I McPherson, Ruth C.

Sec 11, T-18-S, R-27-E

1980' FSL, 1980' FEL of Sec

MAP

CO-ORD

Re-Cmp 4-19-71

CLASS OWDL EL 35928

Csg & SH. TUBING

13 3/8" at 572' w/700 gx

9 5/8" at 1990' w/450 gx

4 1/2" at 4500'

(PULLED)

LOGS EL GR. RA. IND HC A

FORMATION DATUM

FORMATION DATUM

TEMPORARILY ABANDONED

TD 7270'; PBD 4500'

Distribution limited and publication prohibited by subscribers' agreement. Reproduction rights reserved by Williams & Lee Sealing Service, Inc.

CONT. DATE PROP DEPTH 1800' TYPE MU

9-22-70

F.R. 9-15-70; Opr's Elev. 3580' GL  
PD 1800' WO (Grayburg)  
(Orig. Stanolind Oil & Gas #1 McPherson-Federal,  
PGA 11-7-56, OTD 7270')  
TD 7270'; PBD 4500'; Prep PB to Grayburg  
Cleared Out to 4500'  
Ran 4 1/2" casing

9-28-70  
10-26-70  
1-8-71

Perf (Yeso) 4070-4100'  
Acid (4070-4100') 3000 gal  
Swbd blk sul wtr (4070-4100')  
TD 7270'; PBD 4500'; SI  
TD 7270'; PBD 4500'; SI  
TD 7270'; PBD 4500'; SI

EDDY Artesia NM Sec 11, T18S, R27E  
SMITH, BILL J. I McPherson, Ruth C. Page #2

2-22-71 TD 7270'; PBD 4500'; SI  
4-12-71 TD 7270'; PBD 4500'; SI  
4-19-71 TD 7270'; PBD 4500'; TEMPORARILY ABANDONED  
4-22-71 COMPLETION REPORTED

N. M. O. C. C. COPY  
UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

SUBMIT IN TRIPL  
(Other Instructions  
verse side)

Form approved.  
Budget Bureau No. 42-R1424.

5. LEASE DESIGNATION AND SERIAL NO.  
LC-068051

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.  
Use "APPLICATION FOR PERMIT" for such proposals.)

7. UNIT AGREEMENT NAME

1. WELL TYPE:  GAS WELL  OTHER **DRY-HOLE RE-ENTRY**

8. FARM OR LEASE NAME

2. NAME OF OPERATOR  
Amoco Production Company

SMITH MCPHERSON

3. ADDRESS OF OPERATOR  
BOX 68, HOBBS, N. M. 88240

9. WELL NO.

1

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.  
See also space 17 below.)  
At surface

10. FIELD AND POOL, OR WILDCAT

WILDCAT-

1980' FSL x 1980' EEL Sec. 11 (Unit 1, NW 1/4 SE 1/4)

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA

11-18-27 NMPM

14. PERMIT NO.

15. ELEVATIONS (Show whether DF, RT, GR, etc.)

3593' D.F.

12. COUNTY OR PARISH 13. STATE

EDDY

N.M.

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

SUBSEQUENT REPORT OF:

TEST WATER SHUT-OFF

PULL OR ALTER CASING

WATER SHUT-OFF

REPAIRING WELL

FRACTURE TREAT

MULTIPLE COMPLETE

FRACTURE TREATMENT

ALTERING CASING

SHOOT OR ACIDIZE

ABANDON\*

SHOOTING OR ACIDIZING

ABANDONMENT\*

REPAIR WELL

CHANGE PLANS

(Other)

(Other)

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

Physical abandonment of well concluded 6-6-73.  
Plugged and abandoned as follows:  
Filled hole w/ mud. (PBD-4365)  
Spotted 30 sz cement plug 4119'-3735' (BUN. PERS. 4100'-4070')  
Shot & pulled 4 1/2" csg. from 2990'.  
Spotted 30 sz cement plug 3040'-2900' (in + out of 4 1/2" stub)  
" 40 sz " " 2040'-1922'  
No 9 5/8" casing found in hole.  
Spotted 50 sz cement plug 1010'-910'.  
" 60 " " " 602'-502' (13 3/8" CSA 572)  
" 10 " " " @ surface & erected P & A marker.  
Location shall be cleaned & levelled.

I hereby certify that the foregoing is true and correct

SIGNED

*[Signature]*

TITLE

AREA ENGINEER

DATE

6-15-73

(This space for Federal or State office use)

APPROVED BY

CONDITIONS OF APPROVAL IF ANY:

TITLE

DATE

04 4- USGS-APPROVED  
1- DIV  
1- SUSA  
1- IRRY  
2- ARCO  
JUL 13 1973  
K. L. BEEKMAN  
ACTING DISTRICT ENGINEER

\*See Instructions on Reverse Side

# SUBSURFACE

NAVAJO REFINING COMPANY

Map ID No. 40

Artificial Penetration Review

OPERATOR Pre-Ongard Well Op.

STATUS Plugged

LEASE Pre-Ongard

LOCATION Sec. 11 -T18S-R27E

WELL NUMBER 1

MUD FILLED BOREHOLE NA

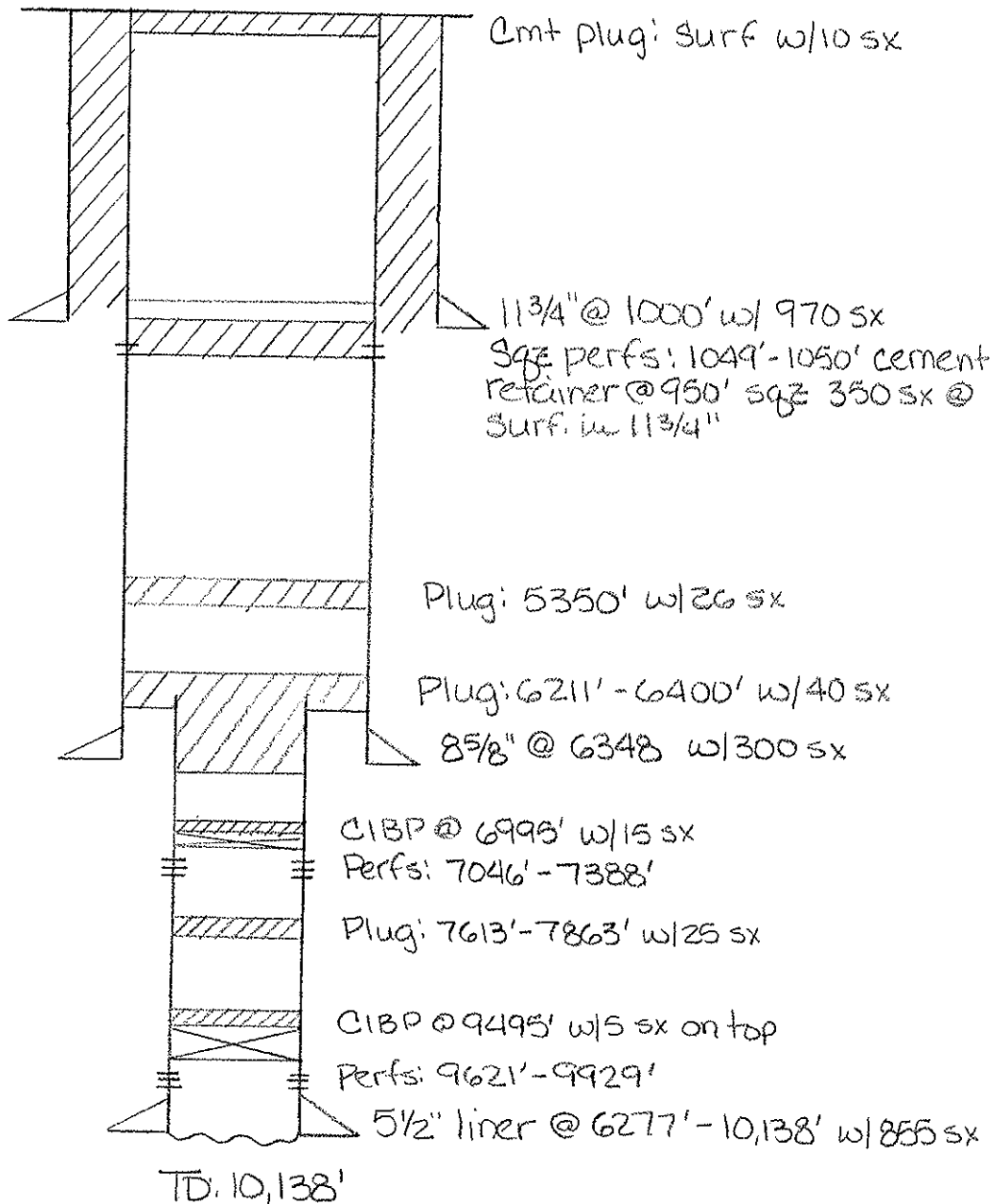
DRILLED NA

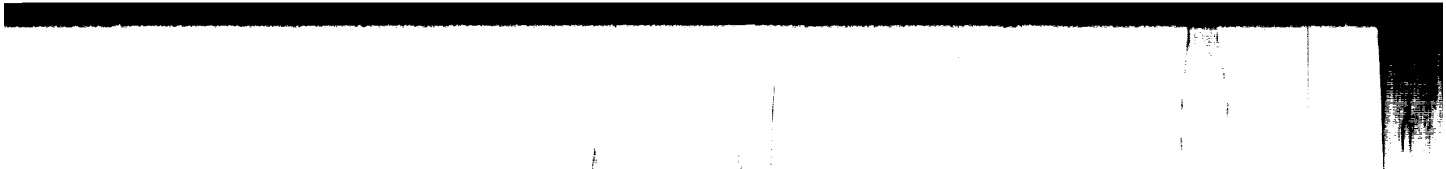
TOP OF INJECTION ZONE 7070'

PLUGGED NA

API NO. 30-015-20510

REMARKS: Calculated Top of Cement behind 5/2" liner @ 6277'





*[The text in this section is extremely faint and illegible. It appears to be a list or a series of entries, possibly a table with multiple columns. The text is mostly obscured by noise and low contrast.]*

Page 1

*Electric ...*

IT IS THEREFORE ORDERED: *Case 4663 2-16-72*  
*Order R-4264 2-28-72*

(1) That an unorthodox gas well location is hereby approved for the Amoco Production Company's Malco "S" Federal Well No. 1 in an undesignated Morrow-Pennsylvanian pool at a point 1650 feet from the North line and 1653 feet from the West line of Section 11, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico, as an exception to Rule 104 of the Commission Rules and Regulations.

*PLC # 43*  
*4-6-72*

NEW MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102  
Supersedes C-128  
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

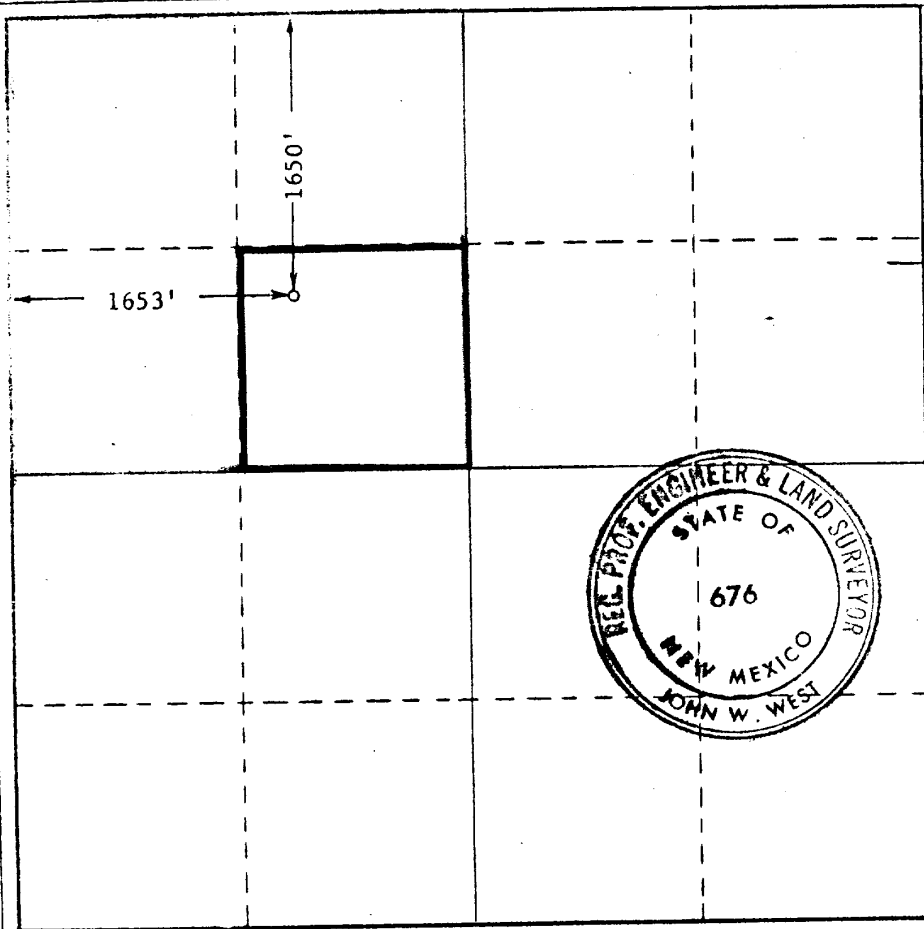
|  |                                     |                                   |                                       |                       |
|--|-------------------------------------|-----------------------------------|---------------------------------------|-----------------------|
| Operator<br><b>AMOCO PRODUCTION COMPANY</b>  |                                     | Lease<br><b>MALCO "A" FEDERAL</b> |                                       | Well No.<br><b>3</b>  |
| Unit Letter<br><b>F</b>  | Section<br><b>11</b>                | Township<br><b>18 SOUTH</b>       | Range<br><b>27 EAST</b>               | County<br><b>EDDY</b> |
| Actual Footage Location of Well:<br><b>1650</b> feet from the <b>NORTH</b> line and <b>1653</b> feet from the <b>WEST</b> line |                                     |                                   |                                       |                       |
| Ground Level Elev.<br><b>-</b>   | Producing Formation<br><b>Miss.</b> | Pool<br><b>Wildcat</b>            | Dedicated Acreage:<br><b>40</b> Acres |                       |

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes  No If answer is "yes," type of consolidation \_\_\_\_\_

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) \_\_\_\_\_

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Name \_\_\_\_\_

Position  
**AREA SUPERINTENDENT**

Company  
**Amoco Production Company**

Date

**SEP 27 1971**

**RECEIVED**  
I certify that the well location shown on this plat is plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed

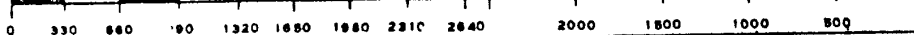
**SEPTEMBER 16, 1971**

Registered Professional Engineer and/or Land Surveyor

*John W. West*

Certification No.

**676**





NEW MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT

DEC 29 1972  
Form O-100  
Supersedes O-128  
Effective 1-1-72

All distances must be from the outer boundaries of the Section

APC 80-015-20510

|  |   |                                 |                                   |                                 |  |
|--|---|---------------------------------|-----------------------------------|---------------------------------|--|
| Operator<br><b>AMOCO PRODUCTION COMPANY</b>  |   | Lease<br><b>MALCO S FEDERAL</b> |                                   | ARTESIA, OFFICE # <b>1</b>      |  |
| Unit Letter<br><b>F</b>  | Section<br><b>11</b>                        | Township<br><b>18 SOUTH</b>     | Range<br><b>27 EAST</b>           | County<br><b>EDDY</b>           |  |
| Actual Footage Location of Well:<br>1650 feet from the NORTH line and 1653 feet from the WEST line |   |                                 |                                   |                                 |  |
| Ground Level Elev.<br><b>3587 RDB</b>  | Producing Formation<br><b>MORROW-(PENN)</b> |                                 | Pool<br><b>SEGGIN DRAW-MORROW</b> | Estimated Acreage<br><b>320</b> |  |

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes  No If answer is "yes," type of consolidation \_\_\_\_\_

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) \_\_\_\_\_

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.

CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Name: *James West*  
 Position: **AREA SUPERINTENDENT** *Engineer*  
 Company: **Amoco Production Company**

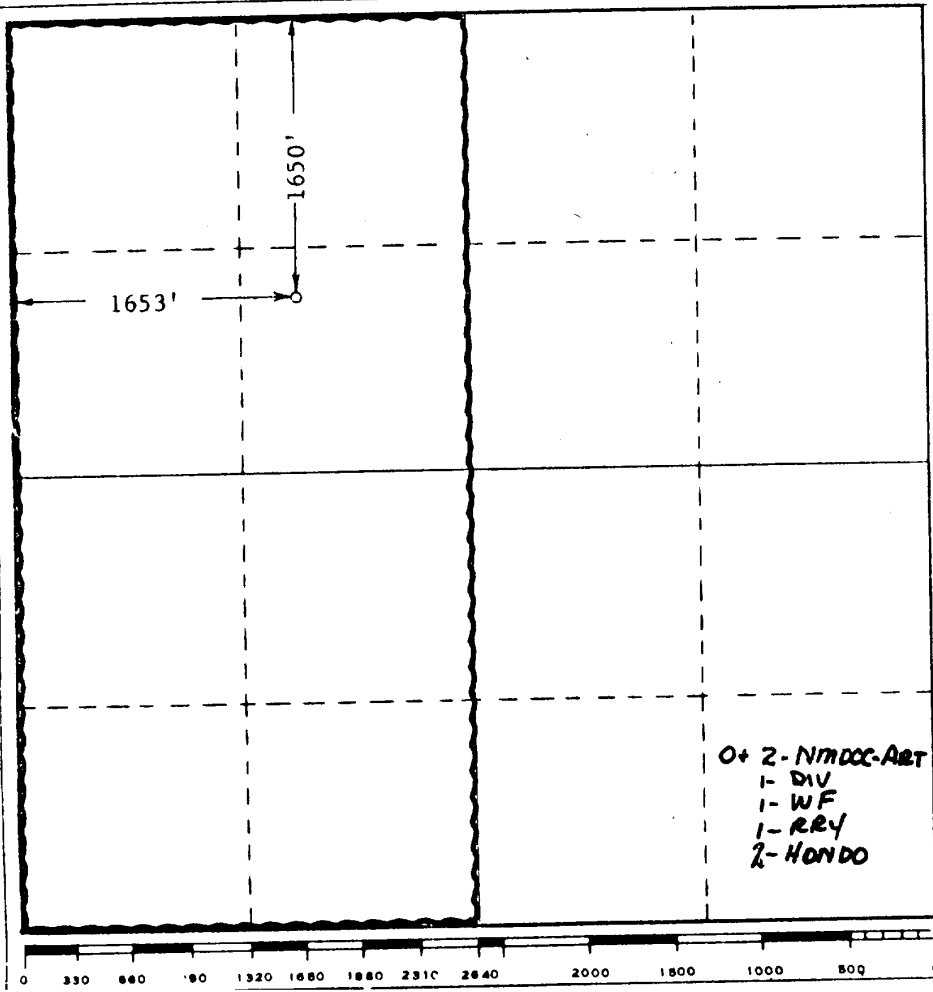
Date: **12-28-72**

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed: **SEPTEMBER 16, 1971**

Registered Professional Engineer and/or Land Surveyor

*John West*  
 Certificate No. **676**



**O+ 2- N/MOCC-ART**  
**1- DIV**  
**1- WF**  
**1- RRY**  
**2- HONDO**

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

30-015-20510

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK  
 DRILL  DEEPEN  PLUG BACK   
 b. TYPE OF WELL  
 OIL WELL  GAS WELL  OTHER   
 SINGLE ZONE  MULTIPLE ZONE

2. NAME OF OPERATOR  
 Arco Production Company OCT 8 1971

3. ADDRESS OF OPERATOR  
 BOX 68, HOBBS, N. M. 88240 O. C. C.

4. LOCATION OF WELL (Report location clearly and in accordance with State requirements.)\*  
 At surface  
 1650' FNL x 1653' FWL Sec. 11 (F, SE 1/4 NW 1/4)  
 At proposed prod. zone

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE\*

15. DISTANCE FROM PROPOSED\* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any)  
 18. DISTANCE FROM PROPOSED LOCATION\* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.

16. NO. OF ACRES IN LEASE  
 19. PROPOSED DEPTH  
 10,500'

5. LEASE DESIGNATION AND SERIAL NO.  
 LC-067858  
 6. IF INDIAN, ALLOTTEE OR TRIBE NAME  
 7. UNIT AGREEMENT NAME  
 8. FARM OR LEASE NAME  
 MALCO A FEDERAL  
 9. WELL NO.  
 3  
 10. FIELD AND POOL, OR WILDCAT  
 WILDCAT  
 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA  
 11-18-27 NMPM  
 12. COUNTY OR PARISH  
 EDDY  
 13. STATE  
 NM

17. NO. OF ACRES ASSIGNED TO THIS WELL  
 40

20. ROTARY OR CABLE TOOLS  
 ROTARY  
 22. APPROX. DATE WORK WILL START\*

21. ELEVATIONS (Show whether DF, RT, GR, etc.)

23. PROPOSED CASING AND CEMENTING PROGRAM

| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH | QUANTITY OF CEMENT    |
|--------------|----------------|-----------------|---------------|-----------------------|
| 13 3/4"      | 11 3/4"        | 42-47#          | 1000'         | Circ                  |
| 11"          | 8 5/8"         | 24-36#          | 6200'         | Fill 600' above Qto   |
| 7 7/8"       | 5 1/2" LIVER   | 14-17#          | 6200-TD       | Squeeze behind liner. |

After drilling well logs will be run and evaluations made, perforating and/or stimulating as necessary in attempting commercial production.

RECEIVED  
 OCT - 7 1971  
 U. S. GEOLOGICAL SURVEY  
 ARTESIA, NEW MEXICO

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24. SIGNED \_\_\_\_\_ TITLE AREA SUPERINTENDENT DATE 10-6-71

(This space for Federal or State office use)

PERMIT NO. \_\_\_\_\_ APPROVAL DATE \_\_\_\_\_

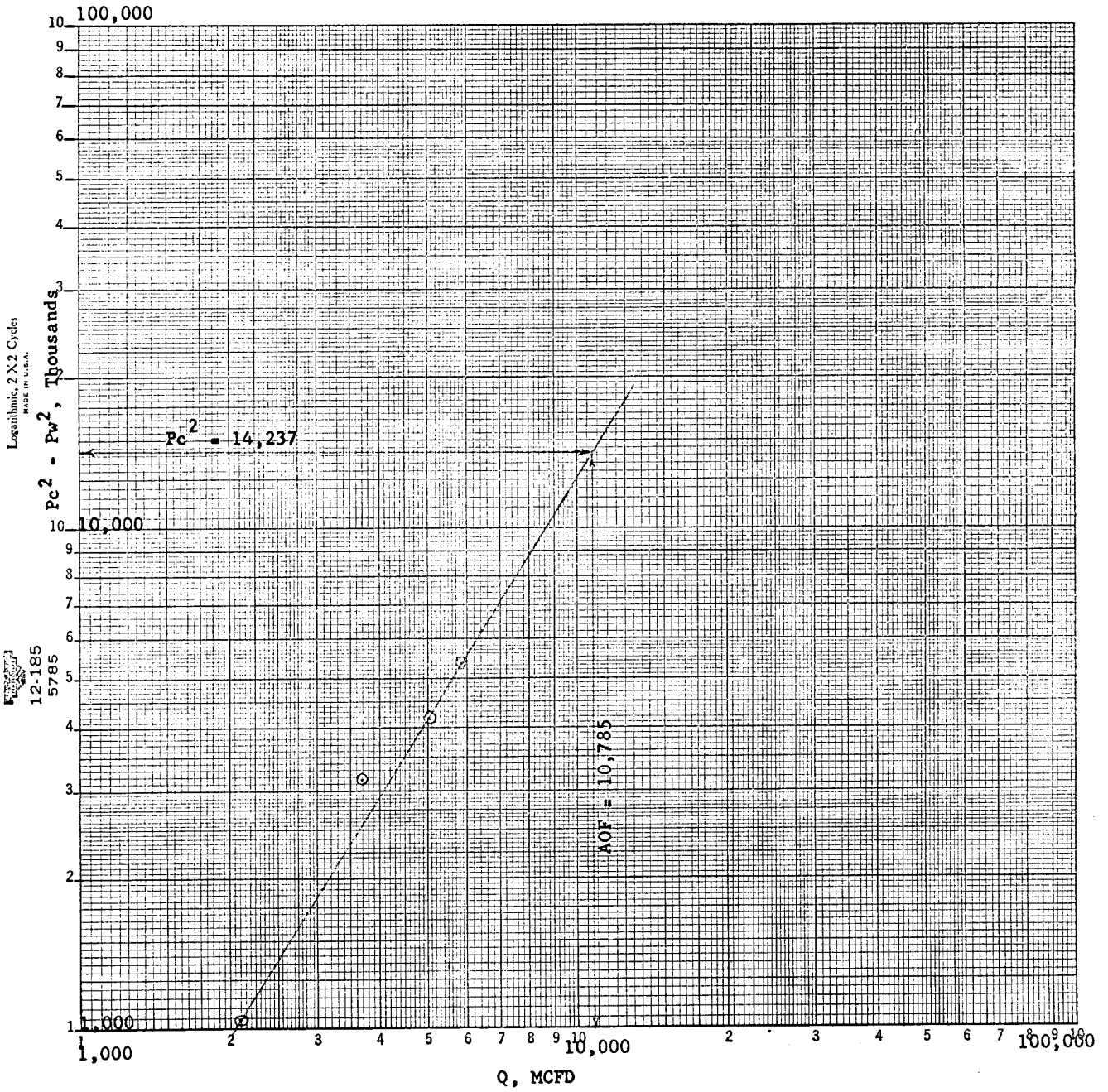
APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_  
 CONDITIONS OF APPROVAL: THIS APPROVAL IS RESCINDED IF OPERATIONS ARE NOT COMMENCED WITHIN 3 MONTHS.  
 EXPIRES JAN - 7 1972

APPROVED  
 OCT - 2 1971  
 R. L. BECKMAN  
 ACTING DISTRICT ENGINEER  
 04 4. USGS-ART  
 1-AC Jr  
 1-SUSP  
 1-RRY  
 1-Arco-Rawley  
 Doug Klavin

\*See Instructions On Reverse Side

|      |         |      |
|------|---------|------|
| Item | Checked | Date |
| 1    |         |      |
| 2    |         |      |
| 3    |         |      |
| 4    |         |      |
| 5    |         |      |
| 6    |         |      |
| 7    |         |      |
| 8    |         |      |
| 9    |         |      |
| 10   |         |      |
| 11   |         |      |
| 12   |         |      |
| 13   |         |      |
| 14   |         |      |
| 15   |         |      |
| 16   |         |      |
| 17   |         |      |
| 18   |         |      |
| 19   |         |      |
| 20   |         |      |
| 21   |         |      |
| 22   |         |      |
| 23   |         |      |
| 24   |         |      |

Amoco Production Company  
 Malco "S" Federal No. 3  
 F-11-18S-27E  
 12/22/71



NEW MEXICO OIL CONSERVATION COMMISSION  
MULTIPOINT AND ONE POINT BACK PRESSURE TEST FOR GAS WELL

Form C-122  
Revised 9-1-68

RECEIVED

*filed  
1-22-72*

JAN 3 1972

|  |                                    |   |                             |
|--|------------------------------------|---|-----------------------------|
| Type Test<br><input checked="" type="checkbox"/> Initial <input checked="" type="checkbox"/> Annual <input type="checkbox"/> Special |                                    | Test Date<br>12/22/71                                       |                             |
| Company<br>Amoco Production Company  |                                    | Connection<br>None  |                             |
| Pool<br>Wildcat  |                                    | Formation<br>Morrow Penn                                    |                             |
| Completion Date<br>12/18/71  |                                    | Total Depth<br>10,168                                       |                             |
| Plug Back TD<br>10,000   |                                    | Elevation<br>3587 KDB                                       |                             |
| Farm or Lease Name<br>Malco #5 Federal   |                                    | Unit<br>API No. 30-015-20510                                |                             |
| Well No.<br>X # 31   | Perforations:<br>From 9621 To 9929 |   |                             |
| Well No.<br>F 11 18S 27E   | Perforations:<br>From Open End To  |   |                             |
| Type Well - Single - Brnthead - G.O. or G.O. Multiple<br>Single  |                                    | Packer Set At<br>9491'                                      |                             |
| Producing Thru<br>2-3/8" Tbg   |                                    | Reservoir Temp. °F<br>145° 9775                             |                             |
| Mean Annual Temp. °F<br>60   |                                    | Baro. Press. - P <sub>g</sub><br>13.2                       |                             |
| State<br>New Mexico  |                                    | County<br>Eddy  |                             |
| L<br>9504  | H<br>9504                          | G <sub>g</sub><br>0.630                                     | % CO <sub>2</sub><br>0.38   |
| %  |                                    | % N <sub>2</sub><br>0.31                                    | % H <sub>2</sub> S<br>0     |
| Prover<br>-  |                                    | Meter Run<br>6"   |                             |
| Tape<br>Flange   |                                    |   |                             |
| FLOW DATA  |                                    |   |                             |
| NO.  | Prover Line Size                   | Orifice Size  | Press. p.s.i.g.             |
| 51   |                                    |   |                             |
| 1.   | 6.065 x 2.500                      | 565   | 5.3                         |
| 2.   | 6.065 x 2.500                      | 560   | 16.0                        |
| 3.   | 6.065 x 2.500                      | 590   | 27.5                        |
| 4.   | 6.065 x 2.500                      | 600   | 36.0                        |
| 5.   |                                    |   |                             |
| TUBING DATA  |                                    |   |                             |
| NO.  | Press. p.s.i.g.                    | Temp. °F  | Duration of Flow            |
| 51   | 2862                               |   | 40 hrs                      |
| 1.   | 2689                               | 60  | 1 hr                        |
| 2.   | 2453                               | 60  | 1 hr                        |
| 3.   | 2220                               | 60  | 1 hr                        |
| 4.   | 2035                               | 60  | 1 hr                        |
| 5.   |                                    |   |                             |
| CASING DATA  |                                    |   |                             |
| NO.  | Press. p.s.i.g.                    | Temp. °F  | Duration of Flow            |
| 51   | Pkr                                | -   | 40 hrs                      |
| 1.   | Pkr                                | -   | 1 hr                        |
| 2.   | Pkr                                | -   | 1 hr                        |
| 3.   | Pkr                                | -   | 1 hr                        |
| 4.   | Pkr                                | -   | 1 hr                        |
| 5.   |                                    |   |                             |
| RATE OF FLOW CALCULATIONS  |                                    |   |                             |
| NO.  | Coefficient (24 Hour)              | $\sqrt{h_w P_m}$  | Pressure P <sub>m</sub>     |
| 1  | 30.31                              | 55.34   | 578.2                       |
| 2  | 30.31                              | 95.76   | 573.2                       |
| 3  | 30.31                              | 128.79  | 603.2                       |
| 4  | 30.31                              | 148.56  | 613.2                       |
| 5.   |                                    |   |                             |
| NO.  | R <sub>f</sub>                     | Temp. °R  | T <sub>f</sub>              |
| 1  | 0.86                               | 570   | 1.57                        |
| 2.   | 0.85                               | 557   | 1.53                        |
| 3.   | 0.90                               | 547   | 1.50                        |
| 4.   | 0.91                               | 541   | 1.49                        |
| 5  |                                    |   |                             |
| Gas Liquid Hydrocarbon Ratio   |                                    | 74,136 Mat/bbl.   |                             |
| A.P.I. Gravity of Liquid Hydrocarbons  |                                    | 54.0  |                             |
| Specific Gravity Separator Gas   |                                    | 0.630   |                             |
| Specific Gravity Flowing Fluid   |                                    | XXXXX   |                             |
| Critical Pressure  |                                    | 673 P.S.I.A.  |                             |
| Critical Temperature   |                                    | 364 °R  |                             |
| * P <sub>c</sub> 3773.2  |                                    | P <sub>c</sub> <sup>2</sup> 14,237                          |                             |
| NO.  | P <sub>i</sub> <sup>2</sup>        | P <sub>w</sub>  | R <sub>w</sub> <sup>2</sup> |
| 1  |                                    | 3632.8  | 13,197                      |
| 2  |                                    | 3330.2  | 11,090                      |
| 3  |                                    | 3173.2  | 10,069                      |
| 4  |                                    | 2981.1  | 8,887                       |
| 5  |                                    |   |                             |
| (1) $\frac{P_c^2}{R_w^2 - R_w'^2} = 2.661$   |                                    | (2) $\left[ \frac{R_c^2}{R_c^2 - R_w'^2} \right]^n = 1.848$ |                             |
| AOF = Q $\left[ \frac{R_c^2}{R_c^2 - R_w'^2} \right]^n = 10.785$   |                                    |   |                             |
| Absolute Open Flow   |                                    | 10,785 Mcld @ 15.025  |                             |
| Angle of Slope   |                                    | Slope, n 0.626  |                             |
| Remarks: * P <sub>c</sub> measured with bottom hole pressure recorder  |                                    |   |                             |
| Approved By Commission:  |                                    | Conducted By: Al Klagr                                      |                             |
| Calculated By: Ed Snook  |                                    | Checked By: Ed Snook  |                             |

Copy to S F

# REQUEST FOR THE EXTENSION OF AN EXISTING POOL

OR

# THE CREATION OF A NEW POOL

TO: The Oil Conservation Commission  
State of New Mexico

Date 2-10- 1972

The Amoco Production Company BOX 68, HOBBS, N. M. 88240 MALCO S Federal  
Name of Operator Name of Lease

1 Well No. Located 1650 feet from the NORTH line and 1653 feet

from the WEST line of 11 Section 18-S Township 27-E Range

is outside the boundaries of any pool producing from the same formation. On the basis of the information submitted here-  
with on form C-105, we hereby request that the  
pool be extended to include the following described area

or that a new pool be created to include the following described area W/2 SEC. 11, T-18-S, R-27-E

Suggested name: SCOGGIN DRAW-PENN

Amoco Production Company  
Operator

Name of Producing Formation:

(MORROW)-PENN

[Signature]  
AREA SUPERINTENDENT

Representative

001 NMOCC-ART R-4291  
1-DIV  
1-WF  
1-HONDO  
Scoggin Draw Morrow  
5-1-72

RECEIVED

FEB 14 1972

O. C. C.  
ARTESIA, OFFICE

Amoco Production Company  
-2-

COMMINGLING ORDER PLC-43 (conf'd)

DONE at Santa Fe, New Mexico, on this 6th day of April,  
1972.



A. L. PORTER, Jr.  
Secretary-Director

ALP/DSN/dr

cc: Oil Conservation Commission - Artesia  
Oil & Gas Engineering Committee - Hobbs  
United States Geological Survey - Roswell



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO  
P. O. BOX 2088 - SANTA FE  
87501

RECEIVED

April 6, 1972

APR 7 1972

GOVERNOR  
BRUCE KANE  
CHAIRMAN

LAND COMMISSIONER  
ALEX J. ARMijo  
MEMBER

STATE GEOLOGIST  
A. L. PORTER, JR.  
SECRETARY - DIRECTOR

Amoco Production Company  
P. O. Box 68  
Hobbs, New Mexico 88240

O. C. C.  
ARTESIA, OFFICE

Attention: Mr. V. E. Staley

COMMINGLING ORDER PLC-43

Gentlemen:

The above-named company is hereby authorized to commingle Empire Abo oil and undesignated Morrow gas pool distillate pool production from the following leases:

| <u>Lease Name</u>     | <u>Acreage Description</u> |
|-----------------------|----------------------------|
| Malco H Federal R/A A | NE/4 SE/4 Sec. 3-18-27     |
| Malco D Federal R/A A | N/2 NE/4 Sec. 10-18-27     |
| Malco D Federal R/A B | S/2 NE/4 Sec. 10-18-27     |
| Malco E Federal R/A A | SE/4 SE/4 Sec. 3-18-27     |
| Malco E Federal R/A B | SW/4 SE/4 Sec. 3-18-27     |
| Malco A Federal       | E/2 NW/4 Sec. 11-18-27     |
| Malco B Federal       | W/2 NW/4 Sec. 11-18-27     |
| Malco C Federal       | W/2 NE/4 Sec. 11-18-27     |
| Malco J Federal       | E/2 NE/4 Sec. 11-18-27     |

Production shall be allocated by separately metering the oil production from each of the above leases and separately metering the distillate production from the Malco "S" Federal Well No. 1 prior to commingling.

This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B of the Commission Rules and Regulations and the Commission "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

Commission Order No. R-1399, which authorized commingling of all of the above production except the Morrow distillate, is hereby put in abeyance.

NEW MEXICO OIL CONSERVATION COMMISSION

Artesia, New Mexico

May 9, 1972

Amoco Production Company  
P. O. Box 68  
Hobbs, New Mexico 88240

Re: Wells placed in pools

Gentlemen:

As the result of Commission Order P-4291 the following described well (a) (~~has-have~~) been placed in the pool (a) shown below. This change in nomenclature has been made in our files. Please change your records to reflect the proper pool name. All subsequent reports must show this nomenclature until further notice.

Scoggin Draw Morrow

Malco "S" Federal #1-F, 11-18-27

Transporters are advised, by copy of this letter, to change their records to reflect the pool name as established by this order.

Very truly yours,

OIL CONSERVATION COMMISSION

Dist.

Orig. Operator

cc: Each transporter





Amoco Production Company

Post Office Box 68  
Hobbs, New Mexico, 88240

March 19, 1973

File: VES-86-680 x WF

RECEIVED

Re: Back Pressure Test  
Amoco's Malco "S" Federal No. 1  
F-11-18-27  
Eddy County, New Mexico

MAR 20 1973

ARTESIA OFFICE

New Mexico Oil Conservation Commission  
P. O. Drawer DD  
Artesia, New Mexico, 88210

Gentlemen:

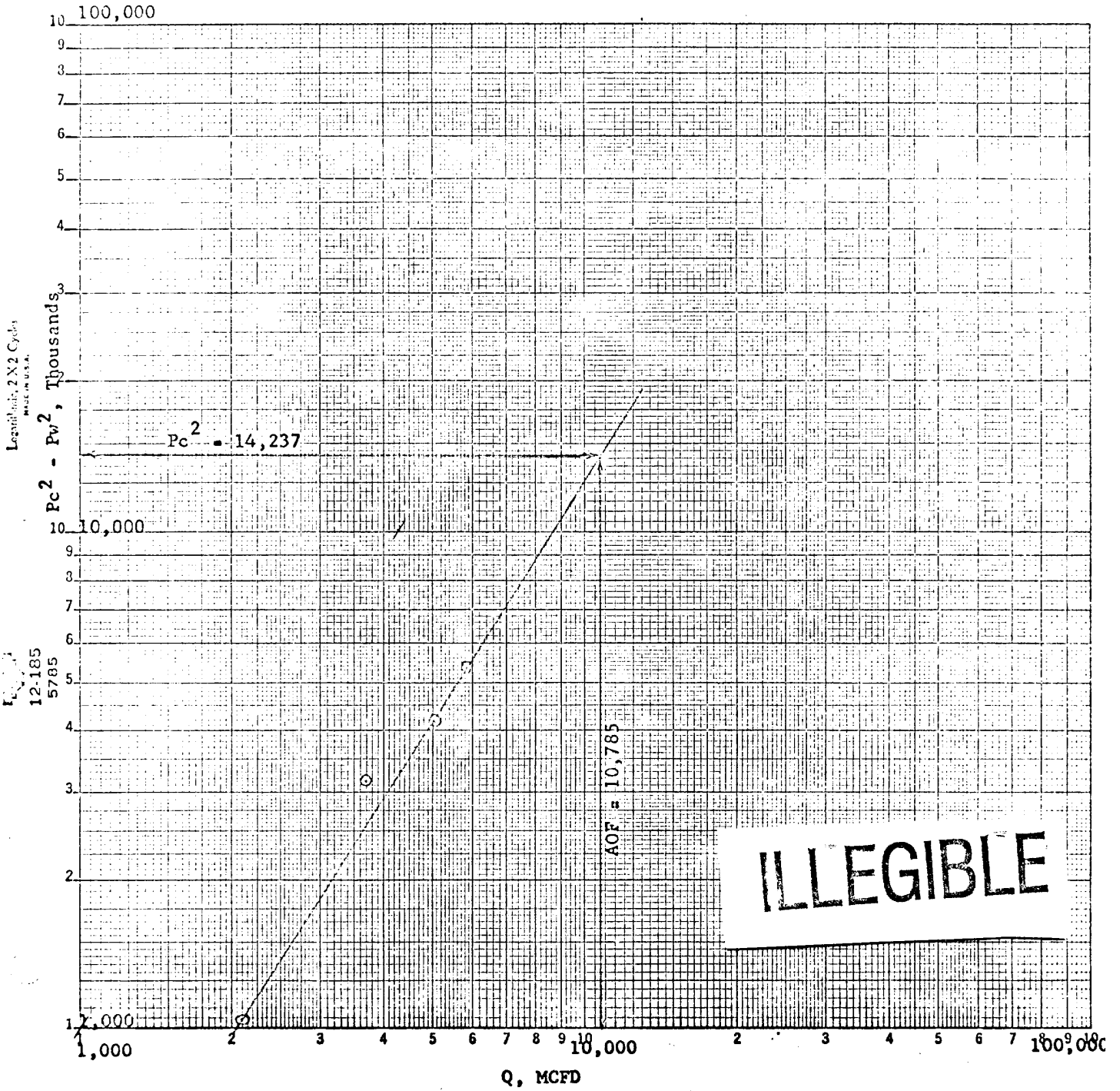
Attached herewith is a One Point Back Pressure Test on Amoco's Malco "S" Federal No. 1, F-11-18-27, Eddy County, New Mexico. Due to a drastic decline in reservoir pressure and low producing rates, it was not feasible to take a Four Point test on this well and the One Point test submitted is based on the maximum flow rate at existing sales line pressures and the slope of the original Four Point test submitted December 28, 1971. As can be seen from the reservoir pressure and cumulative production of 104 MMCF to the last test period, the well is on a rapid decline. We trust these data will fill your requirements for a back pressure test.

Yours very truly,

  
V. E. STALEY  
Area Superintendent

Attachments

moco Production Company  
 also "S" Federal No. 1  
 F-11-18S-27E  
 12/22/71



NEW MEXICO OIL CONSERVATION COMMISSION  
MULTIPOINT AND ONE POINT BACK PRESSURE TEST FOR GAS WELL

Form C-122  
Revised 9-1-69

RECEIVED

| Type Test<br><input checked="" type="checkbox"/> Initial <input type="checkbox"/> Annual <input type="checkbox"/> Special |                             |                                  |                                  | Test Date<br>12/22/71                                     |  | MAR 20 1973                             |  |                       |                                |                  |
|---|-----------------------------|----------------------------------|----------------------------------|---|--|---|--|-----------------------|--------------------------------|------------------|
| Company<br>A. C. O. Production Company  |                             |                                  | Connection<br>None               |   |  | O. C. O.<br>ARTESIA OFFICE              |  |                       |                                |                  |
| Pool<br>Willbeat  |                             |                                  | Formation<br>Morrow Penn         |   |  | Unit<br>API No. 30-15-2-510             |  |                       |                                |                  |
| Completion Date<br>12/11/71   |                             | Total Depth<br>10,168            |                                  | Plug Back TD<br>10,000                                    |  | Elevation<br>3587 KDB                   |  |                       |                                |                  |
| Casing Size<br>5-1/2"   |                             | Wt.<br>17#                       |                                  | Set At<br>4,892   |  | Perforations:<br>From 9621 To 9929      |  |                       |                                |                  |
| Tub. Size<br>2-3/8"   |                             | Wt.<br>4.7                       |                                  | Set At<br>1,995   |  | Perforations:<br>From Open End To       |  |                       |                                |                  |
| Type Well - Single - Brdenhead - G.O. or G.O. Multiple<br>Single  |                             |                                  |                                  | Packer Set At<br>8491'                                    |  | County<br>Eddy                          |  |                       |                                |                  |
| Producing Thru<br>2-3/8" Top  |                             | Reservoir Temp. °F<br>145 @ 9775 |                                  | Mean Annual Temp. °F<br>60                                |  | Baro. Press. - P <sub>a</sub><br>13.2   |  |                       |                                |                  |
| L<br>9504   |                             | H<br>9504                        |                                  | G <sub>g</sub><br>0.630                                   |  | Prover<br>6"                            |  |                       |                                |                  |
| % CO <sub>2</sub><br>0.39   |                             | % N <sub>2</sub><br>0.31         |                                  | % H <sub>2</sub> S<br>0                                   |  | Meter Run<br>6"                         |  |                       |                                |                  |
| Taps<br>Slange  |                             |                                  |                                  |   |  |   |  |                       |                                |                  |
| FLOW DATA   |                             |                                  |                                  | TUBING DATA   |  | CASING DATA                             |  | Duration of Flow      |                                |                  |
| NO.   | Prover Line Size            | X Orifice Size                   | Press. p.s.i.g.                  | Diff. hw  | Temp. °F   | Press. p.s.i.g.                         | Temp. °F   | Press. p.s.i.g.       | Temp. °F                       | Duration of Flow |
| SI  |                             |                                  |                                  |   |  | 2862                                    |  | Pkr                   | -                              | 40 hrs           |
| 1.  | 6.005 x 2.500               |                                  | 565                              | 5.3   | 110  | 2639                                    | 60   | Pkr                   | -                              | 1 hr             |
| 2.  | 6.005 x 2.500               |                                  | 560                              | 16.0  | 97   | 2453                                    | 60   | Pkr                   | -                              | 1 hr             |
| 3.  | 6.005 x 2.500               |                                  | 500                              | 27.5  | 87   | 2220                                    | 60   | Pkr                   | -                              | 1 hr             |
| 4.  | 6.005 x 2.500               |                                  | 660                              | 36.0  | 81   | 2035                                    | 60   | Pkr                   | -                              | 1 hr             |
| 5.  |                             |                                  |                                  |   |  |   |  |                       |                                |                  |
| RATE OF FLOW CALCULATIONS   |                             |                                  |                                  |   |  |   |  |                       |                                |                  |
| NO.   | Coefficient (24 Hour)       | $\sqrt{h_w P_m}$                 | Pressure P <sub>m</sub>          | Flow Temp. Factor Ft.                                     | Gravity Factor F <sub>g</sub>                          | Super Compress. Factor, F <sub>pv</sub> | Rate of Flow Q, Mcfd                                       |                       |                                |                  |
| 1   | 30.31                       | 55.34                            | 573.2                            | 0.9551  | 1.260  | 1.033                                   | 2,096  |                       |                                |                  |
| 2   | 30.31                       | 95.76                            | 573.2                            | 0.9662  | 1.260  | 1.041                                   | 2,678  |                       |                                |                  |
| 3   | 30.31                       | 128.79                           | 603.2                            | 0.9750  | 1.260  | 1.048                                   | 5,026  |                       |                                |                  |
| 4   | 30.31                       | 143.56                           | 613.2                            | 0.9804  | 1.260  | 1.049                                   | 5,836  |                       |                                |                  |
| 5.  |                             |                                  |                                  |   |  |   |  |                       |                                |                  |
| NO.   | R <sub>1</sub>              | Temp. °R                         | T <sub>1</sub>                   | Z   | Gas Liquid Hydrocarbon Ratio <u>76.135</u> Mcf/bbl.    |   |  |                       |                                |                  |
| 1   | 0.95                        | 570                              | 1.57                             | 0.928   | A.P.I. Gravity of Liquid Hydrocarbons <u>56.0</u> Deg. |   |  |                       |                                |                  |
| 2.  | 0.95                        | 557                              | 1.53                             | 0.922   | Specific Gravity Separator Gas <u>0.630</u>            |   | XXXXXXXXXX   |                       |                                |                  |
| 3.  | 0.95                        | 567                              | 1.50                             | 0.911   | Specific Gravity Flowing Fluid <u>XXXXXX</u>           |   | 0.670  |                       |                                |                  |
| 4.  | 0.95                        | 541                              | 1.49                             | 0.903   | Critical Pressure <u>673</u> P.S.I.A.                  |   | 670 P.S.I.A.   |                       |                                |                  |
| 5.  |                             |                                  |                                  |   | Critical Temperature <u>364</u> R                      |   | 381 R  |                       |                                |                  |
| $P_c = 5773.2$ $P_c^2 = 10,237$   |                             |                                  |                                  |   |  |   |  |                       |                                |                  |
| NO.   | P <sub>1</sub> <sup>2</sup> | P <sub>w</sub>                   | R <sub>w</sub> <sup>2</sup>      | P <sub>1</sub> <sup>2</sup> - R <sub>w</sub> <sup>2</sup> | (1) $\frac{P_c^2}{P_1^2 - R_w^2} = 2.661$              |   | (2) $\left[ \frac{R_w^2}{P_1^2 - R_w^2} \right]^n = 1.348$ |                       |                                |                  |
| 1   |                             | 3632.8                           | 13,197                           | 1,040   |  |   |  |                       |                                |                  |
| 2   |                             | 3330.2                           | 11,090                           | 3,147   |  |   |  |                       |                                |                  |
| 3   |                             | 3173.2                           | 10,069                           | 4,168   |  |   |  |                       |                                |                  |
| 4   |                             | 2981.1                           | 8,857                            | 5,350   | AOF = Q  |   | $\left[ \frac{R_w^2}{P_1^2 - R_w^2} \right]^n = 10,785$    |                       |                                |                  |
| 5   |                             |                                  |                                  |   |  |   |  |                       |                                |                  |
| Absolute Open Flow <u>10,785</u> Mcfd @ 15.025  |                             |                                  |                                  |   |  | Angle of Slope $\theta$ _____           |  | Slope, n <u>0.626</u> |                                |                  |
| Remarks: <u>Wt. measured with bottom hole pressure recorder</u>   |                             |                                  |                                  |   |  |   |  |                       |                                |                  |
| Approved By Commission:   |                             |                                  | Conducted By:<br><b>Al Klear</b> |   |  | Calculated By:<br><b>Ed Snook</b>       |  |                       | Checked By:<br><b>Ed Snook</b> |                  |

|                        |       |
|------------------------|-------|
| NO. OF COPIES RECEIVED | 5     |
| DISTRIBUTION           |       |
| SANTA FE               | /     |
| FILE                   | /     |
| U.S.G.S.               |       |
| LAND OFFICE            |       |
| TRANSPORTER            | OIL / |
|                        | GAS / |
| OPERATOR               | /     |
| PRORATION OFFICE       |       |

NEW MEXICO OIL CONSERVATION COMMISSION  
 REQUEST FOR ALLOWABLE  
 AND  
 AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS

Form C-104  
 Supersedes Old C-104 and C-110  
 Effective 1-1-65

RECEIVED

SEP 13 1976

I. Operator: **AMOCO PRODUCTION COMPANY** ✓  
 Address: **P.O. DRAWER A, LEVELLAND, TEXAS 79336**  
**O.C.C. ARTESIA, OFFICE**  
 Reason(s) for filing (Check proper box):  
 New Well  Change in Transporter of: Oil  Dry Gas  Condensate   
 Recompletion  Casinghead Gas   
 Change in Ownership   
 Other (Please explain): **EFF 8-1-76 FROM: Amoco PRODUCTION COMPANY TO: GAS COMPANY OF NEW MEXICO**

If change of ownership give name and address of previous owner \_\_\_\_\_

II. DESCRIPTION OF WELL AND LEASE

|                          |             |                                |                                      |                  |
|--------------------------|-------------|--------------------------------|--------------------------------------|------------------|
| Lease Name               | Well No.    | Pool Name, including Formation | Kind of Lease                        | Lease No.        |
| <b>MALCO "S" FEDERAL</b> | <b>1</b>    | <b>SCOBAIN DRAW-MORROW</b>     | State, Federal or Fee <b>FEDERAL</b> | <b>LC-067858</b> |
| Location                 |             |                                |                                      |                  |
| Unit Letter              |             | Feet From The                  | Line and                             | Feet From The    |
| <b>F</b>                 | <b>1650</b> | <b>NORTH</b>                   | <b>1653</b>                          | <b>WEST</b>      |
| Line of Section          | Township    | Range                          | NMPM,                                | County           |
| <b>11</b>                | <b>18-S</b> | <b>27-E</b>                    |                                      | <b>EDDY</b>      |

III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS

|  |  |           |           |                                       |
|--|--|-----------|-----------|---------------------------------------|
| Name of Authorized Transporter of Oil <input type="checkbox"/> or Condensate <input checked="" type="checkbox"/> | Address (Give address to which approved copy of this form is to be sent) |           |           |                                       |
| <b>AMOCO PRODUCTION COMPANY - TRUCKS</b>   | <b>Box 1183 - HOUSTON, TEXAS 77001</b>                                   |           |           |                                       |
| Name of Authorized Transporter of Casinghead Gas <input type="checkbox"/> or Dry Gas <input type="checkbox"/>    | Address (Give address to which approved copy of this form is to be sent) |           |           |                                       |
| <b>GAS COMPANY OF NEW MEXICO</b>   | <b>FIRST INTERNATIONAL BLDG. SUITE 1800 DALLAS, TX 75270</b>             |           |           |                                       |
| If well produces oil or liquids, give location of tanks.   | Unit   | Sec.      | Twp.      | Rge.                                  |
|  | <b>F</b>   | <b>11</b> | <b>18</b> | <b>27</b>                             |
|  |  |           |           | Is gas actually connected? <b>YES</b> |
|  |  |           |           | When <b>12-27-72</b>                  |

If this production is commingled with that from any other lease or pool, give commingling order number: \_\_\_\_\_

IV. COMPLETION DATA

|   |                             |          |                 |          |        |                   |             |              |
|---|-----------------------------|----------|-----------------|----------|--------|-------------------|-------------|--------------|
| Designate Type of Completion - (X)          | Oil Well                    | Gas Well | New Well        | Workover | Deepen | Plug Back         | Same Restv. | Diff. Restv. |
|   |                             |          |                 |          |        |                   |             |              |
| Date Spudded                                | Date Compl. Ready to Prod.  |          | Total Depth     |          |        | P.B.T.D.          |             |              |
| Elevations (DF, RKB, RT, GR, etc.)          | Name of Producing Formation |          | Top Oil/Gas Pay |          |        | Tubing Depth      |             |              |
| Perforations                                |                             |          |                 |          |        | Depth Casing Shoe |             |              |
| <b>TUBING, CASING, AND CEMENTING RECORD</b> |                             |          |                 |          |        |                   |             |              |
| HOLE SIZE                                   | CASING & TUBING SIZE        |          | DEPTH SET       |          |        | SACKS CEMENT      |             |              |
|   |                             |          |                 |          |        |                   |             |              |
|   |                             |          |                 |          |        |                   |             |              |
|   |                             |          |                 |          |        |                   |             |              |

V. TEST DATA AND REQUEST FOR ALLOWABLE OIL WELL

(Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours)

|                                 |                 |   |            |
|---------------------------------|-----------------|---|------------|
| Date First New Oil Run To Tanks | Date of Test    | Producing Method (Flow, pump, gas lift, etc.) |            |
| Length of Test                  | Tubing Pressure | Casing Pressure                               | Choke Size |
| Actual Prod. During Test        | Oil - Bbls.     | Water - Bbls.                                 | Gas - MCF  |

GAS WELL

|                                  |                           |                           |                       |
|----------------------------------|---------------------------|---------------------------|-----------------------|
| Actual Prod. Test-MCF/D          | Length of Test            | Bbls. Condensate/MMCF     | Gravity of Condensate |
| Testing Method (pilot, back pr.) | Tubing Pressure (Shut-in) | Casing Pressure (Shut-in) | Choke Size            |

VI. CERTIFICATE OF COMPLIANCE

I hereby certify that the rules and regulations of the Oil Conservation Commission have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

OIL CONSERVATION COMMISSION  
 APPROVED **SEP 14 1976**, 19\_\_\_\_  
 BY **W.A. Grasset**  
 TITLE **SUPERVISOR, DISTRICT II**

0:4-NMOC-ART

1- Div

1- JMG

1- Howdo

1- Susp

1- RL

Ray W. Cox

(Signature)

Administrative Assistant

(Title)

9-3-76

(Date)

This form is to be filed in compliance with RULE 1104.

If this is a request for allowable for a newly drilled or deepened well, this form must be accompanied by a tabulation of the deviation tests taken on the well in accordance with RULE 111.

All sections of this form must be filled out completely for allowable on new and recompleted wells.

Fill out only Sections I, II, III, and VI for changes of owner, well name or number, or transporter, or other such change of condition.

Separate Forms C-104 must be filed for each pool in multiply completed wells.

|                        |       |
|------------------------|-------|
| NO. OF COPIES RECEIVED | 5     |
| DISTRIBUTION           |       |
| SANTA FE               | 1     |
| FILE                   | 1 ✓   |
| U.S.G.S.               |       |
| LAND OFFICE            |       |
| TRANSPORTER            | OIL 1 |
|                        | GAS 1 |
| OPERATOR               | 1     |
| PRORATION OFFICE       |       |

NEW MEXICO OIL CONSERVATION COMMISSION  
**REQUEST FOR ALLOWABLE**  
**AND**  
**AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS**

Form C-104  
 Supersedes Old C-104 and C-110  
 Effective 1-1-65

**RECEIVED**

JAN 28 1977

Operator  
**AMOCO PRODUCTION COMPANY** ✓  
 Address  
**P.O. Drawer A, Levelland, Texas 79336**  
 Reason(s) for filing (Check proper box)  
 New Well  Change in Transporter of:  
 Recompletion  Oil  Dry Gas  From: Gas Company of New Mexico  
 Change in Ownership  Casinghead Gas  Condensate  To: Amoco Production Company  
 Other (Please explain) Eff. 8-1-76  
 Artesia Office

If change of ownership give name and address of previous owner \_\_\_\_\_

**DESCRIPTION OF WELL AND LEASE**

|  |                      |  |  |                               |
|--|----------------------|--|--|-------------------------------|
| Lease Name<br><b>Malco "S" Federal</b> | Well No.<br><b>1</b> | Pool Name, including Formation<br><b>Scoggin Draw-Morrow</b> | Kind of Lease<br>State, Federal or Fee<br><b>Federal</b> | Lease No.<br><b>LC-067858</b> |
|--|----------------------|--|--|-------------------------------|

Location  
 Unit Letter **F**; **1650** Feet From The **North** Line and **1653** Feet From The **West**  
 Line of Section **11** Township **18-S** Range **27-E**, NMPM, **Eddy** County

**DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS**

|  |  |
|--|--|
| Name of Authorized Transporter of Oil <input type="checkbox"/> or Condensate <input checked="" type="checkbox"/><br><b>Amoco Production Company - Trucks</b> | Address (Give address to which approved copy of this form is to be sent)<br><b>Box 1183, Houston, Texas 77001</b>        |
| Name of Authorized Transporter of Casinghead Gas <input type="checkbox"/> or Dry Gas <input checked="" type="checkbox"/><br><b>Amoco Production Company</b>  | Address (Give address to which approved copy of this form is to be sent)<br><b>P.O. Drawer A, Levelland, Texas 79336</b> |

|  |                  |                   |                   |                   |  |
|--|------------------|-------------------|-------------------|-------------------|--|
| If well produces oil or liquids, give location of tanks. | Unit<br><b>F</b> | Sec.<br><b>11</b> | Twp.<br><b>18</b> | Rge.<br><b>27</b> | Is gas actually connected? When<br><b>Yes 12-27-72</b> |
|--|------------------|-------------------|-------------------|-------------------|--|

If this production is commingled with that from any other lease or pool, give commingling order number: \_\_\_\_\_

**COMPLETION DATA**

|                                    |                             |                 |          |          |                   |           |             |              |
|------------------------------------|-----------------------------|-----------------|----------|----------|-------------------|-----------|-------------|--------------|
| Designate Type of Completion - (X) | Oil Well                    | Gas Well        | New Well | Workover | Deepen            | Plug Back | Same Res'v. | Diff. Res'v. |
| Date Spudded                       | Date Compl. Ready to Prod.  | Total Depth     |          |          | P.B.T.D.          |           |             |              |
| Elevations (DF, RKB, RT, GR, etc.) | Name of Producing Formation | Top Oil/Gas Pay |          |          | Tubing Depth      |           |             |              |
| Perforations                       |                             |                 |          |          | Depth Casing Shoe |           |             |              |

**TUBING, CASING, AND CEMENTING RECORD**

| HOLE SIZE | CASING & TUBING SIZE | DEPTH SET | SACKS CEMENT |
|-----------|----------------------|-----------|--------------|
|           |                      |           |              |
|           |                      |           |              |
|           |                      |           |              |

**TEST DATA AND REQUEST FOR ALLOWABLE OIL WELL** (Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours)

|                                 |                 |   |            |
|---------------------------------|-----------------|---|------------|
| Date First New Oil Run To Tanks | Date of Test    | Producing Method (Flow, pump, gas lift, etc.) |            |
| Length of Test                  | Tubing Pressure | Casing Pressure                               | Choke Size |
| Actual Prod. During Test        | Oil-Bbls.       | Water-Bbls.                                   | Gas-MCF    |

POSTED  
ID-3  
changed  
2-4-77

**GAS WELL**

|                                  |                           |                           |                       |
|----------------------------------|---------------------------|---------------------------|-----------------------|
| Actual Prod. Test-MCF/D          | Length of Test            | Bbls. Condensate/MMCF     | Gravity of Condensate |
| Testing Method (pilot, back pr.) | Tubing Pressure (shut-in) | Casing Pressure (shut-in) | Choke Size            |

**CERTIFICATE OF COMPLIANCE**

I hereby certify that the rules and regulations of the Oil Conservation Commission have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

OIL CONSERVATION COMMISSION  
 APPROVED JAN 31 1977, 19\_\_\_\_  
 BY W.A. Gressett  
 TITLE \_\_\_\_\_

*Ray W Cox*

(Signature)

Administrative Assistant

(Title)

1-26-77

(Date)

O&4 NMOCC-Art

1-Div  
1-JMG

1-Hondo  
1-Susp  
1-RC

This form is to be filed in compliance with RULE 1104.

If this is a request for allowable for a newly drilled or deepened well, this form must be accompanied by a tabulation of the deviation tests taken on the well in accordance with RULE 111.

All sections of this form must be filled out completely for allowable on new and recompleted wells.

Fill out only Sections I, II, III, and VI for changes of owner, well name or number, or transporter, or other such change of condition.

Separate Forms C-104 must be filed for each pool in multiply completed wells.

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

**SUNDRY NOTICES AND REPORTS ON WELLS**

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use Form 9-331-C for such proposals.)

1. oil well  gas well  other

2. NAME OF OPERATOR  
Amoco Production Company ✓

3. ADDRESS OF OPERATOR  
P. O. Box 68, Hobbs, NM 88240

4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17 below.)  
AT SURFACE: 1650' FNL X 1653' FWL, Unit F  
AT TOP PROD. INTERVAL: Sec. 11, T-18-S, R-27-E  
AT TOTAL DEPTH:

16. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

REQUEST FOR APPROVAL TO:

TEST WATER SHUT-OFF

FRACTURE TREAT

SHOOT OR ACIDIZE

REPAIR WELL

PULL OR ALTER CASING

MULTIPLE COMPLETE

CHANGE ZONES

ABANDON\*

(other)

SUBSEQUENT REPORT OF:

5. LEASE  
LC-067858

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME  
DEC 29 1981

8. FARM OR LEASE NAME  
Malco "S" Federal

9. WELL NO.  
1

10. FIELD OR WILDCAT NAME  
Scoggin Draw - Morrow Gas

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA  
11-18-27

12. COUNTY OR PARISH  
Eddy

13. STATE  
NM

14. API NO.

15. ELEVATIONS (SHOW DF, KDB, AND WD)  
3587' RDB

RECEIVED  
DEC 24 1981  
OIL & GAS  
U.S. GEOLOGICAL SURVEY  
ROSWELL, NEW MEXICO

NOTE: Report results of multiple completion or zone change on Form 9-330.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Propose to acidize to increase production as follows: Install Tree Saver. Acidize with 8000 gal. 7-1/2% HCL NEFE acid staged with 150 ball sealers at a rate of 3-5 BPM as follows: (a) Run gamma ray-temp base log; (b) Pump 2000 gal. of acid; (c) inject 25 ball sealers; (d) Pump 1000 gall of acid (e) Repeat (c) and (d) until all acid is pumped; (f) Flush with 37 bbl. of treated 2% KCL water; (g) Run after job gamma ray-temp. treatment evaluation log; and (h) Swab back to recover load. Place well back on production.

0+4- USGS, A 1-Hou 1-Susp 1-CLF

Subsurface Safety Valve: Manu. and Type \_\_\_\_\_ Set @ \_\_\_\_\_ Ft.

18. I hereby certify that the foregoing is true and correct

SIGNED Cathy L. Ferman TITLE Ast. Adm. Analyst DATE 12-21-81

(This space for Federal or State office use)

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
CONDITIONS OF APPROVAL, IF ANY:

APPROVED  
DEC 28 1981  
JAMES A. GILLHAM  
DISTRICT SUPERVISOR

\*See Instructions on Reverse Side



C/SF

Form 9-331  
 Dec. 1973

Form Approved.  
 Budget Bureau No. 42-R1424

UNITED STATES RECEIVED  
 DEPARTMENT OF THE INTERIOR  
 GEOLOGICAL SURVEY DEC 9 1982

**SUNDRY NOTICES AND REPORTS ON WELLS**  
 (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use Form 9-331-C for such proposals.)

1. oil well  gas well  other

2. NAME OF OPERATOR  
 Amoco Production Company ✓

3. ADDRESS OF OPERATOR  
 P. O. Box 68, Hobbs, NM 88240

4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17 below.)  
 AT SURFACE: 1650' FNL X 1653' FWL, Unit F  
 AT TOP PROD. INTERVAL: Sec. 11, T-18-S, R-27-E  
 AT TOTAL DEPTH:

16. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

5. LEASE  
 LC-067858

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME  
 Malco "S" Federal

9. WELL NO.  
 1

10. FIELD OR WILDCAT NAME  
 Scoggin Draw Morrow Gas

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA  
 11-18-27

12. COUNTY OR PARISH  
 Eddy

13. STATE  
 NM

14. API NO.

15. ELEVATIONS (SHOW DF, KDB, AND WD)  
 3587' RDB

REQUEST FOR APPROVAL TO:

TEST WATER SHUT-OFF

FRACTURE TREAT

SHOOT OR ACIDIZE

REPAIR WELL

PULL OR ALTER CASING

MULTIPLE COMPLETE

CHANGE ZONES

ABANDON\*

(other)

SUBSEQUENT REPORT OF

RECEIVED  
 DEC 3 1982

(NOTE: Report results of multiple completion or zone change on Form 9-330.)

OIL & GAS  
 MINERALS MGMT. SERVICE  
 ROSWELL, NEW MEXICO

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Propose to fracture stimulate Morrow interval 9621'-9929' (non-continuous) as follows: Pull tubing and packer. Set a packer at apx. 9520'. Fracture stimulate with 20000 gal 40# gelled 2% KCl water commingled with 10000 gal CO2 carrying 20500# 20/40 sand. Flush with 3000 gal 2% KCl brine water and 1000 gal CO2. Flow and kick off well. If well won't flow, pull packer and run 3 joints tubing as tailpipe with 1.81" profile nipple 1 joint off bottom, landing tubing at apx. 9530'. Set a packer in 5½" liner at apx. 9430'. Run on-off tool with 1.875" profile nipple in seal mandrel. Run 2-3/8" tubing to surface and hydro test tubing. Flow test and return well to production.

0+4-MMS,A                      1-HOU                      1-SUSP                      1-CLF

Subsurface Safety Valve: Manu. and Type \_\_\_\_\_ Set @ \_\_\_\_\_ Ft.

18. I hereby certify that the foregoing is true and correct

SIGNED Cathy L. German TITLE Ast. Adm. Analyst DATE 11-30-82

APPROVED (This space for Federal or State office use)  
 (Orig. Sgd.) PETER W. CHESTER  
 APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
 CONDITIONS OF APPROVAL, IF ANY:  
**DEC 8 1982**  
 FOR  
**JAMES A. GILLHAM**  
**DISTRICT SUPERVISOR** \*See Instructions on Reverse Side

9/5F

RECEIVED BY  
3160-3  
(November 1983)  
JAN 11 1985  
ARTESIA, NM 88210  
O. C. D.  
BUREAU OF LAND MANAGEMENT

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

Form approved.  
Budget Bureau No. 1004-0136  
Expires August 31, 1985

1a. TYPE OF WORK  
 DRILL  DEEPEN  PLUG BACK

b. TYPE OF WELL  
 OIL WELL  GAS WELL  OTHER *Recomplete* SINGLE ZONE  MULTIPLE ZONE

2. NAME OF OPERATOR  
*Amoco Production Company*

3. ADDRESS OF OPERATOR  
*P.O. Box 68, Hobbs NM 88240*

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)\*  
 At surface *1650' FNL X 1653' FWL*  
 At proposed prod. zone *(SE 1/4 NW 1/4 Unit F)*

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE\*

15. DISTANCE FROM PROPOSED\* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any)

16. NO. OF ACRES IN LEASE

17. NO. OF ACRES ASSIGNED TO THIS WELL

18. DISTANCE FROM PROPOSED LOCATION\* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.

19. PROPOSED DEPTH

20. ROTARY OR CABLE TOOLS

21. ELEVATIONS (Show whether DF, RT, GR, etc.)

22. APPROX. DATE WORK WILL START\*

5. LEASE DESIGNATION AND SERIAL NO.  
*LC-067858*

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME  
*Moloo S' Federal*

9. WELL NO.  
*1*

10. FIELD AND POOL OR WILDCAT  
*Chalk Bluff Wolfcamp*

11. SEC., T., R., OR BLK. AND SURVEY OR AREA  
*11-18-27*

12. COUNTY OR PARISH  
*Eddy*

13. STATE  
*NM*

23. PROPOSED CASING AND CEMENTING PROGRAM

| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH | QUANTITY OF CEMENT |
|--------------|----------------|-----------------|---------------|--------------------|
| 15"          | 11 3/4"        | 47#             | 1000'         | 570 lbs            |
| 11"          | 8 5/8"         | 32#             | 6378'         | 300 lbs            |
| 7 7/8"       | 5 1/2" liner   | 17#             | 6277-10138'   | 855 lbs            |

Propose to abandon the Morrow and recomplete to the Wolfcamp as follows:

- 1) POH with production equipment
- 2) RIH and set CIBP at 9500' and cap with 35' (5000) class H' neat cmt. Top of Morrow is at 9490'.
- 3) Spot a 250' (2500) class H' neat plug from 7860-7610. x Place mud between plugs
- 4) Run CBL from 7500-6500'.
- 5) If there is not a good cmt. bond between 7000'-7400' a supplemental procedure to

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24. SIGNED *Harry C. Clark* TITLE *Asst. Admin. Analyst* DATE *1-7-84*

(This space for Federal or State office use)

PERMIT NO. \_\_\_\_\_ APPROVAL DATE \_\_\_\_\_

APPROVED BY *L. Mark Spitzer* TITLE *Asst. Dir.* DATE *1-9-85*

CONDITIONS OF APPROVAL, IF ANY:  
*0+5 BLM, C 1-JRB 1-FJN 1-GCC 2-NMOC, A*

\*See Instructions On Reverse Side

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 representations as to any matter within its jurisdiction.

place cmt. behind pipe will be issued.

- ⑥ Perforate Wolfcamp intervals 7046-62, 7090-7100, and 7382-88 w/4 DPTS PF using a 3/8" gun.
- ⑦ RIH with RBP, thg, and pkr. Set RBP at 7450', pkr. at 7280'.
- ⑧ Swab and flow test well
- ⑨ Stimulate Wolfcamp 7382-88' with 1000 gals 15% NEFE HCl gelled acid w/add. and 1000 gals nongelled 15% NEFE HCl w/add. Flush with 30 bbls fresh water.
- ⑩ Swab and flow test well
- ⑪ Release pkr, lower and latch onto RBP. Pull up RBP to 7200' and spot 10' sand on top. Set pkr at 6850'.
- ⑫ Swab and flow test gross interval 7046'-7100'.
- ⑬ Stimulate Wolfcamp 7046-62' and 7090-7100' as follows:
  - \* Tag all acid w/RA material
  - a) Run before treatment GA Temp survey 7170'-6800'.
  - b) Pump 4000 gals 15% NEFE HCl gelled acid w/add in 2 equal stages
  - c) Pump 1000 gals 15% NEFE HCl acid w/add
  - d) flush acid with 29 bbls fresh water
  - e) Run after treatment survey 7170'-6800'
- ⑭ Swab and flow test well
- ⑮ Release pkr and POH with RBP, pkr, and thg.
- ⑯ RIH with 2 3/8" thg with seating nipple on bottom. Land thg at 7450' and anchor at 7350'
- ⑰ Run rods and pump and return well to production.

NEW MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102  
Supersedes C-128  
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

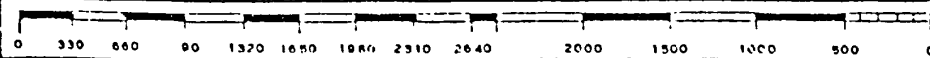
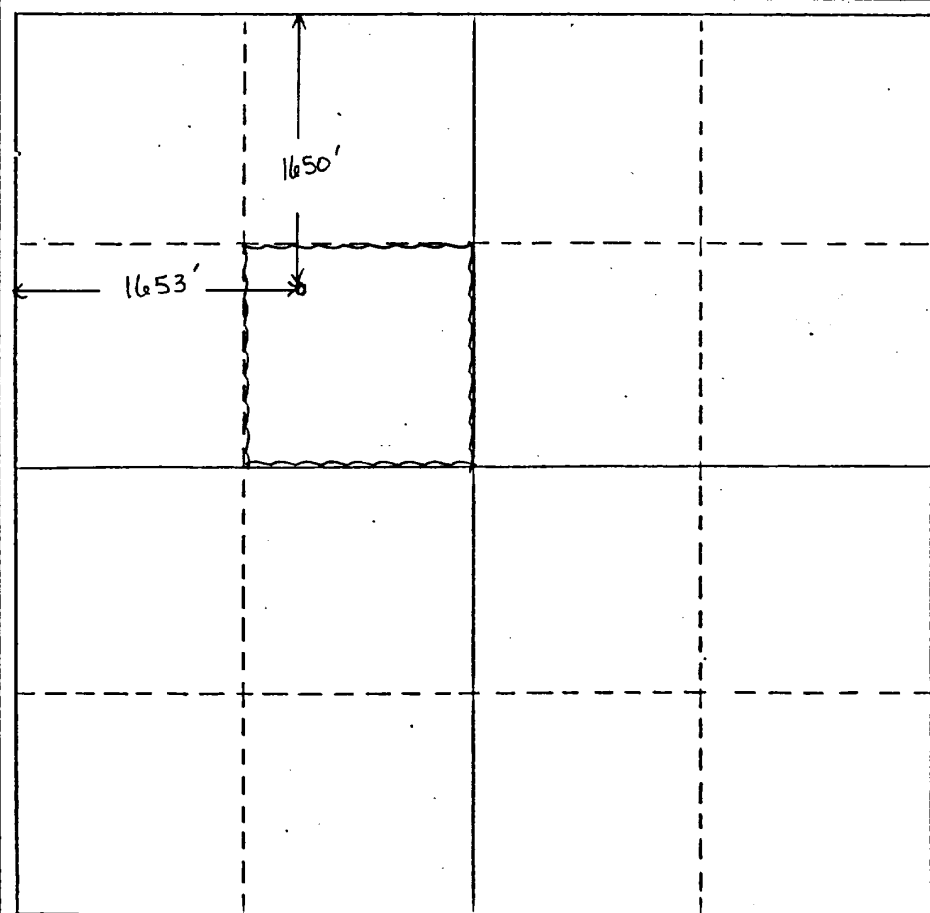
|  |  |                                   |                                     |                                       |                      |
|--|--|-----------------------------------|-------------------------------------|---------------------------------------|----------------------|
| Operator<br><i>Amoco Production Company</i>  |  | Lease<br><i>Malco "S" Federal</i> |                                     |                                       | Well No.<br><i>1</i> |
| Unit Letter<br><i>F</i>  | Section<br><i>11</i>                   | Township<br><i>18-S</i>           | Range<br><i>27-E</i>                | County<br><i>Eddy</i>                 |                      |
| Actual Footage Location of Well:<br><i>1650</i> feet from the <i>North</i> line and <i>1653</i> feet from the <i>West</i> line |  |                                   |                                     |                                       |                      |
| Ground Level Elev.<br><i>3587 RDB</i>  | Producing Formation<br><i>Wolfcamp</i> |                                   | Pool<br><i>Chalk Bluff Wolfcamp</i> | Dedicated Acreage:<br><i>40</i> Acres |                      |

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes  No If answer is "yes," type of consolidation \_\_\_\_\_

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) \_\_\_\_\_

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

|          |                                 |
|----------|---------------------------------|
| Name     | <i>Harry C. Clark</i>           |
| Position | <i>Asst. Admin. Analyst</i>     |
| Company  | <i>Amoco Production Company</i> |
| Date     | <i>1-7-85</i>                   |

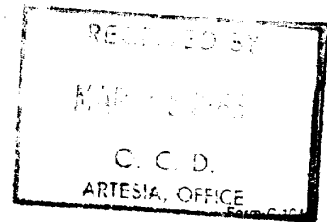
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

|   |  |
|---|--|
| Date Surveyed   |  |
| Registered Professional Engineer and/or Land Surveyor |  |
| Certificate No.                                       |  |

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT

|                        |                |
|------------------------|----------------|
| NO. OF COPIES RECEIVED |                |
| DISTRIBUTION           |                |
| SANTA FE               | ✓              |
| FILE                   | ✓              |
| U.S.G.S.               |                |
| LAND OFFICE            |                |
| TRANSPORTER            | OIL ✓<br>GAS ✓ |
| OPERATOR               | ✓              |
| PRODUCTION OFFICE      |                |

OIL CONSERVATION DIVISION  
P. O. BOX 2088  
SANTA FE, NEW MEXICO 87501



Revised 10-01-78  
Format 06-01-83  
Page 1

REQUEST FOR ALLOWABLE  
AND  
AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS

I.

Operator: Amoco Production Company ✓

Address: P.O. Box 18, Hobbs NM 88240

Reason(s) for filing (Check proper box)

|  |   |   |
|--|---|---|
| <input type="checkbox"/> New Well                | Change in Transporter of:               | Other (Please explain)                    |
| <input checked="" type="checkbox"/> Recompletion | <input type="checkbox"/> Oil            | <u>Request 1000 bbl testing allowable</u> |
| <input type="checkbox"/> Change in Ownership     | <input type="checkbox"/> Casinghead Gas | <u>7090 - 7388 (Wolfecamp perf)</u>       |
|  | <input type="checkbox"/> Dry Gas        | <u>FOR MARCA</u>                          |
|  | <input type="checkbox"/> Condensate     |   |

If change of ownership give name and address of previous owner \_\_\_\_\_

II. DESCRIPTION OF WELL AND LEASE

|  |                      |  |  |                               |
|--|----------------------|--|--|-------------------------------|
| Lease Name<br><u>Makes S' Federal</u>  | Well No.<br><u>1</u> | Pool Name, Including Formation<br><u>Chalk Bluff Wolfecamp</u> | Kind of Lease<br>State <u>(Federal)</u> or Fee | Lease No.<br><u>LC-067858</u> |
| Location<br>Unit Letter <u>F</u> ; <u>1150</u> Feet From The <u>North</u> Line and <u>1653</u> Feet From The <u>West</u> |                      |  |  |                               |
| Line of Section <u>11</u> Township <u>18-S</u> Range <u>27-E</u> , NMPL, <u>Eddy</u> County                              |                      |  |  |                               |

III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS

|  |  |
|--|--|
| Name of Authorized Transporter of Oil <input checked="" type="checkbox"/> or Condensate <input type="checkbox"/><br><u>The Permian Corporation</u> Permitted <u>9/1/87</u> | Address (Give address to which approved copy of this form is to be sent)<br><u>P.O. Box 1183, Houston TX 77001</u> |
| Name of Authorized Transporter of Casinghead Gas <input type="checkbox"/> or Dry Gas <input type="checkbox"/>  | Address (Give address to which approved copy of this form is to be sent)   |
| If well produces oil or liquids, give location of tanks.   | Unit Sec. Twp. Rge.  |
|  | is gas actually connected? <u>1/8</u> When   |

If this production is commingled with that from any other lease or pool, give commingling order number: \_\_\_\_\_

NOTE: Complete Parts IV and V on reverse side if necessary.

VI. CERTIFICATE OF COMPLIANCE

I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given is true and complete to the best of my knowledge and belief.

Mary C. Clark  
(Signature)  
Asst. Admin. Analyst  
(Title)  
3-1-85  
(Date)  
015 NM00D, A 1-JRB 1-FJN 1-600

OIL CONSERVATION DIVISION  
APPROVED MAR 6 1985, 151  
BY Leslie A. Clements  
TITLE Supervisor District II

This form is to be filed in compliance with RULE 1104.  
If this is a request for allowable for a newly drilled or deepened well, this form must be accompanied by a tabulation of the deviation route taken on the well in accordance with RULE 111.  
All sections of this form must be filled out completely for allowable on new and recompleted wells.  
Fill out only Sections I, II, III, and VI for changes of owner, well name or number, or transporter or other such change of condition.  
Separate Forms C-104 must be filled for each pool in multiply completed wells.

IV. COMPLETION DATA

|                                      |                             |          |                 |          |          |                   |           |             |            |
|--------------------------------------|-----------------------------|----------|-----------------|----------|----------|-------------------|-----------|-------------|------------|
| Designate Type of Completion - (X)   |                             | Oil well | Gas well        | New well | Workover | Deepen            | Plug back | Same Res'v. | Dill. Res' |
| Date Spudded                         | Date Compl. Ready to Prod.  |          | Total Depth     |          |          | P.B.T.D.          |           |             |            |
| Elevations (DF, RKB, RT, GR, etc.)   | Name of Producing Formation |          | Top Oil/Gas Pay |          |          | Tubing Depth      |           |             |            |
| Perforations                         |                             |          |                 |          |          | Depth Casing Shoe |           |             |            |
| TUBING, CASING, AND CEMENTING RECORD |                             |          |                 |          |          |                   |           |             |            |
| HOLE SIZE                            | CASING & TUBING SIZE        |          | DEPTH SET       |          |          | SACKS CEMENT      |           |             |            |
|                                      |                             |          |                 |          |          |                   |           |             |            |
|                                      |                             |          |                 |          |          |                   |           |             |            |
|                                      |                             |          |                 |          |          |                   |           |             |            |

V. TEST DATA AND REQUEST FOR ALLOWABLE (Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours)

|                                 |                 |   |             |  |
|---------------------------------|-----------------|---|-------------|--|
| Date First New Oil Run To Tanks | Date of Test    | Producing Method (Flow, pump, gas lift, etc.) |             |  |
| Length of Test                  | Tubing Pressure | Casing Pressure                               | Casing Size |  |
| Actual Prod. During Test        | Oil - Bbls.     | Water - Bbls.                                 | Gas - MCF   |  |

GAS WELL

|                                  |                           |                           |                       |
|----------------------------------|---------------------------|---------------------------|-----------------------|
| Actual Prod. Test - MCF/D        | Length of Test            | Bbls. Condensate/MMCF     | Gravity of Condensate |
| Testing Method (pilot, back pr.) | Tubing Pressure (Ghst-in) | Casing Pressure (Ehst-in) | Casing Size           |

OIL CONSERVATION DIVISION

Drawer DD Artesia, NM.

DISTRICT OFFICE #2

Jan. thru Apr. 1985  
NO. 2159 T

SUPPLEMENT TO THE OIL PRORATION SCHEDULE

DATE March 6, 1985

PURPOSE ALLOWABLE ASSIGNMENT - TESTING

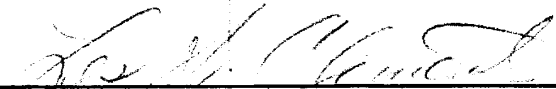
Effective March 1, 1985 a testing allowable of 1000 barrels of oil is hereby assigned to Amoco Production Company, Malco "S" Federal #1-F-11-18-27 in the Chalk Bluff Wolfcamp Pool for the month of March, 1985.

LAC:fc

Amoco Prod. Co.

PER

OIL CONSERVATION DIVISION



DISTRICT SUPERVISOR







# Amoco Production Company

ENGINEERING CHART

SHEET NO. \_\_\_\_\_ OF \_\_\_\_\_

FILE \_\_\_\_\_

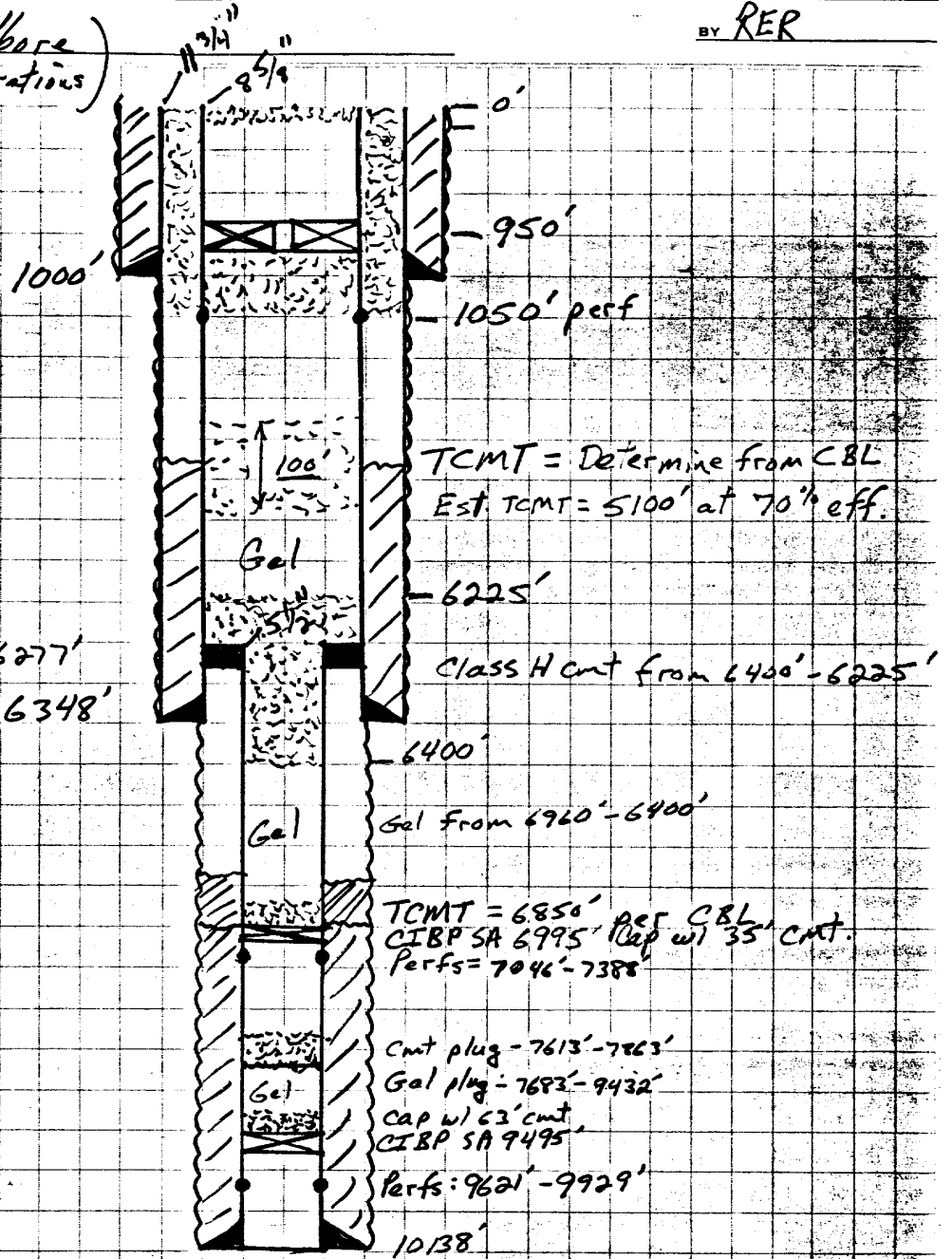
APPN \_\_\_\_\_

DATE 9/27/85

BY RER

SUBJECT Malco's Federal No 1

(Proposed Wellbore after P&A operations)



TLA 6277'  
CSA 6348'

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPL  
(Other instructions  
verse side)

Budget Bureau No. 1004-0135  
Expires August 31, 1985

clsp

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.  
Use "APPLICATION FOR PERMIT TO DRILL" for such proposals)

5. LEASE DESIGNATION AND SERIAL NO. LC-067858

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME Malco "S" Federal

9. WELL NO. 1

10. FIELD AND POOL, OR WILDCAT Chalk Bluff Wolfcamp

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA 11-18-27

12. COUNTY OR PARISH Eddy 13. STATE NM

1. OIL WELL  GAS WELL  OTHER

2. NAME OF OPERATOR AMOCO PRODUCTION COMPANY

3. ADDRESS OF OPERATOR P.O. BOX 68 HOBBS, NEW MEXICO 88240

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.\*  
See also space 17 below.)  
At surface 1650' FNL x 1653' FWL  
(UNIT F, SE14, NW14)

14. PERMIT NO. 3001520510 15. ELEVATIONS (Show whether DF, RT, GR, etc.) 3587' RDB

RECEIVED  
NOV 15 1985  
O. C. D.  
ARTESIA OFFICE

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

| NOTICE OF INTENTION TO:                      |   | SUBSEQUENT REPORT OF:                          |  |
|--|---|--|--|
| TEST WATER SHUT-OFF <input type="checkbox"/> | PULL OR ALTER CASING <input type="checkbox"/> | WATER SHUT-OFF <input type="checkbox"/>        | REPAIRING WELL <input type="checkbox"/>  |
| FRACTURE TREAT <input type="checkbox"/>      | MULTIPLE COMPLETE <input type="checkbox"/>    | FRACTURE TREATMENT <input type="checkbox"/>    | ALTERING CASING <input type="checkbox"/> |
| SHOOT OR ACIDIZE <input type="checkbox"/>    | ABANDON* <input checked="" type="checkbox"/>  | SHOOTING OR ACIDIZING <input type="checkbox"/> | ABANDONMENT* <input type="checkbox"/>    |
| REPAIR WELL <input type="checkbox"/>         | CHANGE PLANS <input type="checkbox"/>         | (Other) <input type="checkbox"/>               | (Other) <input type="checkbox"/>         |

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Propose to permanently Plug & Abandon as follows: Notify BLM prior commencing operations.

1. MISU and POH with rods, pump, and tubing.
2. RIH with CIBP and set at 6995'. Cap CIBP with 35' class H cement. Run CBL from 6000' to TCMT.
3. Displace hole from 6960' to surface with .9# gal gelled brine (at least 25 SX gel/100 BB brine).
4. Spot 32 SX class H <sup>Neat</sup> cement from 6400'-6225'. (Cover 8 7/8" csg. shoe and top of 5 1/2" liner.)
5. Spot 26 SX class C Neat cement (±100') across the TCMT found in step 2 above.
6. Perforate 8 7/8" casing from 1050'-1049' with 4 JSDF.
7. RIH with 8 7/8" cement retainer. Set retainer at ±950'. String into retainer and pump 300 SX class C Neat cement and circulate to surface thru 8 7/8" and 11 7/8" bradhead outlet.
8. Spot 10 SX Class C Neat cement from 40' to surface. Remove well head and install P&A Marker.

0 + 5 BLM, 1 - JRB, 1 - FJN, 1 - CMH

18. I hereby certify that the foregoing is true and correct

SIGNED Charles M. Lanning TITLE Administrative Analyst (SG) DATE 9/30/85

(This space for Federal or State office use)

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE 11-14-85

CONDITIONS OF APPROVAL, IF ANY:

\*See Instructions on Reverse Side

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 representations as to any matter within its jurisdiction.

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

SUBMIT IN TRIPLICATE  
(Other instructions on reverse side)

Form approved.  
Budget Bureau No. 42-R1424.

5. LEASE DESIGNATION AND SERIAL NO.

LC-067858

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals.)

1. OIL WELL  GAS WELL  OTHER  **DRILLING**

7. UNIT AGREEMENT NAME

2. NAME OF OPERATOR  
**Hondo Production Company** ✓

8. FARM OR LEASE NAME

**MAICO "A" Federal**

3. ADDRESS OF OPERATOR  
**Box 17, Hobbs, N. M. 88240**

9. WELL NO.

**3**

4. LOCATION OF WELL. (Report location clearly and in accordance with any State requirements.\* See also space 17 below.)  
At surface

10. FIELD AND POOL, OR WILDCAT

**WILDCAT**

**1650' FNL x 1653' FWL Sec 11 (Unit F. SE 1/4 NW 1/4)**

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA

**11-18-27 NMPM**

14. PERMIT NO. 15. ELEVATIONS (Show whether DF, RT, GR, etc.)

12. COUNTY OR PARISH 13. STATE

**EDDY NM**

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

|                     |                          |                      |                          |
|---------------------|--------------------------|----------------------|--------------------------|
| TEST WATER SHUT-OFF | <input type="checkbox"/> | PULL OR ALTER CASING | <input type="checkbox"/> |
| FRACTURE TREAT      | <input type="checkbox"/> | MULTIPLE COMPLETE    | <input type="checkbox"/> |
| SHOOT OR ACIDIZE    | <input type="checkbox"/> | ABANDON*             | <input type="checkbox"/> |
| REPAIR WELL         | <input type="checkbox"/> | CHANGE PLANS         | <input type="checkbox"/> |
| (Other)             |                          |                      |                          |

SUBSEQUENT REPORT OF:

|                          |                                     |                 |                          |
|--------------------------|-------------------------------------|-----------------|--------------------------|
| WATER SHUT-OFF           | <input checked="" type="checkbox"/> | REPAIRING WELL  | <input type="checkbox"/> |
| FRACTURE TREATMENT       | <input type="checkbox"/>            | ALTERING CASING | <input type="checkbox"/> |
| SHOOTING OR ACIDIZING    | <input type="checkbox"/>            | ABANDONMENT*    | <input type="checkbox"/> |
| (Other) <b>Squadding</b> | <input checked="" type="checkbox"/> |                 |                          |

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

**Noble Dring Co squadded 15" hole 2:30 PM 10-16-71.  
On 2-18-71, 11 3/4" OD 47# K-55 casing was set @ 1000' w/ 970 Sx Incon + 2% CACL + 570# Top plug. Cement circ. After WOC 18 hours. Tested (opg) w/ 2000 psi for 30 min. Test O.K.  
Reduced hole to 11" @ 1000' and resumed drilling.**

RECEIVED

OCT 22 1971

O. C. C.  
ARTESIA, OFFICE

18. I hereby certify that the foregoing is true and correct

SIGNED

TITLE

**AREA SUPERINTENDENT**

DATE

**OCT 20 1971**

(This space for Federal or State office use)

APPROVED BY

CONDITIONS OF APPROVAL IF ANY

TITLE

DATE

**APPROVED**  
**OCT 21 1971**  
**H.L. BEEKMAN**  
ACTING DISTRICT ENGINEER

**2- HONDO-Roswell**

\*See Instructions on Reverse Side

UNITED STATES DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

SUBMIT IN TRIPLICATE\*  
(Other instructions on reverse side)

Form approved.  
Budget Bureau No. 42-R1424.

5. LEASE DESIGNATION AND SERIAL NO.

LC-057858

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

1

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME

MALCO A Federal

9. WELL NO.

3

10. FIELD AND POOL, OR WILDCAT

WILDCAT

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA

11-18-27 NMPM

12. COUNTY OR PARISH

EDDY

NM

SUNDRY NOTICES AND REPORTS ON WELLS  
(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals.)

1. CIL WELL  GAS WELL  OTHER  DRILLING

2. NAME OF OPERATOR  
Amoco Production Company

3. ADDRESS OF OPERATOR  
BOX 63, HOBBS, N. M. 88240

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements. See also space 17 below.)  
At surface

1650' FNL x 1653' FNL Sec. 11 (F, SE 1/4 NW 1/4)

14. PERMIT NO. 15. ELEVATIONS (Show whether DF, RT, GR, etc.)  
3587' R. D. B.

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

TEST WATER SHUT-OFF   
FRACTURE TREAT   
SHOOT OR ACIDIZE   
REPAIR WELL   
(Other)   
PULL OR ALTER CASING   
MULTIPLE COMPLETE   
ABANDON\*   
CHANGE PLANS

SUBSEQUENT REPORT OF:

WATER SHUT-OFF   
FRACTURE TREATMENT   
SHOOTING OR ACIDIZING   
(Other)   
REPAIRING WELL   
ALTERING CASING   
ABANDONMENT\*

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

On 11-9-71, 8 5/8" OD 24-36" casing was set @ 6348' w/ 300 sq. class H. neat. after 7:00. 18 hours, tested casing w/ 1500 psi for 30 min. Test O.K.

Reduced hole to 7 7/8" @ 6348' and resumed drilling.

RECEIVED

NOV 16 1971

D. C. C.  
ARTESIA, OFFICE

RECEIVED

NOV 15 1971

U. S. GEOLOGICAL SURVEY  
ARTESIA, NEW MEXICO

18. I hereby certify that the foregoing is true and correct

SIGNED \_\_\_\_\_

TITLE AREA SUPERINTENDENT

DATE NOV 14 1971

(This space for Federal or State office use)

APPROVED BY \_\_\_\_\_  
CONDITIONS OF APPROVAL \_\_\_\_\_

TITLE \_\_\_\_\_

DATE \_\_\_\_\_

01 4 USGS-AR  
1- DIV  
1- SUSP  
1- RRY  
2- HONDO-Roswell  
NOV 15 1971  
L. BEEKMAN  
ACTING DISTRICT ENGINEER

\*See Instructions on Reverse Side

N. M. O. C. C. COPY  
UNITED STATES DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

SUBMIT IN TR (Other instructions  
verse side)

DATE on re

Form approved. Budget Bureau No. 42-R1424

5. LEASE DESIGNATION AND SERIAL NO.

10-10-27

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals.)

1. OIL WELL  GAS WELL  OTHER

2. NAME OF OPERATOR  
1000 Production Company /

DEC 29 1972

3. ADDRESS OF OPERATOR  
1000, ROSS, N. M. 88240

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements. See also space 17 below.)  
At surface

1000 P.M. & 1000 F.W. Sec. 11 (E, SE/4 NW/4)

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME

9. WELL NO.

10. FIELD AND POOL, OR WILDCAT

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA

14. PERMIT NO.

15. ELEVATIONS (Show whether DP, RT, GR, etc.)

3587' B. D. B.

12. COUNTY OR PARISH

13. STATE

EDDY

N.M.

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

TEST WATER SHUT-OFF

FRACTURE TREAT

SHOOT OR ACIDIZE

REPAIR WELL

(Other)

PULL OR ALTER CASING

MULTIPLE COMPLETE

ABANDON\*

CHANGE PLANS

SUBSEQUENT REPORT OF:

WATER SHUT-OFF

FRACTURE TREATMENT

SHOOTING OR ACIDIZING

(Other)

REPAIRING WELL

ALTERING CASING

ABANDONMENT\*

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROMISED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

On 12-7-71, 5 1/2" casing liner set from 6277' to 10138'.  
Cemented w/ 5005x. Class H 4 1/2 gel 24 1/2 CFR-2  
plus 23504. Class H w/ 24 1/2 CFR-2. Ret. 45 cu.  
TEMP 7125-TEMP SURVEY. Cased casing w/ 2000 psi  
Ten 20 min. Test O.K. d/o. Tap Lines w/ 1255x  
Class C & 24% CFR-2. Prod Coy 2000 psi. OK.  
Prod 3621-27, 67-72, 82, 86 w/ 25PF.

Evaluating.

RECEIVED

DEC 29 1971

U. S. GEOLOGICAL SURVEY  
ARTESIA, NEW MEXICO

TD-10103

~~Well 1000 changes from: Malco A. Turner Well No.~~

18. I hereby certify that the foregoing is true and correct

SIGNED

TITLE

AREA SUPERINTENDENT

DATE

(This space for Federal or State office use)

APPROVED BY

TITLE

DISTRICT ENGINEER

DATE

DEC 29 1971

Copy UCCS-117  
1-014  
1-355P  
1-111  
2-11012

\*See Instructions on Reverse Side

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

SUBMIT IN DUP. ATE\*

(See other instructions on reverse side)

Form approved.  
Budget Bureau No. 42-R355.5.

*copy 1/2*

WELL COMPLETION OR RECOMPLETION REPORT AND LOG \*

1a. TYPE OF WELL: OIL WELL  GAS WELL  DRY  RECEIVED

b. TYPE OF COMPLETION: NEW WELL  WORK OVER  DEEP-EN  PLUG BACK  DIFF. RESVR  Other

2. NAME OF OPERATOR: Amoco Production Company ✓ JAN 7 1972

3. ADDRESS OF OPERATOR: BOX 68, HOBBS, N. M. 88240

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements):  
At surface: 1650 FNLV 1653 FWL Sec. 11 (7. SW/4 NW/4)  
At top prod. interval reported below:  
At total depth:

14. PERMIT NO. DATE ISSUED

5. LEASE DESIGNATION AND SERIAL NO. LC-067858

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME MALCO FEDERAL

9. WELL NO. 3

10. FIELD AND POOL, OR WILDCAT Scoggin Draw - Menard Gas WILDCAT R-4291

11. SEC. T., R., M., OR BLOCK AND SURVEY OR AREA 5-1-72

12. COUNTY OR PARISH EDDY 13. STATE N.M.

15. DATE SPUDDED 10-16-71 16. DATE T.D. REACHED 12-5-71 17. DATE COMPL. (Ready to prod.) 12-20-71 18. ELEVATIONS (DF, REB, RT, GR, ETC.)\* 3587 R.D.B. 19. ELEV. CASINGHEAD -

20. TOTAL DEPTH, MD & TVD 10,168 21. PLUG, BACK T.D., MD & TVD 10,000 22. IF MULTIPLE COMPL., HOW MANY? 23. INTERVALS DRILLED BY → 0-TD 24. ROTARY TOOLS 25. CABLE TOOLS

24. PRODUCING INTERVAL(S), OF THIS COMPLETION—TOP, BOTTOM, NAME (MD AND TVD)\* 9621-9929' 25. WAS DIRECTIONAL SURVEY MADE No

26. TYPE ELECTRIC AND OTHER LOGS RUN GR-N, PROX, POROSITY, ETC. 27. WAS WELL CORED No

28. CASING RECORD (Report all strings set in well)

| CASING SIZE  | WEIGHT, LB./FT. | DEPTH SET (MD) | HOLE SIZE | CEMENTING RECORD | AMOUNT PULLED |
|--------------|-----------------|----------------|-----------|------------------|---------------|
| 11 3/4"      | 47#             | 1000'          | 15"       | 970 Sx           |               |
| 8 5/8"       | 32#             | 6348'          | 11"       | 300 "            |               |
| 5 1/2" LINER | 17#             | 6277-10138'    | 7 7/8"    | 855 "            |               |

29. LINER RECORD 30. TUBING RECORD

| SIZE | TOP (MD) | BOTTOM (MD) | SACKS CEMENT* | SCREEN (MD) | SIZE  | DEPTH SET (MD) | PACKER SET (MD) |
|------|----------|-------------|---------------|-------------|-------|----------------|-----------------|
|      |          |             |               |             | 2 3/8 | 9504           | 9491            |

31. PERFORATION RECORD (Interval, size and number)  
9621-27', 67-72', 82', 86'  
9735', 39', 42', 72', 75-84', 91-95'  
9851-56', 58', 64', 66',  
9929'  
w/2.5SPF

32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC.  
DEPTH INTERVAL (MD) 9735-9929' AMOUNT AND KIND OF MATERIAL USED 300 gal 10% HCF x 3% HCL

33.\* PRODUCTION

DATE FIRST PRODUCTION 12-16-71 PRODUCTION METHOD (Flowing, gas lift, pumping—size and type of pump) FLW WELL STATUS (Producing or shut-in) SHUT-IN

| DATE OF TEST | HOURS TESTED | CHOKER SIZE | PROD'N FOR TEST PERIOD | OIL—BBL. | GAS—MCF. | WATER—BBL. | GAS-OIL RATIO |
|--------------|--------------|-------------|------------------------|----------|----------|------------|---------------|
| 1-2-72       | 4            | VARIOUS     | →                      | 9.3      | 708      | 0          | 76.136        |

| FLOW. TUBING PRESS. | CASING PRESSURE | CALCULATED 24-HOUR RATE | OIL—BBL. | GAS—MCF. | WATER—BBL. | OIL GRAVITY-API (CORR.) |
|---------------------|-----------------|-------------------------|----------|----------|------------|-------------------------|
| 2035-2689           | PKR             | →                       | 56       | 10785    | 0          | 54°                     |

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.)  
TO BE SOLD - MARKET PENDING TEST WITNESSED BY RECEIVED

35. LIST OF ATTACHMENTS NONE

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records. JAN-6 1972 U.S. GEOLOGICAL SURVEY ARTESIAN NEW MEXICO

SIGNED \_\_\_\_\_ TITLE AREA SUPERINTENDENT

3- USGS-ART  
1-DIV  
1-well file  
1-RBY  
2-HOWDO

\*(See Instructions and Spaces for Additional Data on Reverse Side)

# INSTRUCTIONS

**General:** This form is designed for submitting a complete and correct well completion report and log on all types of lands and leases to either a Federal agency or a State agency, or both, pursuant to applicable Federal and/or State laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office. See instructions on items 22 and 24, and 33, below regarding separate reports for separate completions.

**Item 1:** If not filed prior to the time this summary record is submitted, copies of all currently available logs (drillers, geologists, sample and core analysis, all types electric, etc.), formations and pressure tests, and directional surveys, should be attached hereto, to the extent required by applicable Federal and/or State laws and regulations. All attachments should be listed on this form, see item 35.

**Item 2:** If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local State or Federal office for specific instructions.

**Item 3:** Indicate which elevation is used as reference (where not otherwise shown) for depth measurements given in other spaces on this form and in any attachments.

**Items 22 and 24:** If this well is completed for separate production from more than one interval zone (multiple completion), so state in item 22, and in item 24 show the producing interval, or intervals, top(s) and name(s) (if any) for the interval reported in item 33. Submit a separate report (page) on this form, adequately identified, for each additional interval to be separately produced, showing the additional data pertinent to such interval.

**Item 23:** "Sacks/Cement": Attached supplemental records for this well should show the details of any multiple stage cementing and the location of the cementing tool.

**Item 33:** Submit a separate completion report on this form for each interval to be separately produced. (See instruction for items 22 and 24 above.)

| INFORMATION  | TOP                         | BOTTOM      | DESCRIPTION, CONTENTS, ETC. | GEOLOGIC MARKERS  | TOP  |
|--|-----------------------------|-------------|-----------------------------|---|--|
| <p>37. SUMMARY OF POROUS ZONES: SHOW ALL IMPORTANT ZONES OF POROSITY AND CONTENTS THEREOF; CORED INTERVALS; AND ALL DRILL-STEM TESTS, INCLUDING DEPTH INTERVAL TESTED, CUSHION USED, TIME TOOL OPEN, FLOWING AND SHUT-IN PRESSURES, AND RECOVERIES</p> | <p>12621<br/>Ann Morrow</p> | <p>9929</p> | <p>Gas and Dirt Zone</p>    | <p>NAME<br/>Queen<br/>Lynch And<br/>Liso<br/>Wolfcamp<br/>Liso<br/>Canyon<br/>Oroka<br/>Chester</p> | <p>MEAS. DEPTH<br/>1020<br/>1516<br/>1887<br/>3457<br/>5087<br/>5840<br/>7745<br/>8365<br/>8927<br/>9960</p> |

UNITED STATES DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

SUBMIT IN TRIP DATE  
(Other instruction reverse side)

Form approved.  
Budget Bureau No. 42-R1424.

5. LEASE DESIGNATION AND SERIAL NO.  
**LC-007050**

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME  
**MALCO'S Federal**

9. WELL NO.  
**1**

10. FIELD AND POOL OR WILDCAT  
**WILDCAT E-4291**

11. SEC., T., R., M., OR BLDG. AND SURVEY OR AREA  
**8-1-72**

12. COUNTY OR PARISH  
**EDDY**

13. STATE  
**N.M.**

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals.)

**RECEIVED**

**FEB 3 1972**

1. OIL WELL  GAS WELL  OTHER

2. NAME OF OPERATOR  
**Production Company**

3. ADDRESS OF OPERATOR  
**D. C. C. ARTESIA, OFFICE**

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements. See also space 17 below.)  
At surface  
**1650' FNL x 1653' FWL Sec. 11 (Unit F, SE/4 NW/4)**

14. PERMIT NO.

15. ELEVATIONS (Show whether DF, RT, CR, etc.)  
**3587' RDB**

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

| NOTICE OF INTENTION TO:                      |   | SUBSEQUENT REPORT OF:                          |  |
|--|---|--|--|
| TEST WATER SHUT-OFF <input type="checkbox"/> | PULL OR ALTER CASING <input type="checkbox"/> | WATER SHUT-OFF <input type="checkbox"/>        | REPAIRING WELL <input type="checkbox"/>  |
| FRACTURE TREAT <input type="checkbox"/>      | MULTIPLE COMPLETE <input type="checkbox"/>    | FRACTURE TREATMENT <input type="checkbox"/>    | ALTERING CASING <input type="checkbox"/> |
| SHOOT OR ACIDIZE <input type="checkbox"/>    | ABANDON* <input type="checkbox"/>             | SHOOTING OR ACIDIZING <input type="checkbox"/> | ABANDONMENT* <input type="checkbox"/>    |
| REPAIR WELL <input type="checkbox"/>         | CHANGE PLANS <input type="checkbox"/>         | (Other) <input type="checkbox"/>               | (Other) <input type="checkbox"/>         |

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

*Well name and number changed  
From: MALCO "A" Federal Well No. 3  
To: MALCO S Federal Well No. 1*

*Completion horizon and type will occasioned changes.*

**RECEIVED**  
**JAN 21 1972**  
U. S. GEOLOGICAL SURVEY

18. I hereby certify that the foregoing is true and correct  
SIGNED \_\_\_\_\_ TITLE **AREA SUPERINTENDENT** DATE **JAN 19 1972**

(This space for Federal or State office use)  
APPROVED BY *[Signature]* TITLE **DISTRICT ENGINEER** DATE **FEB 2 1972**

*04-UEGS-NLT  
1-DIV  
1-SUP  
1-RK  
2-HONDO*

\*See Instructions on Reverse Side



|                        |              |
|------------------------|--------------|
| NO. OF COPIES RECEIVED | 5            |
| DISTRIBUTION           |              |
| SANTA FE               | 1            |
| FILE                   | 1            |
| U.S.G.S.               |              |
| LAND OFFICE            |              |
| TRANSPORTER            | OIL 1<br>GAS |
| OPERATOR               |              |
| PRORATION OFFICE       |              |

NEW MEXICO OIL CONSERVATION COMMISSION  
REQUEST FOR ALLOWABLE  
AND  
**RECEIVED**  
AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS  
(DEVIATION SURVEYS - BACK SIDE)  
DEC 29 1972

Form C-104  
Supersedes Old C-104 and C-110  
Effective 1-1-65

O. C. C.

API-30-015-20510

I. Operator: **Amoco Production Company** **ARTESIA, OFFICE**

Address: **BOX 68, HOBBS, N. M. 88240**

Reason(s) for filing (Check proper box) Other (Please explain)

New Well  Change in Transporter of: Oil  Dry Gas

Recompletion  Casinghead Gas  Condensate

Change in Ownership

If change of ownership give name and address of previous owner \_\_\_\_\_

II. DESCRIPTION OF WELL AND LEASE

|  |                      |  |   |                               |
|--|----------------------|--|---|-------------------------------|
| Lease Name<br><b>MALCO "S" FEDERAL</b>   | Well No.<br><b>1</b> | Pool Name, Including Formation<br><b>SCOGGIN DRAW-MORROW</b> | Kind of Lease<br>State, Federal or Fee <b>FED</b> | Lease No.<br><b>LC-067858</b> |
| Location<br>Unit Letter <b>F</b> ; <b>1650</b> Feet From The <b>NORTH</b> Line and <b>1653</b> Feet From The <b>WEST</b> |                      |  |   |                               |
| Line of Section <b>11</b> Township <b>18-S</b> Range <b>27-E</b> , NMPM, <b>EDDY</b> County                              |                      |  |   |                               |

III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS

|   |  |                   |                     |                            |
|---|--|-------------------|---------------------|----------------------------|
| Name of Authorized Transporter of Oil <input type="checkbox"/> or Condensate <input checked="" type="checkbox"/><br><b>Amoco Production Company (Trucks)</b>      | Address (Give address to which approved copy of this form is to be sent)<br><b>P. O. Box 3119, Midland, Texas 79701</b>  |                   |                     |                            |
| Name of Authorized Transporter of Casinghead Gas <input type="checkbox"/> or Dry Gas <input checked="" type="checkbox"/><br><b>Amoco Production Company (DAU)</b> | Address (Give address to which approved copy of this form is to be sent)<br><b>P. O. Box 68, Hobbs, New Mexico 88240</b> |                   |                     |                            |
| If well produces oil or liquids, give location of tanks.  | Unit<br><b>F</b>   | Sec.<br><b>11</b> | Twp.<br><b>18-S</b> | Rge.<br><b>27-E</b>        |
| Is gas actually connected? When   |  |                   |                     | <b>Yes</b> <b>12-27-72</b> |

If this production is commingled with that from any other lease or pool, give commingling order number: \_\_\_\_\_

IV. COMPLETION DATA

|  |   |          |                                 |          |                                     |           |             |              |
|--|---|----------|---------------------------------|----------|-------------------------------------|-----------|-------------|--------------|
| Designate Type of Completion - (X)   | Oil Well  | Gas Well | New Well                        | Workover | Deepen                              | Plug Back | Same Res'v. | Diff. Res'v. |
|  |   | <b>X</b> | <b>X</b>                        |          |                                     |           |             |              |
| Date Spudded<br><b>10-16-71</b>  | Date Compl. Ready to Prod.<br><b>12-20-71</b>     |          | Total Depth<br><b>10,168'</b>   |          | P.B.T.D.<br><b>10,000'</b>          |           |             |              |
| Elevations (DF, RKB, RT, GR, etc.)<br><b>3587' RDB</b>   | Name of Producing Formation<br><b>Penn-Morrow</b> |          | Top Oil/Gas Pay<br><b>9,621</b> |          | Tubing Depth<br><b>9,504'</b>       |           |             |              |
| Performances<br><b>9621'-27', 67'-72', 82', 86', 9735', 39', 42', 72', 75'-84', 91'-95', 9851'-56', 58', 64', 66', 9929'</b> |   |          |                                 |          | Depth Casing Shoe<br><b>10,138'</b> |           |             |              |
| <b>TUBING, CASING, AND CEMENTING RECORD</b>  |   |          |                                 |          |                                     |           |             |              |
| HOLE SIZE  | CASING & TUBING SIZE                              |          | DEPTH SET                       |          | SACKS CEMENT                        |           |             |              |
| <b>15"</b>   | <b>11-3/4"</b>                                    |          | <b>1000'</b>                    |          | <b>970 SX</b>                       |           |             |              |
| <b>11"</b>   | <b>8-5/8"</b>                                     |          | <b>6348'</b>                    |          | <b>300 SX</b>                       |           |             |              |
| <b>7-7/8"</b>  | <b>5-1/2"</b>                                     |          | <b>6277'-10138'</b>             |          | <b>855 SX</b>                       |           |             |              |
| <b>2 3/8" 9504 pp. C-9491</b>  |   |          |                                 |          |                                     |           |             |              |

V. TEST DATA AND REQUEST FOR ALLOWABLE OIL WELL

(Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours)

|                                 |                 |   |            |
|---------------------------------|-----------------|---|------------|
| Date First New Oil Run To Tanks | Date of Test    | Producing Method (Flow, pump, gas lift, etc.) |            |
|                                 |                 |   |            |
| Length of Test                  | Tubing Pressure | Casing Pressure                               | Choke Size |
|                                 |                 |   |            |
| Actual Prod. During Test        | Oil - Bbls.     | Water - Bbls.                                 | Gas - MCF  |
|                                 |                 |   |            |

GAS WELL

|   |  |   |                                     |
|---|--|---|-------------------------------------|
| Actual Prod. Test - MCF/D<br><b>AAOF - 10785</b>  | Length of Test<br><b>4 Hr.</b>           | Bbls. Condensate/MMCF<br><b>12</b>      | Gravity of Condensate<br><b>54°</b> |
| Testing Method (pitot, back pr.)<br><b>4 - Pt</b> | Tubing Pressure (shut-in)<br><b>2862</b> | Casing Pressure (shut-in)<br><b>PKR</b> | Choke Size<br><b>VARIOUS</b>        |

VI. CERTIFICATE OF COMPLIANCE

I hereby certify that the rules and regulations of the Oil Conservation Commission have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

OIL CONSERVATION COMMISSION  
APPROVED **DEC 29 1972**, 19 \_\_\_\_\_  
BY **W. A. Gressett**

- 0 & 4 - NMOCC-Art.
- 1 - Div
- 1 - JEL
- 1 - OBP
- 1 - Susp
- 1 - RRY
- 2 - Hondo

*James E. J. [unclear]*

(Signature) AREA SUPERINTENDENT

*Engineer*

(Title)

12-27-72

(Date)

**TITLE OIL AND GAS INSPECTOR**

This form is to be filed in compliance with RULE 1104.

If this is a request for allowable for a newly drilled or deepened well, this form must be accompanied by a tabulation of the deviation tests taken on the well in accordance with RULE 111.

All sections of this form must be filled out completely for allowable on new and recompleted wells.

Fill out only Sections I, II, III, and VI for changes of owner, well name or number, or transporter, or other such change of condition.

Separate Forms C-104 must be filed for each pool in multiply completed wells.

DEVIATION SURVEYS

| <u>DEPTH</u> | <u>DEGREES<br/>OFF</u> |
|--------------|------------------------|
| 740          | 1/2                    |
| 1300         | 1/4                    |
| 1670         | 1/4                    |
| 2040         | 1/4                    |
| 2460         | 1/2                    |
| 2790         | 1/2                    |
| 2970         | 1-1/4                  |
| 3500         | 3/4                    |
| 4000         | 3/4                    |
| 4560         | 1°                     |
| 4890         | 1°                     |
| 5100         | 1-1/4                  |
| 5610         | 1                      |
| 6020         | 2-1/2                  |
| 6195         | 2-1/2                  |
| 6345         | 2                      |
| 6970         | 2-1/4                  |
| 7510         | 1                      |
| 8152         | 1-3/4                  |
| 9430         | 3/4                    |
| 10165        | 1                      |

The above are true to the best of my knowledge.

*James E. Smith*  
\_\_\_\_\_  
AREA SUPERINTENDENT

*Engineer*

Sworn to this date. *December 27, 1972*

*Dr. Marked*  
\_\_\_\_\_  
NOTARY PUBLIC IN & FOR LEA COUNTY, NEW MEXICO

MY COMMISSION EXPIRES

*6-15-76*



NEW MEXICO COMMISSION  
 ARTESIA, NM 88210

**UNITED STATES**  
**DEPARTMENT OF THE INTERIOR**  
**GEOLOGICAL SURVEY**

**SUNDRY NOTICES AND REPORTS ON WELLS**  
(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use Form 9-331-C for such proposals.)

1. oil well  gas well  other

2. NAME OF OPERATOR  
Amoco Production Company ✓

3. ADDRESS OF OPERATOR  
P. O. Box 68, Hobbs, New Mexico 88240

4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17 below.)  
 AT SURFACE: 1650' FNL x 1653' FWL, Unit F  
 AT TOP PROD. INTERVAL: Sec. 11, T-18-S, R-27-E  
 AT TOTAL DEPTH:

5. LEASE  
LC-067858 **RECEIVED**

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME  
MAY - 6 1982

8. FARM OR LEASE NAME  
Malco "S" Federal ARTESIA, OFFICE

9. WELL NO.  
1

10. FIELD OR WILDCAT NAME  
Scoggin Draw-Morrow Gas

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA  
11-18-27

12. COUNTY OR PARISH | 13. STATE  
Eddy | NM

14. API NO.

15. ELEVATIONS (SHOW DF, KDB, AND WD)  
3587' RDB

16. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

|   |                                     |
|---|-------------------------------------|
| REQUEST FOR APPROVAL TO:                      | SUBSEQUENT REPORT OF:               |
| TEST WATER SHUT-OFF <input type="checkbox"/>  | <input type="checkbox"/>            |
| FRACTURE TREAT <input type="checkbox"/>       | <input type="checkbox"/>            |
| SHOOT OR ACIDIZE <input type="checkbox"/>     | <input checked="" type="checkbox"/> |
| REPAIR WELL <input type="checkbox"/>          | <input type="checkbox"/>            |
| PULL OR ALTER CASING <input type="checkbox"/> | <input type="checkbox"/>            |
| MULTIPLE COMPLETE <input type="checkbox"/>    | <input type="checkbox"/>            |
| CHANGE ZONES <input type="checkbox"/>         | <input type="checkbox"/>            |
| ABANDON* <input type="checkbox"/>             | <input type="checkbox"/>            |
| (other) <input type="checkbox"/>              | <input type="checkbox"/>            |

(NOTE: Report results of multiple completion or zone change on Form 9-330.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Moved in service unit 3-2-82. Ran swab for 8 hrs. with initial fluid level 2100 ft. from surface. Final fluid level 9400 ft. from surface. Ran gamma ray temp. log. Pumped 8000 gal 7-1/2% HCL NEFE acid with additives staged with 150 ball sealers. Ran after gamma ray and temp. treatment log. Ran swab with light show of gas. Moved out service unit 3-8-82. Flow tested for 48 hrs. and flowed 342 MCF. Returned well to production.

0+4-USGS, A 1-Hou 1-Susp 1-CLF

Subsurface Safety Valve: Manu. and Type \_\_\_\_\_

18. I hereby certify that the foregoing is true and correct

SIGNED Cathy L. Ferman TITLE Ast. Adm. Analyst DATE 3-16-82

(This space for Federal or State office use)

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_  
CONDITIONS OF APPROVAL, IF ANY:

ACCEPTED FOR RECORD  
*[Signature]*  
 APR 27 1982  
 U.S. GEOLOGICAL SURVEY  
 ROSWELL, NEW MEXICO

**RECEIVED**  
 MAR 22 1982  
 OIL & GAS  
 U.S. GEOLOGICAL SURVEY  
 ROSWELL, NEW MEXICO

\*See Instructions on Reverse Side

NM OIL & GAS CO. - ROSWELL  
 Denver 80  
 Artesia, NM 88210

UNITED STATES  
 DEPARTMENT OF THE INTERIOR  
 GEOLOGICAL SURVEY

*C/SF*

**SUNDRY NOTICES AND REPORTS ON WELLS**

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use Form 9-331-C for such proposals.)

1. oil well  gas well  other

2. NAME OF OPERATOR  
Amoco Production Company /

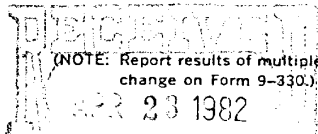
3. ADDRESS OF OPERATOR  
P. O. Box 68, Hobbs, New Mexico 88240

4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17 below.)  
 AT SURFACE: 1650' FNL x 1653' FWL, Unit F  
 AT TOP PROD. INTERVAL: Sec. 11, T-18-S, R-27-E  
 AT TOTAL DEPTH:

16. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

|   |                                     |
|---|-------------------------------------|
| REQUEST FOR APPROVAL TO:                      | SUBSEQUENT REPORT OF:               |
| TEST WATER SHUT-OFF <input type="checkbox"/>  | <input type="checkbox"/>            |
| FRACTURE TREAT <input type="checkbox"/>       | <input type="checkbox"/>            |
| SHOOT OR ACIDIZE <input type="checkbox"/>     | <input checked="" type="checkbox"/> |
| REPAIR WELL <input type="checkbox"/>          | <input type="checkbox"/>            |
| PULL OR ALTER CASING <input type="checkbox"/> | <input type="checkbox"/>            |
| MULTIPLE COMPLETE <input type="checkbox"/>    | <input type="checkbox"/>            |
| CHANGE ZONES <input type="checkbox"/>         | <input type="checkbox"/>            |
| ABANDON* <input type="checkbox"/>             | <input type="checkbox"/>            |
| (other) <input type="checkbox"/>              |                                     |

|  |                 |
|--|-----------------|
| 5. LEASE<br>LC-067858  |                 |
| 6. IF INDIAN, ALLOTTEE OR TRIBAL <b>RECEIVED</b>             |                 |
| 7. UNIT AGREEMENT NAME<br>MAY - 4 1982                       |                 |
| 8. FARM OR LEASE NAME<br>Malco "S" Federal <b>O. C. D.</b>   |                 |
| 9. WELL NO.<br>1 <b>ARTESIA, OFFICE</b>                      |                 |
| 10. FIELD OR WILDCAT NAME<br>Scoggin Draw-Morrow Gas         |                 |
| 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA<br>11-18-27 |                 |
| 12. COUNTY OR PARISH<br>Eddy                                 | 13. STATE<br>NM |
| 14. API NO.  |                 |
| 15. ELEVATIONS (SHOW DF, KDB, AND WD)<br>3587' RDB           |                 |

  
 (NOTE: Report results of multiple completion or zone change on Form 9-330.)  
 APR 23 1982

OIL & GAS  
 U.S. GEOLOGICAL SURVEY  
 ROSWELL, NEW MEXICO

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Moved in service unit 4-5-82. Swabbed 6 hrs. with initial fluid level 5000 ft. from surface. Final fluid level 9000 ft. from surface. Pumped 5500 gal XL-4 gel, 2750 gal CO2, and 2310# 20/40 sand. Pumped 2500 gal XL-4 gel, 1-1/4 gal CO2, and 2310# 20/40 sand. Flushed with 48 bbls 10# gel. Flow tested for 96 hrs. and flowed 12 BC, 12 BLW, 4 BW, and 3108 MCF. Returned well to production.

0+4-USGS, A 1-Hou 1-Susp 1-CLF

Subsurface Safety Valve: Manu. and Type \_\_\_\_\_ Set @ \_\_\_\_\_ Ft.

18. I hereby certify that the foregoing is true and correct

SIGNED *Cathy L. Gorman* TITLE Ast. Adm. Analyst DATE 4-19-82

(This space for Federal or State office use)

|   |                        |
|---|------------------------|
| APPROVED BY<br>CONDITIONS OF APPROVAL, IF ANY:  | TITLE _____ DATE _____ |
| <b>ACCEPTED FOR RECORD</b><br><b>PETER W. CHESTER</b><br><b>MAY 3 1982</b><br><b>U.S. GEOLOGICAL SURVEY</b><br><b>ROSWELL, NEW MEXICO</b> |                        |

See Instructions on Reverse Side

C/SF

Form 9-331  
 Dec. 1973

Form Approved.  
 Budget Bureau No. 42-R1424

UNITED STATES  
 DEPARTMENT OF THE INTERIOR  
 GEOLOGICAL SURVEY

|  |                 |
|--|-----------------|
| 5. LEASE<br>LC-067858  |                 |
| 6. IF INDIAN, ALLOTTEE OR TRIBE NAME                         |                 |
| 7. UNIT AGREEMENT NAME                                       |                 |
| 8. FARM OR LEASE NAME<br>Malco "S" Federal                   |                 |
| 9. WELL NO.<br>1   |                 |
| 10. FIELD OR WILDCAT NAME<br>Scoggin Draw Morrow Gas         |                 |
| 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA<br>11-18-27 |                 |
| 12. COUNTY OR PARISH<br>Eddy                                 | 13. STATE<br>NM |
| 14. API NO.  |                 |
| 15. ELEVATIONS (SHOW DF, KDB, AND WD)<br>3587' RDB           |                 |

**RECEIVED**  
**SUNDRY NOTICES AND REPORTS ON WELLS**  
 (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use Form 9-331-C for such proposals.)  
**JUN 11 1983**

1. oil well  gas well  other  **O.C.D.**

2. NAME OF OPERATOR  
Amoco Production Company **ARTESIA, OFFICE**

3. ADDRESS OF OPERATOR  
P. O. Box 68, Hobbs, New Mexico 88240

4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17 below.)  
 AT SURFACE: 1650' FNL X 1653' FWL, Unit F  
 AT TOP PROD. INTERVAL:  
 AT TOTAL DEPTH:

16. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

|                          |                          |                       |                                     |
|--------------------------|--------------------------|-----------------------|-------------------------------------|
| REQUEST FOR APPROVAL TO: |                          | SUBSEQUENT REPORT OF: |                                     |
| TEST WATER SHUT-OFF      | <input type="checkbox"/> |                       | <input type="checkbox"/>            |
| FRACTURE TREAT           | <input type="checkbox"/> |                       | <input checked="" type="checkbox"/> |
| SHOOT OR ACIDIZE         | <input type="checkbox"/> |                       | <input type="checkbox"/>            |
| REPAIR WELL              | <input type="checkbox"/> |                       | <input type="checkbox"/>            |
| PULL OR ALTER CASING     | <input type="checkbox"/> |                       | <input type="checkbox"/>            |
| MULTIPLE COMPLETE        | <input type="checkbox"/> |                       | <input type="checkbox"/>            |
| CHANGE ZONES             | <input type="checkbox"/> |                       | <input type="checkbox"/>            |
| ABANDON*                 | <input type="checkbox"/> |                       | <input type="checkbox"/>            |
| (other)                  | <input type="checkbox"/> |                       | <input type="checkbox"/>            |

(NOTE: Report results of multiple completion or zone change on Form 9-330.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Moved in service unit 1-11-83. Killed well with 50 bbls 10# 2% KCL water. Pulled tubing and packer. Ran packer and 2-7/8" tubing and tested to 8000 psi. Packer set at 9515'. Fractured with 20,000 gal 40# gelled 2% KCL water and 10,000 gals. CO2 carrying 20,500# sand. Flushed with 71 bbl 10# 2% KCL water. Flowed well on 32/64" choke for 1/2 hrs. at 75 psi. Flowed 3 hrs. on 48/64" choke at 50 psi. Well died. Pulled tubing and packer. Ran 2-3/8" tubing, F-nipple, 2-3/8" tubing, packer, on-off tool and 2-3/8" tubing. Packer set at 9432' and tailpipe landed at 9527'. Swabbed 8 hrs. and recovered 60 BLW with Strong show of gas. Moved out service unit 1-16-83. Moved in and rigged up Swab unit 1-16-83. Swabbed 12 days. Moved out Swab unit 2-1-83. Connected well to gas sales line 2-2-83. Flowed 144 hrs. and produced 0 BF and 701 MCF. Last 24 hrs flowed 0 BF and 120 MCF. Returned well to production.

Subsurface Safety Valve: Mark and Type 0-4-BLM-R-1-HOU 1-SUSP 1-CMH 1-W. Stafford, HOU Set @ \_\_\_\_\_ Ft.

18. I hereby certify that the foregoing is true and correct  
 SIGNED Charles M. Leary TITLE Ast. Adm. Analyst DATE 1983

**ACCEPTED FOR RECORD**

**RECEIVED**

APPROVED BY \_\_\_\_\_ TITLE RSP DATE FEB 16 1983  
 CONDITIONS OF APPROVAL, IF ANY:

**JUL 7 1983**

MINERAL SERVICE  
 ROSWELL, NEW MEXICO

\*See Instructions on Reverse Side  
 ROSWELL, NEW MEXICO

UNITED STATES DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

**RECEIVED BY**  
**FEB 28 1985**  
**SUNDRY NOTICES AND REPORTS ON WELLS**

Use this form for proposals to drill or to deepen or plug back to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals.)

5. LEASE DESIGNATION AND SERIAL NO.  
**LC-067858**

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME  
**Malco S Federal**

9. WELL NO.  
**1**

10. FIELD AND POOL OR WILDCAT  
**Chalk Bluff Holcamp**

11. SEC., T., R., M., OR 1/4 AND SURVEY OR AREA  
**11-18-27**

12. COUNTY OR PARISH  
**Eddy**

13. STATE  
**NM**

1. OIL  GAS  OTHER  **Recompletion**

2. OPERATOR  
**Amoco Production Company**

3. ADDRESS OF OPERATOR  
**P.O. Box 68, Hobbs, NM 88240**

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.\* See also space 17 below.)  
At surface  
**1650' FNL X 1653' FWL  
(SE/4, NW/4, Unit F)**

14. PERMIT NO.

15. ELEVATIONS (Show whether DF, RT, GR, etc.)  
**3587' RDB**

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

| NOTICE OF INTENTION TO:                      |   | SUBSEQUENT REPORT OF:                          |  |
|--|---|--|--|
| TEST WATER SHUT-OFF <input type="checkbox"/> | PULL OR ALTER CASING <input type="checkbox"/> | WATER SHUT-OFF <input type="checkbox"/>        | REPAIRING WELL <input type="checkbox"/>  |
| FRACTURE TREAT <input type="checkbox"/>      | MULTIPLE COMPLETE <input type="checkbox"/>    | FRACTURE TREATMENT <input type="checkbox"/>    | ALTERING CASING <input type="checkbox"/> |
| SHOOT OR ACIDIZE <input type="checkbox"/>    | ABANDON* <input type="checkbox"/>             | SHOOTING OR ACIDIZING <input type="checkbox"/> | ABANDONMENT* <input type="checkbox"/>    |
| REPAIR WELL <input type="checkbox"/>         | CHANGE PLANS <input type="checkbox"/>         | (Other) <input type="checkbox"/>               |  |

(NOTE: Report results of multiple completion on Well Completion or Recombination Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

MISU 1-21-85. Released pks. and pulled tbg. Ran cast iron bridge plug and set at 9495'. Pumped 5 sx Class H cmr. Spotted gel plug 9432'-9683'. Spotted 25 sx Class H plug 7863'-7613'. Pulled tbg. Perf'd 7046'-7662', 7090'-7100', 7382'-7388' with 4 SPF. Ran tbg., pks. and set retrievable bridge plug at 7444'. Pulled tbg. and set pks. at 7280'. Swbd. Acidized with 1000 gals. 15% NEFE HCL and 1000 gals. 5% HCL. Swbd. Released pks. and reset at 6842'. Tested pks. to 500 PSI and OK. Set retrievable bridge plug at 7200'. Tested VRBP to 500 PSI and OK. Swbd. Ran before-treatment survey and acidized with 5000 gals. gelled 15% NEFE HCL. Jagged radio active material. Ran after-treatment survey. Swbd. Released pks. and pulled tbg. and ran retrievable head, seating nipple and tbg. to 7188'. Cleaned out sand to 7200'. Ran seating nipple,

0+5-BEM, C 1-JRB 1-FJN 1-GCC 2-NMOC, A

18. I hereby certify that the foregoing is true and correct

SIGNED **Bonita Coble** TITLE **Administrative Analyst** DATE **2-22-85**

(This space for Federal or State office use)

APPROVED BY **[Signature]** TITLE \_\_\_\_\_ DATE \_\_\_\_\_

CONDITIONS OF APPROVAL IF ANY:  
**[Signature]**  
**FEB 26 1985**

**Post FD-2  
3-8-85  
P+H Marrow**

\*See Instructions on Reverse Side



tail-pipe, tbg., and tbg. anchor. Seating nipple landed at 7441', and set tbg. anchor at 7005'. Ran rods and pump. MOSU 1-30-85. Built wellhead and connected to flow line on 1-31-85. Began pump testing 2-1-85. Pump tested approx. 8 days. Last 24 hrs. pumped 10 BX 180 BW X 0 MCF. MISU 2-VI-85. Pulled rods and pump. Pulled tbg. and ran pks., seating nipple and tbg. Retrivable bridge plug set at 7150'. Tested RBP to 1000 PSI and OK. Set pks. bar 7073'. Swld. Released pks., ran tbg. and latched on to RBP. Pulled tbg. Ran Cast iron bridge plug and set at 7080'. Ran cmb. ret. and set at 6962'. Pumped 75 sx Class H Neat. Reversed out 5 sx cmb. POOH. Bullied out cmb. to 7070'. Ran tbg. and tagged cast iron bridge plug at 7080'. Pulled tbg., drill collar and bit. Ran cmb. retainer and set at 6955'. Squeezed 125 sx Class H cmb and 10 sx below retainer and 103 sx information. Reversed out 12 sx and pulled tbg.

C/S

Form 3160-25

UNITED STATES DEPARTMENT OF THE INTERIOR

SUBMIT IN TRIPLICATE (Other instructions on reverse side)

Form approved Budget Bureau No. 1004-0135 Expires August 31, 1985

RECEIVED BY MAR 13 1985 O.C.D. ARTESIA, OFFICE

NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT" for such proposals.)

1. OFFICE: ARTESIA, OFFICE
2. NAME OF OPERATOR: Amoco Production Company
3. ADDRESS OF OPERATOR: P.O. Box 68, Hobbs NM 88240
4. LOCATION OF WELL: 1650' FNL X 1653' FWL (Unit F, SE/4 NW/4)
5. LEASE DESIGNATION AND SERIAL NO.: LC-067858
6. IF INDIAN, ALLOTTEE OR TRIBE NAME
7. UNIT AGREEMENT NAME
8. FARM OR LEASE NAME: Malco's Federal
9. WELL NO.: 1
10. FIELD AND POOL, OR WILDCAT: Chalk Bluff Wolfcamp
11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA: 11-18-27
12. COUNTY OR PARISH: Eddy
13. STATE: NM
14. PERMIT NO.
15. ELEVATIONS: 3587' RDB

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data
NOTICE OF INTENTION TO: TEST WATER SHUT-OFF, FRACTURE TREAT, SHOOT OR ACIDIZE, REPAIR WELL, (Other)
PULL OR ALTER CASING, MULTIPLE COMPLETE, ABANDON\*, CHANGE PLANS
SUBSEQUENT REPORT OF: WATER SHUT-OFF, FRACTURE TREATMENT, SHOOTING OR ACIDIZING, (Other) Production start-up, REPAIRING WELL, ALTERING CASING, ABANDONMENT\*

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

This is to inform you that production from pump testing began on the Malco's Federal No. 1 2-26-85. Produced 9 BO, 150 bbl w, and 0 gas. The subject well is currently being recompleted from the morrow to the Wolfcamp.

0+5 BLM/R 1-JRB 1-FJN 1-GCC cc-BLM,C

18. I hereby certify that the foregoing is true and correct
SIGNED: Gary C. Clark TITLE: Asst. Admin. Analyst DATE: 2-27-85

APPROVED BY: ACCEPTED FOR RECORD TITLE: DATE:
CONDITIONS OF APPROVAL, IF ANY:

MAR 12 1985

\*See Instructions on Reverse Side

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 representations as to any matter within its jurisdiction.

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SUBMIT IN TR  
CATE\*

Form approved.  
Budget Bureau No. 1004-0135  
Expires August 31, 1985

dst

RECEIVED BY  
O. C. D.  
ARTESIA, OFFICE

LEASE DESIGNATION AND SERIAL NO.

LC-067858

SUNDRY NOTICES AND REPORTS ON WAPPS 12 1985

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals.)

1. OIL WELL  GAS WELL  OTHER

2. NAME OF OPERATOR: Amoco Production Company

3. ADDRESS OF OPERATOR: P.O. Box 68, Hobbs NM 88240

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.\*  
See also space 17 below.)  
At surface: 1650' FNL X 1653' FWL (Unit F, SE 1/4 NW 1/4)

5. DRAWER NO. COMMISSION: Drawee DD, Artesia, NM 88210

6. FARM OR LEASE NAME: Malco S Federal

7. WELL NO.: 1

8. FIELD AND POOL, OR WILDCAT: Chalk Bluff Wolfcamp

9. SEC., T., E., M., S., BLK. AND SURVEY OR AREA: 11-18-27

10. PERMIT NO.: 15. ELEVATIONS (Show whether OF, HT, GR, etc.): 3587' RDB

11. COUNTY OR PARISH: Eddy

12. STATE: NM

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

| NOTICE OF INTENTION TO:                      |   | SUBSEQUENT REPORT OF:                                     |  |
|--|---|---|--|
| TEST WATER SHUT-OFF <input type="checkbox"/> | PULL OR ALTER CASING <input type="checkbox"/> | WATER SHUT-OFF <input type="checkbox"/>                   | REPAIRING WELL <input type="checkbox"/>  |
| FRACTURE TREAT <input type="checkbox"/>      | MULTIPLE COMPLETE <input type="checkbox"/>    | FRACTURE TREATMENT <input type="checkbox"/>               | ALTERING CASING <input type="checkbox"/> |
| SHOOT OR ACIDIZE <input type="checkbox"/>    | ABANDON* <input type="checkbox"/>             | SHOOTING OR ACIDIZING <input type="checkbox"/>            | ABANDONMENT* <input type="checkbox"/>    |
| REPAIR WELL <input type="checkbox"/>         | CHANGE PLANS <input type="checkbox"/>         | (Other) Status Update <input checked="" type="checkbox"/> |  |

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Drilled out cmt retainer to 7071 and pressure tested to 1000 psi for 30 min, OK. Drilled out and cleaned out to 7504. Circulated clean and POH. Ran production equipment, tail pipe landed at 7432. Began pump testing 2-23-85. Pump tested approx 20 days, last 24 hrs pumped 0 BO, 110 BW, and 0 MCF. Well is currently shut in for evaluation.

045 BLM, C 1-JRB 1-FJN 1-GCC

18. I hereby certify that the foregoing is true and correct

SIGNED: Mary C. Clark TITLE: Asst. Admin. Analyst DATE: 4-2-85

(This space for Federal or State office use)

ACCEPTED FOR RECORD

APPROVED BY: [Signature] TITLE: \_\_\_\_\_ DATE: \_\_\_\_\_

CONDITIONS OF APPROVAL, IF ANY:

APR 11 1985

\*See Instructions on Reverse Side

Section 1001, Title 18 U.S.C. 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 representations as to any matter within its jurisdiction.

c15f

RECEIVED BY MAY 13 1985

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

LC-067858

WELL COMPLETION OR RECOMPLETION REPORT AND LOG\*

1a. TYPE OF WELL: ARTESIA, OFFICE

1b. TYPE OF COMPLETION: NEW WELL, WORK OVER, DEEP-EN, PLUG BACK, DIFF. RESERV.

2. NAME OF OPERATOR: AMOCO PRODUCTION COMPANY

3. ADDRESS OF OPERATOR: P.O. Box 68 HOBBS, NM 88240

4. LOCATION OF WELL: 1650' FNL X 1653' FWL (Unit F, SE/4 NW/4)

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME: MALCO "S" FEDERAL

9. WELL NO.: 1

10. FIELD AND POOL, OR WILDCAT: Chalk Bluff Wolfcamp

11. SEC., T., R., M., OR BLOCK AND SURVEY OR AREA

12. COUNTY OR PARISH: EDDY

13. STATE: N.M.

14. PERMIT NO. DATE ISSUED

15. DATE STARTED: 1-21-85

16. DATE T.D. REACHED

17. DATE COMPL. (Ready to prod.): 7613'

18. ELEVATIONS (OF RKB, RT, GR, ETC.): 3587' RDB

19. ELEV. CASINGHEAD

20. TOTAL DEPTH, MD & TVD: 10,168'

21. PLUG, BACK T.D., MD & TVD: 7613'

22. IF MULTIPLE COMPL. HOW MANY\*

23. INTERVALS DRILLED BY

24. PRODUCING INTERVAL(S) OF THIS COMPLETION—TOP, BOTTOM, SAME (MD AND TVD)\*: 7046'-7388' Wolfcamp

25. WAS DIRECTIONAL SURVEY MADE: No

26. TYPE ELECTRIC AND OTHER LOGS RUN: CBL

27. WAS WELL CORED: No

Table with 6 columns: CASING SIZE, WEIGHT, LB./FT., DEPTH SET (MD), HOLE SIZE, CEMENTING RECORD, AMOUNT PULLED. Rows include 11-3/4", 8-5/8", 5-1/2" sizes.

Table with 6 columns: SIZE, TOP (MD), BOTTOM (MD), SACKS CEMENT\*, SCREEN (MD), TUBING RECORD. Includes LINER RECORD and TUBING RECORD sections.

Table with 2 columns: PERFORATION RECORD (Interval, size and number) and ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC. Includes details for 7046'-62', 7090'-7100', 7382'-88'.

Table with 4 columns: DATE FIRST PRODUCTION, PRODUCTION METHOD, WELL STATUS, and PRODUCTION DATA. Includes 'Pumping' method and 'Shut-IN' status.

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.): Sold

35. LIST OF ATTACHMENTS: Logs Mailed 1-31-85

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records

SIGNED: [Signature] TITLE: Administrative Analyst DATE: 6 MAY 1985

\*(See Instructions and Spaces for Additional Data on Reverse Side)

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 representations as to any matter within its jurisdiction.

ATE RIM-C, I-TRR, I-FSN, I-NIG

37. SUMMARY OF POROUS ZONES: (Show all important zones of porosity and contents thereof; cored intervals; and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures, and recoveries):

38. GEOLOGIC MARKERS

| FORMATION | TOP | BOTTOM | DESCRIPTION, CONTENTS, ETC. | NAME | TOP         |                  |
|-----------|-----|--------|-----------------------------|------|-------------|------------------|
|           |     |        |                             |      | MEAS. DEPTH | TRUE VERT. DEPTH |
|           |     |        |                             |      |             |                  |
|           |     |        |                             |      |             |                  |
|           |     |        |                             |      |             |                  |
|           |     |        |                             |      |             |                  |

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPlicate  
(Other instruction  
verse side)

Budget Bureau No. 1004-0135  
Expires August 31, 1985

c/sf

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to re-completion of wells back to a different reservoir.  
Use "APPLICATION FOR PERMIT TO RE-DRILL OR RE-COMPLETION OF WELL" for such proposals.)

|  |   |   |  |
|--|---|---|--|
| 1. OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input checked="" type="checkbox"/> P&A   |   | <div style="border: 2px solid black; padding: 5px;"> <p>MAR 17 1986</p> <p>O. C. DE</p> <p>ARTESIA, OFFICE</p> </div> | 5. LEASE DESIGNATION AND SERIAL NO.<br>LC-067858       |
| 2. NAME OF OPERATOR<br>AMOCO PRODUCTION COMPANY ✓  |   |   | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME                   |
| 3. ADDRESS OF OPERATOR<br>P.O. BOX 68 HOBBS, NEW MEXICO 88240  |   |   | 7. UNIT AGREEMENT NAME                                 |
| 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements. See also space 17 below.)<br>At surface<br>1650' FAL x 1653' FWL<br>(UNIT F, SE1/4, NW1/4) |   |   | 8. FARM OR LEASE NAME<br>Malco "5" Federal             |
| 14. PERMIT NO.<br>3001520510   | 15. ELEVATIONS (Show whether DF, RT, GR, etc.)<br>3587' RDB | 9. WELL NO.   | 10. FIELD AND POOL, OR WILDCAT<br>Chalk Bluff Wolfcamp |
| 16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data  |   | 11. SEC. T., E., M., S. BALK. AND SURVEY OR AREA<br>11-18-27  | 12. COUNTY OR TERRITORY<br>Eddy                        |
| 13. STATE<br>NM  |   |   |  |

NOTICE OF INTENTION TO:

|  |   |  |  |
|--|---|--|--|
| TEST WATER SHUT-OFF <input type="checkbox"/> | PULL OR ALTER CASING <input type="checkbox"/> | WATER SHUT-OFF <input type="checkbox"/>        | REPAIRING WELL <input type="checkbox"/>          |
| FRACTURE TREAT <input type="checkbox"/>      | MULTIPLE COMPLETE <input type="checkbox"/>    | FRACTURE TREATMENT <input type="checkbox"/>    | ALTERING CASING <input type="checkbox"/>         |
| SHOOT OR ACIDIZE <input type="checkbox"/>    | ABANDON* <input type="checkbox"/>             | SHOOTING OR ACIDIZING <input type="checkbox"/> | ABANDONMENT* <input checked="" type="checkbox"/> |
| REPAIR WELL <input type="checkbox"/>         | CHANGE PLANS <input type="checkbox"/>         | (Other) <input type="checkbox"/>               |  |

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

1. MISU 11-25-85 and 10H with rods, pump, and tubing.
2. Ran CIBP and set at 6995'.
3. Ran free point log.
4. RIHW/tubing to 6950' and pumped 80 BBLs brine gel. Capped CIBP with 15 SX Class H cement.
5. Displaced hole with 150 BBL brine gel
6. Spotted 40 SX class H cement from 6400-6225' WOC. Tagged cement at 6211'.
7. Pulled tubing to 5350' and pumped 26 SX class C cement. Displaced w/ brine gel.
8. Perforated 1049-50' w/ 4 DRISPF. Established circulation out 11 3/4" casing.
9. Set Cement retainer at 950'. Squeezed w/ 350 SX class C cement. Circulated 17 SX out 11 3/4" casing.

0 + 5 BLM-CJ, 1 - JRB, 1 - FJN, 1 - CMH

18. I hereby certify that the foregoing is true and correct

SIGNED Charles M. Herring TITLE Administrative Analyst (SG) DATE 12/5/85

(This space for Federal or State office use)

APPROVED BY [Signature] TITLE \_\_\_\_\_ DATE 3-14-86

CONDITIONS OF APPROVAL, IF ANY:

Post ID-2  
3-21-86  
P&A

\*See Instructions on Reverse Side

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 representations as to any matter within its jurisdiction.

10. Spotted 105X class C cement surface plug.
11. Installed dry hole marker and MDSU 12-3-85.

NEW MEXICO  
OIL CONSERVATION DIVISION  
P. O. DRAWER DD  
ARTESIA, NM 88210

DATE December 15, 1986

NOTICE OF GCNM'S GAS DISCONNECTION:

OPERATOR: Amoco Production Company

LEASE: Malco "S" Federal

WELL NUMBER: #1 WELL UNIT LETTER: F

SECTION: 11 TOWNSHIP: 18 RANGE: 27

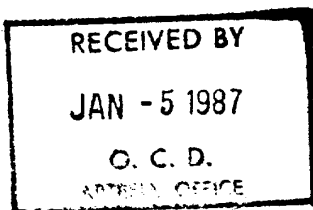
POOL: ~~Scroggin Draw Morrow~~ Chalk Bluff Wolfcamp

DATE WELL DISCONNECTED: 12/15/86

GCNM'S STATION NUMBER: 1890-00

GAS COMPANY OF NEW MEXICO  
TRANSPORTER

*Grady L. Gist*  
GRADY L. GIST  
GAS CONTROL SUPERVISOR



cc: Oil Conservation Division  
P. O. Box 2088  
Santa Fe, NM 87501

Tom Sanders - Albuquerque  
Carolyn Titus - Albuquerque  
Merle Dennis - Kutz Canyon  
Oil Conservation file  
Grady Gist file



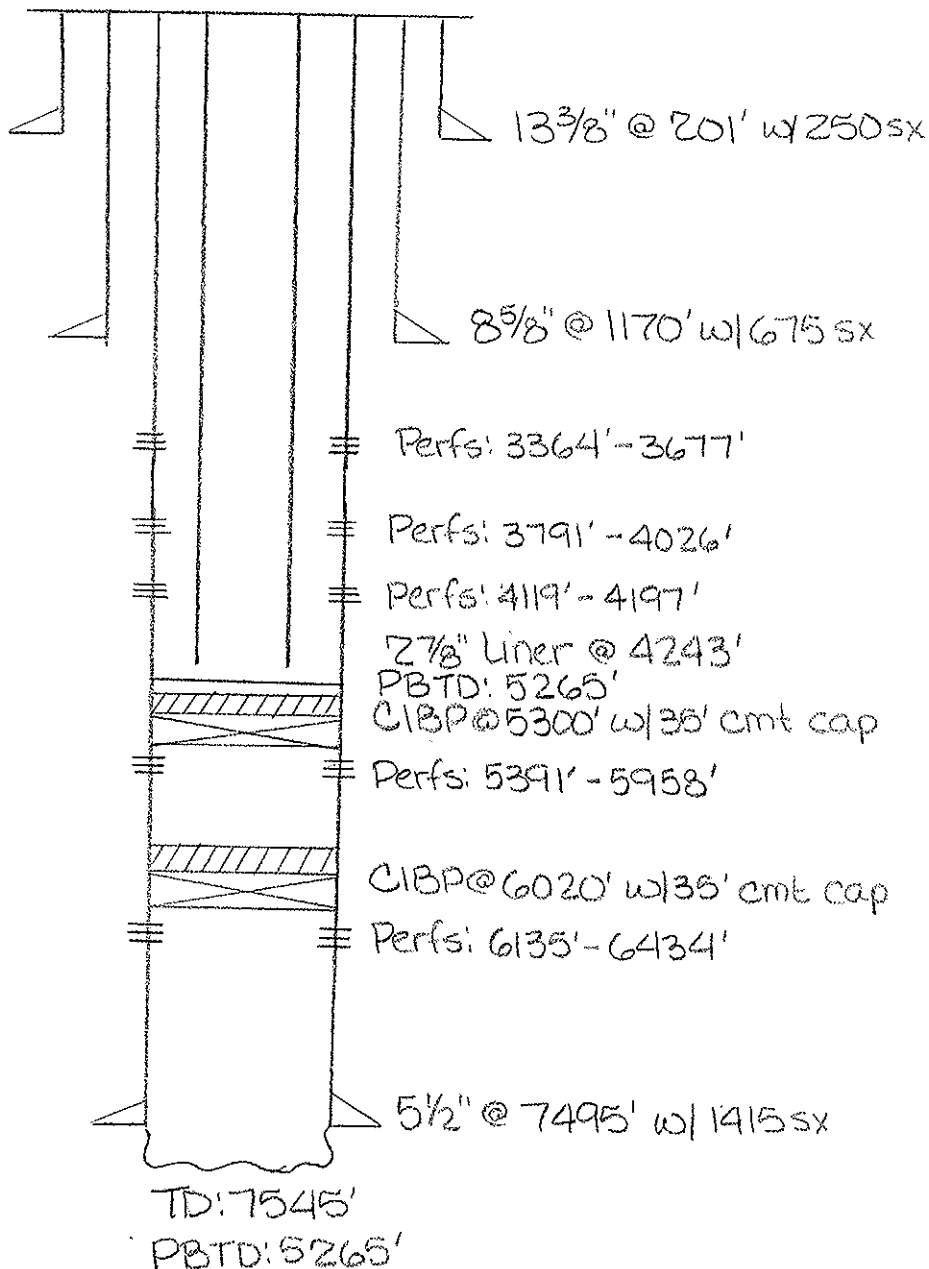
# SUBSURFACE

NAVAJO REFINING COMPANY  
Map ID No. 65  
Artificial Penetration Review

OPERATOR Mack Energy Corp  
LEASE State H  
WELL NUMBER 2  
DRILLED 10-31-07  
PLUGGED NA

STATUS Active Oil  
LOCATION Sec. 2 -T18S-R27E  
MUD FILLED BOREHOLE NA  
TOP OF INJECTION ZONE ~7215  
API NO. 30-015-35814

REMARKS: Calc. Top of Cement behind 5 1/2" @ surface.



District II  
1301 W. Grand Ave., Artesia, NM 88210  
Phone:(505) 748-1283 Fax:(505) 748-9720

Form C-101  
Permit 60506

State of New Mexico  
Energy, Minerals and Natural Resources

Oil Conservation Division  
1220 S. St Francis Dr.  
Santa Fe, NM 87505

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

|   |                             |                               |
|---|-----------------------------|-------------------------------|
| 1. Operator Name and Address<br>MACK ENERGY CORP<br>PO BOX 960<br>ARTESIA, NM 88211 |                             | 2. OGRID Number<br>13837      |
|   |                             | 3. API Number<br>30-015-35814 |
| 4. Property Code<br>303847  | 5. Property Name<br>STATE H | 6. Well No.<br>002            |

7. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| H        | 2       | 18S      | 27E   | H       | 2063      | N        | 441       | E        | EDDY   |

8. Pool Information

|                           |       |
|---------------------------|-------|
| CHALK BLUFF, WOLFCAMP GAS | 96963 |
|---------------------------|-------|

Additional Well Information

|   |  |                           |                                   |                                    |
|---|--|---------------------------|-----------------------------------|------------------------------------|
| 9. Work Type<br>New Well  | 10. Well Type<br>OIL                   | 11. Cable/Rotary          | 12. Lease Type<br>State           | 13. Ground Level Elevation<br>3590 |
| 14. Multiple<br>N   | 15. Proposed Depth                     | 16. Formation<br>Wolfcamp | 17. Contractor                    | 18. Spud Date<br>9/20/2007         |
| Depth to Ground water<br>50   | Distance from nearest fresh water well |                           | Distance to nearest surface water |                                    |
| Pit: Liner: Synthetic <input type="checkbox"/> mls thick Clay <input type="checkbox"/> Pit Volume: bbls Drilling Method:<br>Closed Loop System <input checked="" type="checkbox"/> Fresh Water <input type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/> |  |                           |                                   |                                    |

19. Proposed Casing and Cement Program

| Type | Hole Size | Casing Type | Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
|------|-----------|-------------|------------------|---------------|-----------------|---------------|
| Surf | 12.25     | 8.625       | 24               | 360           | 400             | 0             |
| Prod | 7.875     | 5.5         | 17               | 7313          | 1300            | 0             |

Casing/Cement Program: Additional Comments

Mack Energy proposes to drill a 12 1/4 hole to 360', run 8 5/8 casing and cement. Drill a 7 7/8 hole to 7313', run 5 1/2 casing and cement. Note: On production string a fluid caliper will be run and will figure cement with 25% excess, attempt to circ.

Proposed Blowout Prevention Program

| Type      | Working Pressure | Test Pressure | Manufacturer |
|-----------|------------------|---------------|--------------|
| DoubleRam | 2000             | 2000          |              |

|  |                                 |                            |
|--|---------------------------------|----------------------------|
| I hereby certify that the information given above is true and complete to the best of my knowledge and belief.<br>I further certify that the drilling pit will be constructed according to NMOCB guidelines <input type="checkbox"/> , a general permit <input type="checkbox"/> , or an (attached) alternative OCD-approved plan <input type="checkbox"/> . | OIL CONSERVATION DIVISION       |                            |
|  | Approved By: Bryan Arant        |                            |
|  | Title: Geologist                |                            |
|  | Approved Date: 9/19/2007        | Expiration Date: 9/19/2008 |
|  | Conditions of Approval Attached |                            |
| Printed Name: Electronically filed by Jerry Sherrill   |                                 |                            |
| Title: Production Clerk  |                                 |                            |
| Email Address: jerrys@mackenergycorp.com   |                                 |                            |
| Date: 9/11/2007  | Phone: 505-748-1288             |                            |



District I

1625 N. French Dr., Hobbs, NM 88240  
Phone:(505) 393-6161 Fax:(505) 393-0720

District II

1301 W. Grand Ave., Artesia, NM 88210  
Phone:(505) 748-1283 Fax:(505) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410  
Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505  
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-102  
Permit 60506

Oil Conservation Division  
1220 S. St Francis Dr.  
Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

|                                      |                             |   |
|--------------------------------------|-----------------------------|---|
| 1. API Number<br>30-015-35814        | 2. Pool Code<br>96963       | 3. Pool Name<br>CHALK BLUFF; WOLFCAMP GAS |
| 4. Property Code<br>303847           | 5. Property Name<br>STATE H |   |
| 6. Well No.<br>002                   | 7. OGRID No.<br>13837       |   |
| 8. Operator Name<br>MACK ENERGY CORP |                             | 9. Elevation<br>3590                      |

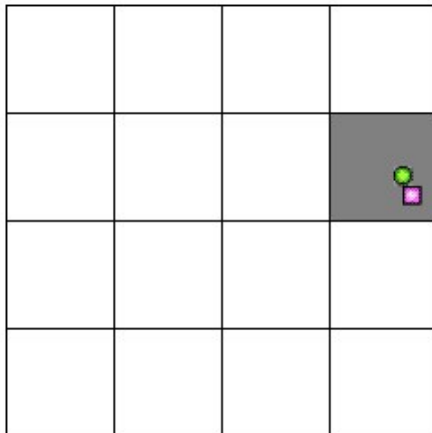
10. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| H        | 2       | 18S      | 27E   |         | 2063      | N        | 441       | E        | EDDY   |

11. Bottom Hole Location If Different From Surface

| UL - Lot                     | Section | Township            | Range | Lot Idn                | Feet From | N/S Line | Feet From     | E/W Line | County |
|------------------------------|---------|---------------------|-------|------------------------|-----------|----------|---------------|----------|--------|
| H                            | 2       | 18S                 | 27E   | H                      | 2300      | N        | 340           | E        | EDDY   |
| 12. Dedicated Acres<br>40.00 |         | 13. Joint or Infill |       | 14. Consolidation Code |           |          | 15. Order 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



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Jerry Sherrell  
Title: Production Clerk  
Date: 9/11/2007

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Ronald Eidson  
Date of Survey: 8/28/2007  
Certificate Number: 3239



---

## Permit Comments

Operator: MACK ENERGY CORP , 13837

Well: STATE H #002

API: 30-015-35814

| Created By | Comment   | Comment Date |
|------------|---|--------------|
| JWSHERRELL | H2S concentrations of wells in this area from surface to TD are low enough that a contingency plan is not required. | 9/11/2007    |



---

## Permit Conditions of Approval

**Operator:** MACK ENERGY CORP , 13837

**Well:** STATE H #002

**API:** 30-015-35814

| <b>OCD Reviewer</b> | <b>Condition</b>  |
|---------------------|---|
| BArrant             | Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines |
| BArrant             | As noted, operator to drill surface hole w/fresh water mud.   |
| BArrant             | Cement to cover all oil, gas and water bearing zones.   |





1 SEP 12 2007  
OCD-ARTESIA



30-015-35814

## Mack Energy Corp.

Eddy County, NM (NAD 27 NME)

State H #2

State H #2

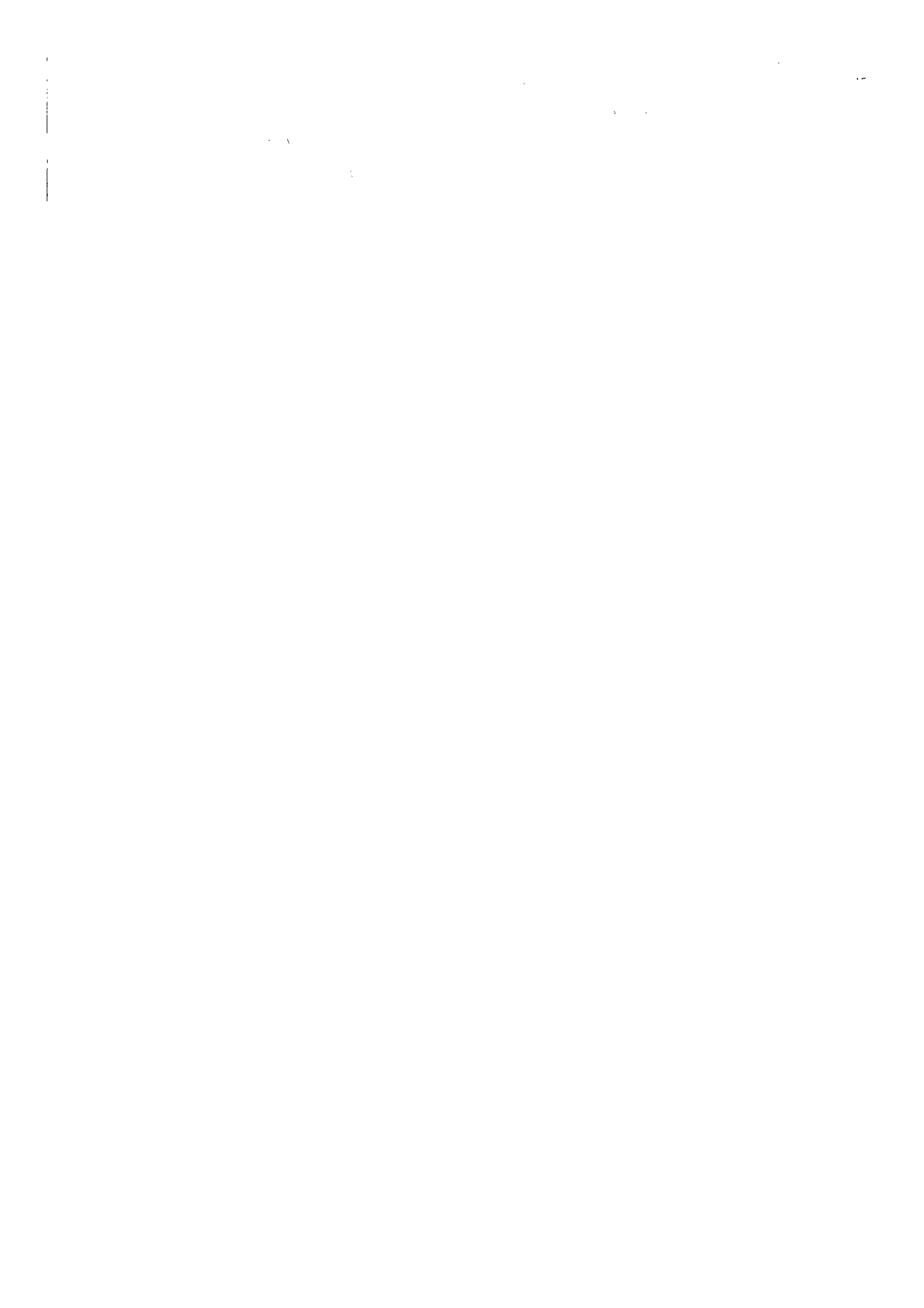
Wellbore #1

Plan: Plan #1

## Standard Planning Report

11 September, 2007







**Scientific Drilling  
Planning Report**



|                  |                              |                                     |                            |
|------------------|------------------------------|-------------------------------------|----------------------------|
| <b>Database:</b> | EDM 2003.16 Single User Db   | <b>Local Co-ordinate Reference:</b> | Well State H #2            |
| <b>Company:</b>  | Mack Energy Corp.            | <b>TVD Reference:</b>               | WELL @ 3606.00ft (KB Elev) |
| <b>Project:</b>  | Eddy County, NM (NAD 27 NME) | <b>MD Reference:</b>                | WELL @ 3606.00ft (KB Elev) |
| <b>Site:</b>     | State H #2                   | <b>North Reference:</b>             | Grid                       |
| <b>Well:</b>     | State H #2                   | <b>Survey Calculation Method:</b>   | Minimum Curvature          |
| <b>Wellbore:</b> | Wellbore #1                  |                                     |                            |
| <b>Design:</b>   | Plan #1                      |                                     |                            |

|                    |                                      |                      |                |
|--------------------|--------------------------------------|----------------------|----------------|
| <b>Project:</b>    | Eddy County, NM (NAD 27 NME)         |                      |                |
| <b>Map System:</b> | US State Plane 1927 (Exact solution) | <b>System Datum:</b> | Mean Sea Level |
| <b>Geo Datum:</b>  | NAD 1927 (NADCON CONUS)              |                      |                |
| <b>Map Zone:</b>   | New Mexico East 3001                 |                      |                |

|                              |                  |                          |                                     |
|------------------------------|------------------|--------------------------|-------------------------------------|
| <b>Site:</b>                 | State H #2       |                          |                                     |
| <b>Site Position:</b>        | <b>Northing:</b> | 646,629.20 ft            | <b>Latitude:</b> 32° 46' 39.510 N   |
| <b>From:</b> Map             | <b>Easting:</b>  | 528,184.50 ft            | <b>Longitude:</b> 104° 14' 29.874 W |
| <b>Position Uncertainty:</b> | 0.00 ft          | <b>Slot Radius:</b>      | ft                                  |
|                              |                  | <b>Grid Convergence:</b> | 0.05 °                              |

|                             |              |                            |                                     |
|-----------------------------|--------------|----------------------------|-------------------------------------|
| <b>Well:</b>                | State H #2   |                            |                                     |
| <b>Well Position</b>        | <b>+N/-S</b> | 0.00 ft                    | <b>Northing:</b> 646,629.20 ft      |
|                             | <b>+E/-W</b> | 0.00 ft                    | <b>Easting:</b> 528,184.50 ft       |
|                             |              |                            | <b>Latitude:</b> 32° 46' 39.510 N   |
|                             |              |                            | <b>Longitude:</b> 104° 14' 29.874 W |
| <b>Position Uncertainty</b> | 0.00 ft      | <b>Wellhead Elevation:</b> | 3,606.00 ft                         |
|                             |              |                            | <b>Ground Level:</b> 0.00 ft        |

|                  |                   |                    |                        |                      |                            |
|------------------|-------------------|--------------------|------------------------|----------------------|----------------------------|
| <b>Wellbore:</b> | Wellbore #1       |                    |                        |                      |                            |
| <b>Magnetics</b> | <b>Model Name</b> | <b>Sample Date</b> | <b>Declination</b> (°) | <b>Dip Angle</b> (°) | <b>Field Strength</b> (nT) |
|                  | IGRF200510        | 9/11/2007          | 8.37                   | 60.68                | 49,269                     |

|                          |                         |              |                           |                  |
|--------------------------|-------------------------|--------------|---------------------------|------------------|
| <b>Design:</b>           | Plan #1                 |              |                           |                  |
| <b>Audit Notes:</b>      |                         |              |                           |                  |
| <b>Version:</b>          | <b>Phase:</b>           | PLAN         | <b>Tie On Depth:</b> 0.00 |                  |
| <b>Vertical Section:</b> | <b>Depth From (TVD)</b> | <b>+N/-S</b> | <b>+E/-W</b>              | <b>Direction</b> |
|                          | (ft)                    | (ft)         | (ft)                      | (°)              |
|                          | 0.00                    | 0.00         | 0.00                      | 156.92           |

| <b>Plan Sections:</b> |                 |             |                     |            |            |                       |                      |                     |         |                 |
|-----------------------|-----------------|-------------|---------------------|------------|------------|-----------------------|----------------------|---------------------|---------|-----------------|
| Measured Depth (ft)   | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) | TFO (°) | Target          |
| 0.00                  | 0.00            | 0.00        | 0.00                | 0.00       | 0.00       | 0.00                  | 0.00                 | 0.00                | 0.00    |                 |
| 460.00                | 0.00            | 0.00        | 460.00              | 0.00       | 0.00       | 0.00                  | 0.00                 | 0.00                | 0.00    |                 |
| 768.78                | 6.18            | 156.92      | 768.18              | -15.29     | 6.52       | 2.00                  | 2.00                 | 0.00                | 156.92  |                 |
| 2,854.52              | 6.18            | 156.92      | 2,841.82            | -221.71    | 94.48      | 0.00                  | 0.00                 | 0.00                | 0.00    |                 |
| 3,163.30              | 0.00            | 0.00        | 3,150.00            | -237.00    | 101.00     | 2.00                  | -2.00                | 0.00                | 180.00  |                 |
| 7,313.30              | 0.00            | 0.00        | 7,300.00            | -237.00    | 101.00     | 0.00                  | 0.00                 | 0.00                | 0.00    | PBHL-State H #1 |





Scientific Drilling  
Planning Report



|                  |                              |                              |                           |
|------------------|------------------------------|------------------------------|---------------------------|
| Database:        | EDM 2003.16 Single User.Db   | Local Co-ordinate Reference: | Well State H #2           |
| Company:         | Mack Energy Corp.            | TVD Reference:               | WELL @ 3606.00R (KB Elev) |
| Project:         | Eddy County, NM (NAD 27 NME) | MD Reference:                | WELL @ 3606.00R (KB Elev) |
| Site:            | State H #2                   | North Reference:             | Grid                      |
| Well:            | State H #2                   | Survey Calculation Method:   | Minimum Curvature         |
| Wellbore Design: | Wellbore #1<br>Plan #1       |                              |                           |

| Planned Survey                  |                 |             |                     |            |            |                       |                       |                      |                     |  |
|---------------------------------|-----------------|-------------|---------------------|------------|------------|-----------------------|-----------------------|----------------------|---------------------|--|
| Measured Depth (ft)             | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |  |
| 0.00                            | 0.00            | 0.00        | 0.00                | 0.00       | 0.00       | 0.00                  | 0.00                  | 0.00                 | 0.00                |  |
| 100.00                          | 0.00            | 0.00        | 100.00              | 0.00       | 0.00       | 0.00                  | 0.00                  | 0.00                 | 0.00                |  |
| 200.00                          | 0.00            | 0.00        | 200.00              | 0.00       | 0.00       | 0.00                  | 0.00                  | 0.00                 | 0.00                |  |
| 300.00                          | 0.00            | 0.00        | 300.00              | 0.00       | 0.00       | 0.00                  | 0.00                  | 0.00                 | 0.00                |  |
| 400.00                          | 0.00            | 0.00        | 400.00              | 0.00       | 0.00       | 0.00                  | 0.00                  | 0.00                 | 0.00                |  |
| 460.00                          | 0.00            | 0.00        | 460.00              | 0.00       | 0.00       | 0.00                  | 0.00                  | 0.00                 | 0.00                |  |
| <b>KOP 460' Start 2.0°/100'</b> |                 |             |                     |            |            |                       |                       |                      |                     |  |
| 500.00                          | 0.80            | 156.92      | 500.00              | -0.26      | 0.11       | 0.28                  | 2.00                  | 2.00                 | 0.00                |  |
| 600.00                          | 2.80            | 156.92      | 599.94              | -3.15      | 1.34       | 3.42                  | 2.00                  | 2.00                 | 0.00                |  |
| 700.00                          | 4.80            | 156.92      | 699.72              | -9.24      | 3.94       | 10.05                 | 2.00                  | 2.00                 | 0.00                |  |
| 768.78                          | 6.18            | 156.92      | 768.18              | -15.29     | 6.52       | 16.62                 | 2.00                  | 2.00                 | 0.00                |  |
| <b>EOC hold 6.18°</b>           |                 |             |                     |            |            |                       |                       |                      |                     |  |
| 800.00                          | 6.18            | 156.92      | 799.22              | -18.38     | 7.83       | 19.98                 | 0.00                  | 0.00                 | 0.00                |  |
| 900.00                          | 6.18            | 156.92      | 898.64              | -28.28     | 12.05      | 30.74                 | 0.00                  | 0.00                 | 0.00                |  |
| 1,000.00                        | 6.18            | 156.92      | 998.06              | -38.18     | 16.27      | 41.50                 | 0.00                  | 0.00                 | 0.00                |  |
| 1,100.00                        | 6.18            | 156.92      | 1,097.48            | -48.07     | 20.49      | 52.26                 | 0.00                  | 0.00                 | 0.00                |  |
| 1,200.00                        | 6.18            | 156.92      | 1,196.90            | -57.97     | 24.70      | 63.01                 | 0.00                  | 0.00                 | 0.00                |  |
| 1,300.00                        | 6.18            | 156.92      | 1,296.32            | -67.87     | 28.92      | 73.77                 | 0.00                  | 0.00                 | 0.00                |  |
| 1,400.00                        | 6.18            | 156.92      | 1,395.74            | -77.76     | 33.14      | 84.53                 | 0.00                  | 0.00                 | 0.00                |  |
| 1,500.00                        | 6.18            | 156.92      | 1,495.16            | -87.66     | 37.36      | 95.29                 | 0.00                  | 0.00                 | 0.00                |  |
| 1,600.00                        | 6.18            | 156.92      | 1,594.58            | -97.55     | 41.57      | 106.04                | 0.00                  | 0.00                 | 0.00                |  |
| 1,700.00                        | 6.18            | 156.92      | 1,694.00            | -107.45    | 45.79      | 116.80                | 0.00                  | 0.00                 | 0.00                |  |
| 1,800.00                        | 6.18            | 156.92      | 1,793.42            | -117.35    | 50.01      | 127.56                | 0.00                  | 0.00                 | 0.00                |  |
| 1,900.00                        | 6.18            | 156.92      | 1,892.84            | -127.24    | 54.23      | 138.32                | 0.00                  | 0.00                 | 0.00                |  |
| 2,000.00                        | 6.18            | 156.92      | 1,992.26            | -137.14    | 58.44      | 149.07                | 0.00                  | 0.00                 | 0.00                |  |
| 2,100.00                        | 6.18            | 156.92      | 2,091.68            | -147.04    | 62.66      | 159.83                | 0.00                  | 0.00                 | 0.00                |  |
| 2,200.00                        | 6.18            | 156.92      | 2,191.10            | -156.93    | 66.88      | 170.59                | 0.00                  | 0.00                 | 0.00                |  |
| 2,300.00                        | 6.18            | 156.92      | 2,290.52            | -166.83    | 71.10      | 181.35                | 0.00                  | 0.00                 | 0.00                |  |
| 2,400.00                        | 6.18            | 156.92      | 2,389.94            | -176.73    | 75.31      | 192.10                | 0.00                  | 0.00                 | 0.00                |  |
| 2,500.00                        | 6.18            | 156.92      | 2,489.36            | -186.62    | 79.53      | 202.86                | 0.00                  | 0.00                 | 0.00                |  |
| 2,600.00                        | 6.18            | 156.92      | 2,588.78            | -196.52    | 83.75      | 213.62                | 0.00                  | 0.00                 | 0.00                |  |
| 2,700.00                        | 6.18            | 156.92      | 2,688.20            | -206.41    | 87.97      | 224.38                | 0.00                  | 0.00                 | 0.00                |  |
| 2,800.00                        | 6.18            | 156.92      | 2,787.62            | -216.31    | 92.18      | 235.13                | 0.00                  | 0.00                 | 0.00                |  |
| 2,854.52                        | 6.18            | 156.92      | 2,841.82            | -221.71    | 94.48      | 241.00                | 0.00                  | 0.00                 | 0.00                |  |
| <b>Start Drop: 2.0°/100'</b>    |                 |             |                     |            |            |                       |                       |                      |                     |  |
| 2,900.00                        | 5.27            | 156.92      | 2,887.07            | -225.88    | 96.26      | 245.53                | 2.00                  | -2.00                | 0.00                |  |
| 3,000.00                        | 3.27            | 156.92      | 2,986.79            | -232.72    | 99.18      | 252.97                | 2.00                  | -2.00                | 0.00                |  |
| 3,100.00                        | 1.27            | 156.92      | 3,086.71            | -236.36    | 100.73     | 256.92                | 2.00                  | -2.00                | 0.00                |  |
| 3,163.30                        | 0.00            | 0.00        | 3,150.00            | -237.00    | 101.00     | 257.62                | 2.00                  | -2.00                | 0.00                |  |
| <b>EOC hold 0.0°</b>            |                 |             |                     |            |            |                       |                       |                      |                     |  |
| 3,200.00                        | 0.00            | 0.00        | 3,186.70            | -237.00    | 101.00     | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 3,300.00                        | 0.00            | 0.00        | 3,286.70            | -237.00    | 101.00     | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 3,400.00                        | 0.00            | 0.00        | 3,386.70            | -237.00    | 101.00     | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 3,500.00                        | 0.00            | 0.00        | 3,486.70            | -237.00    | 101.00     | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 3,600.00                        | 0.00            | 0.00        | 3,586.70            | -237.00    | 101.00     | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 3,700.00                        | 0.00            | 0.00        | 3,686.70            | -237.00    | 101.00     | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 3,800.00                        | 0.00            | 0.00        | 3,786.70            | -237.00    | 101.00     | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 3,900.00                        | 0.00            | 0.00        | 3,886.70            | -237.00    | 101.00     | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 4,000.00                        | 0.00            | 0.00        | 3,986.70            | -237.00    | 101.00     | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 4,100.00                        | 0.00            | 0.00        | 4,086.70            | -237.00    | 101.00     | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 4,200.00                        | 0.00            | 0.00        | 4,186.70            | -237.00    | 101.00     | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 4,300.00                        | 0.00            | 0.00        | 4,286.70            | -237.00    | 101.00     | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 4,400.00                        | 0.00            | 0.00        | 4,386.70            | -237.00    | 101.00     | 257.62                | 0.00                  | 0.00                 | 0.00                |  |





Scientific Drilling  
Planning Report



|           |                               |                              |                            |
|-----------|-------------------------------|------------------------------|----------------------------|
| Database: | EDM.2003.16 Single User Db    | Local Co-ordinate Reference: | Well State H #2            |
| Company:  | Mack Energy Corp.             | TVD Reference:               | WELL @ 3606.00ft (KB Elev) |
| Project:  | Eddy County, NM (NAD 27, NME) | MD Reference:                | WELL @ 3606.00ft (KB Elev) |
| Site:     | State H #2                    | North Reference:             | Grid                       |
| Well:     | State H #2                    | Survey Calculation Method:   | Minimum Curvature          |
| Wellbore: | Wellbore #1                   |                              |                            |
| Design:   | Plan #1                       |                              |                            |

| Planned Survey      |                 |             |                     |           |           |                       |                       |                      |                     |  |
|---------------------|-----------------|-------------|---------------------|-----------|-----------|-----------------------|-----------------------|----------------------|---------------------|--|
| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/S (ft) | +E/W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |  |
| 4,500.00            | 0.00            | 0.00        | 4,486.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 4,600.00            | 0.00            | 0.00        | 4,586.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 4,700.00            | 0.00            | 0.00        | 4,686.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 4,800.00            | 0.00            | 0.00        | 4,786.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 4,900.00            | 0.00            | 0.00        | 4,886.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 5,000.00            | 0.00            | 0.00        | 4,986.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 5,100.00            | 0.00            | 0.00        | 5,086.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 5,200.00            | 0.00            | 0.00        | 5,186.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 5,300.00            | 0.00            | 0.00        | 5,286.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 5,400.00            | 0.00            | 0.00        | 5,386.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 5,500.00            | 0.00            | 0.00        | 5,486.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 5,600.00            | 0.00            | 0.00        | 5,586.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 5,700.00            | 0.00            | 0.00        | 5,686.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 5,800.00            | 0.00            | 0.00        | 5,786.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 5,900.00            | 0.00            | 0.00        | 5,886.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 6,000.00            | 0.00            | 0.00        | 5,986.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 6,100.00            | 0.00            | 0.00        | 6,086.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 6,200.00            | 0.00            | 0.00        | 6,186.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 6,300.00            | 0.00            | 0.00        | 6,286.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 6,400.00            | 0.00            | 0.00        | 6,386.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 6,500.00            | 0.00            | 0.00        | 6,486.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 6,600.00            | 0.00            | 0.00        | 6,586.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 6,700.00            | 0.00            | 0.00        | 6,686.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 6,800.00            | 0.00            | 0.00        | 6,786.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 6,900.00            | 0.00            | 0.00        | 6,886.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 7,000.00            | 0.00            | 0.00        | 6,986.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 7,100.00            | 0.00            | 0.00        | 7,086.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 7,200.00            | 0.00            | 0.00        | 7,186.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 7,300.00            | 0.00            | 0.00        | 7,286.70            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |
| 7,313.30            | 0.00            | 0.00        | 7,300.00            | -237.00   | 101.00    | 257.62                | 0.00                  | 0.00                 | 0.00                |  |

East HL-State H #1 - PBHL-State H #1 - South HL-State H #1

| Targets             |  |               |              |          |           |           |               |              |                  |                   |
|---------------------|--|---------------|--------------|----------|-----------|-----------|---------------|--------------|------------------|-------------------|
| Target Name         | hit/miss target  | Dip Angle (°) | Dip Dir. (°) | TVD (ft) | +N/S (ft) | +E/W (ft) | Northing (ft) | Easting (ft) | Latitude         | Longitude         |
| PBHL-State H #1     | - plan hits target<br>- Circle (radius 10.00)  | 0.00          | 0.00         | 7,300.00 | -237.00   | 101.00    | 646,392.20    | 528,285.50   | 32° 46' 37.164 N | 104° 14' 28.693 W |
| South HL-State H #1 | - plan misses by 14.14ft at 7313.30ft MD (7300.00 TVD, -237.00 N, 101.00 E)<br>- Rectangle (sides W0.00 H200.00 D0.00) | 0.00          | 0.00         | 7,300.00 | -247.00   | 111.00    | 646,382.20    | 528,295.50   | 32° 46' 37.065 N | 104° 14' 28.576 W |
| East HL-State H #1  | - plan misses by 14.14ft at 7313.30ft MD (7300.00 TVD, -237.00 N, 101.00 E)<br>- Rectangle (sides W800.00 H0.00 D0.00) | 0.00          | 0.00         | 7,300.00 | -247.00   | 111.00    | 646,382.20    | 528,295.50   | 32° 46' 37.065 N | 104° 14' 28.576 W |







Scientific Drilling  
Planning Report



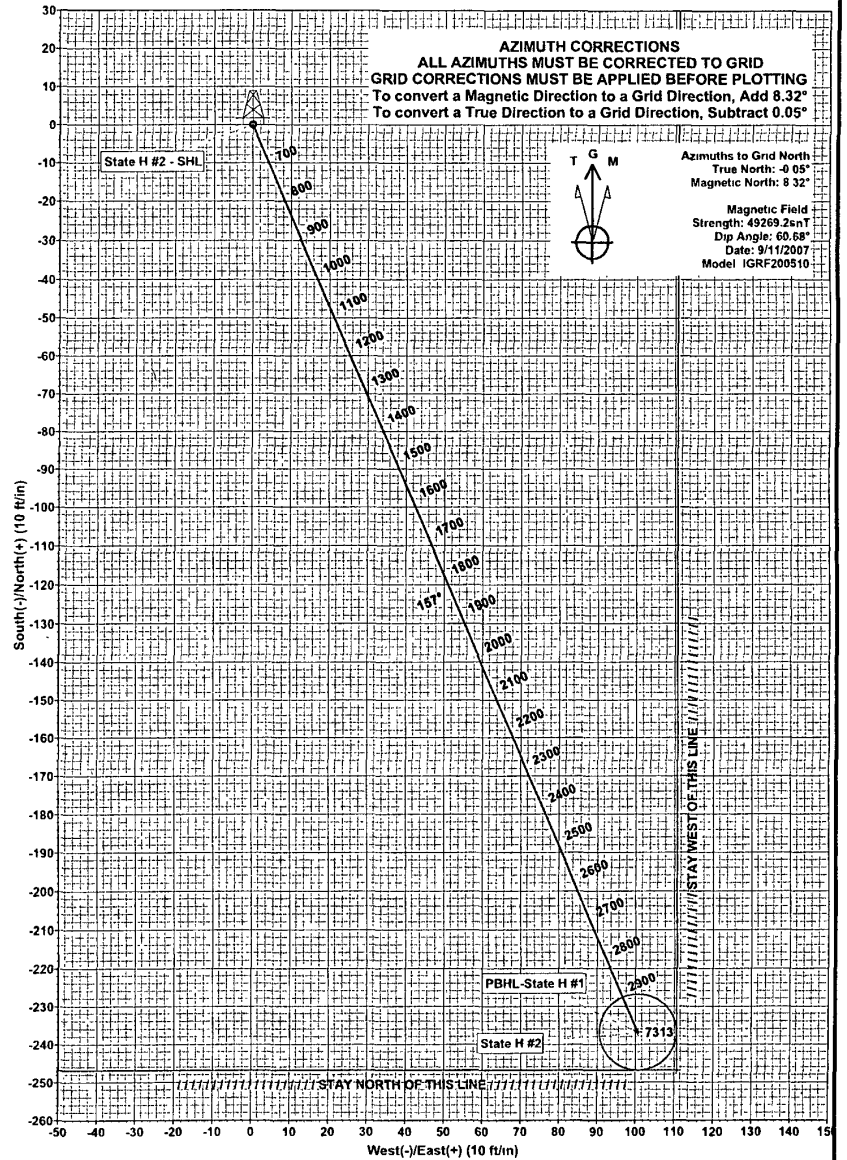
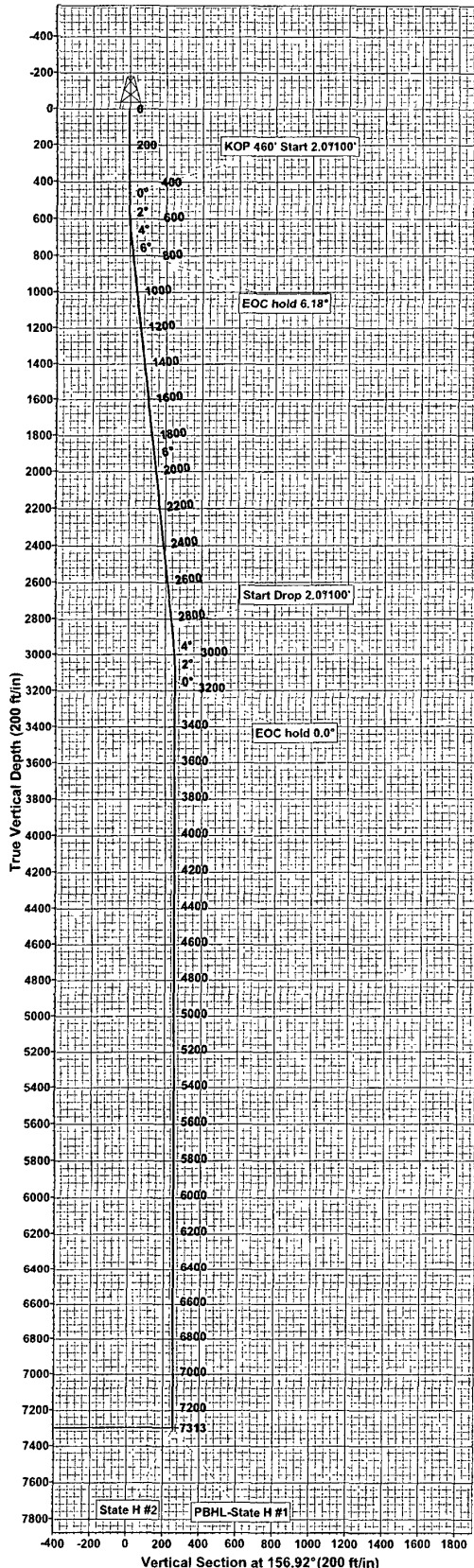
|                  |                              |                                     |                            |
|------------------|------------------------------|-------------------------------------|----------------------------|
| <b>Database:</b> | EDM 2003.16 Single User Db   | <b>Local Co-ordinate Reference:</b> | Well State H #2            |
| <b>Company:</b>  | Mack Energy Corp.            | <b>TVD Reference:</b>               | WELL @ 3606.00ft (KB Elev) |
| <b>Project:</b>  | Eddy County, NM (NAD 27 NME) | <b>MD Reference:</b>                | WELL @ 3606.00ft (KB Elev) |
| <b>Site:</b>     | State H #2                   | <b>North Reference:</b>             | Grd                        |
| <b>Well:</b>     | State H #2                   | <b>Survey Calculation Method:</b>   | Minimum Curvature          |
| <b>Wellbore:</b> | Wellbore #1                  |                                     |                            |
| <b>Design:</b>   | Plan #1                      |                                     |                            |

| Plan Annotations    |                     |                   |            |                          |
|---------------------|---------------------|-------------------|------------|--------------------------|
| Measured Depth (ft) | Vertical Depth (ft) | Local Coordinates |            | Comment                  |
|                     |                     | +N/-S (ft)        | +E/-W (ft) |                          |
| 460.00              | 460.00              | 0.00              | 0.00       | KOP 460' Start 2.0°/100' |
| 768.78              | 768.18              | -15.29            | 6.52       | EOC hold 6.18°           |
| 2,854.52            | 2,841.82            | -221.71           | 94.48      | Start Drop 2.0°/100'     |
| 3,163.30            | 3,150.00            | -237.00           | 101.00     | EOC hold 0.0°            |





Scientific Drilling for Mack Energy Corp.  
 Site: Eddy County, NM (NAD 27 NME)  
 Well: State H #2  
 Wellbore: Wellbore #1  
 Design: Plan #1



**SECTION DETAILS**

| Sec | MD      | Inc  | Azi    | TVD     | +N/-S   | +E/-W  | DLeg | TFace  | VSec   | Target          |
|-----|---------|------|--------|---------|---------|--------|------|--------|--------|-----------------|
| 1   | 0.00    | 0.00 | 0.00   | 0.00    | 0.00    | 0.00   | 0.00 | 0.00   | 0.00   |                 |
| 2   | 460.00  | 0.00 | 0.00   | 460.00  | 0.00    | 0.00   | 0.00 | 0.00   | 0.00   |                 |
| 3   | 768.78  | 6.18 | 156.92 | 768.18  | -15.29  | 6.52   | 2.00 | 156.92 | 16.62  |                 |
| 4   | 2854.52 | 6.18 | 156.92 | 2841.82 | -221.71 | 94.48  | 0.00 | 0.00   | 241.00 |                 |
| 5   | 3163.30 | 0.00 | 0.00   | 3150.00 | -237.00 | 101.00 | 2.00 | 180.00 | 257.62 |                 |
| 6   | 7313.30 | 0.00 | 0.00   | 7300.00 | -237.00 | 101.00 | 0.00 | 0.00   | 257.62 | PBHL-State H #1 |

**WELL DETAILS: State H #2**

| +N/-S | +E/-W | Northing  | Easting   | Ground Level: | Latitude        | Longitude        | Slot     |
|-------|-------|-----------|-----------|---------------|-----------------|------------------|----------|
| 0.00  | 0.00  | 646629.20 | 528184.50 | 0.00          | 32°46' 39.510 N | 104°14' 28.576 W | 29.874 W |

**WELLBORE TARGET DETAILS (MAP CO-ORDINATES)**

| Name                | TVD     | +N/-S   | +E/-W  | Northing  | Easting   | Latitude        | Longitude        | Shape                            |
|---------------------|---------|---------|--------|-----------|-----------|-----------------|------------------|----------------------------------|
| East HL-State H #1  | 7300.00 | -247.00 | 111.00 | 646382.20 | 528295.50 | 32°46' 37.065 N | 104°14' 28.576 W | Rectangle (S des. L800.00 W0.00) |
| PBHL-State H #1     | 7300.00 | -237.00 | 101.00 | 646392.20 | 528285.50 | 32°46' 37.164 N | 104°14' 28.893 W | Circle (Radius: 10.00)           |
| South HL-State H #1 | 7300.00 | -247.00 | 111.00 | 646382.20 | 528295.50 | 32°46' 37.065 N | 104°14' 28.576 W | Rectangle (S des. L0.00 W200.00) |

**PROJECT DETAILS: Eddy County, NM (NAD 27 NME)**

| Geodetic System:                     | Datum:                  | Ellipsoid:  | Zone:                | System Datum:  | Plan:                                  | Created By: | Date:     |
|--------------------------------------|-------------------------|-------------|----------------------|----------------|--|-------------|-----------|
| US State Plane 1927 (Exact solution) | NAD 1927 (NADCON CONUS) | Clarke 1866 | New Mexico East 3001 | Mean Sea Level | Plan: Plan #1 (State H #2/Wellbore #1) | Julio Pina  | 11-Sep-07 |
|                                      |                         |             |                      | Checked:       | Date:                                  |             |           |
|                                      |                         |             |                      | Reviewed:      | Date:                                  |             |           |
|                                      |                         |             |                      | Approved:      | Date:                                  |             |           |



Submit 3 Copies To Appropriate District Office  
 District I  
 1625 N French Dr, Hobbs, NM 88240  
 District II  
 1301 W Grand Ave, Artesia, NM 88210  
 District III  
 1000 Rio Brazos Rd, Aztec, NM 87410  
 District IV  
 1220 S St Francis Dr, Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 May 27, 2004

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

|   |  |   |
|---|--|---|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS)<br>1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other |  | WELL API NO.<br>30-015-35814  |
| 2. Name of Operator<br>Mack Energy Corporation  |  | 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 3. Address of Operator<br>P. O. Box 960 Artesia, NM 88211-0960  |  | 6. State Oil & Gas Lease No.<br>B-9391  |
| 4. Well Location<br>Unit Letter <u>H</u> <u>2063</u> feet from the <u>North</u> line and <u>441</u> feet from the <u>East</u> line<br>Section <u>2</u> Township <u>18S</u> Range <u>27E</u> NMPM County <u>Eddy</u>   |  | 7. Lease Name or Unit Agreement Name<br>State H   |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br>3590' GR  |  | 8. Well Number <u>2</u>   |
| Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>  |  | 9. OGRID Number<br>013837   |
| Pit type _____ Depth Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____   |  | 10. Pool name or Wildcat<br>Chalk Bluff Wolfcamp  |
| Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____   |  |   |

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

|  |  |   |  |
|--|--|---|--|
| NOTICE OF INTENTION TO:<br>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/><br>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/><br>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> |  | SUBSEQUENT REPORT OF:<br>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/><br>COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/><br>CASING/CEMENT JOB <input type="checkbox"/> |  |
| OTHER: <u>Change casing</u> <input checked="" type="checkbox"/>  |  | OTHER: _____ <input type="checkbox"/>   |  |

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Mack Energy would like to change the casing string approved on this APD.

- Drill a 17 1/2" hole to 200', run 13 3/8" 48# H-40 casing and cement.
- Drill a 12 1/4" hole to 1150', run 8 5/8" 24# J-55 casing and cement.
- Drill a 7 7/8" hole to approximately 7300', run 5 1/2" 17# L-80 casing and cement.

OCT 22 2007  
 OCD-ARTESIA

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit  or an (attached) alternative OCD-approved plan

SIGNATURE Jerry W. Sherrell TITLE Production Clerk DATE 10/19/07

Type or print name Jerry W. Sherrell E-mail address: jerrys@mackenergycorp.com Telephone No (505)748-1288

For State Use Only

APPROVED BY: BRYAN G. ARRANT TITLE DISTRICT II GEOLOGIST DATE OCT 22 2007  
 Conditions of Approval (if any):



## **Mack Energy Corp.**

Eddy County, NM (NAD 27 NME)

State H #2

State H #2

Wellbore #1

OCT 22 2007

**OCD-ARTESIA**

Plan: Plan #2

## **Standard Planning Report**

19 October, 2007





**Scientific Drilling**  
Planning Report



|                  |                              |                                     |                            |
|------------------|------------------------------|-------------------------------------|----------------------------|
| <b>Database:</b> | EDM 2003 16 Single User Db   | <b>Local Co-ordinate Reference:</b> | Well State H #2            |
| <b>Company:</b>  | Mack Energy Corp             | <b>TVD Reference:</b>               | WELL @ 3606 00ft (KB Elev) |
| <b>Project:</b>  | Eddy County, NM (NAD 27 NME) | <b>MD Reference:</b>                | WELL @ 3606 00ft (KB Elev) |
| <b>Site:</b>     | State H #2                   | <b>North Reference:</b>             | Grid                       |
| <b>Well:</b>     | State H #2                   | <b>Survey Calculation Method:</b>   | Minimum Curvature          |
| <b>Wellbore:</b> | Wellbore #1                  |                                     |                            |
| <b>Design:</b>   | Plan #2                      |                                     |                            |

|                    |                                      |                      |                |
|--------------------|--------------------------------------|----------------------|----------------|
| <b>Project</b>     | Eddy County, NM (NAD 27 NME)         |                      |                |
| <b>Map System:</b> | US State Plane 1927 (Exact solution) | <b>System Datum:</b> | Mean Sea Level |
| <b>Geo Datum:</b>  | NAD 1927 (NADCON CONUS)              |                      |                |
| <b>Map Zone:</b>   | New Mexico East 3001                 |                      |                |

|                              |                  |                     |                                     |
|------------------------------|------------------|---------------------|-------------------------------------|
| <b>Site</b>                  | State H #2       |                     |                                     |
| <b>Site Position:</b>        | <b>Northing:</b> | 646,629 20ft        | <b>Latitude:</b> 32° 46' 39 510 N   |
| <b>From:</b> Map             | <b>Easting:</b>  | 528,184 50ft        | <b>Longitude:</b> 104° 14' 29 874 W |
| <b>Position Uncertainty:</b> | 0 00 ft          | <b>Slot Radius:</b> | ft                                  |
|                              |                  |                     | <b>Grid Convergence:</b> 0 05 °     |

|                             |              |                            |                                     |
|-----------------------------|--------------|----------------------------|-------------------------------------|
| <b>Well</b>                 | State H #2   |                            |                                     |
| <b>Well Position</b>        | <b>+N/-S</b> | 0 00 ft                    | <b>Northing:</b> 646,629 20 ft      |
|                             | <b>+E/-W</b> | 0 00 ft                    | <b>Easting:</b> 528,184 50 ft       |
|                             |              |                            | <b>Latitude:</b> 32° 46' 39 510 N   |
|                             |              |                            | <b>Longitude:</b> 104° 14' 29 874 W |
| <b>Position Uncertainty</b> | 0 00 ft      | <b>Wellhead Elevation:</b> | 3,606 00 ft                         |
|                             |              |                            | <b>Ground Level:</b> 0 00 ft        |

|                  |                   |                    |                        |                      |                            |
|------------------|-------------------|--------------------|------------------------|----------------------|----------------------------|
| <b>Wellbore</b>  | Wellbore #1       |                    |                        |                      |                            |
| <b>Magnetics</b> | <b>Model Name</b> | <b>Sample Date</b> | <b>Declination (°)</b> | <b>Dip Angle (°)</b> | <b>Field Strength (nT)</b> |
|                  | IGRF200510        | 10/19/2007         | 8 36                   | 60 68                | 49,259                     |

|                          |                              |                   |                      |                      |
|--------------------------|------------------------------|-------------------|----------------------|----------------------|
| <b>Design</b>            | Plan #2                      |                   |                      |                      |
| <b>Audit Notes:</b>      |                              |                   |                      |                      |
| <b>Version:</b>          | <b>Phase:</b>                | PLAN              | <b>Tie On Depth:</b> | 0 00                 |
| <b>Vertical Section:</b> | <b>Depth From (TVD) (ft)</b> | <b>+N/-S (ft)</b> | <b>+E/-W (ft)</b>    | <b>Direction (°)</b> |
|                          | 0.00                         | 0 00              | 0 00                 | 156 92               |

| <b>Plan Sections</b> |                 |             |                     |            |            |                       |                      |                     |         |                 |
|----------------------|-----------------|-------------|---------------------|------------|------------|-----------------------|----------------------|---------------------|---------|-----------------|
| Measured Depth (ft)  | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) | TFO (°) | Target          |
| 0 00                 | 0 00            | 0 00        | 0 00                | 0 00       | 0 00       | 0 00                  | 0 00                 | 0 00                | 0 00    | 0 00            |
| 1,250 00             | 0 00            | 0 00        | 1,250 00            | 0 00       | 0 00       | 0 00                  | 0 00                 | 0 00                | 0 00    | 0 00            |
| 1,785 00             | 10 70           | 156.92      | 1,781.89            | -45.82     | 19 53      | 2 00                  | 2 00                 | 0 00                | 156 92  |                 |
| 2,636 01             | 10 70           | 156.92      | 2,618 11            | -191 18    | 81 47      | 0 00                  | 0 00                 | 0 00                | 0 00    |                 |
| 3,171 01             | 0 00            | 0 00        | 3,150 00            | -237 00    | 101 00     | 2 00                  | -2 00                | 0 00                | 180 00  |                 |
| 7,321 01             | 0 00            | 0 00        | 7,300 00            | -237.00    | 101 00     | 0 00                  | 0 00                 | 0 00                | 0 00    | PBHL-State H #1 |





Scientific Drilling  
Planning Report



|           |                              |                              |                            |
|-----------|------------------------------|------------------------------|----------------------------|
| Database: | EDM 2003 16 Single User Db   | Local Co-ordinate Reference: | Well State H #2            |
| Company:  | Mack Energy Corp             | TVD Reference:               | WELL @ 3606.00ft (KB Elev) |
| Project:  | Eddy County, NM (NAD 27 NME) | MD Reference:                | WELL @ 3606 00ft (KB Elev) |
| Site:     | State H #2                   | North Reference:             | Grid                       |
| Well:     | State H #2                   | Survey Calculation Method:   | Minimum Curvature          |
| Wellbore: | Wellbore #1                  |                              |                            |
| Design:   | Plan #2                      |                              |                            |

| Planned Survey  |                 |             |                     |            |            |                       |                       |                      |                     |      |
|---|-----------------|-------------|---------------------|------------|------------|-----------------------|-----------------------|----------------------|---------------------|------|
| Measured Depth (ft)   | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |      |
| 0 00  | 0 00            | 0 00        | 0 00                | 0 00       | 0 00       | 0 00                  | 0 00                  | 0 00                 | 0 00                | 0 00 |
| 1,150 00  | 0 00            | 0 00        | 1,150 00            | 0 00       | 0 00       | 0 00                  | 0 00                  | 0 00                 | 0 00                | 0 00 |
| <b>8 5/8" Casing</b>  |                 |             |                     |            |            |                       |                       |                      |                     |      |
| 1,250 00  | 0 00            | 0 00        | 1,250 00            | 0 00       | 0 00       | 0 00                  | 0 00                  | 0 00                 | 0 00                | 0 00 |
| <b>KOP 1250' Start 2.0°/100'</b>                                  |                 |             |                     |            |            |                       |                       |                      |                     |      |
| 1,300 00  | 1 00            | 156 92      | 1,299 99            | -0 40      | 0 17       | 0 44                  | 2 00                  | 2 00                 | 2 00                | 0 00 |
| 1,400 00  | 3 00            | 156 92      | 1,399 93            | -3 61      | 1 54       | 3 93                  | 2 00                  | 2 00                 | 2 00                | 0 00 |
| 1,500 00  | 5 00            | 156 92      | 1,499 68            | -10 03     | 4 27       | 10 90                 | 2 00                  | 2 00                 | 2 00                | 0 00 |
| 1,600 00  | 7 00            | 156 92      | 1,599 13            | -19 64     | 8 37       | 21 35                 | 2 00                  | 2 00                 | 2 00                | 0 00 |
| 1,700 00  | 9 00            | 156 92      | 1,698 15            | -32 45     | 13 83      | 35 27                 | 2 00                  | 2 00                 | 2 00                | 0 00 |
| 1,785 00  | 10 70           | 156 92      | 1,781 90            | -45 82     | 19 53      | 49 81                 | 2 00                  | 2 00                 | 2 00                | 0 00 |
| <b>EOC hold 10.70°</b>  |                 |             |                     |            |            |                       |                       |                      |                     |      |
| 1,800 00  | 10 70           | 156 92      | 1,796.63            | -48 38     | 20 62      | 52 59                 | 0 00                  | 0 00                 | 0 00                | 0 00 |
| 1,900 00  | 10 70           | 156 92      | 1,894 89            | -65 46     | 27 90      | 71 16                 | 0 00                  | 0 00                 | 0 00                | 0 00 |
| 2,000 00  | 10 70           | 156 92      | 1,993 15            | -82 54     | 35 18      | 89 73                 | 0 00                  | 0 00                 | 0 00                | 0 00 |
| 2,100 00  | 10 70           | 156 92      | 2,091 41            | -99 63     | 42 46      | 108.29                | 0 00                  | 0 00                 | 0 00                | 0 00 |
| 2,200 00  | 10 70           | 156 92      | 2,189 68            | -116 71    | 49.74      | 126 86                | 0 00                  | 0 00                 | 0 00                | 0 00 |
| 2,300.00  | 10 70           | 156.92      | 2,287 94            | -133 79    | 57.01      | 145 43                | 0 00                  | 0 00                 | 0 00                | 0 00 |
| 2,400 00  | 10 70           | 156.92      | 2,386 20            | -150 87    | 64.29      | 163 99                | 0 00                  | 0 00                 | 0 00                | 0 00 |
| 2,500 00  | 10 70           | 156 92      | 2,484 46            | -167 95    | 71.57      | 182 56                | 0 00                  | 0 00                 | 0 00                | 0 00 |
| 2,599 99  | 10 70           | 156 92      | 2,582 72            | -185 03    | 78 85      | 201 13                | 0 00                  | 0 00                 | 0 00                | 0 00 |
| 2,636 01  | 10 70           | 156 92      | 2,618 11            | -191 18    | 81 47      | 207 81                | 0 00                  | 0 00                 | 0 00                | 0 00 |
| <b>Start Drop 2.0°/100'</b>                                       |                 |             |                     |            |            |                       |                       |                      |                     |      |
| 2,699 99  | 9.42            | 156.92      | 2,681 11            | -201 46    | 85 85      | 218 99                | 2 00                  | -2 00                | 0 00                | 0 00 |
| 2,799 99  | 7 42            | 156 92      | 2,780 03            | -214 93    | 91 59      | 233 63                | 2 00                  | -2 00                | 0 00                | 0 00 |
| 2,899 99  | 5.42            | 156.92      | 2,879 39            | -225 22    | 95.98      | 244 81                | 2 00                  | -2 00                | 0 00                | 0 00 |
| 2,999 99  | 3 42            | 156 92      | 2,979 09            | -232 31    | 99 00      | 252 52                | 2 00                  | -2 00                | 0 00                | 0 00 |
| 3,099 99  | 1 42            | 156 92      | 3,079 00            | -236 19    | 100 65     | 256 74                | 2 00                  | -2 00                | 0 00                | 0 00 |
| 3,171.01  | 0 00            | 0 00        | 3,150 00            | -237 00    | 101 00     | 257.62                | 2 00                  | -2 00                | 0 00                | 0 00 |
| <b>EOC hold 0.0°</b>  |                 |             |                     |            |            |                       |                       |                      |                     |      |
| 7,321 01  | 0 00            | 0 00        | 7,300.00            | -237 00    | 101 00     | 257 62                | 0 00                  | 0 00                 | 0 00                | 0 00 |
| <b>East HL-State H #1 - PBHL-State H #1 - South HL-State H #1</b> |                 |             |                     |            |            |                       |                       |                      |                     |      |

| Targets   |               |              |          |            |            |               |              |                  |                   |  |
|---|---------------|--------------|----------|------------|------------|---------------|--------------|------------------|-------------------|--|
| Target Name   | Dip Angle (°) | Dip Dir. (°) | TVD (ft) | +N/-S (ft) | +E/-W (ft) | Northing (ft) | Easting (ft) | Latitude         | Longitude         |  |
| PBHL-State H #1<br>- hit/miss target<br>- Shape   | 0 00          | 0 00         | 7,300 00 | -237 00    | 101.00     | 646,392 20    | 528,285 50   | 32° 46' 37 164 N | 104° 14' 28.693 W |  |
| - plan hits target<br>- Circle (radius 10 00)   |               |              |          |            |            |               |              |                  |                   |  |
| South HL-State H #1<br>- plan misses by 14 14ft at 7321.01ft MD (7300.00 TVD, -237 00 N, 101.00 E)<br>- Rectangle (sides W0 00 H200.00 D0.00) | 0 00          | 0 00         | 7,300 00 | -247 00    | 111 00     | 646,382 20    | 528,295 50   | 32° 46' 37 065 N | 104° 14' 28 576 W |  |
| East HL-State H #1<br>- plan misses by 14 14ft at 7321 01ft MD (7300 00 TVD, -237.00 N, 101.00 E)<br>- Rectangle (sides W800 00 H0 00 D0 00)  | 0 00          | 0 00         | 7,300 00 | -247 00    | 111 00     | 646,382.20    | 528,295 50   | 32° 46' 37 065 N | 104° 14' 28.576 W |  |



**Scientific Drilling**  
Planning Report



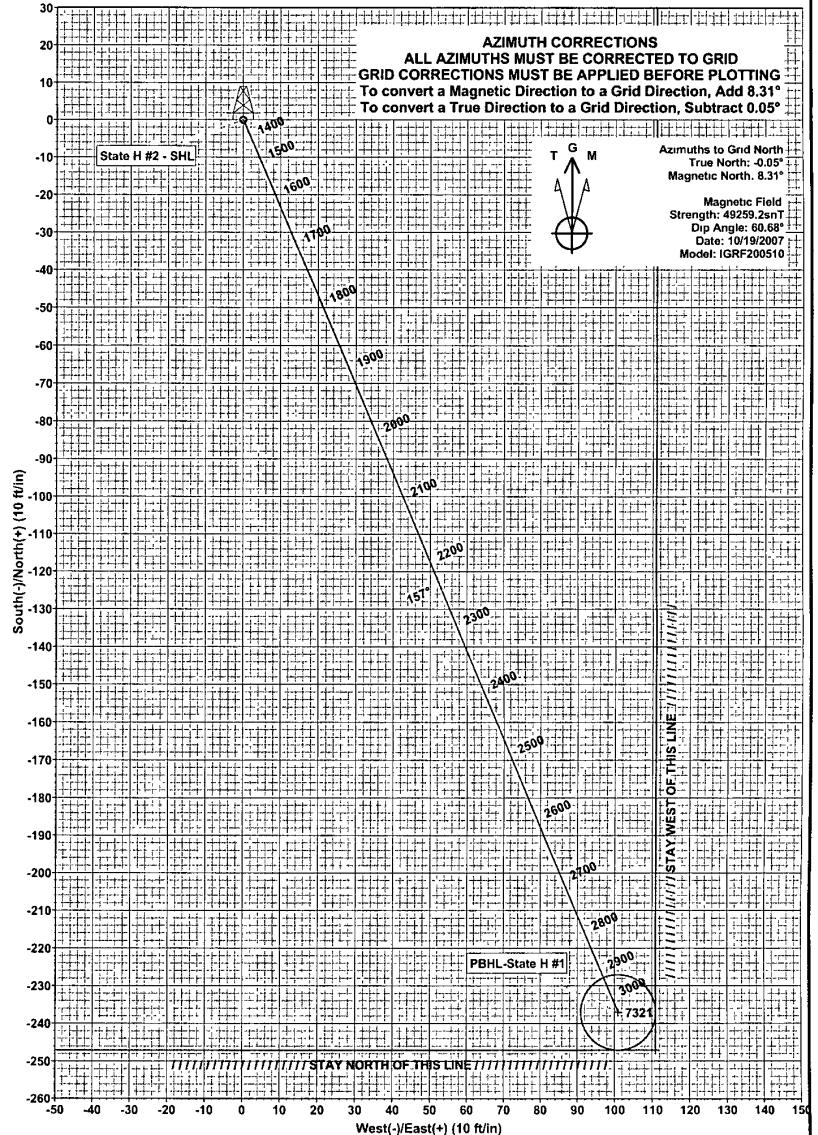
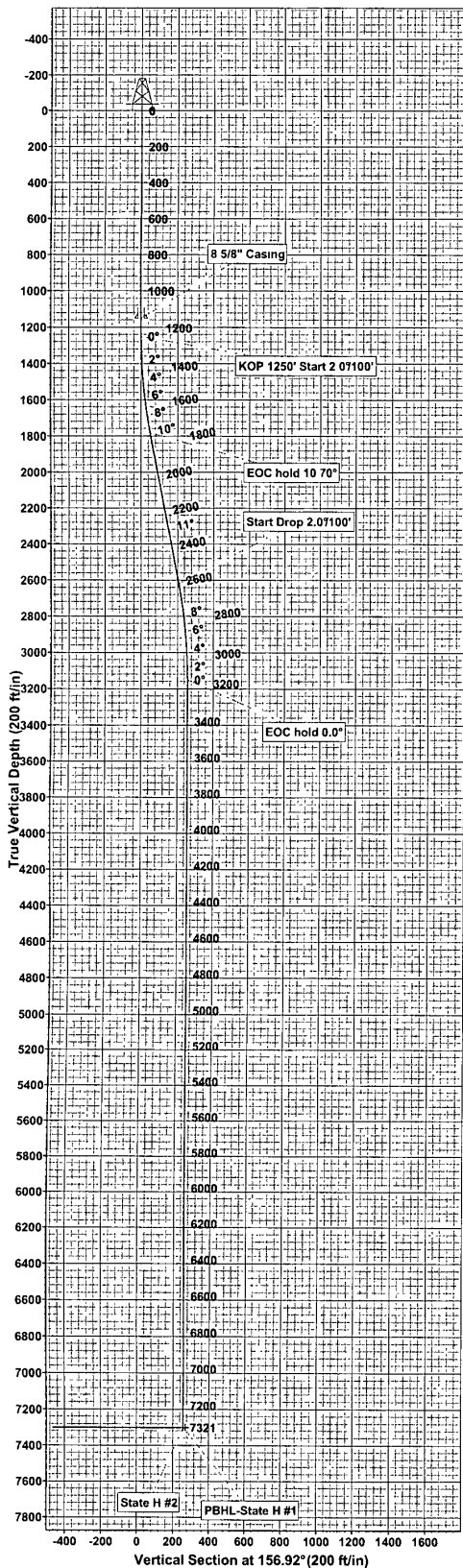
|                  |                              |                                     |                            |
|------------------|------------------------------|-------------------------------------|----------------------------|
| <b>Database:</b> | EDM 2003.16 Single User Db   | <b>Local Co-ordinate Reference:</b> | Well State H #2            |
| <b>Company:</b>  | Mack Energy Corp             | <b>TVD Reference:</b>               | WELL @ 3606 00ft (KB Elev) |
| <b>Project:</b>  | Eddy County, NM (NAD 27 NME) | <b>MD Reference:</b>                | WELL @ 3606 00ft (KB Elev) |
| <b>Site:</b>     | State H #2                   | <b>North Reference:</b>             | Grid                       |
| <b>Well:</b>     | State H #2                   | <b>Survey Calculation Method:</b>   | Minimum Curvature          |
| <b>Wellbore:</b> | Wellbore #1                  |                                     |                            |
| <b>Design:</b>   | Plan #2                      |                                     |                            |

| Casing Points       |                     |               |                      |                    |
|---------------------|---------------------|---------------|----------------------|--------------------|
| Measured Depth (ft) | Vertical Depth (ft) | Name          | Casing Diameter (ft) | Hole Diameter (ft) |
| 1,150 00            | 1,150 00            | 8 5/8" Casing | 8 62500              | 12.25000           |

| Plan Annotations    |                     |                   |            |                           |  |
|---------------------|---------------------|-------------------|------------|---------------------------|--|
| Measured Depth (ft) | Vertical Depth (ft) | Local Coordinates |            | Comment                   |  |
|                     |                     | +N/-S (ft)        | +E/-W (ft) |                           |  |
| 1,250 00            | 1,250 00            | 0 00              | 0 00       | KOP 1250' Start 2 0°/100' |  |
| 1,785 00            | 1,781 90            | -45 82            | 19 53      | EOC hold 10.70°           |  |
| 2,636 01            | 2,618 11            | -191 18           | 81 47      | Start Drop 2 0°/100'      |  |
| 3,171 01            | 3,150 00            | -237 00           | 101 00     | EOC hold 0 0°             |  |



Scientific Drilling for Mack Energy Corp.  
 Site: Eddy County, NM (NAD 27 NME)  
 Well: State H #2  
 Wellbore: Wellbore #1  
 Design: Plan #2



**AZIMUTH CORRECTIONS**  
 ALL AZIMUTHS MUST BE CORRECTED TO GRID  
 GRID CORRECTIONS MUST BE APPLIED BEFORE PLOTTING  
 To convert a Magnetic Direction to a Grid Direction, Add 8.31°  
 To convert a True Direction to a Grid Direction, Subtract 0.05°

Azimuths to Grid North  
 True North: -0.05°  
 Magnetic North: 8.31°  
 Magnetic Field  
 Strength: 49259.2nT  
 Dip Angle: 60.68°  
 Date: 10/19/2007  
 Model: IGRF200510

**SECTION DETAILS**

| Sec | MD      | Inc   | Azi    | TVD     | +N/-S   | +E/-W  | DLeg | TFace  | VSec   | Target          |
|-----|---------|-------|--------|---------|---------|--------|------|--------|--------|-----------------|
| 1   | 0.00    | 0.00  | 0.00   | 0.00    | 0.00    | 0.00   | 0.00 | 0.00   | 0.00   |                 |
| 2   | 1250.00 | 0.00  | 0.00   | 1250.00 | 0.00    | 0.00   | 0.00 | 0.00   | 0.00   |                 |
| 3   | 1785.00 | 10.70 | 156.92 | 1781.89 | -45.82  | 19.53  | 2.00 | 156.92 | 49.81  |                 |
| 4   | 2636.01 | 10.70 | 156.92 | 2618.11 | -191.18 | 81.47  | 0.00 | 0.00   | 207.81 |                 |
| 5   | 3171.01 | 0.00  | 0.00   | 3150.00 | -237.00 | 101.00 | 2.00 | 180.00 | 257.62 |                 |
| 6   | 7321.01 | 0.00  | 0.00   | 7300.00 | -237.00 | 101.00 | 0.00 | 0.00   | 257.62 | PBHL-State H #1 |

**WELL DETAILS: State H #2**

| +N/-S | +E/-W | Northing  | Ground Level Easting | Latitude       | Longitude       | Slot     |
|-------|-------|-----------|----------------------|----------------|-----------------|----------|
| 0.00  | 0.00  | 646629.20 | 528184.50            | 32°46'39.510 N | 104°14'28.693 W | 29.874 W |

**WELLBORE TARGET DETAILS (MAP CO-ORDINATES)**

| Name                | TVD     | +N/-S   | +E/-W  | Northing  | Easting   | Latitude       | Longitude       | Shape   |
|---------------------|---------|---------|--------|-----------|-----------|----------------|-----------------|---|
| East HL-State H #1  | 7300.00 | -247.00 | 111.00 | 646382.20 | 528295.50 | 32°46'37.065 N | 104°14'28.576 W | Rectangle (S <sub>i</sub> des: L800 00 W0.00) |
| PBHL-State H #1     | 7300.00 | -237.00 | 101.00 | 646392.20 | 528285.50 | 32°46'37.164 N | 104°14'28.693 W | Circle (Radius: 10.00)                        |
| South HL-State H #1 | 7300.00 | -247.00 | 111.00 | 646382.20 | 528295.50 | 32°46'37.065 N | 104°14'28.576 W | Rectangle (S <sub>i</sub> des: L0 00 W200 00) |

**PROJECT DETAILS: Eddy County, NM (NAD 27 NME)**

Geodetic System: US State Plane 1927 (Exact solution)  
 Datum: NAD 1927 (NADCON CONUS)  
 Ellipsoid: Clarke 1866  
 Zone: New Mexico East 3001  
 System Datum: Mean Sea Level

**Plan: Plan #2 (State H #2/Wellbore #1)**

Created By: Julio Pina Date: 19-Oct-07  
 Checked: \_\_\_\_\_ Date: \_\_\_\_\_  
 Reviewed: \_\_\_\_\_ Date: \_\_\_\_\_  
 Approved: \_\_\_\_\_ Date: \_\_\_\_\_

District I

1625 N. French Dr., Hobbs, NM 88240  
Phone:(505) 393-6161 Fax:(505) 393-0720

District II

1301 W. Grand Ave., Artesia, NM 88210  
Phone:(505) 748-1283 Fax:(505) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410  
Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505  
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico

Energy, Minerals and Natural Resources

Oil Conservation Division  
1220 S. St Francis Dr.  
Santa Fe, NM 87505

Form C-103  
Permit 65781

|   |  |
|---|--|
| <p>WELL API NUMBER<br/>30-015-35814</p>   |  |
| <p>5. Indicate Type of Lease<br/>S</p>  |  |
| <p>6. State Oil &amp; Gas Lease No.</p>   |  |
| <p>7. Lease Name or Unit Agreement Name<br/>STATE H</p>   |  |
| <p>8. Well Number<br/>002</p>   |  |
| <p>9. OGRID Number<br/>13837</p>  |  |
| <p>10. Pool name or Wildcat</p>   |  |
| <p>SUNDRY NOTICES AND REPORTS ON WELLS<br/>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)</p>          |  |
| <p>1. Type of Well: <input type="radio"/></p>   |  |
| <p>2. Name of Operator<br/>MACK ENERGY CORP</p>   |  |
| <p>3. Address of Operator<br/>PO BOX 960 , , 11352 LOVINGTON HWY ARTESIA , NM 88211</p>   |  |
| <p>4. Well Location<br/>Unit Letter <u>H</u> : <u>2063</u> feet from the <u>N</u> line and <u>441</u> feet from the <u>E</u> line<br/>Section <u>2</u> Township <u>18S</u> Range <u>27E</u> NMPM <u>Eddy</u> County</p> |  |
| <p>11. Elevation (Show whether DR, KB, BT, GR, etc.)<br/>3590 GR</p>  |  |
| <p>Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/></p>   |  |
| <p>Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____</p>   |  |
| <p>Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____</p>  |  |

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK  PLUG AND ABANDON   
TEMPORARILY ABANDON  CHANGE OF PLANS   
PULL OR ALTER CASING  MULTIPLE COMPL   
Other:

SUBSEQUENT REPORT OF:

REMEDIAL WORK  ALTER CASING   
COMMENCE DRILLING OPNS.  PLUG AND ABANDON   
CASING/CEMENT JOB   
Other: **Drilling/Cement**

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work.) SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

10/31/2007 Spud 17 1/2 hole @ 10:00pm.

11/1/2007 TD @ 201. Ran 5jts 13 3/8 H-40 43# @ 201', Cmt w/250sx C+2%CC, circ 104sx, plug down 12:20pm. WOC 18hrs test to 1800# 30min, OK.

11/4/2007 TD 12 1/4 hole @ 1165'.

11/5/2007 Ran 27jts 8 5/8 J-55 32# @ 1170'. Cmt w/475sx C, 200sx C+2%CC, circ 218sx, plug down 3:00am. WOC 12hrs test to 600# 30min, OK.

11/20/2007 TD @ 7545'.

11/22/2007 Ran 177jts 5 1/2 J-55 17# @ 7495', Cmt w/530sx C, circ 217sx. 2nd stage 365sx C, 520sx C, plug down 6:55pm, circ 200sx. WOC 12hrs test to 600# 20min, OK.

10/31/2007 Spudded well.

Casing and Cement Program

| Date     | String | Fluid Type | Hole Size | Csg Size | Weight lb/ft | Grade | Est TOC | Dpth Set | Sacks | Yield | Class | 1" Dpth | Pres Held | Pres Drop | Open Hole |
|----------|--------|------------|-----------|----------|--------------|-------|---------|----------|-------|-------|-------|---------|-----------|-----------|-----------|
| 11/01/07 | Surf   | FreshWater | 17.5      | 13.375   | 48           | H-40  | 0       | 201      | 250   |       | C     |         | 1800      | 0         | Y         |
| 11/05/07 | Int1   | FreshWater | 12.25     | 8.625    | 32           | J-55  | 0       | 1170     | 675   |       | C     |         | 600       | 0         | Y         |
| 11/22/07 | Prod   | CutBrine   | 7.875     | 5.5      | 17           | J-55  | 0       | 7495     | 1415  |       | C     |         | 600       | 0         | Y         |

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit  or an (attached) alternative OCD-approved plan .

SIGNATURE Electronically Signed

TITLE Production Clerk

DATE 12/11/2007

Type or print name Jerry Sherrill

E-mail address jerrys@mackenergycorp.com

Telephone No. 505-748-1288

For State Use Only:

APPROVED BY: Bryan Arrant

TITLE Geologist

DATE 12/12/2007 7:46:02 AM



Submit 3 Copies To Appropriate District Office  
 District I  
 1625 N French Dr, Hobbs, NM 88240  
 District II  
 1301 W Grand Ave, Artesia, NM 88210  
 District III  
 1000 Rio Brazos Rd, Aztec, NM 87410  
 District IV  
 1220 S St Francis Dr, Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 May 27, 2004

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

|   |  |   |
|---|--|---|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS)                |  | WELL API NO.<br>30-015-35814  |
| 1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>  |  | 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 2. Name of Operator<br>Mack Energy Corporation  |  | 6. State Oil & Gas Lease No.<br>B-9391  |
| 3. Address of Operator<br>P. O. Box 960 Artesia, NM 88211-0960  |  | 7. Lease Name or Unit Agreement Name<br>State H   |
| 4. Well Location<br>Unit Letter <u>H</u> <u>2063</u> feet from the <u>North</u> line and <u>441</u> feet from the <u>East</u> line<br>Section <u>2</u> Township <u>18S</u> Range <u>27E</u> NMPM County <u>Eddy</u> |  | 8. Well Number <u>2</u>   |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br>3590' GR  |  | 9. OGRID Number<br>013837   |
| Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>  |  | 10. Pool name or Wildcat<br>Red Lake; Glorieta-Yeso <b>NE</b>                                       |
| Pit type _____ Depth Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____   |  |   |
| Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____   |  |   |

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

|  |  |  |  |
|--|--|--|--|
| NOTICE OF INTENTION TO:<br>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/><br>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/><br>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> |  | SUBSEQUENT REPORT OF:<br>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/><br>COMMENCE DRILLING OPNS <input type="checkbox"/> P AND A <input type="checkbox"/><br>CASING/CEMENT JOB <input type="checkbox"/> |  |
| OTHER: _____ <input type="checkbox"/>  |  | OTHER: <u>Completion</u> <input checked="" type="checkbox"/>   |  |

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

- 12/15/2007 Perforated from 6134.5-6434' 57 holes.
- 12/17/2007 Acidized w/4500 gals 15%.
- 12/18/2007 RIH w/203 joints 2 7/8 tubing SN @ 6439'. RIH w/2 1/2"x2"x20' pump.
- 12/26/2007 Set CIBP @ 6020' w/35' cement cap. Perforated from 5789.5-5957.5' 52 holes.
- 12/27/2007 Acidized w/4500 gals 15%.
- 12/28/2007 Perforated from 5391-5700.5' 83 holes. Acidized w/5000 gals 15%.
- 12/29/2007 RIH w/188 joints 2 7/8 tubing SN @ 5965'. RIH w/2 1/2"x2"x20' pump.
- 1/7/2008 Set CIBP @ 5300' w/35' cement cap. Perforated from 4118.5-4197' 40 holes.
- 1/8/2008 Acidized w/2000 gals 15%.
- 1/9/2008 Frac w/8130# liteprop, 68,890# 16/30 sand, 14,046# siberprop, 91,292 gals 30/40# gel.
- 1/11/2008 RIH w/134 joints 2 7/8" tubing SN @ 4243'. RIH 2 1/2 x 2 x 20' Pump.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit  or an (attached) alternative OCD-approved plan

SIGNATURE Jerry W. Sherrell TITLE Production Clerk DATE 2/25/08

Type or print name Jerry W. Sherrell E-mail address: jerrys@mackenergycorp.com Telephone No. (575)748-1288  
 For State Use Only

FOR RECORDS ONLY

APPROVED BY: \_\_\_\_\_ TITLE \_\_\_\_\_ DATE 2-28-08  
 Conditions of Approval (if any): \_\_\_\_\_

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-104  
Revised Feb. 26, 2007  
Submit to Appropriate District Office  
5 Copies

FEB 26 2008  
OCD-ARTESIA

AMENDED REPORT

1. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

|  |                            |  |
|--|----------------------------|--|
| 1 Operator name and Address<br>Mack Energy Corporation<br>P.O. Box 960<br>Artesia, NM 88211-0960 |                            | 2 OGRID Number<br>013837                       |
| 4 API Number<br>30-015-35814   |                            | 3 Reason for Filing Code/ Effective Date<br>NW |
| 1 Pool Name<br>Red Lake; Glorieta-Yeso, NE   |                            | 6 Pool Code<br><del>51120</del> 96836          |
| 7 Property Code<br>303847  | 8 Property Name<br>State H | 9 Well Number<br>2                             |

H. Surface Location

| UL or lot no | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|--------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| H            | 2       | 18S      | 27E   |         | 2063          | North            | 441           | East           | Eddy   |

Bottom Hole Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| H             | 2       | 18S      | 27E   |         | 2300          | North            | 340           | East           | Eddy   |

|                  |                               |                                   |                        |                         |                          |
|------------------|-------------------------------|-----------------------------------|------------------------|-------------------------|--------------------------|
| 12 Lse Code<br>S | 13 Producing Method Code<br>P | 14 Gas Connection Date<br>1/11/08 | 15 C-129 Permit Number | 16 C-129 Effective Date | 17 C-129 Expiration Date |
|------------------|-------------------------------|-----------------------------------|------------------------|-------------------------|--------------------------|

III. Oil and Gas Transporters

| 18 Transporter OGRID | 19 Transporter Name and Address                         | 20 O/G/W |
|----------------------|---|----------|
| 015694               | Navajo Refining<br>PO Box 159<br>Artesia, NM 88211-0159 | O        |
| 036785               | DCP Midstream LP<br>4001 Penbrook<br>Odessa, TX 79762   | G        |
|                      |   |          |
|                      |   |          |
|                      |   |          |

IV. Well Completion Data

| 21 Spud Date | 22 Ready Date | 23 TD | 24 PBDT | 25 Perforations | 26 DHC, MC |
|--------------|---------------|-------|---------|-----------------|------------|
| 10/31/2007   | 11/23/2007    | 7545' | 5265'   | 4118.5-4197'    |            |

| 27 Hole Size | 28 Casing & Tubing Size | 29 Depth Set | 30 Sacks Cement |
|--------------|-------------------------|--------------|-----------------|
| 17 1/2       | 13 3/8                  | 201          | 250             |
| 12 1/4       | 8 5/8                   | 1170         | 675             |
| 7 7/8        | 5 1/2                   | 7495         | 1415            |
|              | 2 7/8                   | 4243         |                 |

V. Well Test Data

| 31 Date New Oil | 32 Gas Delivery Date | 33 Test Date | 34 Test Length | 35 Tbg. Pressure | 36 Csg. Pressure |
|-----------------|----------------------|--------------|----------------|------------------|------------------|
| 1/14/2008       | 1/14/2008            | 1/30/08      | 24 hours       |                  |                  |

| 37 Choke Size | 38 Oil | 39 Water | 40 Gas | 41 Test Method |
|---------------|--------|----------|--------|----------------|
|               | 8      | 30       | 30     | P              |

42 I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief

Signature: *Jerry W. Sherrell*

Printed name: Jerry W. Sherrell

Title: Production Clerk

E-mail Address: jerrys@mackenergycorp.com

OIL CONSERVATION DIVISION

Approved by: *Kimberly M. Wilson*

Title: *Compliance Officer*

Approval Date: *3-5-08*

Date:  
2/25/08

Phone:  
(575)748-1288



Submit to Appropriate District Office  
 State Lease - 6 copies  
 Fee Lease - 5 copies  
**DISTRICT I**  
 P O Box 1980, Hobbs, NM 88240

**DISTRICT II**  
 811 South First, Artesia, NM 88210

**DISTRICT III**  
 1000 Rio Brazos Rd, Aztec, NM 87410

State of New Mexico  
 Energy, Minerals and Natural Resources Department

Form C-105  
 Revised 1-1-89

**OIL CONSERVATION DIVISION**  
 2040 South Pacheco  
 Santa Fe, New Mexico 87505

|  |
|--|
| WELL API NO<br>30-015-35814  |
| 5 Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6 State Oil & Gas Lease No<br>B-9391   |

**WELL COMPLETION OR RECOMPLETION REPORT AND LOG**

|  |  |
|--|--|
| 1 Type of Well<br>OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> DRY <input type="checkbox"/> OTHER _____  | 7 Lease Name or Unit Agreement Name<br><br>State H |
| b Type of Completion<br>NEW WELL <input checked="" type="checkbox"/> WORK OVER <input type="checkbox"/> Deepen <input type="checkbox"/> PLUG BACK <input type="checkbox"/> DIFF RESVR <input type="checkbox"/> OTHER _____ | 8 Well No<br>2                                     |

|   |  |   |
|---|--|---|
| 2 Name of Operator<br>Mack Energy Corporation                 | <b>FEB 26 2008</b><br><b>OCD-ARTESIA</b> | 9 Pool name or Wildcat<br>Red Lake; Glorieta-Yeso, NE |
| 3 Address of Operator<br>P.O. Box 960, Artesia, NM 88211-0960 |  |   |

4. Well Location  
 Unit Letter H : 2063 Feet From The North Line and 441 Feet From The East Line  
 Section 2 Township 18S Range 27E NMPM Eddy County

|                               |                                  |   |   |                    |
|-------------------------------|----------------------------------|---|---|--------------------|
| 10 Date Spudded<br>10/31/2007 | 11 Date TD Reached<br>11/21/2007 | 12 Date Compl (Ready to Prod.)<br>1/11/08 | 13 Elevations (DF & RKB, RT, GR, etc)<br>3590' GR | 14 Elev Casinghead |
|-------------------------------|----------------------------------|---|---|--------------------|

|                         |                           |   |                                  |                     |                      |
|-------------------------|---------------------------|---|----------------------------------|---------------------|----------------------|
| 15 Total Depth<br>7545' | 16. Plug Back TD<br>5265' | 17 If Multiple Compl How Many Zones?<br>_____ | 18 Intervals Drilled By<br>_____ | Rotary Tools<br>Yes | Cable Tools<br>_____ |
|-------------------------|---------------------------|---|----------------------------------|---------------------|----------------------|

|  |                                       |
|--|---------------------------------------|
| 19 Producing Interval(s), of this completion - Top, Bottom, Name<br>4118.5-4197' | 20 Was Directional Survey Made<br>Yes |
|--|---------------------------------------|

|   |                         |
|---|-------------------------|
| 21 Type Electric and Other Logs Run<br>Gamma Ray, Neutron, Density, Lateralog, Spectral Gamma Ray | 22 Was Well Cored<br>No |
|---|-------------------------|

23 **CASING RECORD (Report all strings set in well)**

| CASING SIZE | WEIGHT LB./FT. | DEPTH SET | HOLE SIZE | CEMENTING RECORD | AMOUNT PULLED |
|-------------|----------------|-----------|-----------|------------------|---------------|
| 13 3/8      | 48             | 201       | 17 1/2    | 250 sx           | None          |
| 8 5/8       | 32             | 1170      | 12 1/4    | 675 sx           | None          |
| 5 1/2       | 17             | 7495      | 7 7/8     | 1415 sx          | None          |

| 24 LINER RECORD |     |        |              |        | 25 TUBING RECORD |           |            |
|-----------------|-----|--------|--------------|--------|------------------|-----------|------------|
| SIZE            | TOP | BOTTOM | SACKS CEMENT | SCREEN | SIZE             | DEPTH SET | PACKER SET |
|                 |     |        |              |        | 2 7/8            | 4243'     |            |

|  |  |                               |
|--|--|-------------------------------|
| 26 Perforation record (interval, size, and number)<br>6134.5-6434', .42, 57 CIBP @ 6020 w/35' cmt cap<br>5391-5957.5', .42, 92 CIBP @ 5300' w/35' cmt cap<br>4118.5-4197', .42, 40 | 27 ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC. |                               |
|  | DEPTH INTERVAL                                 | AMOUNT AND KIND MATERIAL USED |
|  |  | See C-103 for detail          |

28 **PRODUCTION**

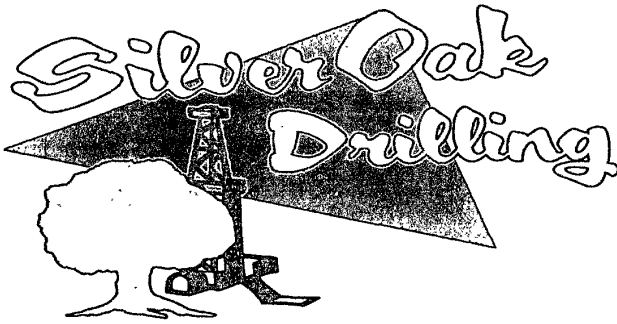
|                                    |   |   |                             |                 |                 |                             |                         |
|------------------------------------|---|---|-----------------------------|-----------------|-----------------|-----------------------------|-------------------------|
| Date First Production<br>1/14/2008 | Production Method (Flowing, gas lift, pumping - Size and type pump)<br>2 1/2x2x20' Pump | Well Status (Prod. or Shut-in)<br>Producing |                             |                 |                 |                             |                         |
| Date of Test<br>1/30/08            | Hours Tested<br>24 hours  | Choke Size<br>_____                         | Prod'n For Test Period<br>8 | Oil - Bbl<br>30 | Gas - MCF<br>30 | Water - Bbl<br>30           | Gas - Oil Ratio<br>3750 |
| Flow Tubing Press                  | Casing Pressure   | Calculated 24-Hour Rate<br>8                | Oil - Bbl<br>30             | Gas - MCF<br>30 | Water - Bbl.    | Oil Gravity - API - (Corr.) |                         |

|   |                                      |
|---|--------------------------------------|
| 29 Disposition of Gas (Sold, used for fuel, vented, etc.)<br>Sold | Test Witnessed By<br>Robert C. Chase |
|---|--------------------------------------|

30 List Attachments  
 Deviation Survey and Logs

31. I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief

Signature Jerry W. Sherrell Printed Name Jerry W. Sherrell Title Production Clerk Date 2/25/08



PO Box 1370  
Artesia, NM 88211-1370  
(505) 748-1288

FEB 26 2008  
OCD-ARTESIA

November 30, 2007


Mack Energy Corporation  
PO Box 960  
Artesia, NM 88211-0960

RE: State H #2  
2310' FNL & 990' FEL  
Sec. 2, T18S, R27E  
Eddy County, New Mexico

Dear Sir,

The attached is the Deviation Survey for the above captioned re-entered well.

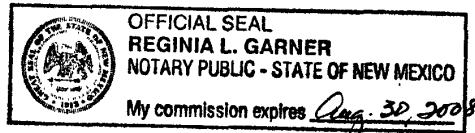
Very truly yours,

  
Leroy Curry  
Drilling Superintendent

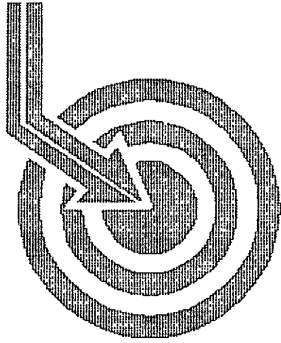
State of New Mexico }  
County of Eddy }

The foregoing was acknowledged before me this 30<sup>th</sup> day of November, 2007.

  
Notary Public



| Date       | Depth   | Dev   | Dir    |
|------------|---------|-------|--------|
| 11/01/2007 | 133.00  | 0.50  | 0.00   |
| 11/02/2007 | 431.00  | 0.75  | 0.00   |
| 11/03/2007 | 700.00  | 0.50  | 0.00   |
| 11/04/2007 | 975.00  | 1.00  | 0.00   |
| 11/04/2007 | 1134.00 | 0.50  | 0.00   |
| 11/06/2007 | 1301.00 | 1.66  | 164.90 |
| 11/06/2007 | 1396.00 | 3.41  | 161.90 |
| 11/07/2007 | 1492.00 | 5.19  | 159.10 |
| 11/07/2007 | 1587.00 | 7.21  | 156.40 |
| 11/07/2007 | 1683.00 | 8.51  | 155.20 |
| 11/07/2007 | 1778.00 | 9.94  | 158.10 |
| 11/07/2007 | 1873.00 | 9.56  | 157.60 |
| 11/08/2007 | 1968.00 | 10.53 | 159.60 |
| 11/08/2007 | 2064.00 | 9.83  | 160.00 |
| 11/08/2007 | 2159.00 | 9.69  | 160.50 |
| 11/08/2007 | 2350.00 | 10.78 | 156.20 |
| 11/08/2007 | 2445.00 | 10.67 | 156.40 |
| 11/08/2007 | 2540.00 | 10.54 | 155.40 |
| 11/08/2007 | 2604.00 | 10.43 | 156.30 |
| 11/09/2007 | 2699.00 | 8.58  | 156.50 |
| 11/09/2007 | 2794.00 | 7.39  | 158.60 |
| 11/09/2007 | 2984.00 | 4.30  | 162.00 |
| 11/09/2007 | 3080.00 | 2.86  | 157.10 |
| 11/09/2007 | 3175.00 | 1.50  | 150.00 |
| 11/09/2007 | 3270.00 | 0.67  | 256.70 |
| 11/09/2007 | 3365.00 | 0.82  | 280.50 |
| 11/10/2007 | 3460.00 | 0.48  | 176.00 |
| 11/10/2007 | 3556.00 | 0.51  | 181.00 |
| 11/10/2007 | 3651.00 | 0.65  | 173.10 |
| 11/10/2007 | 3746.00 | 0.67  | 157.20 |
| 11/10/2007 | 3841.00 | 0.59  | 154.20 |
| 11/10/2007 | 3936.00 | 0.24  | 309.30 |
| 11/11/2007 | 4031.00 | 0.30  | 302.30 |
| 11/11/2007 | 4126.00 | 0.45  | 322.60 |
| 11/11/2007 | 4222.00 | 1.06  | 337.40 |
| 11/11/2007 | 4602.00 | 1.01  | 348.10 |
| 11/12/2007 | 4666.00 | 1.10  | 18.68  |
| 11/12/2007 | 4729.00 | 0.53  | 71.05  |
| 11/12/2007 | 4824.00 | 0.27  | 38.14  |
| 11/12/2007 | 4920.00 | 0.71  | 12.94  |
| 11/12/2007 | 5015.00 | 1.19  | 5.48   |
| 11/12/2007 | 5110.00 | 0.82  | 20.33  |
| 11/12/2007 | 5206.00 | 0.28  | 132.80 |
| 11/13/2007 | 5301.00 | 0.54  | 23.07  |
| 11/13/2007 | 5396.00 | 0.34  | 49.15  |
| 11/13/2007 | 5491.00 | 1.12  | 153.70 |
| 11/13/2007 | 5586.00 | 2.14  | 189.30 |
| 11/13/2007 | 5660.00 | 1.31  | 189.40 |
| 11/13/2007 | 5681.00 | 1.09  | 194.70 |
| 11/13/2007 | 5745.00 | 0.67  | 318.40 |
| 11/13/2007 | 5839.00 | 0.24  | 221.30 |
| 11/14/2007 | 5935.00 | 1.41  | 161.10 |
| 11/15/2007 | 5998.00 | 1.01  | 182.35 |
| 11/16/2007 | 6188.00 | 0.34  | 306.90 |
| 11/16/2007 | 6474.00 | 0.11  | 334.80 |
| 11/16/2007 | 6570.00 | 0.15  | 314.50 |
| 11/17/2007 | 6664.00 | 0.27  | 304.50 |
| 11/17/2007 | 6759.00 | 0.45  | 295.50 |
| 11/17/2007 | 6854.00 | 0.46  | 296.60 |
| 11/17/2007 | 6949.00 | 0.59  | 290.10 |
| 11/17/2007 | 7044.00 | 1.09  | 134.40 |
| 11/18/2007 | 7140.00 | 0.38  | 89.52  |
| 11/18/2007 | 7235.00 | 0.57  | 122.40 |
| 11/18/2007 | 7382.00 | 0.81  | 125.40 |



# Scientific Drilling

FEB 26 2008  
OCD-ARTESIA

## MACK ENERGY

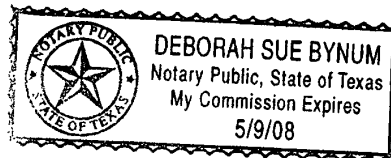
Field: Chalk Bluff  
Site: Eddy County, NM  
Well: State H #2  
Wellpath: DH - Job #32D11071006  
Survey: 11/05/07-11/14/07

This survey is correct to the best of my knowledge  
and is supported by actual field data.

.....*L. Wharton*.....Company Representative

Notorized this date 19<sup>th</sup> of December, 2007.

*Deborah Sue Bynum*  
Notary Signature  
County of Midland  
State of Texas





# Scientific Drilling International Survey Report

|  |                                   |  |                   |
|--|-----------------------------------|--|-------------------|
| <b>Company:</b> MACK ENERGY            | <b>Date:</b> 12/16/2007           | <b>Time:</b> 18:34.47                    | <b>Page:</b> 1    |
| <b>Field:</b> Chalk Bluff              | <b>Co-ordinate(NE) Reference:</b> | <b>Site:</b> Eddy County, NM, Grid North |                   |
| <b>Site:</b> Eddy County, NM           | <b>Vertical (TVD) Reference:</b>  | SITE 0.0                                 |                   |
| <b>Well:</b> State H #2                | <b>Section (VS) Reference:</b>    | Well (0.00N,0.00E,156.92Azi)             |                   |
| <b>Wellpath:</b> VH - Job #32K11071013 | <b>Survey Calculation Method:</b> | Minimum Curvature                        | <b>Db:</b> Sybase |

|  |                    |              |
|--|--------------------|--------------|
| <b>Survey:</b> 11/06/07                        | <b>Start Date:</b> | 11/06/2007   |
| KSRG 0'-1143'                                  |                    |              |
| <b>Company:</b> Scientific Drilling Internatio | <b>Engineer:</b>   | Madrid w/P&M |
| <b>Tool:</b> Keeper;Keeper Gyro                | <b>Tied-to:</b>    | From Surface |

**Survey**

| MD<br>ft | Incl<br>deg | Azim<br>deg | TVD<br>ft | VS<br>ft | N/S<br>ft | E/W<br>ft | DLS<br>deg/100ft | ClsD<br>ft | ClsA<br>deg |
|----------|-------------|-------------|-----------|----------|-----------|-----------|------------------|------------|-------------|
| 0.00     | 0.00        | 359.95      | 0.00      | 0.00     | 0.00      | 0.00      | 0.00             | 0.00       | 0.00        |
| 100.00   | 0.62        | 77.45       | 100.00    | 0.10     | 0.12      | 0.53      | 0.62             | 0.54       | 77.45       |
| 200.00   | 0.42        | 110.33      | 199.99    | 0.45     | 0.11      | 1.40      | 0.35             | 1.40       | 85.60       |
| 300.00   | 0.37        | 96.72       | 299.99    | 0.86     | -0.06     | 2.06      | 0.11             | 2.07       | 91.59       |
| 400.00   | 0.38        | 143.78      | 399.99    | 1.35     | -0.36     | 2.58      | 0.30             | 2.61       | 98.00       |
| 500.00   | 0.26        | 212.14      | 499.99    | 1.80     | -0.82     | 2.66      | 0.37             | 2.78       | 107.20      |
| 600.00   | 0.28        | 250.72      | 599.99    | 1.91     | -1.10     | 2.30      | 0.18             | 2.55       | 115.41      |
| 700.00   | 0.44        | 271.18      | 699.99    | 1.74     | -1.17     | 1.69      | 0.20             | 2.05       | 124.64      |
| 800.00   | 0.40        | 74.03       | 799.98    | 1.62     | -1.06     | 1.64      | 0.83             | 1.96       | 122.94      |
| 900.00   | 1.01        | 96.02       | 899.98    | 2.09     | -1.06     | 2.85      | 0.66             | 3.04       | 110.38      |
| 1000.00  | 0.95        | 87.15       | 999.96    | 2.81     | -1.11     | 4.56      | 0.16             | 4.69       | 103.70      |
| 1100.00  | 0.56        | 76.15       | 1099.95   | 3.17     | -0.95     | 5.86      | 0.41             | 5.94       | 99.24       |
| 1143.00  | 0.26        | 86.43       | 1142.95   | 3.24     | -0.90     | 6.16      | 0.72             | 6.23       | 98.28       |



# Scientific Drilling International Survey Report

|  |                                   |  |                   |
|--|-----------------------------------|--|-------------------|
| <b>Company:</b> MACK ENERGY            | <b>Date:</b> 12/16/2007           | <b>Time:</b> 19:33:59                    | <b>Page:</b> 1    |
| <b>Field:</b> Chalk Bluff              | <b>Co-ordinate(NE) Reference:</b> | <b>Site:</b> Eddy County, NM, Grid North |                   |
| <b>Site:</b> Eddy County, NM           | <b>Vertical (TVD) Reference:</b>  | SITE 0.0                                 |                   |
| <b>Well:</b> State H #2                | <b>Section (VS) Reference:</b>    | Well (0.00N,0.00E,156.92Azi)             |                   |
| <b>Wellpath:</b> DH - Job #32D11071006 | <b>Survey Calculation Method:</b> | Minimum Curvature                        | <b>Db:</b> Sybase |

|  |  |
|--|--|
| <b>Survey:</b> 11/05/07-11/14/07               | <b>Start Date:</b> 11/05/2007          |
| MWD 1206'-7367'                                |  |
| <b>Company:</b> Scientific Drilling Internatio | <b>Engineer:</b> Hernandez/Biggs/Elger |
| <b>Tool:</b> MWD;MWD                           | <b>Tied-to:</b> From: Definitive Path  |

**Survey**

| MD<br>ft | Incl<br>deg | Azim<br>deg | TVD<br>ft | VS<br>ft | N/S<br>ft | E/W<br>ft | DLS<br>deg/100ft | ClsD<br>ft | ClsA<br>deg |
|----------|-------------|-------------|-----------|----------|-----------|-----------|------------------|------------|-------------|
| 1143.00  | 0.26        | 86.43       | 1142.95   | 3.24     | -0.90     | 6.16      | 0.00             | 6.23       | 98.28       |
| 1206.00  | 0.17        | 46.81       | 1205.95   | 3.26     | -0.82     | 6.37      | 0.27             | 6.43       | 97.37       |
| 1301.00  | 1.66        | 164.91      | 1300.94   | 4.57     | -2.06     | 6.83      | 1.84             | 7.14       | 106.75      |
| 1396.00  | 3.41        | 161.92      | 1395.84   | 8.75     | -6.07     | 8.07      | 1.85             | 10.10      | 126.96      |
| 1492.00  | 5.19        | 159.14      | 1491.57   | 15.93    | -12.84    | 10.50     | 1.87             | 16.59      | 140.73      |
| 1587.00  | 7.21        | 156.46      | 1586.01   | 26.19    | -22.32    | 14.41     | 2.15             | 26.57      | 147.15      |
| 1682.00  | 8.51        | 155.25      | 1680.11   | 39.18    | -34.17    | 19.74     | 1.38             | 39.46      | 149.99      |
| 1778.00  | 9.94        | 158.14      | 1774.87   | 54.56    | -48.32    | 25.80     | 1.57             | 54.77      | 151.90      |
| 1873.00  | 9.56        | 157.67      | 1868.50   | 70.65    | -63.22    | 31.85     | 0.41             | 70.79      | 153.26      |
| 1968.00  | 10.53       | 159.64      | 1962.04   | 87.21    | -78.66    | 37.86     | 1.08             | 87.30      | 154.30      |
| 2064.00  | 9.83        | 160.07      | 2056.53   | 104.15   | -94.59    | 43.71     | 0.73             | 104.20     | 155.20      |
| 2159.00  | 9.69        | 160.58      | 2150.15   | 120.23   | -109.75   | 49.13     | 0.17             | 120.25     | 155.88      |
| 2255.00  | 10.79       | 160.25      | 2244.62   | 137.26   | -125.83   | 54.86     | 1.15             | 137.27     | 156.45      |
| 2350.00  | 10.78       | 156.23      | 2337.95   | 155.02   | -142.33   | 61.44     | 0.79             | 155.02     | 156.65      |
| 2445.00  | 10.67       | 156.45      | 2431.29   | 172.70   | -158.52   | 68.54     | 0.12             | 172.70     | 156.62      |
| 2540.00  | 10.54       | 155.44      | 2524.66   | 190.18   | -174.49   | 75.66     | 0.24             | 190.18     | 156.56      |
| 2604.00  | 10.43       | 156.37      | 2587.60   | 201.82   | -185.12   | 80.42     | 0.32             | 201.83     | 156.52      |
| 2699.00  | 8.58        | 156.51      | 2681.29   | 217.51   | -199.50   | 86.69     | 1.95             | 217.52     | 156.51      |
| 2794.00  | 7.39        | 158.65      | 2775.36   | 230.71   | -211.69   | 91.74     | 1.29             | 230.71     | 156.57      |
| 2889.00  | 5.58        | 158.12      | 2869.75   | 241.43   | -221.66   | 95.68     | 1.91             | 241.43     | 156.65      |
| 2984.00  | 4.30        | 167.04      | 2964.40   | 249.55   | -229.42   | 98.20     | 1.57             | 249.55     | 156.83      |
| 3080.00  | 2.86        | 157.16      | 3060.21   | 255.49   | -235.14   | 99.94     | 1.63             | 255.49     | 156.97      |
| 3175.00  | 1.50        | 150.04      | 3155.14   | 259.10   | -238.40   | 101.48    | 1.46             | 259.10     | 156.94      |
| 3270.00  | 0.67        | 256.00      | 3250.13   | 260.24   | -239.61   | 101.56    | 1.90             | 260.24     | 157.03      |
| 3365.00  | 0.82        | 280.00      | 3345.12   | 259.79   | -239.63   | 100.35    | 0.36             | 259.79     | 157.28      |
| 3460.00  | 0.48        | 176.03      | 3440.12   | 259.79   | -239.90   | 99.71     | 1.10             | 259.80     | 157.43      |
| 3556.00  | 0.51        | 181.08      | 3536.11   | 260.56   | -240.73   | 99.73     | 0.06             | 260.57     | 157.50      |
| 3651.00  | 0.65        | 173.19      | 3631.11   | 261.46   | -241.69   | 99.79     | 0.17             | 261.48     | 157.57      |
| 3746.00  | 0.67        | 157.21      | 3726.10   | 262.54   | -242.74   | 100.07    | 0.19             | 262.55     | 157.60      |
| 3841.00  | 0.59        | 154.21      | 3821.10   | 263.58   | -243.69   | 100.50    | 0.09             | 263.60     | 157.59      |
| 3936.00  | 0.24        | 309.36      | 3916.09   | 263.89   | -244.00   | 100.55    | 0.86             | 263.91     | 157.60      |
| 4031.00  | 0.30        | 302.31      | 4011.09   | 263.51   | -243.74   | 100.19    | 0.07             | 263.53     | 157.66      |
| 4126.00  | 0.45        | 322.60      | 4106.09   | 262.95   | -243.32   | 99.75     | 0.21             | 262.97     | 157.71      |
| 4222.00  | 1.06        | 337.45      | 4202.08   | 261.69   | -242.20   | 99.18     | 0.66             | 261.72     | 157.73      |
| 4317.00  | 0.86        | 37.93       | 4297.07   | 260.47   | -240.82   | 99.29     | 1.03             | 260.49     | 157.59      |
| 4412.00  | 0.59        | 7.90        | 4392.06   | 259.70   | -239.78   | 99.79     | 0.48             | 259.71     | 157.40      |
| 4507.00  | 1.14        | 0.19        | 4487.05   | 258.42   | -238.35   | 99.86     | 0.59             | 258.42     | 157.27      |
| 4602.00  | 1.01        | 346.16      | 4582.04   | 256.72   | -236.59   | 99.66     | 0.31             | 256.72     | 157.16      |
| 4667.00  | 1.10        | 18.68       | 4647.03   | 255.69   | -235.44   | 99.73     | 0.92             | 255.69     | 157.04      |
| 4729.00  | 0.53        | 71.05       | 4709.02   | 255.27   | -234.78   | 100.19    | 1.42             | 255.27     | 156.89      |
| 4824.00  | 0.28        | 38.14       | 4804.02   | 255.19   | -234.46   | 100.75    | 0.35             | 255.19     | 156.75      |
| 4920.00  | 0.71        | 12.94       | 4900.01   | 254.59   | -233.69   | 101.03    | 0.49             | 254.60     | 156.62      |
| 5015.00  | 1.19        | 5.48        | 4995.00   | 253.25   | -232.14   | 101.25    | 0.52             | 253.26     | 156.43      |
| 5110.00  | 0.82        | 20.33       | 5089.99   | 251.89   | -230.52   | 101.58    | 0.47             | 251.91     | 156.22      |
| 5206.00  | 0.28        | 132.80      | 5185.98   | 251.60   | -230.03   | 101.99    | 1.00             | 251.63     | 156.09      |
| 5301.00  | 0.54        | 23.07       | 5280.98   | 251.51   | -229.78   | 102.34    | 0.72             | 251.54     | 155.99      |
| 5396.00  | 0.34        | 49.15       | 5375.98   | 251.11   | -229.18   | 102.73    | 0.29             | 251.15     | 155.86      |
| 5491.00  | 1.12        | 153.76      | 5470.97   | 251.95   | -229.83   | 103.35    | 1.32             | 252.00     | 155.79      |
| 5586.00  | 2.14        | 189.33      | 5565.94   | 254.38   | -232.42   | 103.47    | 1.46             | 254.41     | 156.00      |



# Scientific Drilling International Survey Report

|   |   |  |                                     |
|---|---|--|-------------------------------------|
| <b>Company:</b> MACK ENERGY<br><b>Field:</b> Chalk Bluff<br><b>Site:</b> Eddy County, NM<br><b>Well:</b> State H #2<br><b>Wellpath:</b> DH - Job #32D11071006 | <b>Date:</b> 12/16/2007<br><b>Co-ordinate(NE) Reference:</b><br><b>Vertical (TVD) Reference:</b><br><b>Section (VS) Reference:</b><br><b>Survey Calculation Method:</b> | <b>Time:</b> 19:33:59<br><b>Site:</b> Eddy County, NM, Grid North<br><b>SITE</b> 0.0<br><b>Well (0 00N,0.00E, 156.92Azi)</b><br><b>Minimum Curvature</b> | <b>Page:</b> 2<br><b>Db:</b> Sybase |
|---|---|--|-------------------------------------|

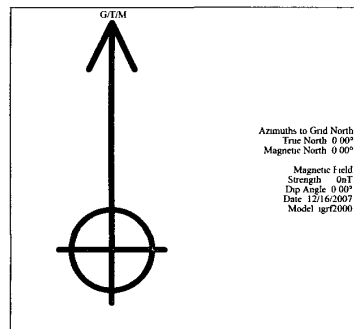
**Survey**

| MD<br>ft | Incl<br>deg | Azim<br>deg | TVD<br>ft | VS<br>ft | N/S<br>ft | E/W<br>ft | DLS<br>deg/100ft | CIsD<br>ft | CIsA<br>deg |
|----------|-------------|-------------|-----------|----------|-----------|-----------|------------------|------------|-------------|
| 5681.00  | 1.09        | 194.79      | 5660.90   | 256.59   | -235.04   | 102.96    | 1.12             | 256.60     | 156.34      |
| 5745.00  | 0.67        | 318.43      | 5724.89   | 256.71   | -235.35   | 102.55    | 2.44             | 256.72     | 156.45      |
| 5839.00  | 0.24        | 221.30      | 5818.89   | 256.28   | -235.08   | 102.06    | 0.79             | 256.28     | 156.53      |
| 5935.00  | 1.41        | 161.10      | 5914.88   | 257.54   | -236.35   | 102.31    | 1.36             | 257.55     | 156.59      |
| 5998.00  | 1.01        | 182.35      | 5977.87   | 258.82   | -237.64   | 102.54    | 0.94             | 258.82     | 156.66      |
| 6093.00  | 0.20        | 294.46      | 6072.86   | 259.45   | -238.41   | 102.35    | 1.16             | 259.45     | 156.77      |
| 6189.00  | 0.34        | 306.99      | 6168.86   | 259.08   | -238.17   | 101.97    | 0.16             | 259.08     | 156.82      |
| 6284.00  | 0.45        | 287.60      | 6263.86   | 258.59   | -237.89   | 101.39    | 0.18             | 258.59     | 156.92      |
| 6379.00  | 1.01        | 331.75      | 6358.85   | 257.51   | -237.04   | 100.64    | 0.79             | 257.51     | 157.00      |
| 6474.00  | 0.11        | 334.85      | 6453.84   | 256.59   | -236.22   | 100.20    | 0.95             | 256.59     | 157.01      |
| 6570.00  | 0.15        | 314.50      | 6549.84   | 256.38   | -236.04   | 100.07    | 0.06             | 256.38     | 157.02      |
| 6665.00  | 0.27        | 304.58      | 6644.84   | 256.08   | -235.83   | 99.80     | 0.13             | 256.08     | 157.06      |
| 6760.00  | 0.45        | 295.56      | 6739.84   | 255.61   | -235.54   | 99.28     | 0.20             | 255.61     | 157.14      |
| 6855.00  | 0.46        | 296.68      | 6834.84   | 255.04   | -235.21   | 98.60     | 0.01             | 255.04     | 157.26      |
| 6950.00  | 0.51        | 281.73      | 6929.83   | 254.50   | -234.95   | 97.85     | 0.14             | 254.51     | 157.39      |
| 7046.00  | 1.09        | 134.41      | 7025.83   | 255.10   | -235.50   | 98.08     | 1.61             | 255.11     | 157.39      |
| 7140.00  | 0.38        | 89.52       | 7119.82   | 256.05   | -236.13   | 99.03     | 0.92             | 256.05     | 157.25      |
| 7235.00  | 0.57        | 122.42      | 7214.82   | 256.56   | -236.38   | 99.75     | 0.34             | 256.56     | 157.12      |
| 7330.00  | 0.81        | 125.40      | 7309.81   | 257.52   | -237.02   | 100.69    | 0.26             | 257.52     | 156.98      |
| 7367.00  | 0.87        | 128.12      | 7346.81   | 257.99   | -237.35   | 101.13    | 0.19             | 257.99     | 156.92      |

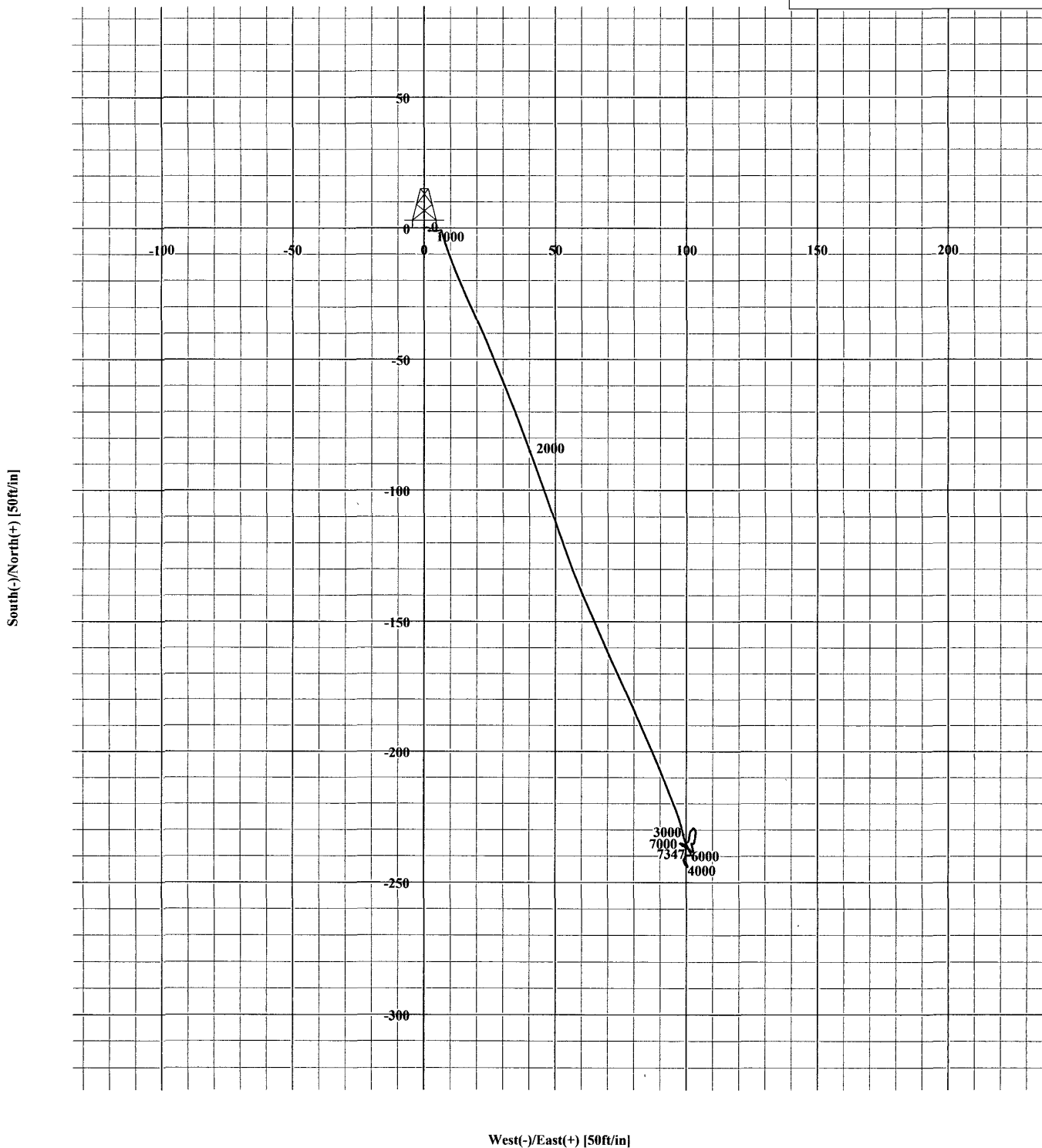


Scientific  
Drilling

Field: Chalk Bluff  
 Site: Eddy County, NM  
 Well: State H #2  
 Wellpath: DH - Job #32D11071006  
 Survey: 11/05/07-11/14/07



Azimuths to Grid North  
 True North 0.00°  
 Magnetic North 0.00°  
 Magnetic Field  
 Strength 0.07  
 Dip Angle 0.00°  
 Date 12/16/2007  
 Model grf2000





**Wilson, Kimberly M, EMNRD**

**From:** Jerry Sherrell [jerrys@mackenergycorp.com]  
**Sent:** Wednesday, March 05, 2008 3:37 PM  
**To:** Wilson, Kimberly M, EMNRD  
**Subject:** FW: Financial Assurance/Rule 40- Mack  
**Importance:** High

---

**From:** Altomare, Mikal, EMNRD [mailto:Mikal.Altomare@state.nm.us]  
**Sent:** Tuesday, March 04, 2008 11:03 AM  
**To:** Mull, Donna, EMNRD  
**Cc:** Rebecca Groh; Jerry Sherrell; Phillips, Dorothy, EMNRD  
**Subject:** Financial Assurance/Rule 40- Mack  
**Importance:** High

Donna –

I have received a pdf version of what appears to be a properly and fully executed single well bond for the state h no. 001, 03-015-00745, which Mack has assured me that they are overnighting to our office. Everything appears to be in order, and I expect that, upon receipt of the original in our office, it will be reviewed and accepted and Mack will no longer be listed as being out of compliance with financial assurance requirements. That being said, and given that Mack has posted all other necessary financial assurances for all other properties, if there are no other violations or issues with approval of pending Mack applications, consider them to be in compliance for purposes of pending permit applications with your office.

Please contact me if you have any questions.

Thanks,

Mikal



Mikal M. Altomare

Assistant General Counsel  
Oil Conservation Division  
Energy, Minerals & Natural Resources Department  
1220 South St. Francis Drive  
Santa Fe, NM 87505  
Tel 505.476.3480 ~ Fax 505.476.3462  
[mikal.altomare@state.nm.us](mailto:mikal.altomare@state.nm.us)

*CONFIDENTIAL----- This transmission contains confidential information subject to the attorney-client and/or attorney work product privilege. It is intended solely for the use of the intended recipient. Use or dissemination of the information herein contained by any other person is strictly prohibited. If you have received this e mail in error, please immediately advise the sender.*

Confidentiality Notice: This e-mail, including all attachments is for the sole use of the intended recipient (s) and may contain confidential and privileged information. Any unauthorized review, use, disclosure

3/5/2008

or distribution is prohibited unless specifically provided under the New Mexico Inspection of Public Records Act. If you are not the intended recipient, please contact the sender and destroy all copies of this message. -- This email has been scanned by the Sybari - Antigen Email System.

---

This inbound email has been scanned by the MessageLabs Email Security System.

---

3/5/2008

Submit 3 Copies To Appropriate District Office  
 District I  
 1625 N French Dr, Hobbs, NM 88240  
 District II  
 1301 W Grand Ave, Artesia, NM 88210  
 District III  
 1000 Rio Brazos Rd, Aztec, NM 87410  
 District IV  
 1220 S. St. Francis Dr, Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 June 19, 2008

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

*Record Clean up*

|   |  |   |
|---|--|---|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR, USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS )              |  | WELL API NO.<br>30-015-35814  |
| 1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>  |  | 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 2. Name of Operator<br>Mack Energy Corporation  |  | 6. State Oil & Gas Lease No.<br>B-9391  |
| 3. Address of Operator<br>P.O. Box 960 Artesia, NM 88210  |  | 7. Lease Name or Unit Agreement Name<br>State H   |
| 4. Well Location<br>Unit Letter <u>H</u> <u>2063</u> feet from the <u>North</u> line and <u>441</u> feet from the <u>East</u> line<br>Section <u>2</u> Township <u>18S</u> Range <u>27E</u> NMPM County <u>Eddy</u> |  | 8. Well Number<br>2   |
| 11. Elevation (Show whether DR, RKB, RT, GR etc )<br>3590' GR   |  | 9. OGRID Number<br>013837   |
|   |  | 10. Pool Name or Wildcat<br>Red Lake; Glorieta-Yeso NE  |

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

|  |  |   |  |
|--|--|---|--|
| <b>NOTICE OF INTENTION TO:</b><br>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/><br>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/><br>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/><br>DOWNHOLE COMMINGLE <input type="checkbox"/> |  | <b>SUBSEQUENT REPORT OF:</b><br>REMEDIALWORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/><br>COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/><br>CASING/CEMENT JOB <input type="checkbox"/> |  |
| OTHER: <input type="checkbox"/>  |  | OTHER: Workover <input checked="" type="checkbox"/>   |  |

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

- 2/12/2008 Perforated 3790.5-4025.5', 54 holes.
- 2/13/2008 Acidized w/ 2,500 gals 15% NEFE Acid.
- 2/20/2008 Frac w/ 20,156# White Sand 16/30, 13,828# Siber Prop 16/30, 36,414 gals 40# gel.
- 2/21/2008 Perforated 3364-3677', 72 holes.
- 2/22/2008 Acidized w/ 2,500 gals 15% NEFE Acid.
- 2/25/2008 Frac w/ 8,000# LiteProp 125 14/30, 73,600# White Sand 16/30, 15,380# Siber Prop 16/30, 85,000 gals 40# Linear Gel.
- 2/27/2008 RIH w/ 134jts 2 7/8" J-55 6.5# tubing, SN @ 4243', 2 1/2 x 2 x 20' pump.

**RECEIVED**  
 SEP 20 2012  
 NMOC D ARTESIA

Spud Date: 10/31/2007 Rig Release Date: 11/22/2007

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Deana Weaver TITLE Production Clerk DATE 9.18.12

Type or print name Deana Weaver E-mail address: dweaver@mec.com PHONE: (575)748-1288

**For State Use Only**

APPROVED BY: [Signature] TITLE Dist. Supervisor DATE 9/26/12  
 Conditions of Approval (if any):

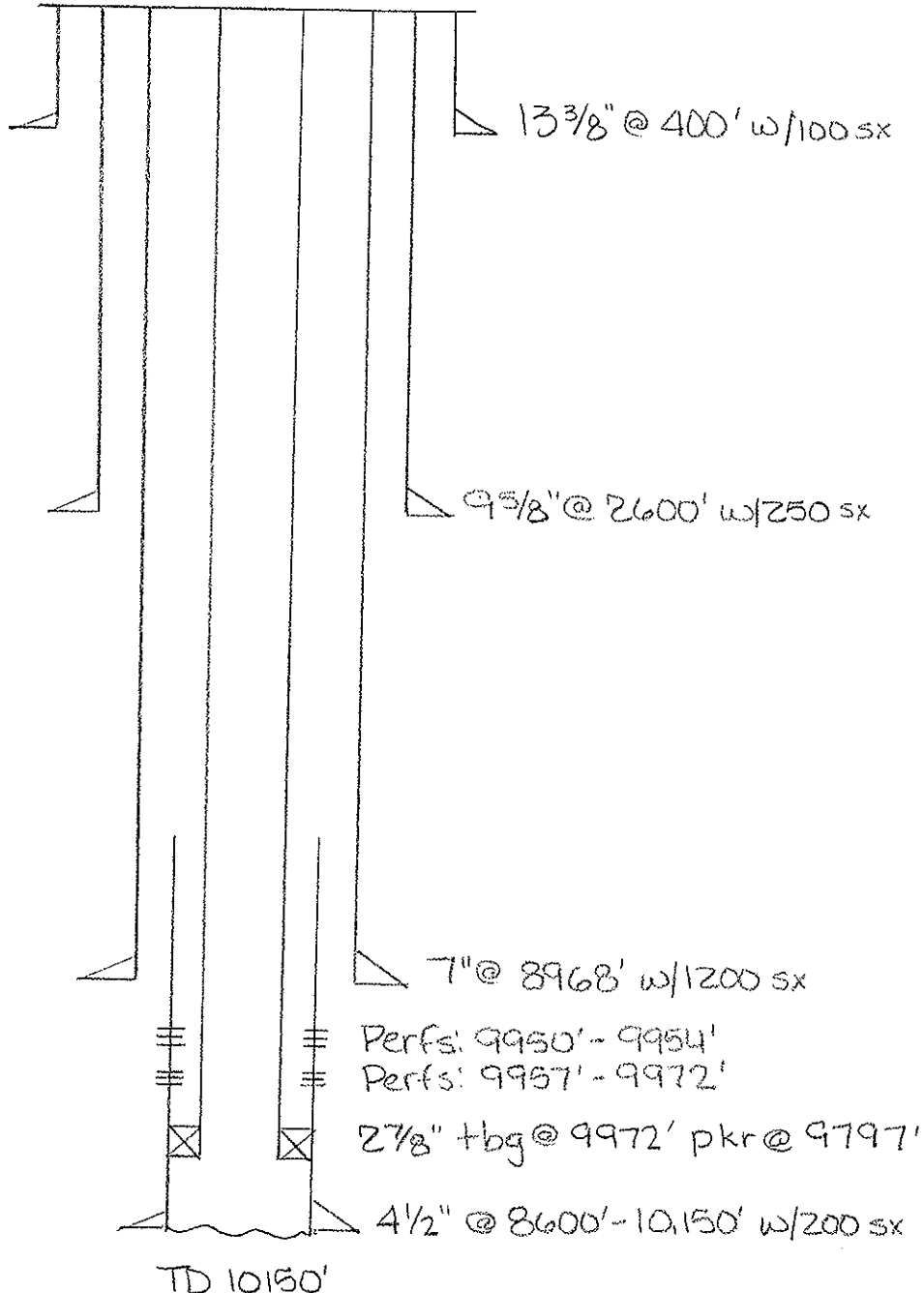
# SUBSURFACE

NAVAJO REFINING COMPANY  
Map ID No. 74  
Artificial Penetration Review

OPERATOR Newbourne Oil Co.  
LEASE Chalk Bluff Fed  
WELL NUMBER Com 003  
DRILLED 11-24-92  
PLUGGED NA

STATUS Active Gas  
LOCATION Sec. 1 -T18S-R27E  
MUD FILLED BOREHOLE NA  
TOP OF INJECTION ZONE 7345'  
API NO. 30-015-27163

REMARKS: Calc. Top of Cement behind 7" @ 910'



**SUBSURFACE**

NAVAJO REFINING COMPANY, L.L.C.

Map ID No. 99

Artificial Penetration Review

OPERATOR Mewbourne Oil

LEASE Chalk Bluff Federal

WELL NUMBER 3

DRILLED 1/16/93

PLUGGED NA

STATUS Active

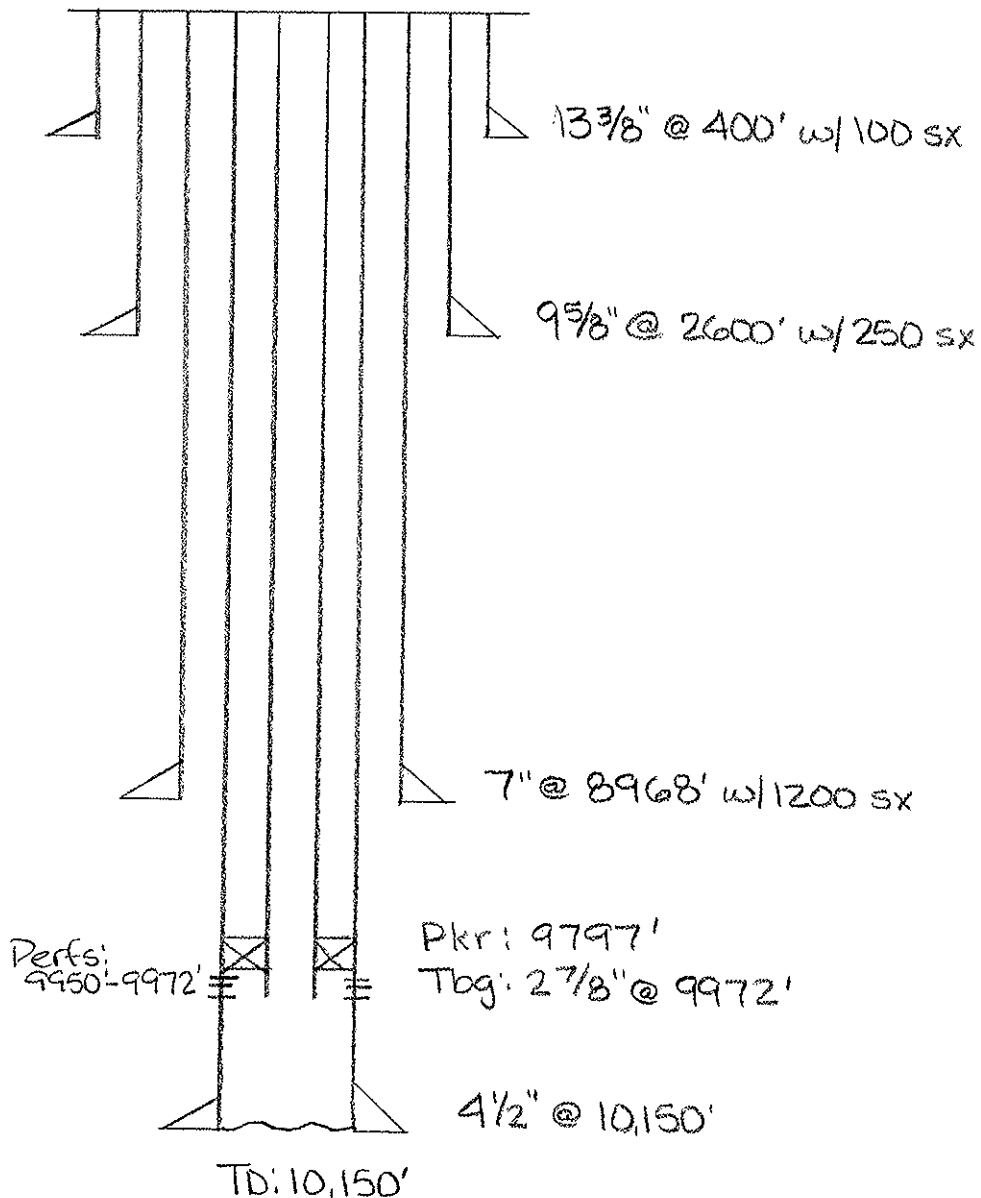
LOCATION Sec. 1 -T18S-R27E

MUD FILLED BOREHOLE NA

TOP INJECTION ZONE -3702'

API NO. 30-015-27163

REMARKS:



**MAP ID NO. 99**

**MEWBOURNE OIL CO.  
CHALK BLUFF FEDERAL COM NO. 003**

**API NO. 30-015-27163**

**APD ATTACHMENT**

Mewbourne Oil Company Chalk Bluff Federal Comm. #3 NM-016788  
1980' FSL & 990' FEL Sec. 1-T18S-R27E Eddy County, NM.

- 1.) Casing Design and Safety Factors (See schedule 1 for used casing design program.)
  
- 2.) Cement Program for Casing Strings.  
**Surface Casing:**  
250 sacks of Class "C" containing 2% CaCL<sub>2</sub> + 1/4#/sack of cellophane flakes followed by 200 sacks of Class "C" containing 3% CaCL<sub>2</sub>.  
  
**Intermediate Casing:**  
700 sacks of Class "C" containing 6% gel + 2% CaCL<sub>2</sub> + 1/2#/sack of cellophane flakes + 5#/sack of Gilsonite followed by 200 sacks of Class "C" containing 3% CaCL<sub>2</sub>  
  
**Production Casing:**  
A cement diverter tool (D. V. Tool) will be run at a depth of approximately 7500' from surface.  
1st Stage:  
850 sacks of Class "H" containing 5#/sack KCL + .7% fluid loss additive + 5#/sack compressive strength extender.  
2nd Stage:  
900 sacks of Class "C" Lite containing 1/2#/sack cellophane flakes + 5#/sack Gilsonite + .4% fluid loss extender followed by 100 sacks of Class "H" containing .4% fluid loss additive + 5#/sack compressive strength extender.
  
- 3.) Drilling time will require approximately 35 - 40 days and drilling operations should begin approximately November 1, 1992.
  
- 4.) The possibility of encountering H<sub>2</sub>S gas in this area remote. Mewbourne Oil Company has drilled offset wells to this proposed location and none of these wells have encountered any H<sub>2</sub>S gas in the Pennsylvanian. In the event H<sub>2</sub>S is encountered, the necessary H<sub>2</sub>S safety equipment will be installed on location to provide for a safe working environment.
  
- 5.) Anticipated formation temperature and pressure in the Morrow zone will be approximately 155 degrees fahrenheit and 3,000# psi.

- 6.) This location is a non-standard location. A hearing is scheduled for October 15, 1992 in Santa Fe, New Mexico before the New Mexico Oil Conservation Division for an unorthodox location exception.
  
- 7.) The pressure rating on the BOP STACK (see exhibit "D" of the APD) is 3,000# psi. The correct pressure rating of ANSI 900 series is noted in the APD. The API standard for pressure ratings for flanged equipment is in ANSI series. ANSI 600 series is 2,000# psi working pressure test, ANSI 900 series is 3,000# psi working pressure, ANSI 1500 series is 5,000# psi work-pressure.



SCHEDULE ONE

LEASE NAME: CHALK BLUFF FEDERAL #3 TYPE OF CSG STRING: PRODUCTION  
 LEGALS: SEC 1-18S-27E DEPTH OF CSG: 10,300

CASING MINIMUM PERFORMANCE PROPERTIES

| CSG TYPE               | K-FACTOR | COLLAPSE | BURST | TENSION |
|------------------------|----------|----------|-------|---------|
| 1 5 1/2" 20# N-80 LT&C | 991,000  | 8830     | 9190  | 428000  |
| 2 5 1/2" 17# N-80 LT&C | 844,000  | 6380     | 7740  | 348000  |
| 3 5 1/2" 20# N-80 LT&C | 991,000  | 8830     | 9190  | 428000  |
| 4                      |          |          |       |         |
| 5                      |          |          |       |         |

GRADE OF CASING: 85 % OF NEW

| CSG TYPE               | COLLAPSE | BURST | TENSION |
|------------------------|----------|-------|---------|
| 1 5 1/2" 20# N-80 LT&C | 7506     | 7812  | 363800  |
| 2 5 1/2" 17# N-80 LT&C | 5423     | 6579  | 295800  |
| 3 5 1/2" 20# N-80 LT&C | 7506     | 7812  | 363800  |
| 4 0                    | 0        | 0     | 0       |
| 5 0                    | 0        | 0     | 0       |

| SETTING DEPTH (WT. OF CSG IN AIR) | CASING      | INTERVAL   | INTERVAL  | CUMMULATIVE |
|-----------------------------------|-------------|------------|-----------|-------------|
| FROM TO                           | WT. (LB/FT) | LGTH (FT.) | WT. (LBS) | WT. (LBS)   |
| 1 0 1,000                         | 20          | 1000       | 20,000    | 181,100     |
| 2 1,000 9,300                     | 17          | 8300       | 141,100   | 161,100     |
| 3 9,300 10,300                    | 20          | 1000       | 20,000    | 20,000      |
| 4 0                               |             | 0          | 0         | 0           |
| 5 0                               |             | 0          | 0         | 0           |

WELLBORE CONDITIONS

MUD WEIGHT: 9.6 PPG  
 BOUYANCY FACTOR 0.853 (AIR = 1)  
 DISPLACEMENT FLUID WT: 8.5 PPG

| DEPTH   | ANNULAR<br>HYDROSTATIC<br>PRESSURE | COLLAPSE<br>W/AXIAL<br>LOADING | HOLE<br>HYDROSTATIC<br>PRESSURE | TENSION |
|---------|------------------------------------|--------------------------------|---------------------------------|---------|
| 0       | 0                                  |                                | 0                               | 154,478 |
| 1 1000  | 499                                | 5982                           | 442                             | 137,418 |
| 2 9300  | 4643                               | 5290                           | 4111                            | 17,060  |
| 3 10300 | 5142                               | 7506                           | 4553                            | 0       |
| 4 0     | 0                                  | ERR                            | 0                               | 0       |
| 5 0     | 0                                  | ERR                            | 0                               | 0       |

FINIAL CASING DESIGN

SAFTEY FACTORS

|                      | FROM   | TO    | LENGTH | COLLAPSE<br>>1.125 | BURST<br>>1.00 | TENSION<br>>2.00 |
|----------------------|--------|-------|--------|--------------------|----------------|------------------|
| 0                    | 0      | 0     | 0      | ERR                | ERR            | ERR              |
| 0                    | 0      | 0     | 0      | ERR                | ERR            | ERR              |
| 5 1/2" 20# N-80 LT&C | 10,300 | 9,300 | 1000   | 1.460              | 1.716          | 21.325           |
| 5 1/2" 17# N-80 LT&C | 9,300  | 1,000 | 8300   | 1.139              | 1.600          | 2.153            |
| 5 1/2" 20# N-80 LT&C | 1,000  | 0     | 1000   | 11.983             | 17.673         | 2.355            |

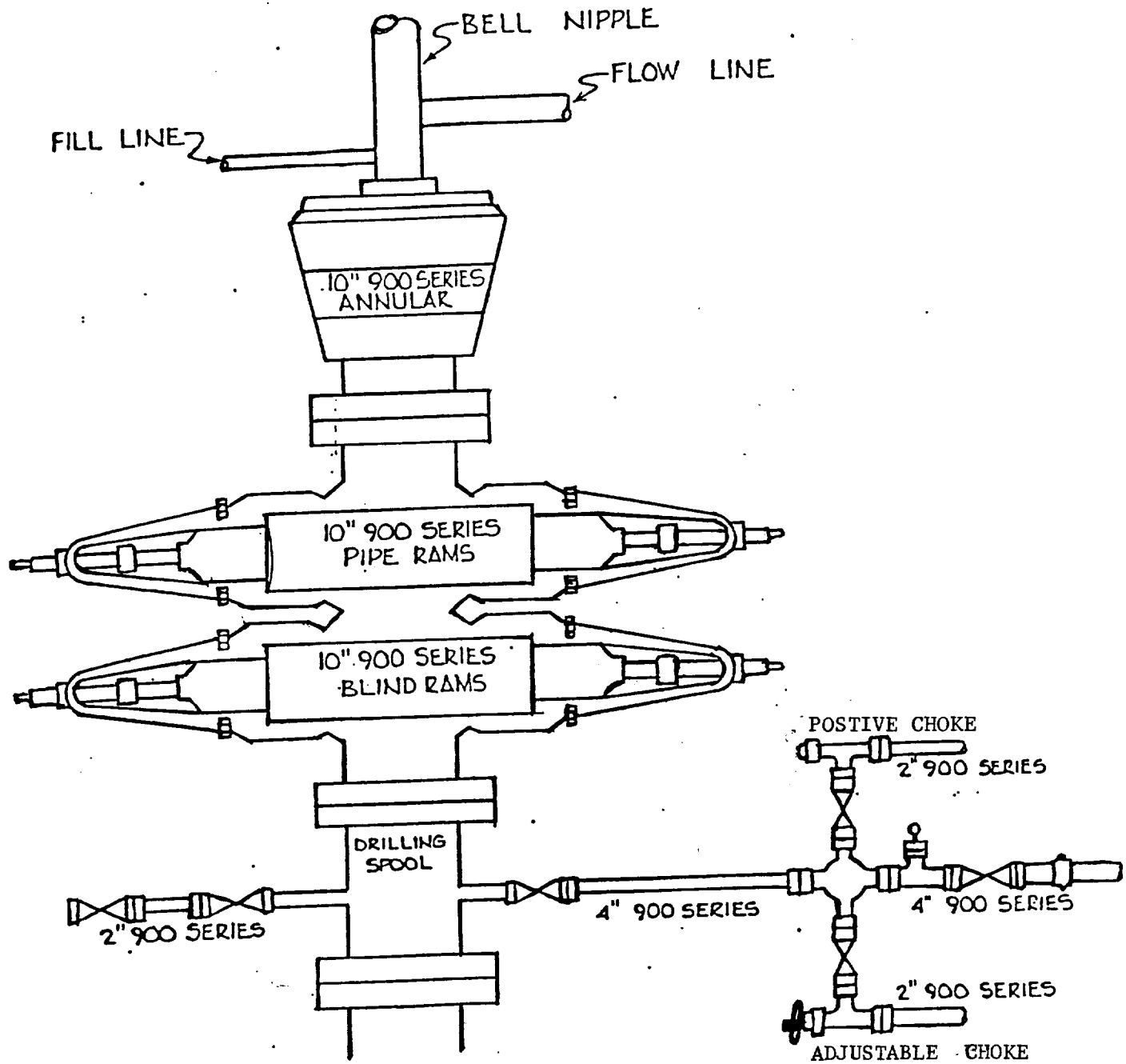
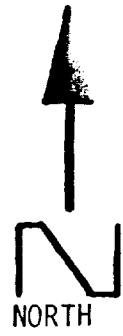
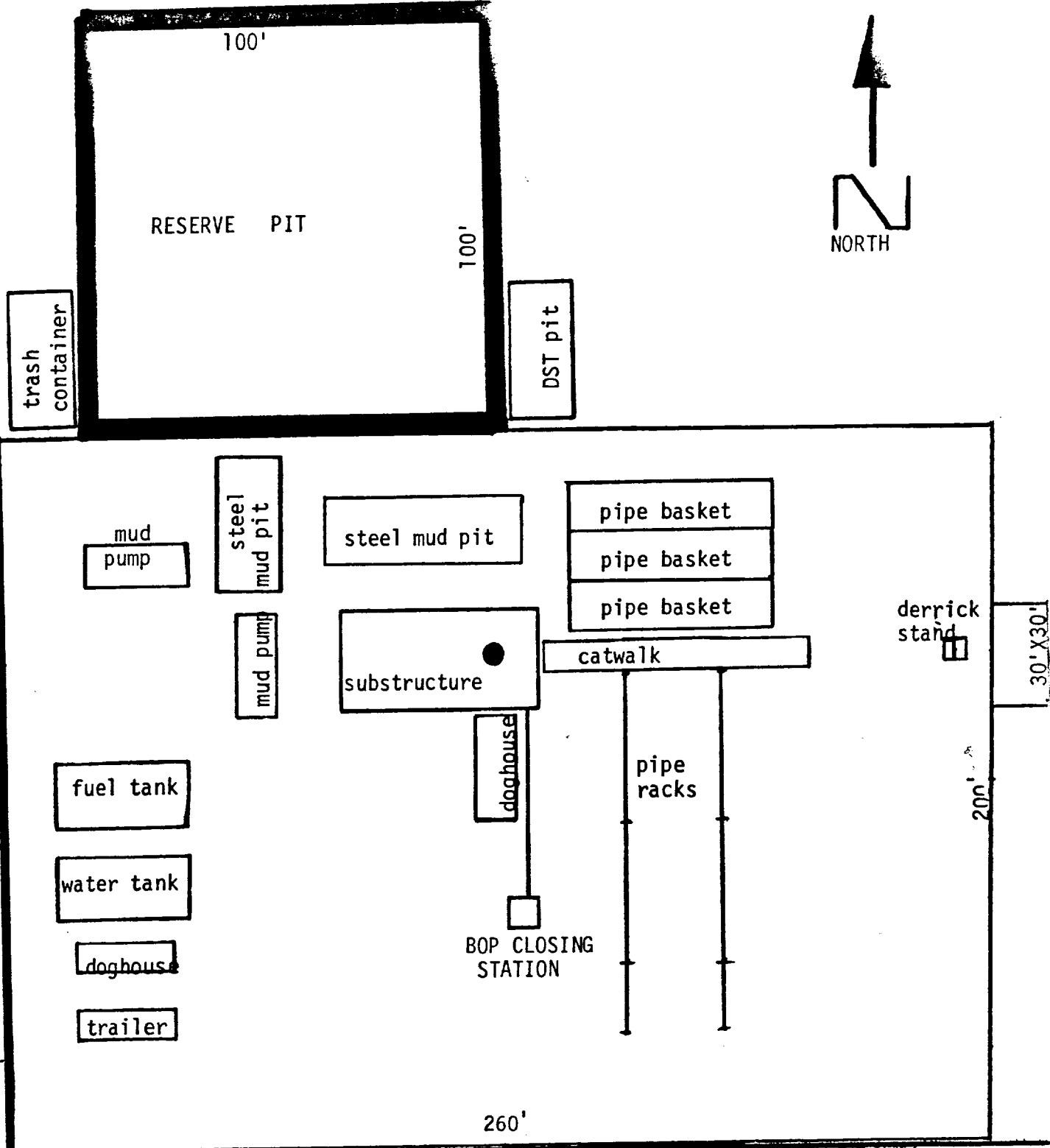


EXHIBIT "D"

Mewbourne Oil Company  
 Chalk Bluff Federal #3  
 1980' FSL & 990' FEL  
 Section 1-T17S-R29E  
 Eddy County, New Mexico

Existing Lease Road

200'



Existing lease road

Mewbourne Oil Company  
 Chalk Bluff Federal #3  
 1980' FSL & 990' FEL  
 Section 1-T17S-R29E  
 Eddy County, New Mexico  
 Proposed location with  
 dimensions.

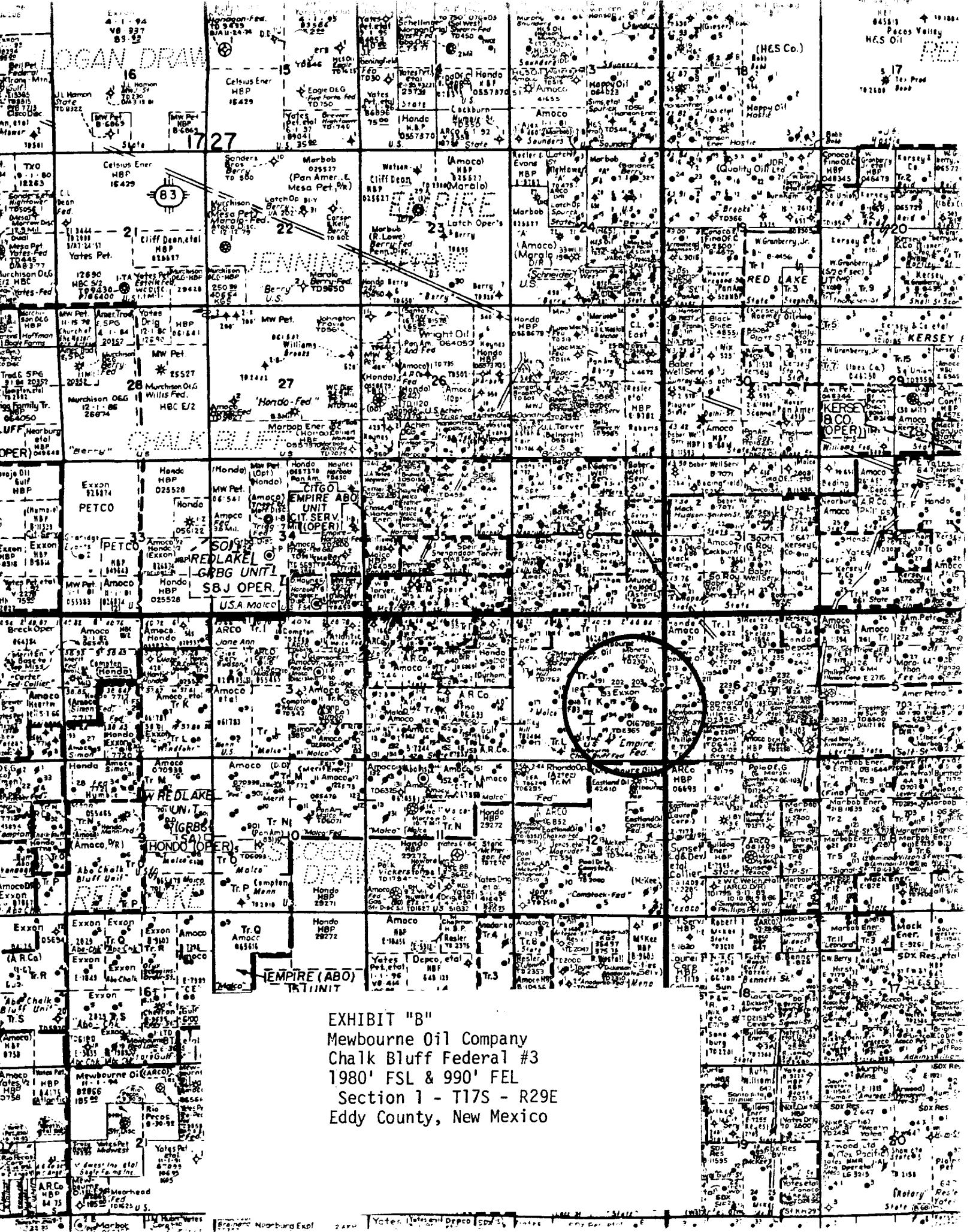


EXHIBIT "B"  
 Mewbourne Oil Company  
 Chalk Bluff Federal #3  
 1980' FSL & 990' FEL  
 Section 1 - T17S - R29E  
 Eddy County, New Mexico

EMPIRE (AEO)  
 UNIT

RED LAKE

HONDO OPER

EXXON

EXXON

EXXON

EXXON

EXXON

EXXON

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Hondo

Hondo

Hondo

Hondo

Hondo

Hondo

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

Amoco

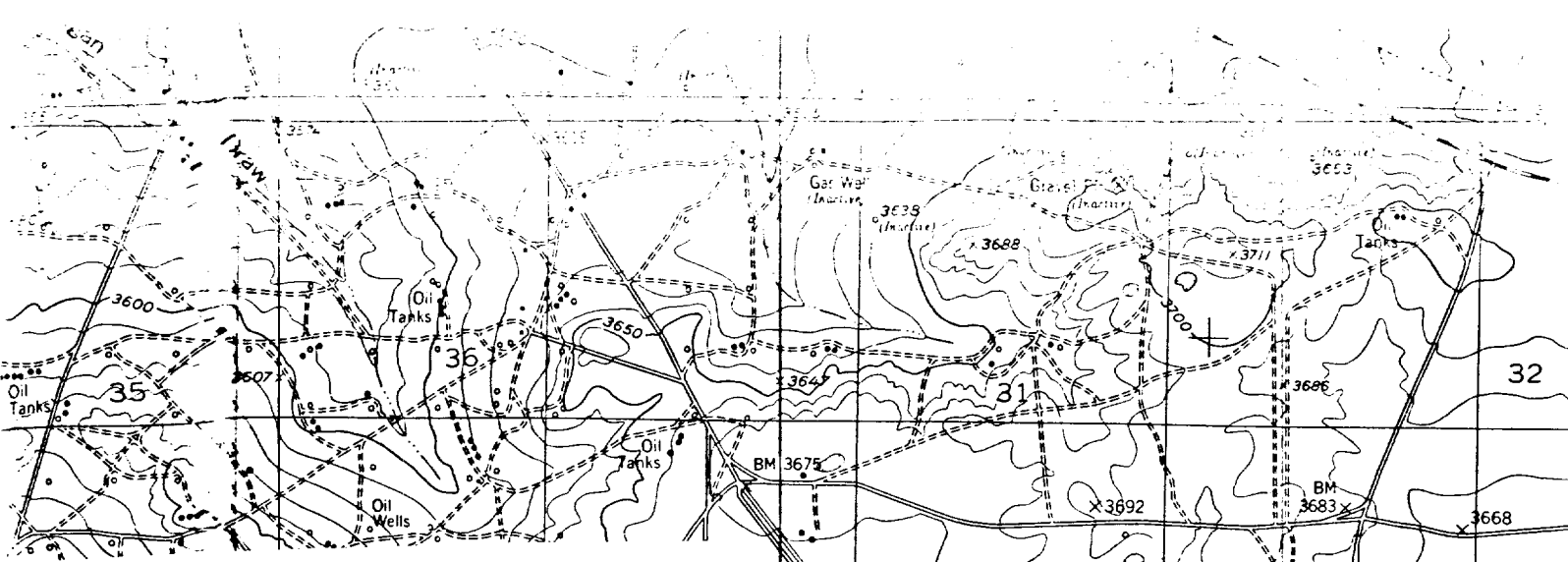
Amoco

Amoco

Amoco

Amoco

Amoco



Proposed location and existing access roads.

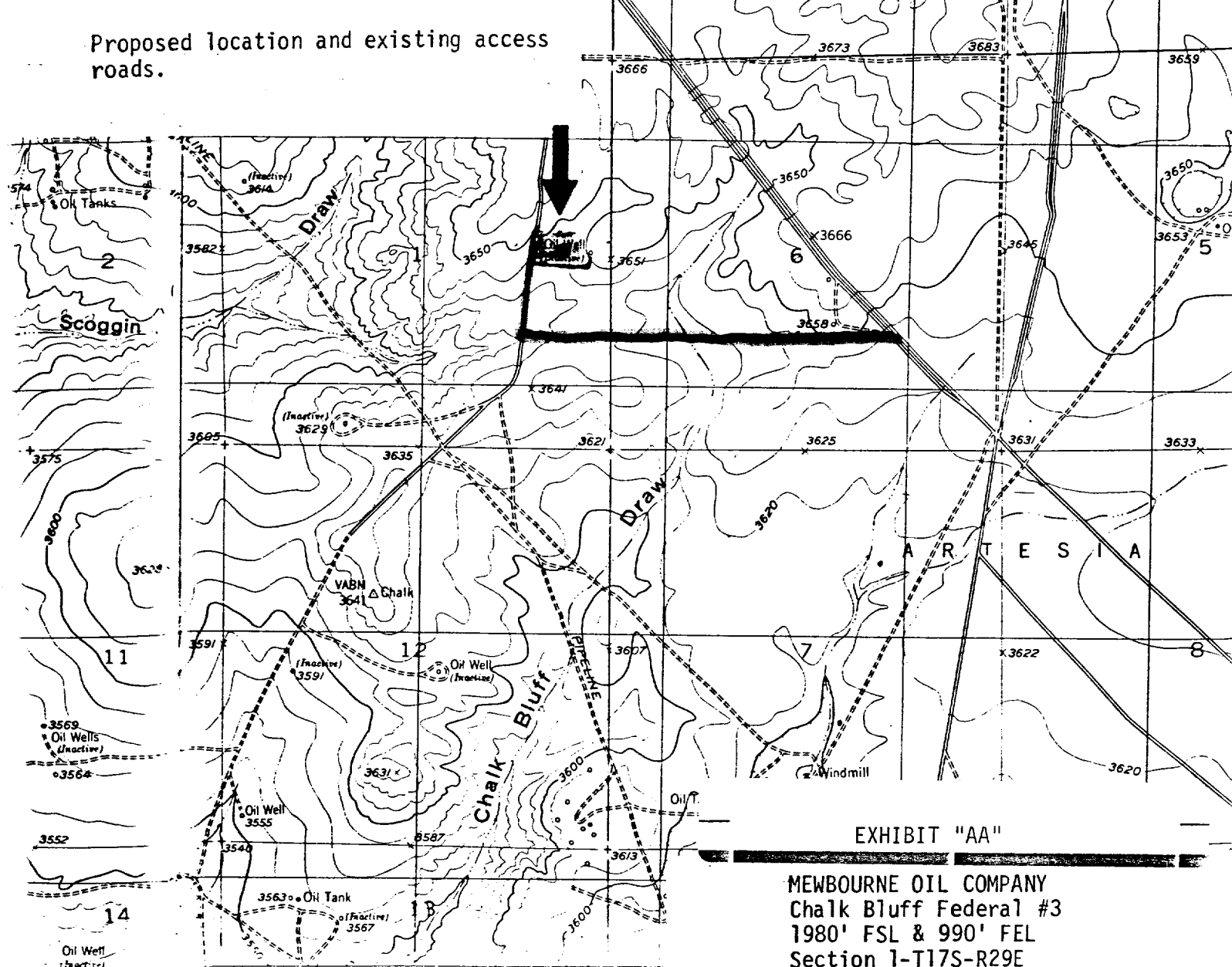
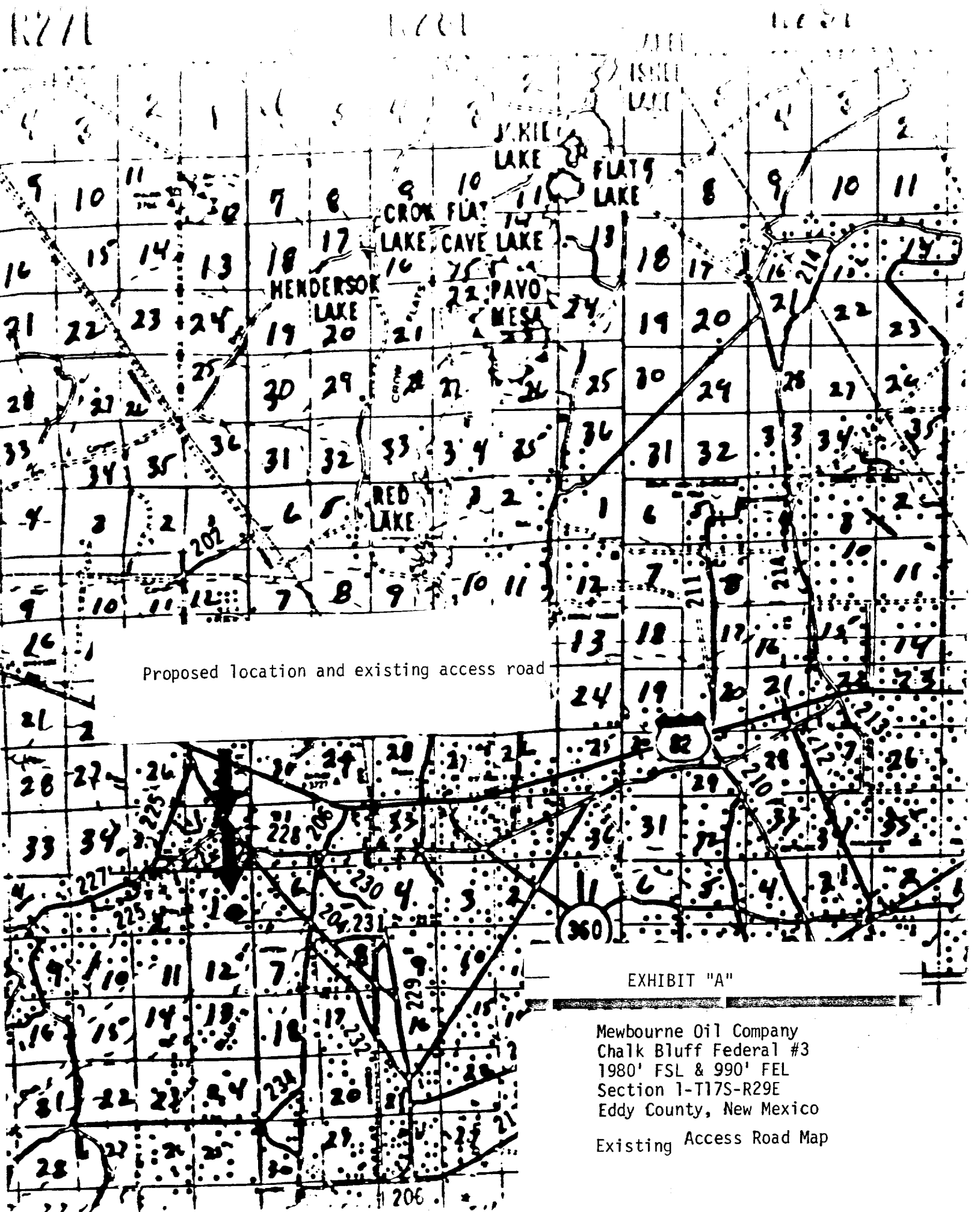


EXHIBIT "AA"

**MEWBOURNE OIL COMPANY**  
**Chalk Bluff Federal #3**  
**1980' FSL & 990' FEL**  
**Section 1-T17S-R29E**  
**Eddy County, New Mexico**  
**Detail Map for road and location.**  
**Existing Roads** XXXXXXXXXX  
**Proposed Location**

Map, edited, and published by the Geological Survey  
 Control by USGS  
 and drainage contours from aerial photographs  
 1946. Topographic planimetric surveys 1955



Proposed location and existing access road

EXHIBIT "A"

Mewbourne Oil Company  
 Chalk Bluff Federal #3  
 1980' FSL & 990' FEL  
 Section 1-T17S-R29E  
 Eddy County, New Mexico  
 Existing Access Road Map

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

State of New Mexico  
 Energy, Minerals and Natural Resources Department

Form C-102  
 Revised 1-1-89

**OIL CONSERVATION DIVISION**  
 P.O. Box 2088  
 Santa Fe, New Mexico 87504-2088

**DISTRICT I**  
 P.O. Box 1980, Hobbs, NM 88240

**DISTRICT II**  
 P.O. Drawer DD, Artesia, NM 88210

**DISTRICT III**  
 1000 Rio Brazos Rd., Aztec, NM 87410

**WELL LOCATION AND ACREAGE DEDICATION PLAT**  
 All Distances must be from the outer boundaries of the section

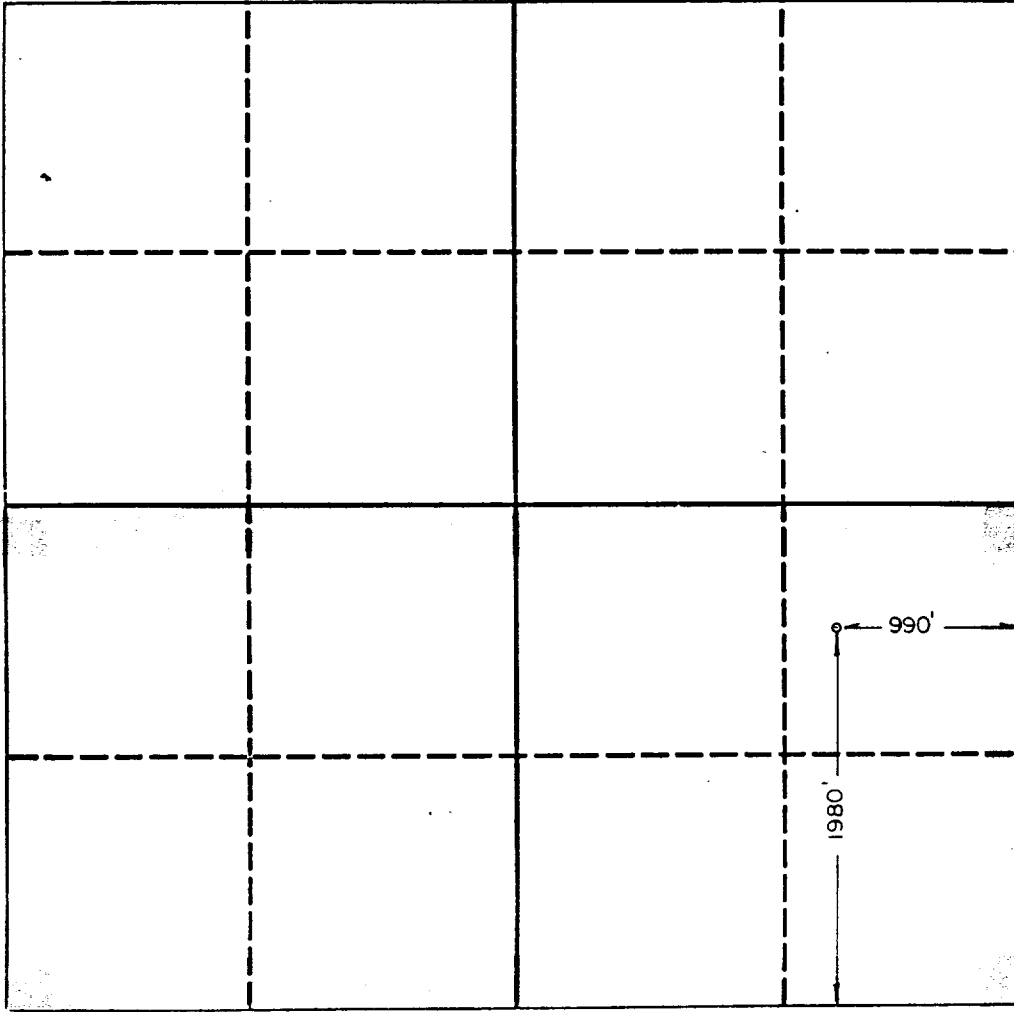
|   |                                      |   |  |                       |
|---|--------------------------------------|---|--|-----------------------|
| Operator<br><b>MEWBOURNE OIL COMPANY</b>  |                                      | Lease<br><b>CHALK BLUFF FEDERAL</b>       |  | Well No.<br><b>3</b>  |
| Unit Letter<br><b>I</b>   | Section<br><b>1</b>                  | Township<br><b>18 SOUTH</b>               | Range<br><b>27 EAST</b>                | County<br><b>EDDY</b> |
| Actual Footage Location of Well:<br><b>1980</b> feet from the <b>SOUTH</b> line and <b>990</b> feet from the <b>EAST</b> line |                                      |   |  |                       |
| Ground level Elev.<br><b>3628</b>   | Producing Formation<br><b>Morrow</b> | Pool<br><b>North Illinois Camp Morrow</b> | Dedicated Acreage:<br><b>320</b> Acres |                       |

- Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?
 

Yes     No    If answer is "yes" type of consolidation Communitization

If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) \_\_\_\_\_

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



**OPERATOR CERTIFICATION**  
 I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

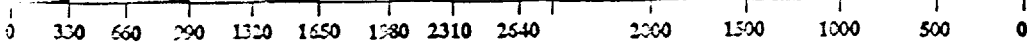
Signature: *Bill Pierce*  
 Printed Name: **Bill Pierce**  
 Position: **Drilling Superintendent**  
 Company: **Mewbourne Oil Company**  
 Date: **August 31, 1992**

**SURVEYOR CERTIFICATION**  
 I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed: **8/26/92**

Signature & Seal of Professional Surveyor

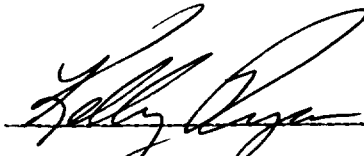
Certificate No. **3640**



12. CERTIFICATION:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drilling site and necessary 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 MEWBOURNE OIL COMPANY and its' contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

September 9, 1992



---

Kelly Ryan  
District Superintendent  
MEWBOURNE OIL COMPANY



- C. The estimated depths at which anticipated water, oil or natural gas can be expected are:
- Water: Possible surface water between 100' - 300'.  
Oil: Penrose @ 1520'  
Gas: Wolfcamp @ 6900'
- D. Proposed Casing Program: See Form 3160-3
- E. Pressure Control Equipment: See Form 3160-3 and Exhibit "D".
- F. Mud Program: See Form 3160-3.
- G. Auxiliary Equipment: Mud-gas separator, PVT system, and Hydraulic choke from 6,000' to T.D.
- H. Testing and Coring Program: Possibility of 4 DST's in the following zones: Wolfcamp, Cisco, Strawn, Morrow. No cores are planned at this time.
- I. Logging: Gamma Ray - Spectral Density Dual Spaced Neutron Log from T.D. to surface.  
Gamma Ray - Dual LaterLog - Micro Guard Log from T. D. to Intermediate casing.
- J. No abnormal pressures or temperatures are anticipated. In the event abnormal pressures are encountered the proposed mud program will be modified to accomodate the increased pressures.
- K. Anticipated Starting Date: As soon as possible after BLM approval.

11. OPERATOR'S REPRESENTATIVES:

The field representatives responsible for assuring compliance with the approved surface use and operations plan are as follows:

|             |                   |           |
|-------------|-------------------|-----------|
| Kelly Ryan  | (505) 393-5905    | Box 5270  |
| Bill Pierce | 24. hour aswering | Hobbs, NM |
| Greg Milner | service.          | 88241     |

7. ANCILLARY FACILITIES:

A. None required.

8. WELLSITE LAYOUT:

A. Exhibit "C" shows the relative location and dimensions of the well pad, mud pits, reserve pits, trash container and location of major rig components.

B. A 400' X 400' area has been flagged surround-  
the staked well.

9. PLANS AND RESTORATION OF THE SURFACE:

A. After completion of drilling and/or completion operations, all equipment not needed for producing operations will be removed. Pits will be filled in after all fluids have evaporated and the location cleaned of all trash and junk to leave the wellsite in an asthetically pleasing condition as reasonably possible. All production facilities left on location will be painted to conform with BLM painting regulations within 120 days of completion.

10. OTHER INFORMATION:

A. The geologic surface formation is hard clay interspersed with sand and chert outcroppings. Vegetative covering is generally sparse except in low-lying areas where grass is prevelant. Other vegetative covering consists mostly of greasewood and bear grass.

B. The estimated tops of geologic markers are as follows:

|              |       |          |         |
|--------------|-------|----------|---------|
| Queen        | 1260' | Cisco    | 7740'   |
| ✓ San Andres | 2100' | Canyon   | 8350'   |
| Glorieta     | 3720' | Strawn   | 8900'   |
| ✓ Tubb       | 4930' | Atoka    | 9500'   |
| ✓ Abo        | 5900' | ✓ Morrow | 9600'   |
| ✓ Wolfcamp   | 6900' | Miss.    | 10,100' |

4. LOCATION AND TYPE OF WATER SUPPLY:

- A. Water will be purchased from trucking companies servicing this area and will be trucked to the wellsite over existing and/or proposed roads shown on Exhibits "A" and "AA".

5. LOCATION OF CONSTRUCTION MATERIALS:

- A. Caliche for construction of the location and any needed road repairs hopefully will come from the location itself. If this is not possible, caliche will be taken from a BLM pit located in the NE4/NW4 of Sec. 12-T18S-R27E which is BLM pit #18271203. This pit also extends into the SE4/SW4 of Sec. 1-T18S-R27E which is BLM pit #18270114. An alternative pit which may be used in the event BLM pit #18271203 contains unsuitable material is a BLM pit located in the SW4/NE4 of Sec. 1-T18S-R27E which is BLM pit #18270107.

6. METHODS OF HANDLING WASTE DISPOSAL:

- A. Drill cuttings will be disposed of in the drilling pits.
- B. Drilling fluids will be allowed to evaporate in the drilling pits until pits are dry.
- C. Water used and produced during stimulation, production testing, squeezing operations etc. will be disposed of in the drilling pits. Oil produced during tests will be stored on site in steel test tanks until sold.
- D. Current laws and regulations pertaining to the disposal of human waste will be complied with.
- E. All trash, junk and other waste material will be contained in an appropriate container to prevent scattering and will be removed and deposited in an approved sanitary landfill.
- F. All trash and debris will be buried or removed from the wellsite within 90 days after drilling and/or completion operations have ceased.

**MULTI-POINT SURFACE USE AND OPERATING PLAN**  
**MEWBOURNE OIL COMPANY**  
**CHALK BLUFF FEDERAL WELL NO. 3**  
**1980' FSL & 990' FEL OF SEC. 1-T18S-R30E**  
**EDDY COUNTY, NEW MEXICO**  
**NEW MEXICO LEASE NO. NM-016788**

This plan is submitted with the Application for Permit to Drill (APD) the above captioned well. The purpose of the plan is to describe the location of the proposed well, the proposed construction activities, operations plan and the magnitude of necessary surface disturbance involved, so that a complete, comprehensive appraisal can be made as to the environmental effects associated with this operation. The surface is owned by the Federal Government and is managed by the Bureau of Land Management.

1. **EXISTING ROADS:**

- A. From the junction of U. S. 82 and U. S. 285 Highways in Artesia, proceed east on U. S. 82 12 miles. Turn right (south) on Eddy County Road #206 (Illinois Camp Road) and proceed south for 1.75 miles. Turn right (northwest) on Eddy County Road #204 and proceed .75 miles. Turn left (west) on caliche lease road and proceed 1 mile. Turn right (north) 100 yards on caliche lease road and location will be on the right hand side of the lease road. (Exhibit "A" & "AA")
- B. Culverts: None required
- C. Cuts and Fills: A two foot cut will be required to construct the location.
- D. Turn-Outs: None required.
- E. Gates or Cattleguards: None required.

2. **LOCATION OF EXISTING WELLS**

- A. Existing wells in a 1 mile radius are shown on Exhibit "B".

3. **LOCATION OF PROPOSED ACTIVITIES:**

- A. If the well is productive, all production facilities will be constructed on the existing pad.

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPPLICATE\*  
(Other ins'ns on reverse)

Form approved.  
Budget Bureau No. 1004-0136  
Expires August 31, 1985

31-115-27163  
5. LEASE DESIGNATION AND SERIAL NO.  
NM-016788 0557371

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME  
Chalk Bluff Fed. Comm.

9. WELL NO.  
3

10. FIELD AND POOL, OR WILDCAT  
North Illinois Camp Morrow

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA  
18S 27E  
1-T17S-R29E

12. COUNTY OR PARISH 13. STATE  
Eddy NM

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK  
DRILL  DEEPEN  PLUG BACK

b. TYPE OF WELL  
OIL WELL  GAS WELL  OTHER  SINGLE ZONE  MULTIPLE ZONE

2. NAME OF OPERATOR  
Mewbourne Oil Company

3. ADDRESS OF OPERATOR  
Box 5270 Hobbs, New Mexico 88241

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)  
At surface  
1980' FSL and 990' FEL  
At proposed prod. zone  
Same

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE\*  
12 miles southeast of Artesia, New Mexico

15. DISTANCE FROM PROPOSED\* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any)  
990'

16. NO. OF ACRES IN LEASE  
320

17. NO. OF ACRES ASSIGNED TO THIS WELL  
320

18. DISTANCE FROM PROPOSED LOCATION\* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.  
2040'

19. PROPOSED DEPTH  
10,300'

20. ROTARY OR CABLE TOOLS  
Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)  
3628' GR

22. APPROX. DATE WORK WILL START\*  
Upon BLM approval

23. PROPOSED CASING AND CEMENTING PROGRAM  
No Water Basin

| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH | QUANTITY OF CEMENT                |
|--------------|----------------|-----------------|---------------|-----------------------------------|
| 17 1/2"      | 13 3/8"        | 61#             | 400' ±        | 450 sks. Class C circulated       |
| 12 1/4"      | 9 5/8"         | 36#             | 2,600' ±      | 800 sks. Tie back into surface.   |
| 8 3/4"       | 5 1/2"         | 17 & 20#        | 10,300' ±     | 600 sks. of Class "H" SEE strips. |

Mud Program:  
0-400' Spud mud with fresh water gel and lime. LCM as needed.  
400' - 2600' Fresh water gel and lime. LCM as needed.  
2,600' - 8500' Cut brine with lime for pH control. Wt. 9.2 - 9.6# ppg, WL - NC. LCM as needed.  
8,500 - 10.300' Cut brine with Drispac, salt gel, lime, soda ash, and starch. Wt. 9.2 - 9.6 ppg. WL 10 CC or less. Raise weight accordingly if abnormal pressures are encountered.

BOP PROGRAM:  
900 series BOP and Hydrill on 13 3/8" surface casing and on 9 5/8" intermediate casing.

Gas is not dedicated.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24. SIGNED [Signature] TITLE District Superintendent DATE 09/09/1992

(This space for Federal or State office use)

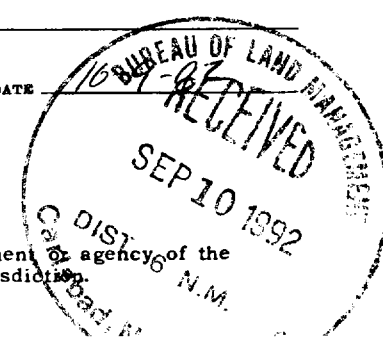
PERMIT NO. \_\_\_\_\_ APPROVAL DATE \_\_\_\_\_

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_

CONDITIONS OF APPROVAL, IF ANY:  
APPROVAL SUBJECT TO  
GENERAL REQUIREMENTS AND  
SPECIAL STIPULATIONS

\*See Instructions On Reverse Side

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 representations as to any matter within its jurisdiction.



## INSTRUCTIONS

**GENERAL:** This form is designed for submitting proposals to perform certain well operations, as indicated, on all types of lands and leases for appropriate action by either a Federal or a State agency, or both, pursuant to applicable Federal and/or State laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office.

**ITEM 1:** If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable State or Federal regulations concerning subsequent work proposals or reports on the well.

**ITEM 4:** If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local State or Federal office for specific instructions.

**ITEM 14:** Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on this reverse side, showing the roads to, and the surveyed location of, the well, and any other required information, should be furnished when required by Federal or State agency offices.

**ITEMS 15 AND 18:** If well is to be, or has been directionally drilled, give distances for subsurface location of hole in any present or objective production zone.

**ITEM 22:** Consult applicable Federal or State regulations, or appropriate officials, concerning approval of the proposal before operations are started.

## NOTICE

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

**AUTHORITY:** 30 U.S.C. 181 et seq, 25 U.S.C. 396; 43 CFR Part 3160.

**PRINCIPAL PURPOSE:** The information is to be used to process and evaluate your application for permit to drill, deepen, or plug back an oil or gas well.

**ROUTINE USES:** (1) The analysis of the applicant's proposal to discover and extract the Federal or Indian resources encountered. (2) The review of procedures and equipment and the projected impact on the land involved. (3) The evaluation of the effects of proposed operation on surface and subsurface water and other environmental impacts. (4)(5) Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions, as well as routine regulatory responsibility.

**EFFECT OF NOT PROVIDING INFORMATION:** Filing of this application and disclosure of the information is mandatory only if the lessee elects to initiate drilling operations on an oil and gas lease.

The Paperwork Reduction Act of 1980 (44 U.S.C. 3501 et seq) requires us to inform you that:

This information is being collected to allow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases.

This information will be used to analyze and approve applications.

Response to this request is mandatory only if the lessee elects to initiate drilling operations on an oil and gas lease.

dsf

RECEIVED

JAN 04 1993

Form 3160-5  
(June 1990)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

O. C. D.  
ADDITIONAL SERVICE

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well

Oil Well  Gas Well  Other

2. Name of Operator

Mewbourne Oil Company

3. Address and Telephone No.

P.O. Box 5270 Hobbs, New Mexico 88241 (505) 393-5905

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

1980' FSL & 990' FEL  
Sec. 1-T18S-R27E

5. Lease Designation and Serial No.

NM-0557377

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Chalk Bluff Federal  
Comm. #3

9. API Well No.

3001527163

10. Field and Pool, or Exploratory Area

North Illinois Camp

11. County or Parish, State

Morrow

Eddy Co., N.M.

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

Notice of Intent  
 Subsequent Report  
 Final Abandonment Notice

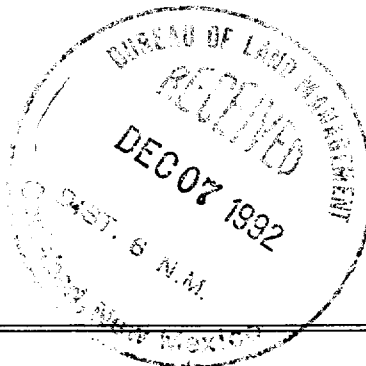
TYPE OF ACTION

Abandonment  
 Recompletion  
 Plugging Back  
 Casing Repair  
 Altering Casing  
 Other Spud well & cemented  
13-3/8" surf. csg.  
 Change of Plans  
 New Construction  
 Non-Routine Fracturing  
 Water Shut-Off  
 Conversion to Injection  
 Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Spudded well @ 4:00 p.m. MST 11/24/92. Drilled 17-1/2" surface hole to 400' KB. Ran 10 joints of 13-3/8", 54.50#, New LS, ST&C casing and set @ 400' KB. Western cemented w/100 sks. Class "H" cement containing 12% Thixad + 3% CaCl2 followed by 265 sks. of Class "C" containing 6% Gel + 3% CaCl2 + 1/4 pps celloseal + 5 pps gilsonite followed by 150 sks. of Class "C" neet containing 3% CaCl2. Circulated 50 sks. of cement to the pit. Job complete @ 5:30 a.m. 11/25/92.



14. I hereby certify that the foregoing is true and correct

Signed Bill Pierce

Title Drilling Supt.

Date 12/02/92

(This space for Federal or State office use)

Approved by [Signature]

Title \_\_\_\_\_

Date \_\_\_\_\_

Conditions of approval, if any:

1992

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 representations as to any matter within its jurisdiction.

\*See Instruction on Reverse Side

## GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations, and reports of such operations when completed, as indicated, on Federal and Indian lands pursuant to applicable Federal law and regulations, and, if approved or accepted by any State, on all lands in such State, pursuant to applicable State law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office.

## SPECIFIC INSTRUCTIONS

**Item 4**—If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local State or Federal office for specific instructions.

**Item 3**—Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by local Federal and/or State offices. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones, or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to top of any left in the hole; method of closing top of well; and date well site conditioned for final inspection looking to approval of the abandonment.

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

**AUTHORITY:** 30 U.S.C. 181 et. seq., 351 et. seq., 25 U.S.C. et. seq.; 43 CFR 3160.

**PRINCIPAL PURPOSE** — The information is to be used to evaluate, when appropriate, approve applications, and report completion of secondary well operations, on a Federal or Indian lease.

### ROUTINE USES:

(1) Evaluate the equipment and procedures used during the proposed or completed subsequent well operations.

(2) Request and grant approval to perform those actions covered by 43 CFR 3162.3-2(2).

(3) Analyze future applications to drill or modify operations in light of data obtained and methods used.

(4)(5) Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions.

**EFFECT OF NOT PROVIDING INFORMATION** — Filing of this notice and report and disclosure of the information is mandatory once an oil or gas well is drilled.

The Paperwork Reduction Act of 1980 (44 U.S.C. 3501, et. seq.) requires us to inform you that: This information is being collected in order to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

This information will be used to report subsequent operations once work is completed and when requested, to obtain approval for subsequent operations not previously authorized. Response to this request is mandatory for the specific types of activities specified in 43 CFR Part 3160.

## BURDEN HOURS STATEMENT

Public reporting burden for this form is estimated to average 25 minutes per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management, (Alternate) Bureau Clearance Officer, (WO-771), 18 and C Streets, N.W., Washington, D.C. 20240, and the Office of Management and Budget, Paperwork Reduction Project (1004-0135), Washington, D.C. 20503.



CISF

RECEIVED

Form 3160-5  
(June 1990)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

JAN 04 1993

O. C. D.  
APPROPRIATE OFFICE

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well

Oil Well  Gas Well  Other

2. Name of Operator

Mewbourne Oil Company

3. Address and Telephone No.

P.O. Box 5270 Hobbs, New Mexico 88241 (505) 393-5905

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

1980' FSL & 1980' FEL  
Sec. 1-T18S-R27E

5. Lease Designation and Serial No.

NM-0557371

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Chalk Bluff Federal

9. API Well No.

Comm. #3

3001527163

10. Field and Pool, or Exploratory Area

N. Illinois Camp Morrow

11. County or Parish, State

Eddy Co., New Mexico

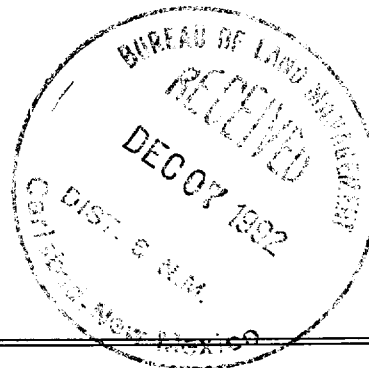
12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION   |
|---|--|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Abandonment   |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Recompletion  |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Plugging Back                                       |
|   | <input type="checkbox"/> Casing Repair                                       |
|   | <input type="checkbox"/> Altering Casing                                     |
|   | <input checked="" type="checkbox"/> Other <u>Cement 9-5/8" Inter. Casing</u> |
|   | <input type="checkbox"/> Change of Plans                                     |
|   | <input type="checkbox"/> New Construction                                    |
|   | <input type="checkbox"/> Non-Routine Fracturing                              |
|   | <input type="checkbox"/> Water Shut-Off                                      |
|   | <input type="checkbox"/> Conversion to Injection                             |
|   | <input type="checkbox"/> Dispose Water                                       |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Drilled 12-1/4" Intermediate hole to 2600' KB. Ran 59 joints of 9-5/8", 36#, New LS, ST&C casing and set @ 2600' KB. Western cemented with 590 sacks of Class "C" lite containing 6% gel + 10 pps NaCl + 1/4 pps celloseal followed by 250 sacks of Class "C" containing 2% CaCl2. Circulated 50 sacks of cement to the pit. Job complete @ 11: 50 p.m. 11/29/92.



14. I hereby certify that the foregoing is true and correct

Signed Bill Pierce

Title Drilling Supt.

Date 12-02-92

(This space for Federal or State office use)

Approved by David H. Glass Title \_\_\_\_\_

Date \_\_\_\_\_

Conditions of approval, if any:

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 representations as to any matter within its jurisdiction.

\*See Instruction on Reverse Side

## GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations, and reports of such operations when completed, as indicated, on Federal and Indian lands pursuant to applicable Federal law and regulations, and, if approved or accepted by any State, on all lands in such State, pursuant to applicable State law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office.

## SPECIFIC INSTRUCTIONS

*Item 4*—If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local State or Federal office for specific instructions.

*Item 3*—Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by local Federal and/or State offices. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones, or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to top of any left in the hole; method of closing top of well; and date well site conditioned for final inspection looking to approval of the abandonment.

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

**AUTHORITY:** 30 U.S.C. 181 et. seq., 351 et. seq., 25 U.S.C. et. seq.; 43 CFR 3160.

**PRINCIPAL PURPOSE** — The information is to be used to evaluate, when appropriate, approve applications, and report completion of secondary well operations, on a Federal or Indian lease.

### ROUTINE USES:

(1) Evaluate the equipment and procedures used during the proposed or completed subsequent well operations.

(2) Request and grant approval to perform those actions covered by 43 CFR 3162.3-2(2).

(3) Analyze future applications to drill or modify operations in light of data obtained and methods used.

(4)(5) Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions.

**EFFECT OF NOT PROVIDING INFORMATION** — Filing of this notice and report and disclosure of the information is mandatory once an oil or gas well is drilled.

The Paperwork Reduction Act of 1980 (44 U.S.C. 3501, et. seq.) requires us to inform you that: This information is being collected in order to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

This information will be used to report subsequent operations once work is completed and when requested, to obtain approval for subsequent operations not previously authorized.

Response to this request is mandatory for the specific types of activities specified in 43 CFR Part 3160.

## BURDEN HOURS STATEMENT

Public reporting burden for this form is estimated to average 25 minutes per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management, (Alternate) Bureau Clearance Officer, (WO-771), 18 and C Streets, N.W., Washington, D.C. 20240, and the Office of Management and Budget, Paperwork Reduction Project (1004-0135), Washington, D.C. 20503.

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

95F

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

**SUBMIT IN TRIPLICATE**

|  |  |
|--|--|
| 1. Type of Well<br><input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other | 5. Lease Designation and Serial No.<br>NM-0557371                  |
| 2. Name of Operator<br>Mewbourne Oil Company   | 6. If Indian, Allottee or Tribe Name                               |
| 3. Address and Telephone No.<br>P.O. Box 5270 Hobbs, New Mexico 88241  | 7. If Unit or CA, Agreement Designation                            |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>1980' FSL & 1980' FEL<br>Sec. 1-T18S-R27E              | 8. Well Name and No.<br>Chalk Bluff Fed. Comm. 3                   |
|  | 9. API Well No.<br>30-015-27163                                    |
|  | 10. Field and Pool, or Exploratory Area<br>N. Illinois Camp Morrow |
|  | 11. County or Parish, State<br>Eddy                                |

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION   |
|---|--|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Abandonment                       |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Recompletion                      |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Plugging Back                     |
|   | <input type="checkbox"/> Casing Repair                     |
|   | <input type="checkbox"/> Altering Casing                   |
|   | <input checked="" type="checkbox"/> Other Cement 7" casing |
|   | <input type="checkbox"/> Change of Plans                   |
|   | <input type="checkbox"/> New Construction                  |
|   | <input type="checkbox"/> Non-Routine Fracturing            |
|   | <input type="checkbox"/> Water Shut-Off                    |
|   | <input type="checkbox"/> Conversion to Injection           |
|   | <input type="checkbox"/> Dispose Water                     |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Lost complete returns @ 7683'. Dry drilled 8-3/4" hole to 8968'. Ran 226 Jts. of 7", 26# & 29#, N-80 & S-95 grade used API casing and set @ 8968'. Multiple stage cementer @ 6997' and external casing packer @ 7026'. Western cemented the first stage w/350 sks. of Class "H" containing 8 pps CSE + .75% CF-14 + 5 pps Gilsonite + .35% Thrifty Lite. Set ECP and opened DV tool. Cemented 2nd stage w/750 sks. of Class "C" containing 1 pps celloseal + 5 pps gilsonite + 3% salt followed by 100 sks. of Class "H" Neet. Plug down to 6997' @ 2:45 a.m. 12/26/92

ACCEPTED FOR RECORD  
(OR G. SGD.) DAVID R. GLASS  
FEB 4 1993  
CARLSBAD, NEW MEXICO

CARLSBAD DISTRICT OFFICE  
AREA ENGINEERS  
JAN 25 9 40 AM '93  
RECEIVED

14. I hereby certify that the foregoing is true and correct

Signed Bill Pierce Title Drilling Superintendent Date 01/20/93

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Conditions of approval, if any:

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires March 31, 1993

QSF

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

**SUBMIT IN TRIPLICATE**

1. Type of Well

Oil Well  Gas Well  Other

2. Name of Operator

Mewbourne Oil Company

3. Address and Telephone No.

P.O. Box 5270 Hobbs, New Mexico 88241

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

1980' FSL & ~~1980'~~ FEL  
Sec. 1-T18S-R27E

5. Lease Designation and Serial No.

NM-0557371

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Chalk Bluff Fed. Comm. #3

9. API Well No.

30-015-27163

10. Field and Pool, or Exploratory Area

N. Illinois Camp Morrow

11. County or Parish, State

Eddy

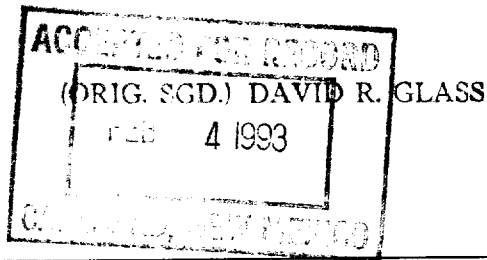
12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION  |
|---|---|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Abandonment                              |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Recompletion                             |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Plugging Back                            |
|   | <input type="checkbox"/> Casing Repair                            |
|   | <input type="checkbox"/> Altering Casing                          |
|   | <input checked="" type="checkbox"/> Other <u>Run 4-1/2" liner</u> |
|   | <input type="checkbox"/> Change of Plans                          |
|   | <input type="checkbox"/> New Construction                         |
|   | <input type="checkbox"/> Non-Routine Fracturing                   |
|   | <input type="checkbox"/> Water Shut-Off                           |
|   | <input type="checkbox"/> Conversion to Injection                  |
|   | <input type="checkbox"/> Dispose Water                            |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Drilled well to a total depth of 10,150' w/6" hole, ran 45 jts. of 4-1/2", 11.6#, N-80, used API casing and hung liner from 8599' to 10,150'. Western cemented w/200 sks. of Class "H" containing 5 pps CSE + 20 pps SF-3 + .9% CF-14 + 1 gal./100 sacks of Klay-Treat. Plug down to 10,113' @ 5:00 a.m. 01/06/93. Released rig and moved off location. 01/08/93



RECEIVED  
JAN 25 9 40 AM '93  
CAROLINA DISTRICT OFFICE  
AREA

14. I hereby certify that the foregoing is true and correct

Signed Bill Pierce

Title Drilling Superintendent

Date 01/21/93

(This space for Federal or State office use)

Approved by \_\_\_\_\_  
Conditions of approval, if any:

Title \_\_\_\_\_

Date \_\_\_\_\_

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 representations as to any matter within its jurisdiction.

SEC 1 TWN 18 RGE 27

API # 30-015-27163

OPERATOR MEWBOURNE OIL CO

WELL NAME CHALK BLUFF FEO Com #3

STATE OCD TOPS AS PER MARK ASHLEY

DATE 1-25-93

**Southeastern New Mexico**

**Northwestern New Mexico**

|                          |                                |                             |                        |
|--------------------------|--------------------------------|-----------------------------|------------------------|
| Anhy _____               | T. Canyon _____                | T. Ojo Alamo _____          | T. Perm "B" _____      |
| Salt _____               | T. Strawn _____ 8932           | T. Kirtland-Fruitland _____ | T. Perm "C" _____      |
| Salt _____               | T. Atoka _____ 9490            | T. Picured Cliffs _____     | T. Perm "D" _____      |
| Yates _____ 450          | T. Miss _____                  | T. Cliff House _____        | T. Leadville _____     |
| 7 Rivers _____ 565       | T. Devonian _____              | T. Menefee _____            | T. Madison _____       |
| Queen _____ 1159         | T. Silurian _____              | T. Point Lookout _____      | T. Elbert _____        |
| Grayburg _____ 1494      | T. Momoya _____                | T. Mancos _____             | T. McCracken _____     |
| San Andres _____ 1485    | T. Simpson _____               | T. Gallup _____             | T. Ignacio Otzie _____ |
| Glorieta _____ 3535      | T. McKee _____                 | Base Greenhorn _____        | T. Granite _____       |
| Paddock _____            | T. Ellenburger _____           | T. Dakota _____             | T. _____               |
| Blincbry _____           | T. Gr. Wash _____              | T. Morrison _____           | T. _____               |
| Tubb _____ 4760          | T. Delaware Sand _____         | T. Todilto _____            | T. _____               |
| Drinkard _____           | T. Bone Springs _____          | T. Enrada _____             | T. _____               |
| Abo _____ 5745           | T. <u>Morrow LS</u> _____ 9710 | T. Wingate _____            | T. _____               |
| Wolfcamp _____ 6475      | T. _____                       | T. Chinle _____             | T. _____               |
| T. Perm _____ 7970       | T. _____                       | T. Permian _____            | T. _____               |
| T. Cisco (Bough C) _____ | T. _____                       | T. Perm "A" _____           | T. _____               |

**OIL OR GAS SANDS OR ZONES**

No. 1, from.....to..... No. 3, from.....to.....  
No. 2, from.....to..... No. 4, from.....to.....

**IMPORTANT WATER SANDS**

Include data on rate of water inflow and elevation to which water rose in hole.

No. 1, from.....to..... feet  
No. 2, from.....to..... feet  
No. 3, from.....to..... feet

REMARKS:

CISF  
H  
GT  
DP

Submit 5 Copies  
Appropriate District Office  
DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-104  
Revised 1-1-89  
See Instructions  
at Bottom of Page

**OIL CONSERVATION DIVISION**  
P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

RECEIVED

JAN 29 1993

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

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

**REQUEST FOR ALLOWABLE AND AUTHORIZATION  
TO TRANSPORT OIL AND NATURAL GAS**

O. C. D.  
ARTEC 104

**I.**

|   |   |
|---|---|
| Operator<br>Mewbourne Oil Company   | Well API No.<br>30-015-27163  |
| Address<br>P.O. Box 5270 Hobbs, New Mexico 88241  |   |
| Reason(s) for Filing (Check proper box) <input type="checkbox"/> Other (Please explain) |   |
| New Well <input checked="" type="checkbox"/>  | Change in Transporter of:   |
| Recompletion <input type="checkbox"/>   | Oil <input type="checkbox"/> Dry Gas <input type="checkbox"/>               |
| Change in Operator <input type="checkbox"/>   | Casinghead Gas <input type="checkbox"/> Condensate <input type="checkbox"/> |

If change of operator give name and address of previous operator \_\_\_\_\_

**II. DESCRIPTION OF WELL AND LEASE**

|   |               |  |   |                         |
|---|---------------|--|---|-------------------------|
| Lease Name<br>Chalk Bluff Federal Comm.   | Well No.<br>3 | Pool Name, Including Formation<br>North Illinois Camp Morrow | Kind of Lease<br><del>Oil</del> , Federal or <del>Gas</del> | Lease No.<br>NM-0557371 |
| Location<br>Unit Letter <u>I</u> : 1980 Feet From The <u>South</u> Line and <u>990</u> Feet From The <u>East</u> Line<br>Section <u>1</u> Township <u>18S</u> Range <u>27E</u> , <u>NMPM</u> , <u>Eddy</u> County |               |  |   |                         |

**III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS**

|  |  |
|--|--|
| Name of Authorized Transporter of Oil <input type="checkbox"/> or Condensate <input checked="" type="checkbox"/>         | Address (Give address to which approved copy of this form is to be sent) |
| Amoco Pipeline IPC   | 502 N. West Ave. Levelland, Tx. 79336-3914                               |
| Name of Authorized Transporter of Casinghead Gas <input type="checkbox"/> or Dry Gas <input checked="" type="checkbox"/> | Address (Give address to which approved copy of this form is to be sent) |
| Transwestern Pipeline Company  | P.O. Box 1188 Houston, Texas 77251                                       |
| If well produces oil or liquids, give location of tanks.   | Unit   Sec.   Twp.   Rge.   Is gas actually connected?   When ?          |
|  | I   1   18S   27E   Yes   01/15/93                                       |

If this production is commingled with that from any other lease or pool, give commingling order number: None

**IV. COMPLETION DATA**

|   |  |                             |          |                              |        |                       |            |            |
|---|--|-----------------------------|----------|------------------------------|--------|-----------------------|------------|------------|
| Designate Type of Completion - (X)  | Oil Well                               | Gas Well                    | New Well | Workover                     | Deepen | Plug Back             | Same Res'v | Diff Res'v |
|   |  | X                           | X        |                              |        |                       |            |            |
| Date Spudded<br>11/24/92  | Date Compl. Ready to Prod.<br>01/16/93 | Total Depth<br>10,150'      |          | P.B.T.D.<br>10,102'          |        |                       |            |            |
| Elevations (DF, RKB, RT, GR, etc.)<br>KB 3643' DF 3641' GL 3628' Lower Morrow |  | Name of Producing Formation |          | Top Oil/Gas Pay<br>9950'     |        | Tubing Depth<br>9972' |            |            |
| Perforations<br>9950'-9954' 9957'-9972'                                       |  |                             |          | Depth Casing Shoe<br>10,150' |        |                       |            |            |

**TUBING, CASING AND CEMENTING RECORD**

| HOLE SIZE | CASING & TUBING SIZE | DEPTH SET         | SACKS CEMENT                 |
|-----------|----------------------|-------------------|------------------------------|
| 17-1/2"   | 13-3/8" 54.5#        | 400'±             | 100 sacks <u>PORTED-2</u>    |
| 12-1/4"   | 9-5/8" 36#           | 2,600'            | 250 sacks <u>2-12-93</u>     |
| 8-3/4"    | 7" 26#               | 8,968'            | 1200 sacks <u>comp 4 BLS</u> |
| 6"        | 4-1/2" Liner 11.6#   | 8,600' to 10,150' | 200 sacks                    |

**V. TEST DATA AND REQUEST FOR ALLOWABLE** 2-3/8" & 2-7/8"

**OIL WELL** (Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours.)

|                                |                 |   |            |
|--------------------------------|-----------------|---|------------|
| Date First New Oil Run To Tank | Date of Test    | Producing Method (Flow, pump, gas lift, etc.) |            |
|                                |                 |   |            |
| Length of Test                 | Tubing Pressure | Casing Pressure                               | Choke Size |
|                                |                 |   |            |
| Actual Prod. During Test       | Oil - Bbls.     | Water - Bbls.                                 | Gas- MCF   |
|                                |                 |   |            |

**GAS WELL**

|   |                                   |                                 |                              |
|---|-----------------------------------|---------------------------------|------------------------------|
| Actual Prod. Test - MCF/D<br>2000 MCF/D           | Length of Test<br>24 Hrs.         | Bbls. Condensate/MMCF<br>30 : 1 | Gravity of Condensate<br>N/A |
| Testing Method (pilot, back pr.)<br>Back Pressure | Tubing Pressure (Shut-in)<br>2850 | Casing Pressure (Shut-in)<br>0  | Choke Size<br>10/64"         |

**VI. OPERATOR CERTIFICATE OF COMPLIANCE**

I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

R. A. Jones  
Signature  
Robert A Jones Engineer  
Printed Name  
01/19/93 Date  
(505) 393-5905 Telephone No.

**OIL CONSERVATION DIVISION**  
JAN 29 1993

Date Approved \_\_\_\_\_

By ORIGINAL SIGNED BY  
MIKE WILLIAMS  
Title SUPERVISOR, DISTRICT II

**INSTRUCTIONS:** This form is to be filed in compliance with Rule 1104

- 1) Request for allowable for newly drilled or deepened well must be accompanied by tabulation of deviation tests taken in accordance with Rule 111.
- 2) All sections of this form must be filled out for allowable on new and recompleted wells.
- 3) Fill out only Sections I, II, III, and VI for changes of operator, well name or number, transporter, or other such changes.
- 4) Separate Form C-104 must be filed for each pool in multiply completed wells.



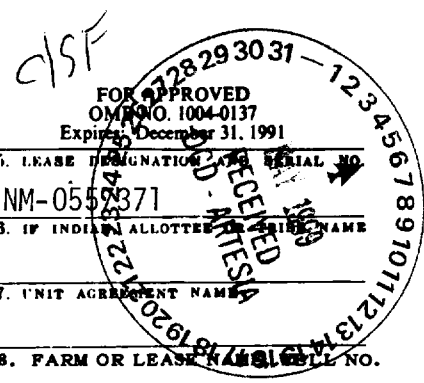
**LTR**



**Job separation sheet**

**UNITED STATES DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT**

SUBMIT IN DUPLICATE  
See other instructions on reverse side



5. LEASE DESIGNATION AND SERIAL NO.  
NM-0558371

6. IF INDIAN ALLOTTEE, NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NO.  
Chalk Bluff Fed. Comm. #3

9. API WELL NO.  
30-015-27163

10. FIELD AND POOL, OR WILDCAT  
N. Illinois Camp Morrow

11. SEC., T., R., M., OR BLOCK AND SURVEY OR AREA  
Sec. 1-T18S-R27E

**WELL COMPLETION OR RECOMPLETION REPORT AND LOG**

1a. TYPE OF WELL: OIL WELL  GAS WELL  DRY  Other

b. TYPE OF COMPLETION: NEW WELL  WORK OVER  DEEP-EN  PLUG BACK  Other

**CONFIDENTIAL**

2. NAME OF OPERATOR  
Mewbourne Oil Company

3. ADDRESS AND TELEPHONE NO.  
P.O. Box 5270 Hobbs, New Mexico 88241 (505) 393-5905

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)\*  
At surface 1980' FSL & 990' FEL  
At top prod. interval reported below  
At total depth Same

14. PERMIT NO. \_\_\_\_\_ DATE ISSUED \_\_\_\_\_

12. COUNTY OR PARISH  
Eddy

13. STATE  
N.M.

15. DATE SPUNDED 11/24/92 16. DATE T.D. REACHED 01/06/93 17. DATE COMPL. (Ready to prod.) 01/16/93 18. ELEVATIONS (DF, RKB, RT, GR, ETC.)\* KB 3643' DF 3641' GL 3628' 19. ELEV. CASINGHEAD 3628'

20. TOTAL DEPTH, MD & TVD 10,150' 21. PLUG, BACK T.D., MD & TVD 10,102' 22. IF MULTIPLE COMPL., HOW MANY\* \_\_\_\_\_ 23. INTERVALS DRILLED BY ROTARY TOOLS X CABLE TOOLS \_\_\_\_\_

24. PRODUCING INTERVAL(S), OF THIS COMPLETION—TOP, BOTTOM, NAME (MD AND TVD)\*  
9950'-9954', 9957'-9972' Lower Morrow Orange Sand

25. WAS DIRECTIONAL SURVEY MADE  
Yes

26. TYPE ELECTRIC AND OTHER LOGS RUN  
SDL-DSN Dual-Latero-MFSL-GR Sonic CBL

27. WAS WELL CORRD  
No

**28. CASING RECORD (Report all strings set in well)**

| CASING SIZE/GRADE | WEIGHT, LB./FT. | DEPTH SET (MD) | HOLE SIZE | TOP OF CEMENT, CEMENTING RECORD | AMOUNT PULLED |
|-------------------|-----------------|----------------|-----------|---------------------------------|---------------|
| 13-3/8"           | 54.5#           | 400'±          | 17-1/2"   | 100 sx. Class "H"               | None          |
| 9-5/8"            | 36#             | 2,600'±        | 12-1/4"   | 250 sx. Class "C"               | None          |
| 7"                | 26 & 29#        | 8,968'         | 8-3/4"    | 1200 sx. Class "C & H"          | None          |

**29. LINER RECORD**

| SIZE   | TOP (MD) | BOTTOM (MD) | SACKS CEMENT* | SCREEN (MD) |
|--------|----------|-------------|---------------|-------------|
| 4-1/2" | 8600'    | 10,150'     | 200 sxs.      | None        |

**30. TUBING RECORD**

| SIZE   | DEPTH SET (MD) | PACKER SET (MD) |
|--------|----------------|-----------------|
| 2-7/8" | 9972'          | 9797'           |
| 2-3/8" |                |                 |

31. PERFORATION RECORD (Interval, size and number)  
9950'-9954' 9957'-9972'  
4 SPF 19' 76 holes

**32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC.**

| DEPTH INTERVAL (MD) | AMOUNT AND KIND OF MATERIAL USED |
|---------------------|----------------------------------|
| 9950'-9954'         | None                             |
| 9957'-9972'         | None                             |

**33. PRODUCTION**

DATE FIRST PRODUCTION 01/16/93 PRODUCTION METHOD (Flowing, gas lift, pumping—size and type of pump) Flowing WELL STATUS (Producing or shut-in) Producing

| DATE OF TEST | HOURS TESTED | CHOKS SIZE | PROD'N. FOR TEST PERIOD | OIL—BBL. | GAS—MCF. | WATER—BBL. | GAS-OIL RATIO |
|--------------|--------------|------------|-------------------------|----------|----------|------------|---------------|
| 01/16/93     | 24           | 10/64"     | →                       | 50       | 2000     | 0          | 40 MCF/BBL    |

| FLOW. TUBING PRESS. | CASING PRESSURE | CALCULATED 24-HOUR RATE | OIL—BBL. | GAS—MCF. | WATER—BBL. | OIL GRAVITY-API (CORR.) |
|---------------------|-----------------|-------------------------|----------|----------|------------|-------------------------|
| 2720                | 0               | →                       | 60       | 2000     | 0          |                         |

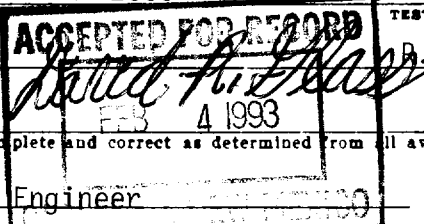
34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.)  
Sold

TEST WITNESSED BY  
R. Jones

35. LIST OF ATTACHMENTS  
Logs- \* Please hold in confidence

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records

SIGNED [Signature] TITLE Engineer DATE 01/21/93



\*(See Instructions and Spaces for Additional Data on Reverse Side)

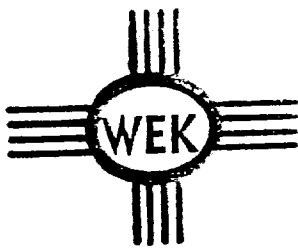
Title 43 U.S.C. Section 1201, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations or to knowingly conceal any matter within its jurisdiction.



38. SUMMARY OF POROUS ZONES: (Show all important zones of porosity and contents thereof; cored intervals; and all drill-stem tests, including depth interval tested, cushion used, flowing and shut-in pressures, and recoveries):

38. GEOLOGIC MARKERS

| FORMATION | TOP   | BOTTOM | DESCRIPTION, CONTENTS, ETC. | NAME           | TOP         |                  |
|-----------|-------|--------|-----------------------------|----------------|-------------|------------------|
|           |       |        |                             |                | MEAS. DEPTH | TRUE VERT. DEPTH |
| M. Morrow | 9950' | 9972'  | Sandstone                   | Yates          | 450'        |                  |
|           |       |        |                             | 7 Rivers       | 564'        |                  |
|           |       |        |                             | Queen          | 1159'       |                  |
|           |       |        |                             | Grayburg       | 1492'       |                  |
|           |       |        |                             | San Andres     | 1985'       |                  |
|           |       |        |                             | Glorieta       | 3536'       |                  |
|           |       |        |                             | Tubb           | 4760'       |                  |
|           |       |        |                             | Drinkard       | 5524'       |                  |
|           |       |        |                             | Abo            | 5744'       |                  |
|           |       |        |                             | Wolfcamp       | 6474'       |                  |
|           |       |        |                             | Cisco          | 7686'       |                  |
|           |       |        |                             | Canyon         | 8440'       |                  |
|           |       |        |                             | Strawn         | 8932'       |                  |
|           |       |        |                             | Atoka          | 9490'       |                  |
|           |       |        |                             | Morrow         | 9594'       |                  |
|           |       |        |                             | Morrow Clastic | 9800'       |                  |
|           |       |        |                             | L. Morrow      | 9911'       |                  |



DRILLING CO., INC. - OIL WELL DRILLING CONTRACTORS

KEN REYNOLDS-PRESIDENT  
ARNIE NEWKIRK-VICE-PRESIDENT

RECEIVED

P. O. Box 1498 ROSWELL, NEW MEXICO 88202-1498  
505/623-5070 ROSWELL, NM  
505/746-2719 ARTESIA, NM

JAN 27 10 52 AM '93

CARD...  
AREA...

January 06, 1993

Mewbourne Oil Company  
P.O. Box 5270  
Hobbs, N.M. 88240

RE: Chalk Bluff Federal #3

The following is a Deviation Survey on the above referenced well located in Eddy County, New Mexico.

|                |                |                    |
|----------------|----------------|--------------------|
| 400' - 3/4°    | 5033' - 2 3/4° | 5813' - 4°         |
| 887' - 1°      | 5096' - 3°     | 5875' - 4°         |
| 1359' - 1°     | 5158' - 3°     | 5967' - 3 3/4°     |
| 1864' - 2°     | 5222' - 3 1/4° | 6094' - 3 3/4°     |
| 2336' - 1 1/2° | 5283' - 3 3/4° | 6217' - 3 1/4°     |
| 2600' - 3/4°   | 5346' - 3 3/4° | 6720' - 3 1/2°     |
| 2792' - 1 1/4° | 5409' - 4°     | 7213' - 3°         |
| 3086' - 1°     | 5464' - 4 1/4° | 7685' - 2 1/2°     |
| 3580' - 1 1/3° | 5555' - 4 1/4° | 8155' - 2 1/4°     |
| 4079' - 1°     | 5587' - 4 1/4° | 8654' - 2°         |
| 4358' - 1 3/4° | 5650' - 4 1/4° | 9003' - 2°         |
| 4846' - 2 3/4° | 5719' - 4 1/2° | 9509' - 1/4°       |
|                |                | 9837' - 3/4°       |
|                |                | 10150' - 1 3/4° TD |

Sincerely,

Gary W. Chappell  
Contracts Manager

STATE OF NEW MEXICO)

COUNTY OF CHAVES }

The foregoing was acknowledged before me this 06th day of January 1993 by Gary W. Chappell.

MY COMMISSION EXPIRES

October 07, 1996

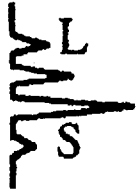
  
NOTARY PUBLIC

RECEIVED JAN 07 1993

COMPANY : MEWBOURNE OIL      LEASE : CHALK BLUFF FED. COMMWELL NO. : 3      Pc = 2273.2      Pc2 = 5167.4 \*  
 UNIT : I      SECTION : 1      TOWNSHIP : 18      Pt2 = 5031.9      Pw = 2244.7 \*  
 L : 9961      H : 9961      L/H : 1      G/GMIX : 0.849      DATE : 4810.1      2199.5 \*  
 %CO2 : 0.42      %N2 : 0.33      H2S :      RANGE : 27      4465.6      2132.7 \*  
 d : 2.278      Fr : 0.012892      GH : 8456.9      4053.0      2055.4 \*

VOL 1 : 655      PSIA 1 : 2243.2      RESV. TEMP : 173.6      Pc2-Pw2 = 128.6      Pw2 = 5033.8 \*  
 VOL 2 : 1310      PSIA 2 : 2193.2      SHUT-IN PR = 2273.2      329.8      4837.6 \*  
 VOL 3 : 2283      PSIA 3 : 2113.2      618.9      4548.6 \*  
 VOL 4 : 3294      PSIA 4 : 2013.2      942.6      4224.8 \*  
 PCR : 668      n = 0.884 \*  
 TCR : 401

| LINE         | RATE 1   |          | RATE 2   |          | RATE 3   |          | RATE 4   |           | Pc2/(Pc2-Pw2) = |
|--------------|----------|----------|----------|----------|----------|----------|----------|-----------|-----------------|
|              | '1ST     | '2ND     | '1ST     | '2ND     | '1ST     | '2ND     | '1ST     | '2ND      |                 |
| 1            | 0.655    | 0.655    | 1.310    | 1.310    | 2.283    | 2.283    | 3.294    | 3.294     | 40.184          |
| 2            | 534      | 534      | 534      | 534      | 534      | 534      | 534      | 534       | 15.666          |
| 3            | 633.6    | 633.6    | 633.6    | 633.6    | 633.6    | 633.6    | 633.6    | 633.6     | 8.350           |
| 4            | 583.8    | 583.8    | 583.8    | 583.8    | 583.8    | 583.8    | 583.8    | 583.8     | 5.482           |
| PR (est)     | 3.36     |          | 3.28     |          | 3.16     |          | 3.01     |           |                 |
| 5 Z (est)    | 0.727    | 0.738    | 0.727    | 0.736    | 0.723    | 0.733    | 0.731    | 0.730     |                 |
| 6 TZ         | 424.5    | 430.8    | 424.6    | 429.5    | 425.2    | 427.7    | 426.5    | 426.0     | AOF = Q 17.148  |
| 7 GH/TZ      | 19.924   | 19.629   | 19.918   | 19.691   | 19.891   | 19.774   | 19.829   | 19.852    | 14.915          |
| 8 eS         | 2.111    | 2.088    | 2.110    | 2.093    | 2.108    | 2.099    | 2.104    | 2.105     | 14.903          |
| 9 l-e-S      | 0.526    | 0.521    | 0.526    | 0.522    | 0.526    | 0.524    | 0.525    | 0.525     | 14.823          |
| 10 Pt        | 2243.2   | 2243.2   | 2193.2   | 2193.2   | 2113.2   | 2113.2   | 2013.2   | 2013.2    |                 |
| 11 Pt2 /1000 | 5031.9   | 5031.9   | 4810.1   | 4810.1   | 4465.6   | 4465.6   | 4053.0   | 4053.0    |                 |
| 12 Fr        | 0.012892 | 0.012892 | 0.012892 | 0.012892 | 0.012892 | 0.012892 | 0.012892 | 0.012892  |                 |
| 13 Fc=FrTZ   | 5.472    | 5.555    | 5.474    | 5.537    | 5.481    | 5.514    | 5.498    | 5.492     |                 |
| 14 FcGh      | 3.58     | 3.64     | 7.17     | 7.25     | 12.51    | 12.59    | 13.11    | 18.09     |                 |
| 15 L/H(FcGh) | 12.8     | 13.2     | 51.4     | 52.6     | 156.6    | 158.5    | 328.0    | 327.3     |                 |
| 16 Fw        | 6.761363 | 6.896568 | 27.05758 | 27.47157 | 82.32401 | 82.97298 | 172.0865 | 171.83059 |                 |
| 17 Pw2       | 5038.7   | 5038.8   | 4837.2   | 4837.6   | 4547.9   | 4548.6   | 4225.1   | 4224.8    |                 |
| 18 Ps2       | 10636.7  | 10519.8  | 10208.7  | 10123.1  | 9588.7   | 9547.9   | 8897.4   | 8894.3    |                 |
| 19 Ps        | 3261.4   | 3243.4   | 3195.1   | 3181.7   | 3096.6   | 3090.0   | 2981.2   | 2982.3    |                 |
| 20 P         | 2752.3   | 2743.3   | 2694.2   | 2687.4   | 2604.9   | 2601.6   | 2497.2   | 2497.8    |                 |
| 21 Pr        | 4.12     | 4.11     | 4.03     | 4.02     | 3.90     | 3.89     | 3.74     | 3.74      |                 |
| 22 Tr        | 1.46     | 1.46     | 1.46     | 1.46     | 1.46     | 1.46     | 1.46     | 1.46      |                 |
| 23 i         | 0.733    | 0.733    | 0.736    | 0.735    | 0.733    | 0.732    | 0.730    | 0.730     |                 |



**Laboratory Services**

1331 Tasker Drive  
Hobbs, New Mexico 88240

Telephone: (505) 397-3713

FOR: Mewbourne Oil Co.  
Attention: Mr. R. Jones  
P. O. Box 5270  
Hobbs, New Mexico 88240

SAMPLE IDENTIFICATION: Chalk bluff #3  
COMPANY: Mewbourne Oil Co.  
LEASE:  
PLANT:

SAMPLE DATA: DATE SAMPLED: 3/4/93 12:30PM GAS (XX) LIQUID ( )  
ANALYSIS DATE: 03-05-93 SAMPLED BY: R. Jones  
PRESSURE - PSIG 530.0 ANALYSIS BY: Rolland Perry  
SAMPLE TEMP. °F  
ATMOS. TEMP. °F

REMARKS:

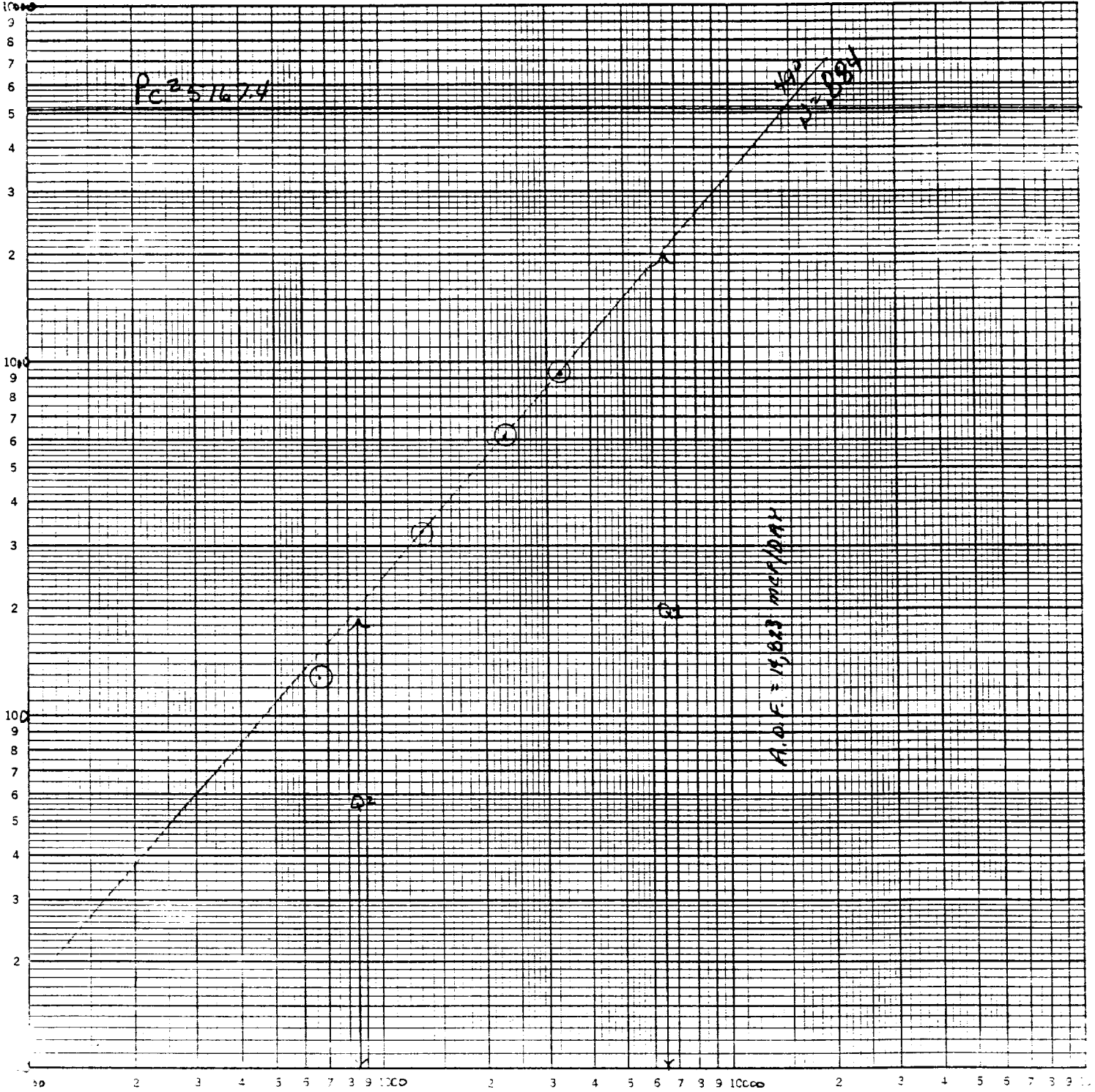
**COMPONENT ANALYSIS**

| COMPONENT              | MOL PERCENT | GPM            |         |
|------------------------|-------------|----------------|---------|
| Hydrogen Sulfide (H2S) |             |                |         |
| Nitrogen (N2)          | 0.33        |                |         |
| Carbon Dioxide (CO2)   | 0.42        |                |         |
| Methane (C1)           | 83.10       |                |         |
| Ethane (C2)            | 8.14        | 2.164          |         |
| Propane (C3)           | 3.14        | 0.862          |         |
| I-Butane (IC4)         | 0.40        | 0.130          |         |
| N-Butane (NC4)         | 0.86        | 0.270          |         |
| I-Pentane (IC5)        | 0.39        | 0.140          |         |
| N-Pentane (NC5)        | 0.41        | 0.147          |         |
| Hexane (C6)            | 2.81        | 1.214          |         |
| Heptanes Plus (C7+)    | 0.00        | 0.000          |         |
|                        | 100.00      | 4.927          |         |
| BTU/CU.FT. - DRY       | 1269        | MOLECULAR WT.  | 21.1701 |
| AT 14.650 DRY          | 1265        |                |         |
| AT 14.650 WET          | 1239        | 26# GASOLINE - | 1.591   |
| AT 15.025 DRY          | 1298        |                |         |
| AT 15.025 WET          | 1304        |                |         |
| SPECIFIC GRAVITY -     |             |                |         |
| CALCULATED             | 0.731       |                |         |
| MEASURED               |             |                |         |

MEWBOURNE OIL COMPANY  
 Chalk Bluff Federal Com. Well #3  
 1-18S-27E  
 Eddy County, New Mexico  
 3/4/93

$P_c^2 - P_w^2$  (ISMS) 67400

LOGARITHMIC 3 X 3 CYCLES  
 KEUFFEL & ESSER CO. MADE IN U.S.A.



Q mcf/day

$\log Q = 3.31291$

$\log (P_c^2 - P_w^2) = 2.92942$

OLSF  
File

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-122  
Revised 4-1-91

RECEIVED  
Submit in duplicate to  
appropriate district office  
See Rule 401 & Rule 1122  
APR 93

OIL CONSERVATION DIVISION  
P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

MULTIPOINT AND ONE POINT BACK PRESSURE TEST FOR GAS WELL

|   |  |  |  |   |  |                                   |  |
|---|--|--|--|---|--|-----------------------------------|--|
| Operator<br><b>MEWVOURNE OIL COMPANY</b>  |  |  |  | Lease or Unit Name<br><b>CHALK BLUFF FEDERAL COM.</b> |  |                                   |  |
| Type Test<br><input checked="" type="checkbox"/> Initial <input type="checkbox"/> Annual <input type="checkbox"/> Special |  |  |  | Test Date<br><b>3/4/93</b>                            |  | Well No.<br><b>3</b>              |  |
| Completion Date<br><b>1/16/93</b>   |  | Total Depth<br><b>10150</b>                        |  | Plug Back TD<br><b>10102</b>                          |  | Elevation<br><b>GL 3628'</b>      |  |
| Unit Ltr. - Sec. - TWP - Rge.<br><b>I 1 18S 27E</b>   |  | County<br><b>EDDY</b>                              |  | Pool<br><b>MORROW</b>                                 |  | Formation<br><b>MORROW</b>        |  |
| Csg. Size<br><b>4 1/2</b>   |  | Wt.<br><b>10.5</b>                                 |  | d<br><b>4.052</b>                                     |  | Set At<br><b>3600</b>             |  |
| Perforations:<br>From: <b>9950</b> To: <b>9954</b>  |  | Perforations:<br>From: <b>9957</b> To: <b>9972</b> |  | Packer Set At<br><b>9797</b>                          |  | Connection<br><b>Transwestern</b> |  |
| Type Well - Single - Bradenhead - G.G. or G.O. Multiple subgke  |  | Baro. Press - P <sub>a</sub><br><b>13.2</b>        |  | Producing Thru<br>tbg. <b>133</b>                     |  | Reservoir Temp. °F<br><b>60</b>   |  |
| Mean Annual Temp. °F<br><b>60</b>   |  | Prover<br><b>9950</b>                              |  | Meter Run<br><b>3.068</b>                             |  | Taps<br><b>flg.</b>               |  |

| FLOW DATA |                  |              |                 |                      | TUBING DATA |                 | CASING DATA |                 | Duration of Flow |          |
|-----------|------------------|--------------|-----------------|----------------------|-------------|-----------------|-------------|-----------------|------------------|----------|
| NO.       | Prover Line Size | Orifice Size | Press. p.s.i.g. | Diff. h <sub>w</sub> | Temp. °F    | Press. p.s.i.g. | Temp. °F    | Press. p.s.i.g. |                  | Temp. °F |
| SI        |                  |              |                 |                      |             | 2260            |             | Pkr.            |                  | 48 hr.   |
| 1.        | 3 X 1.500        |              | 530             | 5                    | 148         | 2230            |             | "               |                  | 1 hr.    |
| 2.        | 3 X 1.500        |              | 530             | 19                   | 124         | 2180            |             | "               |                  | 1 hr.    |
| 3.        | 3 X 1.500        |              | 535             | 52                   | 88          | 2100            |             | "               |                  | 1 hr.    |
| 4.        | 3 X 1.500        |              | 540             | 102                  | 70          | 2000            |             | "               |                  | 1 hr.    |
| 5.        |                  |              |                 |                      |             |                 |             |                 |                  |          |

| RATE OF FLOW CALCULATIONS |                       |           |                         |                       |                    |   |                      |
|---------------------------|-----------------------|-----------|-------------------------|-----------------------|--------------------|---|----------------------|
| NO.                       | COEFFICIENT (24 HOUR) | $h_w P_m$ | Pressure P <sub>m</sub> | Flow Temp. Factor Ft. | Gravity Factor Fg. | Super Compress. Factor, F <sub>pv</sub> | Rate of Flow Q, Mcfd |
| 1.                        | 11.13                 | 52.12     | 543.2                   | .9248                 | 1.170              | 1.043                                   | 655                  |
| 2.                        | 11.13                 | 101.59    | 543.2                   | .9436                 | 1.170              | 1.049                                   | 1310                 |
| 3.                        | 11.13                 | 168.84    | 548.2                   | .9741                 | 1.170              | 1.066                                   | 2283                 |
| 4.                        | 11.13                 | 237.54    | 553.2                   | .9905                 | 1.170              | 1.075                                   | 3294                 |
| 5.                        |                       |           |                         |                       |                    |   |                      |

| NO. | P <sub>r</sub> | Temp. °R | T <sub>r</sub> | Z    | Gas Liquid Hydrocarbon Ratio | Mcf/bbl.     |
|-----|----------------|----------|----------------|------|------------------------------|--------------|
| 1.  | .81            | 608      | 1.52           | .919 | 23.63                        |              |
| 2.  | .81            | 584      | 1.46           | .909 | 57.0                         |              |
| 3.  | .82            | 548      | 1.37           | .880 | .731                         | XXXXXXXXXX   |
| 4.  | .83            | 530      | 1.32           | .865 | 668                          | G. Mix .849  |
| 5.  |                |          |                |      | 401                          | 664 P.S.I.A. |

|                       |                             |                                    |                             |   |   |  |  |
|-----------------------|-----------------------------|------------------------------------|-----------------------------|---|---|--|--|
| P <sub>c</sub> 2273.2 |                             | P <sub>c</sub> <sup>2</sup> 5167.4 |                             | 1) $\frac{P_c^2}{P_c^2 - P_w^2} = 5.4821$                 |   | (2) $\left[ \frac{P_c^2}{P_c^2 - P_w^2} \right]^n = 4.500$ |  |
| NO.                   | P <sub>i</sub> <sup>2</sup> | P <sub>w</sub>                     | P <sub>w</sub> <sup>2</sup> | P <sub>c</sub> <sup>2</sup> - P <sub>w</sub> <sup>2</sup> | AOF = Q $\left[ \frac{P_c^2}{P_c^2 - P_w^2} \right]^n = 14,823$ |  |  |
| 1.                    | 5031.9                      | 2244.7                             | 5038.8                      | 128.6   |   |  |  |
| 2.                    | 4810.1                      | 2199.5                             | 4837.6                      | 329.8   |   |  |  |
| 3.                    | 4465.6                      | 2132.7                             | 4548.6                      | 618.9   |   |  |  |
| 4.                    | 4053.9                      | 2055.4                             | 4224.8                      | 942.6   |   |  |  |
| 5.                    |                             |                                    |                             |   |   |  |  |

Absolute Open Flow **14,823** Mcfd @ 15.025      Angle of Slope  $\theta$  **49**      Slope, n **.884**

Remarks: **13.3 BBLs CONDENSATE PRODUCED DURING TEST**

Approved By Division \_\_\_\_\_ Conducted By: \_\_\_\_\_ Calculated By: **KS** Checked By: **KS**

PRO WELL TESTERS

THE WESTERN COMPANY OF NORTH AMERICA  
WATER ANALYSIS

HOBBS, NEW MEXICO LAB ANALYSIS #: HE010251

GENERAL INFORMATION

|                                 |                              |
|---------------------------------|------------------------------|
| OPERATOR: Mewbourne Oil Company | DEPTH: 0                     |
| WELL: Chalk Bluff Fed #3        | DATE SAMPLED:                |
| FIELD:                          | DATE RECEIVED: 02/24/93      |
| FORMATION:                      | SUBMITTED BY: Leonard Pounds |
| COUNTY: Eddy                    | WORKED BY: M Keith           |
| STATE: NM                       | PHONE #: 505-392-5556        |

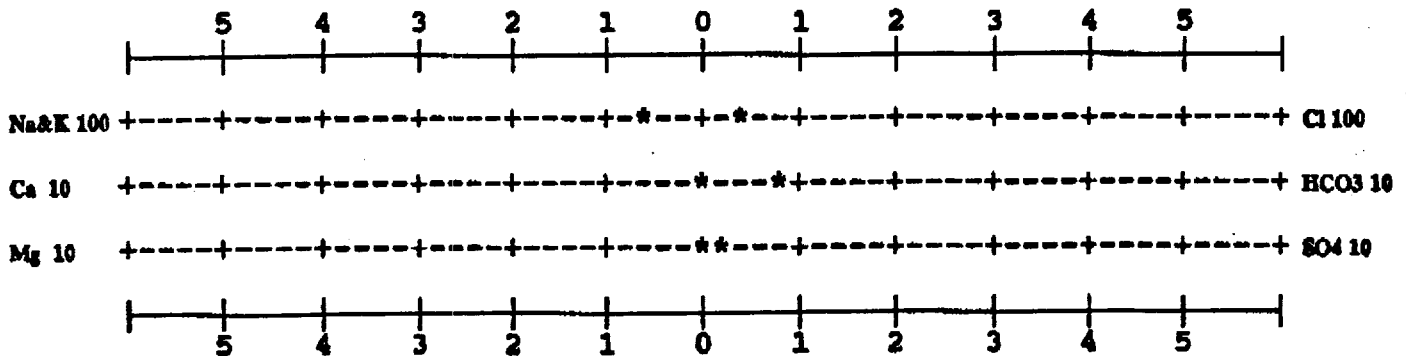
SAMPLE DESCRIPTION: all water

PHYSICAL AND CHEMICAL DETERMINATIONS

|                                       |                                  |  |
|---------------------------------------|----------------------------------|--|
| SPECIFIC GRAVITY: 1.003 @ 70 °F       | PH: 6.75                         |  |
| RESISTIVITY (MEASURED): 3 OHMS @ 0 °F |                                  |  |
| IRON (FE++): 150 PPM                  | SULFATE: 100 PPM                 |  |
| CALCIUM: 10 PPM                       | TOTAL HARDNESS: 50 PPM           |  |
| MAGNESIUM: 6 PPM                      | BICARBONATE: 487 PPM             |  |
| CHLORIDE: 1595 PPM                    | SODIUM CHLORIDE (CALC): 2624 PPM |  |
| SODIUM+POTASS: 1243 PPM               | TOT. DISSOLVED SOLIDS: 3474 PPM  |  |
| KCL :no trace                         | OIL :none                        |  |

REMARKS:

STIFF TYPE PLOT (IN MEQ/L)



ANALYST           MK            
M Keith

057

Form 3160-5  
(June 1990)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OIL CONS. COMMISSION  
Drawer DD  
Artesia, NM BORTO

FORM APPROVED  
Budget Bureau No. 1004-0101  
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

5. Lease Designation and Serial No.  
NM-0557371

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

SUBMIT IN TRIPLICATE

1. Type of Well  
 Oil Well  Gas Well  Other

8. Well Name and No.  
Chalk Bluff Fed. Com. #3

2. Name of Operator  
Mewbourne Oil Company

9. API Well No.  
30-015-27163

3. Address and Telephone No.  
P.O. Box 5270 Hobbs, New Mexico 88241

10. Field and Pool, or Exploratory Area  
N. Illinois Camp Morrow

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
1980' FSL & ~~1980'~~ 990' FEL  
Sec. 1-T18S-R27E

11. County or Parish, State  
Eddy Co., N.M.

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION                                    |
|---|---|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Abandonment              |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Recompletion             |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Plugging Back            |
|   | <input type="checkbox"/> Casing Repair            |
|   | <input type="checkbox"/> Altering Casing          |
|   | <input type="checkbox"/> Other                    |
|   | <input type="checkbox"/> Change of Plans          |
|   | <input type="checkbox"/> New Construction         |
|   | <input type="checkbox"/> Non-Routine Fracturing   |
|   | <input type="checkbox"/> Water Shut-Off           |
|   | <input type="checkbox"/> Conversion to Injection  |
|   | <input checked="" type="checkbox"/> Dispose Water |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

- 1) Formation: Morrow
- 2) Amount of water produced 10 BW/mo.
- 3) Water analysis attached
- 4) Water is stored on lease in fiberglass tank
- 5) Produced water will be trucked by I & W Inc.
- 6) The disposal well is I & W Inc., Walter Solt #1, Unit Letter L, Section 5-T18S-R28E Eddy County, New Mexico

SWD #318

14. I hereby certify that the foregoing is true and correct

Signed *David R. Glass*

Title Production Engineer

Date March 4, 1993

(This space for Federal or State office use)

Approved by (ORIG. SGD) DAVID R. GLASS

Title PETROLEUM ENGINEER

Date 4/22/93

Conditions of approval, if any:

**SEE ATTACHED**

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 representations as to any matter within its jurisdiction.

\*See instruction on Reverse Side







## Laboratory Services

1331 Tasker Drive  
Hobbs, New Mexico 88240

Telephone: (505) 397-3713

FOR: Mewbourne Oil Co.  
Attention: Mr. R. Jones  
P. O. Box 5270  
Hobbs, New Mexico 88240

SAMPLE IDENTIFICATION: Chalk bluff #3  
COMPANY: Mewbourne Oil Co.  
LEASE:  
PLANT:

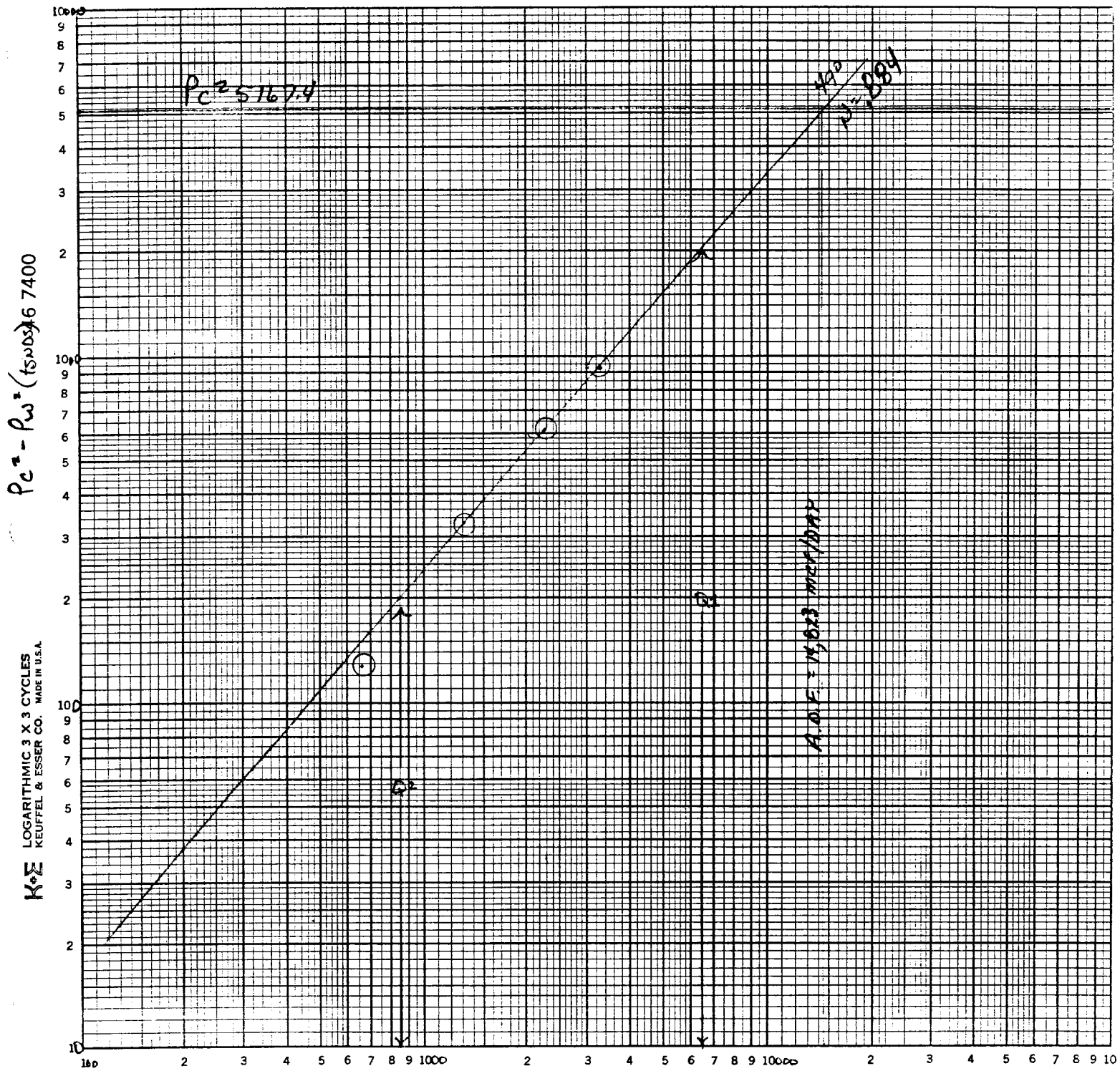
| SAMPLE DATA:    | DATE SAMPLED: | 3/4/93 12:30PM | GAS (XX)     | LIQUID ( )    |
|-----------------|---------------|----------------|--------------|---------------|
| ANALYSIS DATE:  | 03-05-93      |                | SAMPLED BY:  | R. Jones      |
| PRESSURE - PSIG | 530.0         |                | ANALYSIS BY: | Rolland Perry |
| SAMPLE TEMP. °F |               |                |              |               |
| ATMOS. TEMP. °F |               |                |              |               |

REMARKS:

### COMPONENT ANALYSIS

| COMPONENT          |   | MOL PERCENT | GPM            |         |       |  |  |
|--------------------|---|-------------|----------------|---------|-------|--|--|
| Hydrogen Sulfide   | (H <sub>2</sub> S)  |             |                |         |       |  |  |
| Nitrogen           | (N <sub>2</sub> )   | 0.33        |                |         |       |  |  |
| Carbon Dioxide     | (CO <sub>2</sub> )  | 0.42        |                |         |       |  |  |
| Methane            | (C <sub>1</sub> )   | 83.10       |                |         |       |  |  |
| Ethane             | (C <sub>2</sub> )   | 8.14        | 2.164          |         |       |  |  |
| Propane            | (C <sub>3</sub> )   | 3.14        | 0.862          |         |       |  |  |
| I-Butane           | (C <sub>4</sub> )   | 0.40        | 0.130          |         |       |  |  |
| N-Butane           | (NC <sub>4</sub> )  | 0.86        | 0.270          |         |       |  |  |
| I-Pentane          | (C <sub>5</sub> )   | 0.39        | 0.140          |         |       |  |  |
| N-Pentane          | (NC <sub>5</sub> )  | 0.41        | 0.147          |         |       |  |  |
| Hexane             | (C <sub>6</sub> )   | 2.81        | 1.214          |         |       |  |  |
| Heptanes Plus      | (C <sub>7</sub> +) <table border="0" style="margin-left: 20px;"> <tr> <td style="border-top: 1px solid black;">0.00</td> <td style="border-top: 1px solid black;">0.000</td> </tr> <tr> <td>100.00</td> <td>4.927</td> </tr> </table> | 0.00        | 0.000          | 100.00  | 4.927 |  |  |
| 0.00               | 0.000   |             |                |         |       |  |  |
| 100.00             | 4.927   |             |                |         |       |  |  |
| BTU/CU.FT. - DRY   |   | 1269        | MOLECULAR WT.  | 21.1701 |       |  |  |
| AT 14.650 DRY      |   | 1265        |                |         |       |  |  |
| AT 14.650 WET      |   | 1239        | 26# GASOLINE - | 1.591   |       |  |  |
| AT 15.025 DRY      |   | 1298        |                |         |       |  |  |
| AT 15.025 WET      |   | 1304        |                |         |       |  |  |
| SPECIFIC GRAVITY - |   |             |                |         |       |  |  |
| CALCULATED         |   | 0.731       |                |         |       |  |  |
| MEASURED           |   |             |                |         |       |  |  |

MEWBOURNE OIL COMPANY  
 Chalk Bluff Federal Com. Well #3  
 1-18S-27E  
 Eddy County, New Mexico  
 3/4/93



Q MCF/DAY

$\text{Log } Q_1 = 6500 : \text{Log} = 3.81291$

$\text{Log } Q_2 = 850 : \text{Log} = 2.92942$

$\text{Slope } N = .88349 = .884$

Submit in duplicate to appropriate district office See Rule 401 & Rule 1122

OIL CONSERVATION DIVISION

P.O. Box 2088 Santa Fe, New Mexico 87504-2088

RECEIVED APR 18 1993

MULTIPOINT AND ONE POINT BACK PRESSURE TEST FOR GAS WELL

|  |                 |                              |                              |   |  |  |                   |  |  |  |
|--|-----------------|------------------------------|------------------------------|---|--|--|-------------------|--|--|--|
| Operator <b>MEWOURNE OIL COMPANY</b>   |                 |                              |                              |   | Lease or Unit Name <b>CHALK BLUFF FEDERAL COM.</b> |  |                   |  |  |  |
| Type Test <input checked="" type="checkbox"/> Initial <input type="checkbox"/> Annual <input type="checkbox"/> Special |                 |                              |                              |   | Test Date <b>3/4/93</b>                            |  | Well No. <b>3</b> |  |  |  |
| Completion Date <b>1/16/93</b>   |                 | Total Depth <b>10150</b>     |                              | Plug Back TD <b>10102</b>                       |  | Elevation <b>GL 3628'</b>                |                   | Unit Ltr. - Sec. - TWP - Rge. <b>I 1 18S 27E</b> |  |  |
| Csg. Size <b>4 1/2</b>   | Wt. <b>10.5</b> | d <b>4.052</b>               | Set At <b>3600</b>           | Perforations: From: <b>9950</b> To: <b>9954</b> |  |  |                   |  | County <b>EDDY</b>                     |  |
| Tbg. Size <b>2 7/8</b>   | Wt. <b>4.7</b>  | d <b>1.91</b>                | Set At <b>9972</b>           | Perforations: From: <b>9957</b> To: <b>9972</b> |  |  |                   |  | Pool <b>MORROW NORTH ILLINOIS CAMP</b> |  |
| Type Well - Single - Bradenhead - G.G. or G.O. Multiple <b>subgke</b>  |                 |                              |                              |   | Packer Set At <b>9797</b>                          |  |                   | Formation <b>MORROW</b>                          |  |  |
| Producing Thru tbg. <b>133</b>   |                 | Reservoir Temp. °F <b>60</b> |                              | Mean Annual Temp. °F <b>60</b>                  |  | Baro. Press - P <sub>a</sub> <b>13.2</b> |                   | Connection <b>Transwestern</b>                   |  |  |
| L <b>9950</b>  | H <b>9950</b>   | Gg <b>.731</b>               | % CO <sub>2</sub> <b>.42</b> | % N <sub>2</sub> <b>.33</b>                     | % H <sub>2</sub> S                                 | Prover                                   |                   | Meter Run <b>3.068</b>                           | Taps <b>flg.</b>                       |  |

| FLOW DATA |                  |              |                 |                      | TUBING DATA |                 |          | CASING DATA     |          | Duration of Flow |
|-----------|------------------|--------------|-----------------|----------------------|-------------|-----------------|----------|-----------------|----------|------------------|
| NO.       | Prover Line Size | Orifice Size | Press. p.s.i.g. | Diff. h <sub>w</sub> | Temp. °F    | Press. p.s.i.g. | Temp. °F | Press. p.s.i.g. | Temp. °F | Duration of Flow |
| SI        |                  |              |                 |                      |             | 2260            |          | Pkr.            |          | 48 hr.           |
| 1.        | 3 X 1.500        |              | 530             | 5                    | 148         | 2230            |          | "               |          | 1 hr.            |
| 2.        | 3 X 1.500        |              | 530             | 19                   | 124         | 2180            |          | "               |          | 1 hr.            |
| 3.        | 3 X 1.500        |              | 535             | 52                   | 88          | 2100            |          | "               |          | 1 hr.            |
| 4.        | 3 X 1.500        |              | 540             | 102                  | 70          | 2000            |          | "               |          | 1 hr.            |
| 5.        |                  |              |                 |                      |             |                 |          |                 |          |                  |

| RATE OF FLOW CALCULATIONS |                       |                  |                         |                       |                    |   |                      |
|---------------------------|-----------------------|------------------|-------------------------|-----------------------|--------------------|---|----------------------|
| NO.                       | COEFFICIENT (24 HOUR) | $\sqrt{h_w P_m}$ | Pressure P <sub>m</sub> | Flow Temp. Factor Ft. | Gravity Factor Fg. | Super Compress. Factor, F <sub>pv</sub> . | Rate of Flow Q, Mcfd |
| 1.                        | 11.13                 | 52.12            | 543.2                   | .9248                 | 1.170              | 1.043                                     | 655                  |
| 2.                        | 11.13                 | 101.59           | 543.2                   | .9436                 | 1.170              | 1.049                                     | 1310                 |
| 3.                        | 11.13                 | 168.84           | 548.2                   | .9741                 | 1.170              | 1.066                                     | 2283                 |
| 4.                        | 11.13                 | 237.54           | 553.2                   | .9905                 | 1.170              | 1.075                                     | 3294                 |
| 5.                        |                       |                  |                         |                       |                    |   |                      |

| NO. | P <sub>r</sub> | Temp. °R | T <sub>r</sub> | Z    | Gas Liquid Hydrocarbon Ratio | Mcf/bbl.     |
|-----|----------------|----------|----------------|------|------------------------------|--------------|
| 1.  | .81            | 608      | 1.52           | .919 | 23.63                        |              |
| 2.  | .81            | 584      | 1.46           | .909 | 57.0                         | Deg.         |
| 3.  | .82            | 548      | 1.37           | .880 | .731                         | XXXXXXXXXX   |
| 4.  | .83            | 530      | 1.32           | .865 | XXXXX                        | G Mix .849   |
| 5.  |                |          |                |      | 668                          | 664 P.S.I.A. |
|     |                |          |                |      | 401                          | 441 P.S.I.A. |

| P <sub>c</sub> <b>2273.2</b> |                             | P <sub>c</sub> <sup>2</sup> <b>5167.4</b> |                             | 1) $\frac{P_c^2}{P_c^2 - P_w^2} = 5.4821$                 |   | (2) $\left[ \frac{P_c^2}{P_c^2 - P_w^2} \right]^n = 4.500$ |  |
|------------------------------|-----------------------------|---|-----------------------------|---|---|--|--|
| NO.                          | P <sub>c</sub> <sup>2</sup> | P <sub>w</sub>                            | P <sub>w</sub> <sup>2</sup> | P <sub>c</sub> <sup>2</sup> - P <sub>w</sub> <sup>2</sup> | AOF = Q $\left[ \frac{P_c^2}{P_c^2 - P_w^2} \right]^n = 14,823$ |  |  |
| 1.                           | 5031.9                      | 2244.7                                    | 5038.8                      | 128.6   |   |  |  |
| 2.                           | 4810.1                      | 2199.5                                    | 4837.6                      | 329.8   |   |  |  |
| 3.                           | 4465.6                      | 2132.7                                    | 4548.6                      | 618.9   |   |  |  |
| 4.                           | 4053.9                      | 2055.4                                    | 4224.8                      | 942.6   |   |  |  |
| 5.                           |                             |   |                             |   |   |  |  |

Absolute Open Flow **14,823** Mcfd @ 15.025 Angle of Slope  $\theta$  **49** Slope, n **.884**

Remarks: **13.3 BBLS CONDENSATE PRODUCED DURING TEST**

|                      |                                       |                          |                       |
|----------------------|---------------------------------------|--------------------------|-----------------------|
| Approved By Division | Conducted By: <b>PRO WELL TESTERS</b> | Calculated By: <b>KS</b> | Checked By: <b>KS</b> |
|----------------------|---------------------------------------|--------------------------|-----------------------|

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

N.M. Oil & Gas Division  
811 S. 1st St  
Artesia, NM 88204

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

95F

Designation and Serial No.  
NM 0557371

**SUNDRY NOTICES AND REPORTS ON WELLS**  
Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT-" for such proposals

**SUBMIT IN TRIPLICATE**

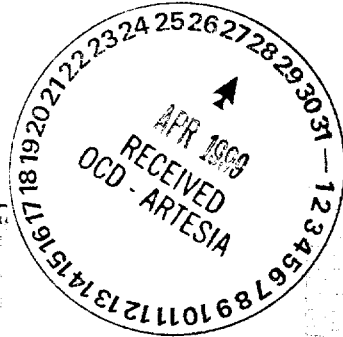
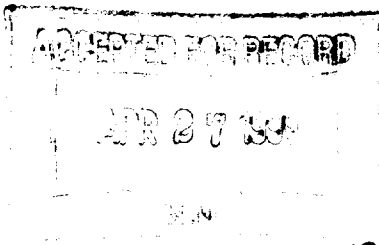
|  |  |
|--|--|
| 1. Type of Well<br><input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other | 6. If Indian, Allottee or Tribe Name                               |
| 2. Name of Operator<br>Mewbourne Oil Company   | 7. If Unit or CA, Agreement Designation                            |
| 3. Address and Telephone No.<br>P. O. Box 5270, Hobbs, NM 88241 505-393-5905   | 8. Well Name and No.<br>Chalk Bluff Fed. Comm: #3                  |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>1980' FSL & 990' FEL of Section 1, T18S, R27E          | 9. API Well No.<br>30-015-27163                                    |
|  | 10. Field and Pool, or Exploratory Area<br>N. Illinois Camp Morrow |
|  | 11. County or Parish, State<br>Eddy                                |

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                   |
|--|--|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Abandonment             |
| <input type="checkbox"/> Subsequent Report           | <input checked="" type="checkbox"/> Recompletion |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Plugging Back           |
|  | <input type="checkbox"/> Casing Repair           |
|  | <input type="checkbox"/> Altering Casing         |
|  | <input type="checkbox"/> Other                   |
|  | <input type="checkbox"/> Change of Plans         |
|  | <input type="checkbox"/> New Construction        |
|  | <input type="checkbox"/> Non-Routine Fracturing  |
|  | <input type="checkbox"/> Water Shut-Off          |
|  | <input type="checkbox"/> Conversion to Injection |
|  | <input type="checkbox"/> Dispose Water           |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)  
Add Morrow perforations 9860' to 9870'.



(ORIG. SGD.) GARY GOURLEY

1999 APR 16 A 11:16  
RECEIVED

14. I hereby certify that the foregoing is true and correct

Signed Jerry Edgar Title District Manager Date 04/15/99

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Conditions of approval, if any:

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 representations as to any matter within its jurisdiction.

30-015-27163

**Oxford**<sup>®</sup>

ESSELTE

MADE IN U.S.A.

NO. R753 1/3

• •

• •

1-21-93

Spectral Density  
Dual Spaced Neutron

6365' - 8467'

400' - 10,100'

Comp. Sonic Log.

6365' - 8467'

Dual Induction Laterolog

6365' - 8501'

Dual Lat.

6365' - 8467'

8968' - 10,143'

MSL Gamma Collar

CBL Log

1340' - 10,069'

NSL - R-9760

R-9760

SD + NSL

11-4-92

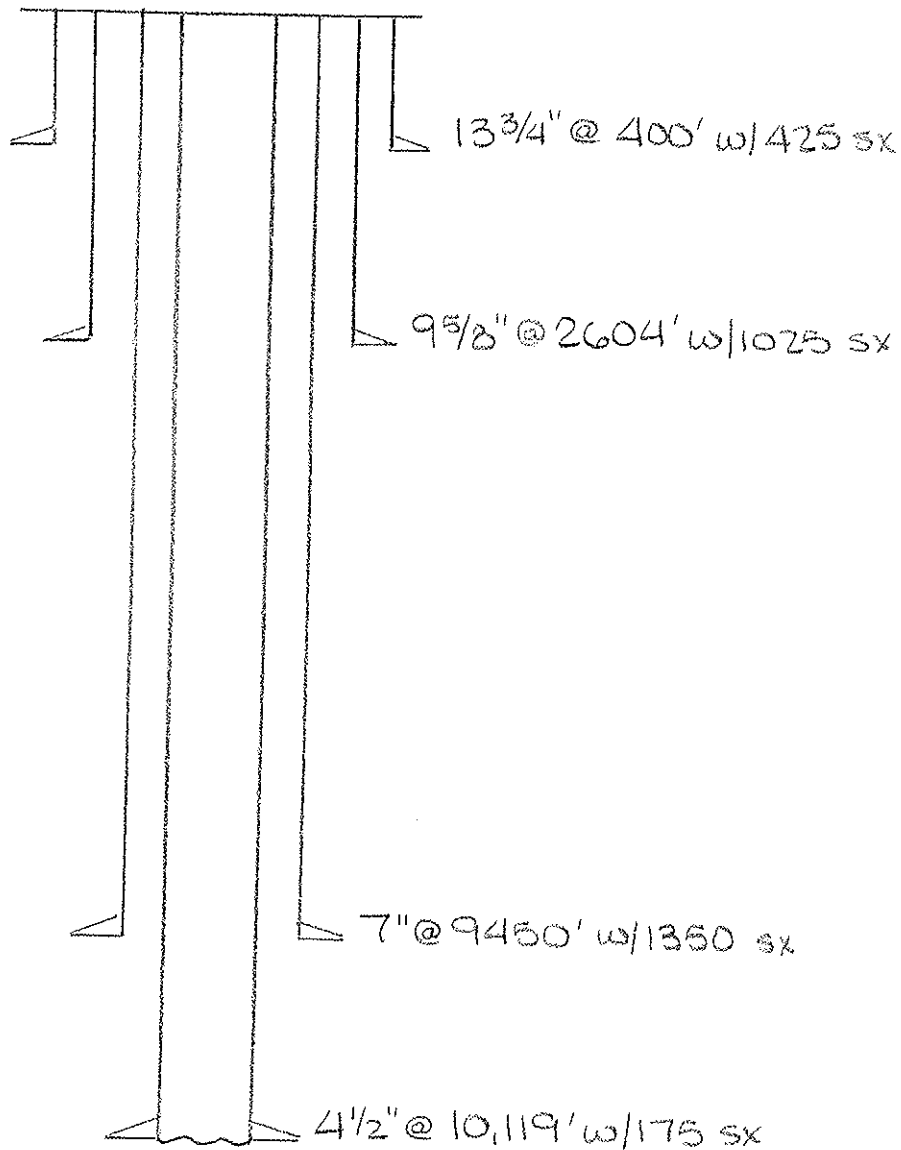
# SUBSURFACE

NAVAJO REFINING COMPANY  
Map ID No. 83  
Artificial Penetration Review

OPERATOR Navajo Refining Co.  
LEASE WDW  
WELL NUMBER 3  
DRILLED 12-22-90  
PLUGGED NA

STATUS Active SWD  
LOCATION Sec. 6 -T18S-R27E  
MUD FILLED BOREHOLE NA  
TOP OF INJECTION ZONE 7319'  
API NO. 30-015-26575

REMARKS: Calc. Top of Cement behind 7" @ 384'



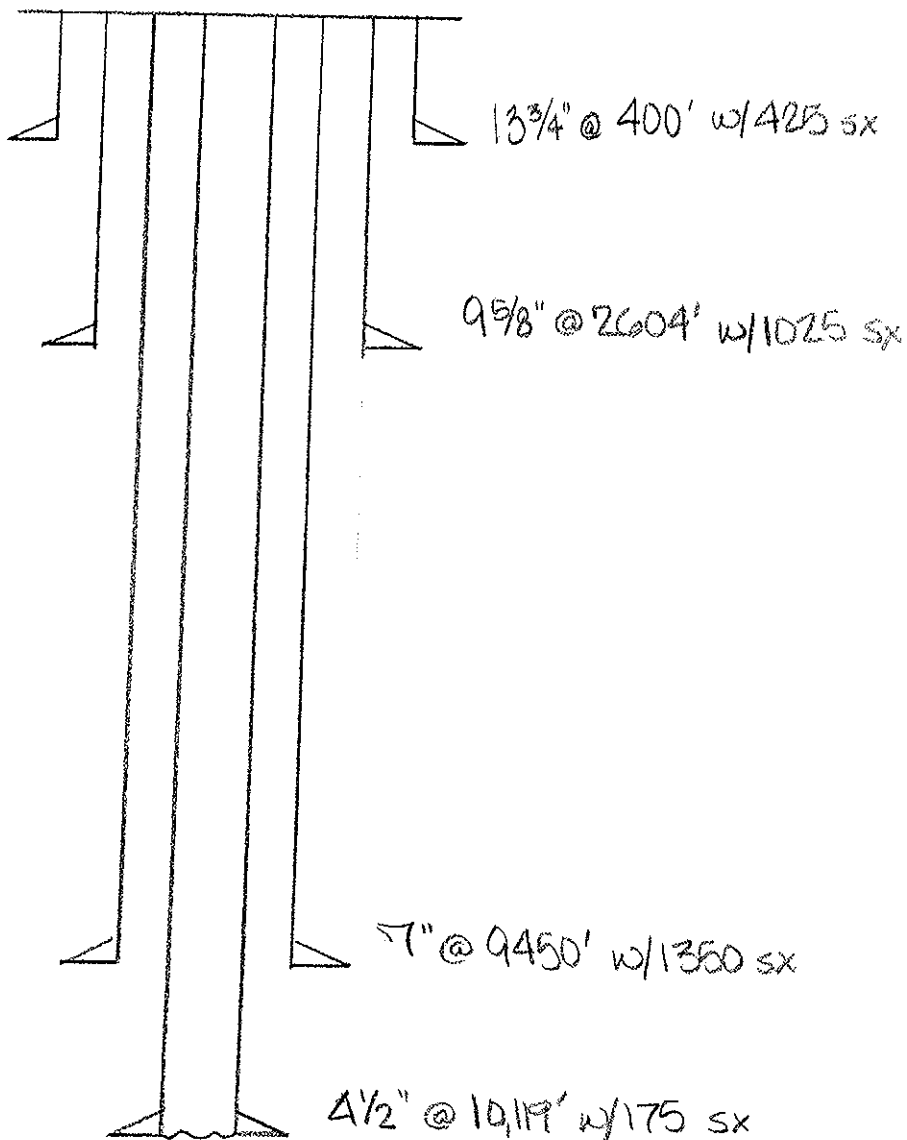
# SUBSURFACE

NAVAJO REFINING COMPANY, L.L.C.  
Map ID No. 96  
Artificial Penetration Review

OPERATOR Navajo Refining Co.  
LEASE WDW  
WELL NUMBER 3  
DRILLED N/A  
PLUGGED N/A

STATUS Active  
LOCATION Sec. 6-T18S-R27E  
MUD FILLED BOREHOLE —  
TOP INJECTION ZONE -3694'  
API NO. 30-015-26575

## REMARKS:





**MAP ID NO. 96**

**NAVAJO REFINING COMPANY  
WASTE DISPOSAL WELL NO. 3**

**API NO. 30-015-26575**

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

N.M. C. Cons. Division  
811 S. 1st Street  
Artesia, NM 88210-2834

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993  
Bureau Identification and Serial No.  
NM-0557371

*C/SF*

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT-" for such proposals

**SUBMIT IN TRIPLICATE**

|  |  |
|--|--|
| 1. Type of Well<br><input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other | 6. If Indian, Allottee or Tribe Name                               |
| 2. Name of Operator<br>Mewbourne Oil Company   | 7. If Unit or CA, Agreement Designation                            |
| 3. Address and Telephone No.<br>PO Box 5270, Hobbs, NM 505-393-5905  | 8. Well Name and No.<br>Chalk Bluff Federal Comm #1                |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>790' FSL & 2250' FWL, Sec.1 T-18S R-27E                | 9. API Well No.<br>30-015-26575                                    |
|  | 10. Field and Pool, or Exploratory Area<br>N. Illinois Camp Morrow |
|  | 11. County or Parish, State<br>Eddy, NM                            |

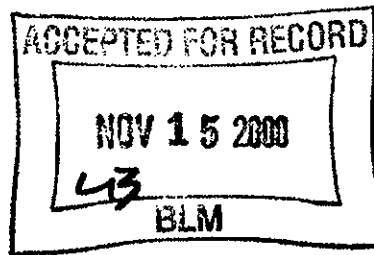
12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION                                   |
|---|--|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Abandonment             |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Recompletion            |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Plugging Back           |
|   | <input type="checkbox"/> Casing Repair           |
|   | <input type="checkbox"/> Altering Casing         |
|   | <input checked="" type="checkbox"/> Other MIT    |
|   | <input type="checkbox"/> Change of Plans         |
|   | <input type="checkbox"/> New Construction        |
|   | <input type="checkbox"/> Non-Routine Fracturing  |
|   | <input type="checkbox"/> Water Shut-Off          |
|   | <input type="checkbox"/> Conversion to Injection |
|   | <input type="checkbox"/> Dispose Water           |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

The above caption well was successfully MIT'ed on 10/25/2000. (500 psi for 30 min.)  
The pressure chart is enclosed.  
If any question, please call.



14. I hereby certify that the foregoing is true and correct

Signed *N.M. Young* Title N.M. Young District Manager Date 11/01/00  
(This space for Federal or State office use)

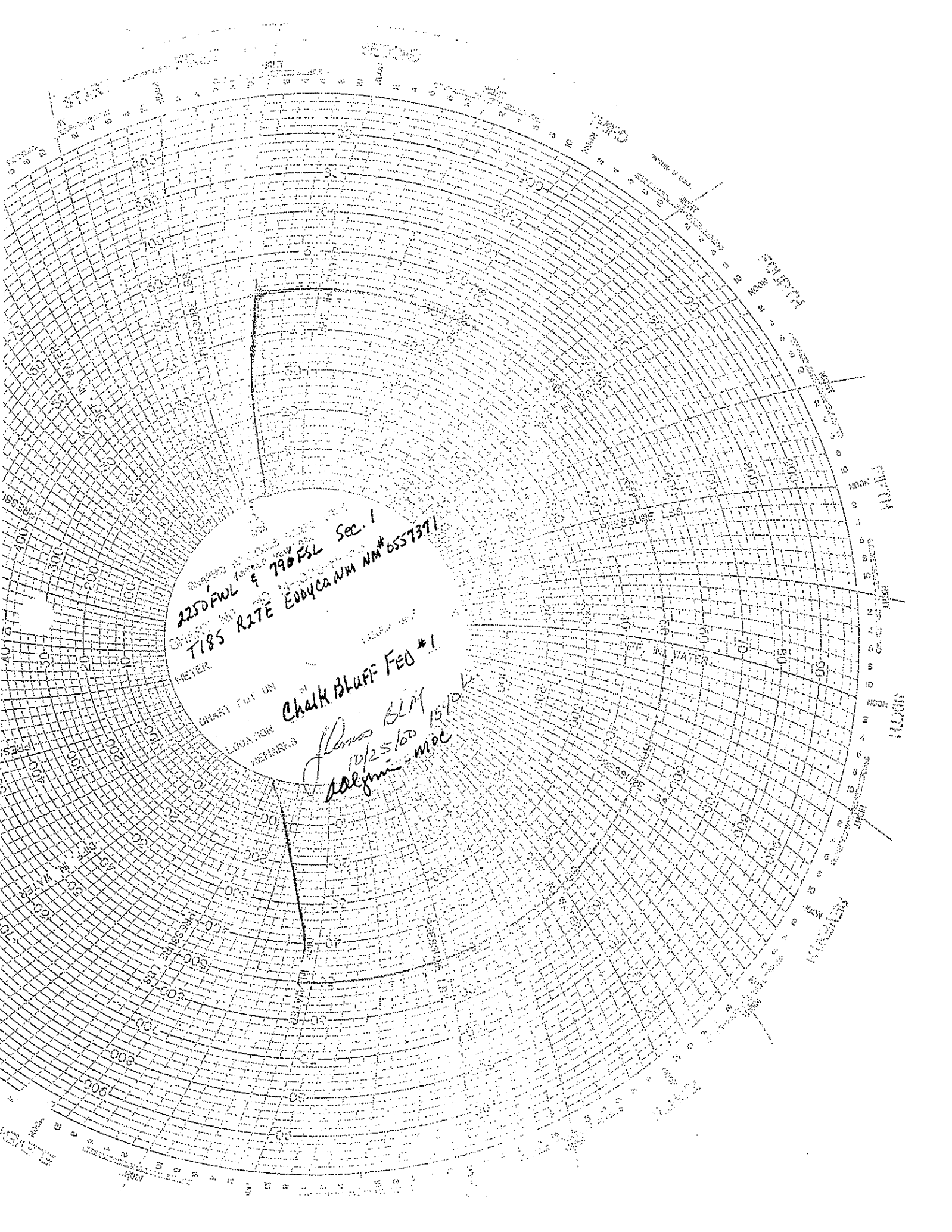
Approved by **Record Only** Title \_\_\_\_\_ Date \_\_\_\_\_  
Conditions of approval, if any:

\*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 representations as to any matter within its jurisdiction.

2250 FWL & 790 FSL Sec. 1  
T185 R2TE EDDYCA NM NM# 0557371

CHALK BLUFF FED #1

*Johns BLM*  
*10/25/00*  
*ADJGIM - moc*



CISF

Form 3160-5  
(June 1990)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

RECEIVED  
JUN 20 1991

O. C. U.  
ARTESIA, OFFICE

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

RECEIVED  
MAY 24 1991  
DIST. 6 N.M.  
Carlsbad, New Mexico

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

5. Lease Designation and Serial No.  
NM-0557371

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.  
CHALK BLUFF FED. COM #1

9. API Well No.  
30-015-26575

10. Field and Pool, or Exploratory Area  
No. Illinois Camp Morrow

11. County or Parish, State  
Eddy, New Mexico

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
Mewbourne Oil Company

3. Address and Telephone No.  
P. O. Box 7698, Tyler, Texas 75711

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
2250' FWL & 790' FSL of Sec. 1, T18S-R27E

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION  |
|---|---|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Abandonment                            |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Recompletion                           |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Plugging Back                          |
|   | <input type="checkbox"/> Casing Repair                          |
|   | <input type="checkbox"/> Altering Casing                        |
|   | <input checked="" type="checkbox"/> Other <u>Fracture Treat</u> |
|   | <input type="checkbox"/> Change of Plans                        |
|   | <input type="checkbox"/> New Construction                       |
|   | <input type="checkbox"/> Non-Routine Fracturing                 |
|   | <input type="checkbox"/> Water Shut-Off                         |
|   | <input type="checkbox"/> Conversion to Injection                |
|   | <input type="checkbox"/> Dispose Water                          |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

4/24/91 - Western fracture treated Morrow Sand perfs 9936-46', 9964-67' down tubing with 16,000 gals 73 downhole slurry quality Binary Westfoam carrying 16,000# 20/40 mesh ACFRAC Black Westprop-3. Screened out with 545 gals CO<sub>2</sub>/N<sub>2</sub> 2% KCL water. Screened out at 10,100# with 1200 gals of 3# stage in formation and 545 gals flush in tubing. Pumped 116 sxs Proppant into formation and left 25 sacks in casing and 19 sacks in tubing. ISDP 8300#, 5 mins 7600#, 10 mins 7200#, 15 mins 6800#. Avg 10.0 BPM at 8200#. Job complete 10:20 AM.

ACCEPTED FOR RECORD  
JUN 14 1991  
SJS  
CARLSBAD, NEW MEXICO

14. I hereby certify that the foregoing is true and correct

Signed *Clayton Thompson* Title Engr. Oprns. Secretary Date 5/21/91

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

Conditions of approval, if any: \_\_\_\_\_

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make in any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

\*See Instruction on Reverse Side

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

NM OIL CONS COMMISSION  
Drawer DD  
Artesia, NM 88210

*C/SF*

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

**SUNDRY NOTICES AND REPORTS ON WELLS**  
Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

**SUBMIT IN TRIPLICATE**

1. Type of Well

Oil Well  Gas Well  Other

*FEB 21 1994*

2. Name of Operator

Mewbourne Oil Company

3. Address and Telephone No.

P.O. Box 5270 Hobbs, New Mexico 88241 (505) 393-5905

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

2250' FWL & 790' FSL  
Sec. 1-T18S-R27E

5. Lease Designation and Serial No.

NM-0557371

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Chalk Bluff Fed. Com. #1

9. API Well No.

30-015-26575

10. Field and Pool, or Exploratory Area

N. Illinois Camp

11. County or Parish, State

Eddy Co., N.M.

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION  |
|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Abandonment                            |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Recompletion                           |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Plugging Back                          |
|  | <input type="checkbox"/> Casing Repair                          |
|  | <input type="checkbox"/> Altering Casing                        |
|  | <input checked="" type="checkbox"/> Other <u>Shut-In-Status</u> |
|  | <input type="checkbox"/> Change of Plans                        |
|  | <input type="checkbox"/> New Construction                       |
|  | <input type="checkbox"/> Non-Routine Fracturing                 |
|  | <input type="checkbox"/> Water Shut-Off                         |
|  | <input type="checkbox"/> Conversion to Injection                |
|  | <input type="checkbox"/> Dispose Water                          |

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Mewbourne Oil Company here by requests temporarily abandon status pending further evaluation of the lease for the above well. The well was spudded 12/22/90.

APPROVED FOR 12 MONTH PERIOD  
ENDING 1/25/95

*RECEIVED*  
JAN 27 10 58 AM '94

14. I hereby certify that the foregoing is true and correct

Signed

*Robert G. Jones*

Title Petroleum Engineer

Date 01/25/94

(This space for Federal or State office use)

Approved by

(ORIG. SGD.) JOE G. LARA

Title PETROLEUM ENGINEER

Date 2/16/94

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 representations as to any matter within its jurisdiction.

\*See Instruction on Reverse Side

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

NEW MEXICO OIL & GAS COMMISSION  
Drawer DD  
Artesia, NM

PERMIT APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

dsf

RECEIVED  
OCT 15 11 21 AM '93

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

NOV 17 1993

1. Type of Well

Oil Well  Gas Well  Other

2. Name of Operator

Mewbourne Oil Company

3. Address and Telephone No.

P.O. Box 5270 Hobbs, New Mexico 88241 (505) 393-5905

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

2250' FWL & 790' FSL of Sec. 1-T18S-R27E

5. Lease Designation and Serial No.

NM-0557371

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Chalk Bluff Fed. Comm. #1

9. API Well No.

30-015-26575

10. Field and Pool, or Exploratory Area

N. Illinois Camp

11. County or Parish, State

Eddy Co., N.M.

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

- Notice of Intent
- Subsequent Report
- Final Abandonment Notice

TYPE OF ACTION

- Abandonment
- Recompletion
- Plugging Back
- Casing Repair
- Altering Casing
- Other
- Change of Plans
- New Construction
- Non-Routine Fracturing
- Water Shut-Off
- Conversion to Injection
- Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

\* Verbal from Adam Salameh

- 9/10/93 Abandon Morrow formation. Set CIBP @ 9800' & cover w/35' cement.
- 9/11/93 Perforate Cisco from 7826'-7830'. Test & evaluate.
- 9/12/93 Squeeze Cisco from 7826'-7830' w/600 sx. Class "C".
- 9/15/93 Drill out squeeze perms. to 7792'. Squeeze held 2,000#.
- 9/16/93 Perforate Cisco from 7676'-7678'. Test and evaluate.
- 9/17/93 Abandon Cisco formation, set CIBP @ 7600' & cover w/35' cement.
- 9/18/93 Perforate Wolfcamp 7304'-7314'. Test & evaluate.
- 9/19/93 Acidize Wolfcamp w/1500 gal. 15% NE-FE from 7304'-7314'.
- 9/21/93 Set CIBP @ 7294' & perforate Wolfcamp from 7262'-7278'. Test & evaluate.
- 9/22/93 Acidize Wolfcamp w/2000 gal. 15% NE-FE from 7262'-7278'.
- 9/23/93 Set CIBP @ 7208' & perforate Wolfcamp from 7050'-7102'. Test & evaluate.
- 9/24/93 Acidize Wolfcamp w/2000 gal. 15% NE-FE from 7050'-7102'.
- 9/25/93 Set CIBP @ 7010'.

14. I hereby certify that the foregoing is true and correct

Signed Robert G. Jones

Title Petroleum Engineer

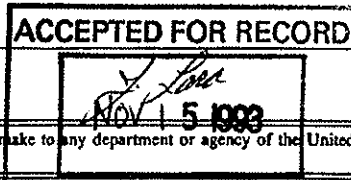
Date 10/05/93

(This space for Federal or State office use)

Approved by \_\_\_\_\_  
Conditions of approval, if any:

Title \_\_\_\_\_

Date \_\_\_\_\_



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 representations as to any matter within its jurisdiction.

\*See Instructions at the back of this form

C/SF

3160-5  
: 1990)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

RECEIVED  
OCT 19 1993  
C. G. D.

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
 Mewbourne Oil Company

3. Address and Telephone No.  
 P.O. Box 5270 Hobbs, New Mexico 88241 (505) 393-5905

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
 2250' FWL & 790' FSL of Sec. 1-T18S-R27E

5. Lease Designation and Serial No.  
 NM-0557371

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.  
 Chalk Bluff Fed. Com. #1

9. API Well No.  
 30-015-26575

10. Field and Pool, or Exploratory Area  
 N. Illinois Camp

11. County or Parish, State  
 Eddy Co., N.M.

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                    |
|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Abandonment              |
| <input type="checkbox"/> Subsequent Report           | <input checked="" type="checkbox"/> Recompletion  |
| <input type="checkbox"/> Final Abandonment Notice    | <input checked="" type="checkbox"/> Plugging Back |
|  | <input type="checkbox"/> Casing Repair            |
|  | <input type="checkbox"/> Altering Casing          |
|  | <input type="checkbox"/> Other                    |
|  | <input type="checkbox"/> Change of Plans          |
|  | <input type="checkbox"/> New Construction         |
|  | <input type="checkbox"/> Non-Routine Fracturing   |
|  | <input type="checkbox"/> Water Shut-Off           |
|  | <input type="checkbox"/> Conversion to Injection  |
|  | <input type="checkbox"/> Dispose Water            |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

09/08/93 Abandon Morrow Perfs 9861' - 9967'

- Set CIBP @ 9800' - cover w/35' cement.
- Recomplete in Cisco Formation - Test & evaluate.
- If unecomomical recomplete in Wolfcamp - Test & evaluate.

RECEIVED  
 SEP 22 10 48 AM '93  
 CARL  
 AREA

14. I hereby certify that the foregoing is true and correct.

Signed *H. G. Jones* Title Petroleum Engineer Date 09/07/93

(This space for Federal or State office use)

Approved by (ORIG. SGD.) JOE G. LARA Title PETROLEUM ENGINEER Date 10/15/93

Conditions of approval, if any:

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 representations as to any matter within its jurisdiction.

\*See Instruction on Reverse Side

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

RECEIVED  
SEP 28 1992

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well  
 Oil Well     Gas Well     Other

2. Name of Operator  
**Mewbourne Oil Company**

3. Address and Telephone No.  
**P. O. Box 7698, Tyler, Texas 75711 (903) 561-2900**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
**2250' FWL & 790' FSL Sec. 1, T18S-R27E**

5. Lease Designation and Serial No.  
**NM-0557371**

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.  
**Chalk Bluff Fed.Com.#1**

9. API Well No.  
**30-015-26575**

10. Field and Pool, or Exploratory Area  
**N.Illinois Camp-Mor.-Gas**

11. County or Parish, State  
**Eddy**

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION  |
|---|---|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Abandonment  |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Recompletion   |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Plugging Back  |
|   | <input type="checkbox"/> Casing Repair  |
|   | <input type="checkbox"/> Altering Casing  |
|   | <input checked="" type="checkbox"/> Other <b>Additional perms, acidize &amp; frac</b> |
|   | <input type="checkbox"/> Change of Plans  |
|   | <input type="checkbox"/> New Construction   |
|   | <input type="checkbox"/> Non-Routine Fracturing                                       |
|   | <input type="checkbox"/> Water Shut-Off   |
|   | <input type="checkbox"/> Conversion to Injection                                      |
|   | <input type="checkbox"/> Dispose Water  |

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

8/13/92 - Perf Middle Morrow 9861-9882', 2 SPF, 10' Net, 22 holes.

8/14/92 - Acidized w/3500 gals 7 1/2% HCL + additives + 1000 SCF/bbl nitrogen carrying 80 ball sealers. Flushed w/2% KCL wtr + 1000 SCF/bbl nitrogen. ISDP 4300#, 5 mins 3800#, 10 mins 3400#, 15 mins 2800#. Avg rate 3.7 BPM, AP 5000#, MP 5600#. Blew well down to pit 8/15 - 8/18/92.

8/19/92 - MI swab unit. Pressure tested tbg to 2000#. Held OK. Removed tree. RU BOP. RU swab. Swabbed well down to 5300'.

8/20/92 - Swabbed down to 6500'. POOH w/tbg & pkr. TIH w/new pkr assembly & 200 jts tbg. Tested tbg to 8000#. 8/21/92 - Continued testing tbg. Set pkr @ 9740.68' w/15 pts compression. Press annulus to 2000#. Held OK. Started swabbing. Had light blow of gas.

8/22/92 - RU Western Co. Acidized perms w/1500 gals 7 1/2% HCL acid + additives + 1000 scf/bbl nitrogen + 35 ball sealers. Flushed w/2% KCL wtr. ISDP 400#. 5 min 3700#, 10 min 3700#, 15 min 3600#. ATP 5100#, MTP 5400#. RD Western. Opened well to pit on 12/64" choke. No show of gas or oil. Recovering load.

8/23/92 - RU swab. FL @ 7000'. Swabbed dry in 3 runs. Continued swabbing. Recovering load.

14. I hereby certify that the foregoing is true and correct

Signed *Stephanie Thompson* Title Engr. Oprns. Secretary Date 9/11/92

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title *ASR* Date \_\_\_\_\_

Conditions of approval, if any: \_\_\_\_\_



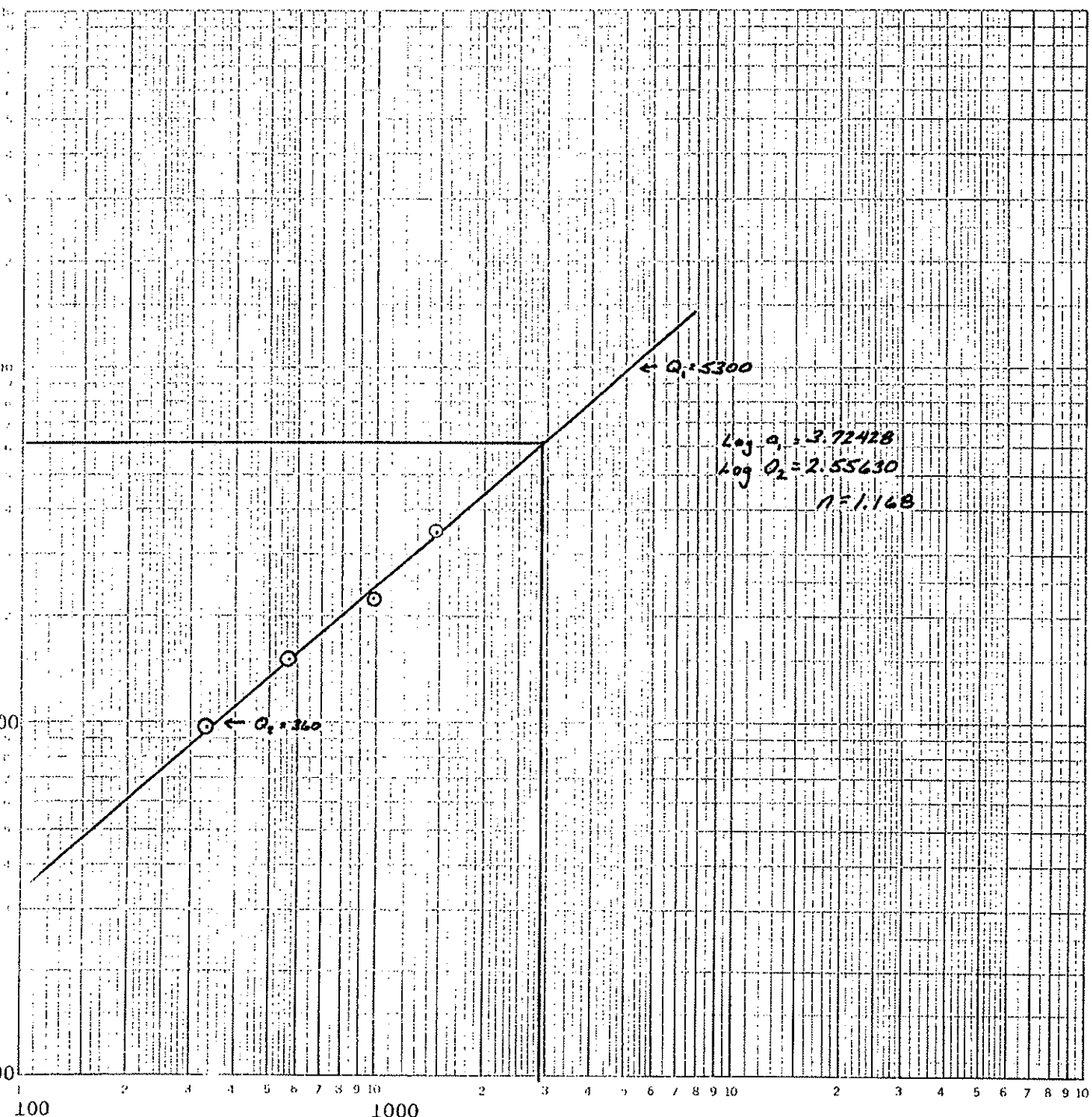
MULTIPOINT AND ONE POINT BACK PRESSURE TEST FOR GAS WELL RECEIVED

| Type Test<br><input checked="" type="checkbox"/> Initial <input type="checkbox"/> Annual <input type="checkbox"/> Special          |                             | Test Date<br>03/15/91                 |                                     |   |  |   |                      |             |                 |          |                  |
|--|-----------------------------|---------------------------------------|-------------------------------------|---|--|---|----------------------|-------------|-----------------|----------|------------------|
| Company<br>Mewbourne Oil Company   |                             | Connection<br>Transwestern            |                                     |   |  |   |                      |             |                 |          |                  |
| Pool<br>Undesignated   |                             | Formation<br>Morrow                   |                                     |   |  |   |                      |             |                 |          |                  |
| North Illinois Camp Morrow   |                             | MAY - 7 1991                          |                                     |   |  |   |                      |             |                 |          |                  |
| Completion Date<br>03/05/91  |                             | Total Depth<br>10,120'                |                                     |   |  |   |                      |             |                 |          |                  |
| Plug Back TD<br>10,075'  |                             | ARTESIA, OFFICE<br>3609               |                                     |   |  |   |                      |             |                 |          |                  |
| Farm or Lease Name<br>Chalk Bluff Federal  |                             | Well No.<br>1                         |                                     |   |  |   |                      |             |                 |          |                  |
| Case Size<br>5 1/2"  | Wt.<br>11.6#                | Set At<br>10,120'                     | Perforations<br>From 9936' To 9967' |   |  |   |                      |             |                 |          |                  |
| Tbg. Size<br>2 7/8"  | Wt.<br>6.5                  | Set At<br>9,805'                      | Perforations<br>From Open To End    |   |  |   |                      |             |                 |          |                  |
| Type Well - Single - Bradenhead - G.G. or G.O. Multiple<br>Single Gas  |                             | Packer Set At<br>9805'                |                                     |   |  |   |                      |             |                 |          |                  |
| Producing Thru<br>Tbg.   |                             | Baro. Press. - P <sub>a</sub><br>13.2 |                                     |   |  |   |                      |             |                 |          |                  |
| Reservoir Temp. °F<br>148 @ 10,120   |                             | Mean Annual Temp. °F<br>72            |                                     |   |  |   |                      |             |                 |          |                  |
| L<br>9949  |                             | H<br>9949                             |                                     |   |  |   |                      |             |                 |          |                  |
| C <sub>g</sub><br>.660   |                             | % CO <sub>2</sub><br>.43              |                                     |   |  |   |                      |             |                 |          |                  |
| % N <sub>2</sub><br>.42  |                             | % H <sub>2</sub> S<br>---             |                                     |   |  |   |                      |             |                 |          |                  |
| Prover   |                             | Meter Run<br>3.068                    |                                     |   |  |   |                      |             |                 |          |                  |
| Taps<br>Fig.   |                             | State<br>New Mexico                   |                                     |   |  |   |                      |             |                 |          |                  |
| County<br>Eddy   |                             | Duration of Flow                      |                                     |   |  |   |                      |             |                 |          |                  |
| FLOW DATA  |                             |                                       |                                     | TUBING DATA   |  |   |                      | CASING DATA |                 |          |                  |
| NO.  | Prover Line Size            | X                                     | Orifice Size                        | Press. p.s.i.g.   | Diff. hw   | Temp. °F                                | Press. p.s.i.g.      | Temp. °F    | Press. p.s.i.g. | Temp. °F | Duration of Flow |
| 5  |                             |                                       |                                     |   |  |   | 2380                 |             |                 |          | 72 Hr.           |
| 1.   | 3 X 1.125                   |                                       |                                     | 426.8   | 4  | 51                                      | 2175                 |             | Pkr.            |          | 1 Hr.            |
| 2.   | 3 X 1.125                   |                                       |                                     | 446.8   | 11   | 51                                      | 2070                 |             | Pkr.            |          | 1 Hr.            |
| 3.   | 3 X 1.125                   |                                       |                                     | 446.8   | 32   | 51                                      | 1900                 |             | Pkr.            |          | 1 Hr.            |
| 4.   | 3 X 1.125                   |                                       |                                     | 426.8   | 72   | 45                                      | 1605                 |             | Pkr.            |          | 1 Hr.            |
| RATE OF FLOW CALCULATIONS  |                             |                                       |                                     |   |  |   |                      |             |                 |          |                  |
| NO.  | Coefficient (24 Hour)       | $\sqrt{h_w P_m}$                      | Pressure P <sub>m</sub>             | Flow Temp. Factor Ft.                                     | Gravity Factor F <sub>g</sub>                                  | Super Compress. Factor, F <sub>pv</sub> | Rate of Flow O, Mcfd |             |                 |          |                  |
| 1  | 6.217                       | 41.952                                | 440                                 | 1.009   | 1.225  | 1.048                                   | 337                  |             |                 |          |                  |
| 2  | 6.217                       | 71.134                                | 460                                 | 1.009   | 1.225  | 1.051                                   | 574                  |             |                 |          |                  |
| 3  | 6.217                       | 121.326                               | 460                                 | 1.009   | 1.225  | 1.051                                   | 980                  |             |                 |          |                  |
| 4  | 6.217                       | 177.989                               | 440                                 | 1.015   | 1.225  | 1.051                                   | 1446                 |             |                 |          |                  |
| 5  |                             |                                       |                                     |   |  |   |                      |             |                 |          |                  |
| NO.  | T <sub>g</sub>              | Temp. °R                              | T <sub>r</sub>                      | Z   | Gas Liquid Hydrocarbon Ratio _____ Dry Gas _____ Mcf/bbl.      |   |                      |             |                 |          |                  |
| 1  | .65                         | 511                                   | 1.37                                | .910  | A.P.I. Gravity of Liquid Hydrocarbons _____ Deg.               |   |                      |             |                 |          |                  |
| 2  | .68                         | 511                                   | 1.37                                | .906  | Specific Gravity Separator Gas _____ .660 _____ XXXXXXXXXX     |   |                      |             |                 |          |                  |
| 3  | .68                         | 511                                   | 1.37                                | .906  | Specific Gravity Flowing Fluid _____ XXXXX _____               |   |                      |             |                 |          |                  |
| 4  | .65                         | 505                                   | 1.35                                | .905  | Critical Pressure _____ 673 _____ P.S.I.A. _____ P.S.I.A.      |   |                      |             |                 |          |                  |
| 5  |                             |                                       |                                     |   | Critical Temperature _____ 374 _____ R _____ R                 |   |                      |             |                 |          |                  |
| $P_c = 2472$ $P_c^2 = 6110.7$ (1) $\frac{P_c^2}{P_e^2 - P_w^2} = 1.784$ (2) $\left[ \frac{P_c^2}{P_e^2 - P_w^2} \right]^n = 1.967$ |                             |                                       |                                     |   |  |   |                      |             |                 |          |                  |
| NO.  | P <sub>e</sub> <sup>2</sup> | P <sub>w</sub>                        | P <sub>w</sub> <sup>2</sup>         | P <sub>e</sub> <sup>2</sup> - P <sub>w</sub> <sup>2</sup> | AOR = 0 $\left[ \frac{P_c^2}{P_e^2 - P_w^2} \right]^n = 2.844$ |   |                      |             |                 |          |                  |
| 1  | 2264                        | 5125                                  | 985.7                               |   |  |   |                      |             |                 |          |                  |
| 2  | 2147                        | 4609                                  | 1501.7                              |   |  |   |                      |             |                 |          |                  |
| 3  | 1966                        | 3865                                  | 2245.7                              |   |  |   |                      |             |                 |          |                  |
| 4  | 1639                        | 2686                                  | 3424.7                              |   |  |   |                      |             |                 |          |                  |
| 5  |                             |                                       |                                     |   |  |   |                      |             |                 |          |                  |
| Absolute Open Flow    2,844    Mcfd @ 15.025   |                             |                                       |                                     | Angle of Slope    41°                                     |  | Slope, n    1.168                       |                      |             |                 |          |                  |
| Remarks:    Well made 0 bbl fluid during test  |                             |                                       |                                     |   |  |   |                      |             |                 |          |                  |
| Approved By Division   |                             | Conducted By:<br>Greg Milner          |                                     | Calculated By:<br>Greg Milner                             |  | Checked By:<br>Bill Pierce              |                      |             |                 |          |                  |

(Pc<sup>2</sup> - Pw<sup>2</sup>) thsds

LOG PERMEABILITY INDEX

100



Q MCF/D

AOF = 2.9 MMCF/D



# Laboratory Services

1331 Tasker Drive  
Hobbs, New Mexico 88240

Telephone: (505) 397-3713

FOR: Mewbourne Oil Co.  
Attention: Mr, Greg Milner  
P. O. Box 5270  
Hobbs, New Mexico 88241

SAMPLE Chalk Bluff  
IDENTIFICATION: Federal #1  
COMPANY: Mewbourne Oil Co.  
LEASE:  
PLANT:

SAMPLE DATA: DATE SAMPLED: 03-15-91      GAS (XX)      LIQUID ( )  
ANALYSIS DATE: 03-18-91      SAMPLED BY: Gregory Milner  
PRESSURE - PSIG 460.00      ANALYSIS BY: Rolland Perry  
SAMPLE TEMP. °F 51.00  
ATMOS. TEMP. °F

REMARKS:

## COMPONENT ANALYSIS

| COMPONENT              | MOL PERCENT   | GPM            |         |
|------------------------|---------------|----------------|---------|
| Oxygen (O2)            |               |                |         |
| Hydrogen Sulfide (H2S) |               |                |         |
| Nitrogen (N2)          | 0.42          |                |         |
| Carbon Dioxide (CO2)   | 0.43          |                |         |
| Methane (C1)           | 87.54         |                |         |
| Ethane (C2)            | 7.07          | 1.886          |         |
| Propane (C3)           | 2.38          | 0.654          |         |
| I-Butane (IC4)         | 0.31          | 0.100          |         |
| N-Butane (NC4)         | 0.54          | 0.169          |         |
| I-Pentane (IC5)        | 0.20          | 0.071          |         |
| N-Pentane (NC5)        | 0.14          | 0.052          |         |
| Hexane (C6)            | 0.97          | 0.399          |         |
| Heptanes Plus (C7+)    | 0.00          | 0.000          |         |
|                        | <u>100.00</u> | <u>3.331</u>   |         |
| BTU/CU.FT. - DRY       | 1156          | MOLECULAR WT   | 19.0972 |
| AT 14.650 DRY          | 1153          |                |         |
| AT 14.650 WET          | 1133          | 26# GASOLINE - | 0.578   |
| AT 15.025 DRY          | 1182          |                |         |
| AT 15.025 WET          | 1162          |                |         |
| SPECIFIC GRAVITY -     |               |                |         |
| CALCULATED             | 0.660         |                |         |
| MEASURED               | 0.000         |                |         |

WORK SHEET FOR CALCULATION OF WELL HEAD PRESSURES ( $P_c$  or  $P_e$ )

Form C-122F  
Adopted 9-1-65

FROM KNOWN BOTTOM HOLE PRESSURE ( $P_f$  or  $P_s$ )

COMPANY Membrane Oil LEASE Chalk Bluff Fed. WELL NO. 1 DATE 3-18-91  
 LOCATION: Unit 9949 Section 1 Township 18S Range 27E  
 L/H 9949 H 9949 L/H 1.000 G .660 % CO<sub>2</sub> .43 % N<sub>2</sub> .42 % H<sub>2</sub>S ---

GH 6566  $P_{ct}$  673  $T_{ct}$  374  
TABLE IX & X

| LINE | 1  | 2      | 3 | 4 | 5 | 6 | 7 | 8 |
|------|--|--------|---|---|---|---|---|---|
| 1    | $T_w$ (W.H. °R)  | 532    |   |   |   |   |   |   |
| 2    | $T_s$ (B.H. °R)  | 608    |   |   |   |   |   |   |
| 3    | $T = \frac{T_w + T_s}{2}$                                    | 570    |   |   |   |   |   |   |
| 4    | Z (Est.)   | .800   |   |   |   |   |   |   |
| 5    | TZ   | 456.0  |   |   |   |   |   |   |
| 6    | GH/TZ  | 14.399 |   |   |   |   |   |   |
| 7    | $e^S$ (Table XIV)  | 1.716  |   |   |   |   |   |   |
| 8    | $P_f$ or <del><math>P_s</math></del>                         | 3249   |   |   |   |   |   |   |
| 9    | $P_f^2$ or <del><math>P_s^2</math></del>                     | 10556  |   |   |   |   |   |   |
| 10   | $P_c^2 = P_f^2 / e^S$ or <del><math>P_s^2 / e^S</math></del> | 6151.7 |   |   |   |   |   |   |
| 11   | $P_c$ or <del><math>P_s</math></del>                         | 2480.3 |   |   |   |   |   |   |
| 12   | $P_e = \frac{P_w + P_s}{2}$ or $\frac{P_c + P_f}{2}$         | 2864.6 |   |   |   |   |   |   |
| 13   | $P_f = (P/P_{ct})$   | 4.26   |   |   |   |   |   |   |
| 14   | $T_f = (T/T_{ct})$   | 1.52   |   |   |   |   |   |   |
| 15   | Z (Table XI)   | .790   |   |   |   |   |   |   |

One copy to be filed in District Office (Work copy acceptable)

WORK SHEET FOR CALCULATION OF WL (LEAD PRESSURES ~~(P<sub>w</sub>)~~ or P<sub>w</sub>)

FROM KNOWN BOTTOM HOLE PRESSURE ~~(P<sub>s</sub>)~~ or P<sub>s</sub>)

COMPANY Newbourne LEASE Chalk Bluff Fed. WELL NO. 1 DATE 3-18-91

LOCATION: Unit 9949 Section 1 Township 18S Range 27E  
 L 9949 H 9949 L/H 1.00 G .660 % CO<sub>2</sub> .43 % N<sub>2</sub> .42 % H<sub>2</sub>S ---

GH 6566 P<sub>cr</sub> 673 T<sub>cr</sub> 374  
TABLE IX & X

| LINE   | 1      | 2      | 3      | 4      | 5      | 6      | 7      | 8      |
|--|--------|--------|--------|--------|--------|--------|--------|--------|
| 1 T <sub>w</sub> (W.H. °R)   | 532    | 532    | 532    | 532    | 532    | 532    | 532    | 532    |
| 2 T <sub>s</sub> (B.H. °R)   | 608    | 608    | 608    | 608    | 608    | 608    | 608    | 608    |
| 3 T = (T <sub>w</sub> + T <sub>s</sub> ) / 2   | 570    | 570    | 570    | 570    | 570    | 570    | 570    | 570    |
| 4 Z (Est.)   | .835   | .783   | .783   | .781   | .781   | .780   | .780   | .792   |
| 5 TZ   | 476.0  | 446.5  | 446.5  | 445.1  | 445.2  | 444.8  | 444.6  | 451.7  |
| 6 GH/TZ  | 13.796 | 14.704 | 14.712 | 14.753 | 14.749 | 14.761 | 14.768 | 14.537 |
| 7 e <sup>s</sup> (Table XIV)   | 1.678  | 1.736  | 1.736  | 1.739  | 1.739  | 1.739  | 1.740  | 1.725  |
| 8 <del>P<sub>w</sub></del> or P <sub>s</sub>   | 2983   | 2983   | 2831   | 2831   | 2593   | 2593   | 2152   | 2152   |
| 9 <del>P<sub>w</sub></del> or P <sub>s</sub> <sup>2</sup>  | 8898.3 | 8898.3 | 8014.6 | 8014.6 | 6723.6 | 6723.6 | 4631.1 | 4631.1 |
| 10 <del>P<sub>w</sub></del> = P <sub>i</sub> <sup>2</sup> /e <sup>s</sup> or P <sub>w</sub> <sup>2</sup> = P <sub>s</sub> <sup>2</sup> /e <sup>s</sup> | 5304.3 | 5126.6 | 4616.2 | 4609.0 | 3867.2 | 3865.5 | 2661.7 | 2684.9 |
| 11 <del>P<sub>w</sub></del> or P <sub>w</sub>  | 2303.1 | 2264.2 | 2148.5 | 2146.9 | 1966.5 | 1966.1 | 1631.5 | 1638.6 |
| 12 P <sub>r</sub> = (P <sub>w</sub> + P <sub>s</sub> ) / 2 or (P <sub>s</sub> + P <sub>i</sub> ) / 2   | 2643.1 | 2623.6 | 2489.8 | 2488.9 | 2279.8 | 2279.5 | 1891.7 | 1895.3 |
| 13 P <sub>r</sub> = (P/P <sub>cr</sub> )   | 3.93   | 3.90   | 3.70   | 3.70   | 3.39   | 3.39   | 2.81   | 2.82   |
| 14 T <sub>r</sub> = (T/T <sub>cr</sub> )   | 1.52   | 1.52   | 1.52   | 1.52   | 1.52   | 1.52   | 1.52   | 1.52   |
| 15 Z (Table XI)  | .783   | .783   | .781   | .781   | .780   | .780   | .792   | .792   |

One copy to be filed in District Office (Work copy acceptable)

COMPANY: PRO WIRELINE  
CLIENT: MEWBOURNE OIL  
GAUGE NUMBER: 12235  
WELL NAME: CHALK BLUFF  
WELL NUMBER: 1  
TEST NUMBER: 1  
LOCATION:  
TEST OPERATOR: BURRELL  
COMMENTS: 4 POINT FLOW TEST RAN  
AFTER 72 HOUR BUILD-UP

| POSITION | GAUGE SERIAL NUMBER |
|----------|---------------------|
|----------|---------------------|

|   |  |
|---|--|
| 1 |  |
| 2 |  |
| 3 |  |
| 4 |  |

AGE START DATE: 3/15/91

GAUGE S/N: 12235

DATA FILE: 3

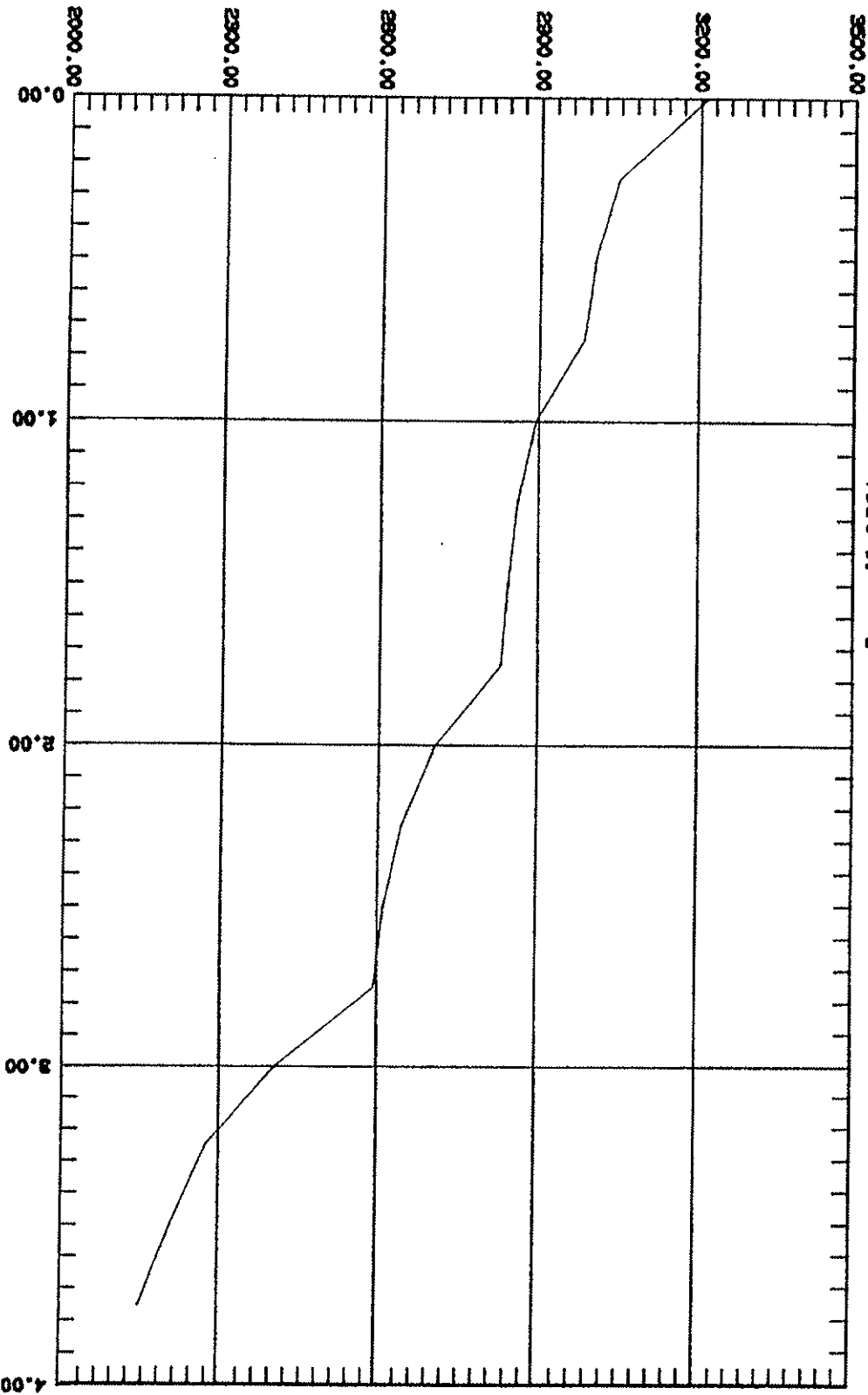
| REAL TIME | DELTA TIME<br>HRS | PRESSURE<br>PSIA | TEMPERATURE<br>'F | COMMENTS     |
|-----------|-------------------|------------------|-------------------|--------------|
| 9:45: 0   | 0.0000            | 3213.00          |                   |              |
| 10: 0: 0  | 0.2500            | 3046.00          |                   | START RATE 1 |
| 10:15: 0  | 0.5000            | 3003.00          |                   |              |
| 10:30: 0  | 0.7500            | 2983.00          |                   |              |
| 10:45: 0  | 1.0000            | 2894.00          |                   | START RATE 2 |
| 11: 0: 0  | 1.2500            | 2861.00          |                   |              |
| 11:15: 0  | 1.5000            | 2843.00          |                   |              |
| 11:30: 0  | 1.7500            | 2831.00          |                   |              |
| 11:45: 0  | 2.0000            | 2707.00          |                   | START RATE 3 |
| 12: 0: 0  | 2.2500            | 2643.00          |                   |              |
| 12:15: 0  | 2.5000            | 2610.00          |                   |              |
| 12:30: 0  | 2.7500            | 2593.00          |                   |              |
| 12:45: 0  | 3.0000            | 2405.00          |                   | START RATE 4 |
| 13: 0: 0  | 3.2500            | 2276.00          |                   |              |
| 13:15: 0  | 3.5000            | 2210.00          |                   |              |
| 13:30: 0  | 3.7500            | 2152.00          |                   | END OF TEST  |

# PRESSURE - PSIA

Plot starting date: 3/15/91  
time: 9:45: 0  
Gauge S/N

Company: PRO WIRELINE  
Client: MEMBOURNE OIL  
Well name: CHALK BLUFF  
Well #: 1  
Test #: 1

Location:  
Operator: BURRELL  
Comments: 4 POINT FLOW TEST RAN  
AFTER 72 HOUR BUILD UP



DELTA TIME - HRS



UNITED STATES COMMISSION IN DUPLICATE\*  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
48210

Form approved,  
Budget Bureau No. 1004-0137  
Expires August 31, 1985

WELL COMPLETION OR RECOMPLETION REPORT AND LOG\*

1a. TYPE OF WELL: OIL WELL  GAS WELL  DRY  Other \_\_\_\_\_  
 b. TYPE OF COMPLETION: NEW WELL  WORK OVER  DEEP-EN  PLUG BACK  DIFF. REVR.  Other \_\_\_\_\_  
 2. NAME OF OPERATOR  
 Mewbourne Oil Company ✓  
 3. ADDRESS OF OPERATOR  
 P. O. Box 7698, Tyler, Texas 75711  
 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)  
 At surface 2250' FWL & 790' FSL  
 At top prod. interval reported below  
 At total depth Same

5. LEASE DESIGNATION AND SERIAL NO.  
 NM-0557371  
 6. IF INDIAN, ALLOTTEE OR TRIBE NAME  
 7. UNIT AGREEMENT NAME  
 8. FARM OR LEASE NAME  
 Chalk Bluff Federal Com  
 9. WELL NO.  
 1  
 10. FIELD AND POOL, OR WILDCAT  
 N. Illinois Camp Morrow  
 11. SEC., T., R., M., OR BLOCK AND SURVEY OR AREA  
 Sec. 1-T18S-R27

14. PERMIT NO. DATE ISSUED  
 API #30-015-26575  
 12. COUNTY OR PARISH Eddy  
 13. STATE N.M.  
 15. DATE SPUNDED 12/22/90  
 16. DATE T.D. REACHED 1/29/91  
 17. DATE COMPL. (Ready to prod.) 3/07/91  
 18. ELEVATIONS (DP, RKB, RT, OR, ETC.)\* KB 3625', GM 3609'  
 19. ELEV. CASINGHEAD  
 20. TOTAL DEPTH, MD & TVD 10,120'  
 21. PLUG, BACK T.D., MD & TVD 10,079'  
 22. IF MULTIPLE COMPL. HOW MANY\*  
 23. INTERVALS DRILLED BY  
 24. PRODUCING INTERVAL(S), OF THIS COMPLETION—TOP, BOTTOM, NAME (MD AND TVD)\*  
 9936-46', 9964-67' - Morrow  
 25. WAS DIRECTIONAL SURVEY MADE Yes  
 26. TYPE ELECTRIC AND OTHER LOGS RUN  
 SDL-DSN, DLL-MSFL, DILL  
 27. WAS WELL CORED No

28. CASING RECORD (Report all strings set in well)

| CASING SIZE | WEIGHT, LB./FT. | DEPTH SET (MD) | HOLE SIZE | CEMENTING RECORD | AMOUNT FILLED |
|-------------|-----------------|----------------|-----------|------------------|---------------|
| 13-3/8"     | 54.50#          | 400'           | 17-1/2"   | 425 - Circ       | None          |
| 9-5/8"      | 36#             | 2604'          | 12-1/4"   | 1025 - Circ      | None          |
| 7"          | 26# & 29#       | 9450'          | 8-3/4"    | 1350 - Circ      | None          |

29. LINER RECORD

| SIZE   | TOP (MD) | BOTTOM (MD) | SACKS CEMENT* | SCREEN (MD) | SIZE   | DEPTH SET (MD) | PACKER SET (MD) |
|--------|----------|-------------|---------------|-------------|--------|----------------|-----------------|
| 4-1/2" | 9051'    | 10119'      | 175           |             | 2-3/8" | 9805'          | 9805'           |

30. TUBING RECORD

| SIZE   | DEPTH SET (MD) | PACKER SET (MD) |
|--------|----------------|-----------------|
| 2-3/8" | 9805'          | 9805'           |

31. PERFORATION RECORD (Interval, size and number)  
 9936-46', 9964-67'  
 13', 2 SPF, Total 28

32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC.

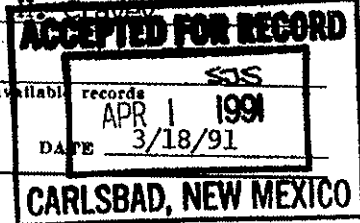
| DEPTH INTERVAL (MD) | AMOUNT AND KIND OF MATERIAL USED  |
|---------------------|---|
| 9936-67'            | 3000 gals Mod-101 acid + 1000 SCF/bbl N2 + 50 ball sealers. Flushed w/35 bbls 2% KCL water + 1000 SCF/bbl N2. |

33.\* PRODUCTION

DATE FIRST PRODUCTION \_\_\_\_\_ PRODUCTION METHOD (Flowing, gas lift, pumping—size and type of pump)  
 Flowing  
 WELL STATUS (Producing or shut-in) Producing  
 DATE OF TEST 3/11/91 HOURS TESTED 24 hrs CHOKE SIZE 8/64" PROD'N. FOR TEST PERIOD  
 OIL—BBL. 1 GAS—MCF. 886 WATER—BBL. 0 GASEL RATIO 886:1  
 FLOW. TUBING PRESS. 1600# CASING PRESSURE \_\_\_\_\_ CALCULATED 24-HOUR RATE  
 OIL—BBL. 1 GAS—MCF. 886 WATER—BBL. 0 OIL GRAVITY-API (CORR.) 58

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.)  
 Sold  
 TEST WITNESSED BY \_\_\_\_\_

35. LIST OF ATTACHMENTS  
 Logs  
 36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records  
 SIGNED *Raymond Thompson* TITLE Engr. Opns. Secretary  
 DATE 3/18/91



37. SUMMARY  
drill-stem,  
(recoveries)

PROUS ZONES: (Show all important zones of porosity and contents thereof; cored intervals; and all including depth interval tested, cushion used, time tool open, flowing and shut-in pressures, and

38. GEOLOGIC MARKERS

| FORMATION     | TOP   | BOTTOM | DESCRIPTION, CONTENTS, ETC. | NAME            | TOP         |                  |
|---------------|-------|--------|-----------------------------|-----------------|-------------|------------------|
|               |       |        |                             |                 | MEAS. DEPTH | TRUE VERT. DEPTH |
| Lower Morrow  | 9936' | 9967'  | Sandstone                   | Yates           | 424'        |                  |
| Middle Morrow | 9861' | 9881'  | Sandstone                   | Queen           | 1138'       |                  |
|               |       |        |                             | Grayburg        | 1484'       |                  |
|               |       |        |                             | San Andres      | 1976'       |                  |
|               |       |        |                             | Glorietta       | 3458'       |                  |
|               |       |        |                             | Tubb            | 4451'       |                  |
|               |       |        |                             | Drinkard        | 5376'       |                  |
|               |       |        |                             | Abo             | 5794'       |                  |
|               |       |        |                             | Wolfcamp        | 6420'       |                  |
|               |       |        |                             | Cisco           | 7666'       |                  |
|               |       |        |                             | Canyon          | 8368'       |                  |
|               |       |        |                             | Strawn          | 8844'       |                  |
|               |       |        |                             | Morrow          | 9454'       |                  |
|               |       |        |                             | Morrow Clastics | 9770'       |                  |
|               |       |        |                             | Barnett         | 10016'      |                  |



**DRILLING CO., INC. - OIL WELL DRILLING CONTRACTORS**

KEN REYNOLDS—PRESIDENT  
ARNIE NEWKIRK—VICE-PRESIDENT

P. O. Box 1498 ROSWELL, NEW MEXICO 88202-1498  
505/623-5070 ROSWELL, NM  
505/746-2719 ARTESIA, NM

February 05, 1991

Mewbourne Oil Company, Inc.  
P.O. Box 5270  
Hobbs, N.M. 88241

REF: Chalk Bluff Fed Comm #1

Gentlemen:

The following is a Deviation Survey on the above referenced well located in Eddy County, New Mexico.

|                |                |                 |
|----------------|----------------|-----------------|
| 400' - 1/4°    | 4674' - 1 1/4° | 6559' - 2 1/2°  |
| 905' - 3/4°    | 5120' - 1 1/2° | 6650' - 2 1/4°  |
| 1303' - 3/4°   | 5639' - 1 1/4° | 7146' - 1 3/4°  |
| 1901' - 1 1/4° | 6077' - 3 1/2° | 7672' - 3/4°    |
| 2399' - 1 3/4° | 6126' - 3 3/4° | 7800' - 3/4°    |
| 2600' - 1 3/4° | 6189' - 3 3/4° | 8291' - 1°      |
| 3098' - 1 1/2° | 6250' - 3 3/4° | 8815' - 1°      |
| 3592' - 1 1/2° | 6312' - 3 1/2° | 9313' - 3/4°    |
| 3682' - 3/4°   | 6374' - 3 1/4° | 9808' - 1 1/4°  |
| 4177' - 1°     | 6467' - 2 3/4° | 10,120' 3/4° TD |

Sincerely,

Arnold Newkirk  
Vice-President

STATE OF NEW MEXICO)

COUNTY OF CHAVES )

The foregoing was acknowledged before me this 05th day of February 1991 by Arnold Newkirk.

MY COMMISSION EXPIRES

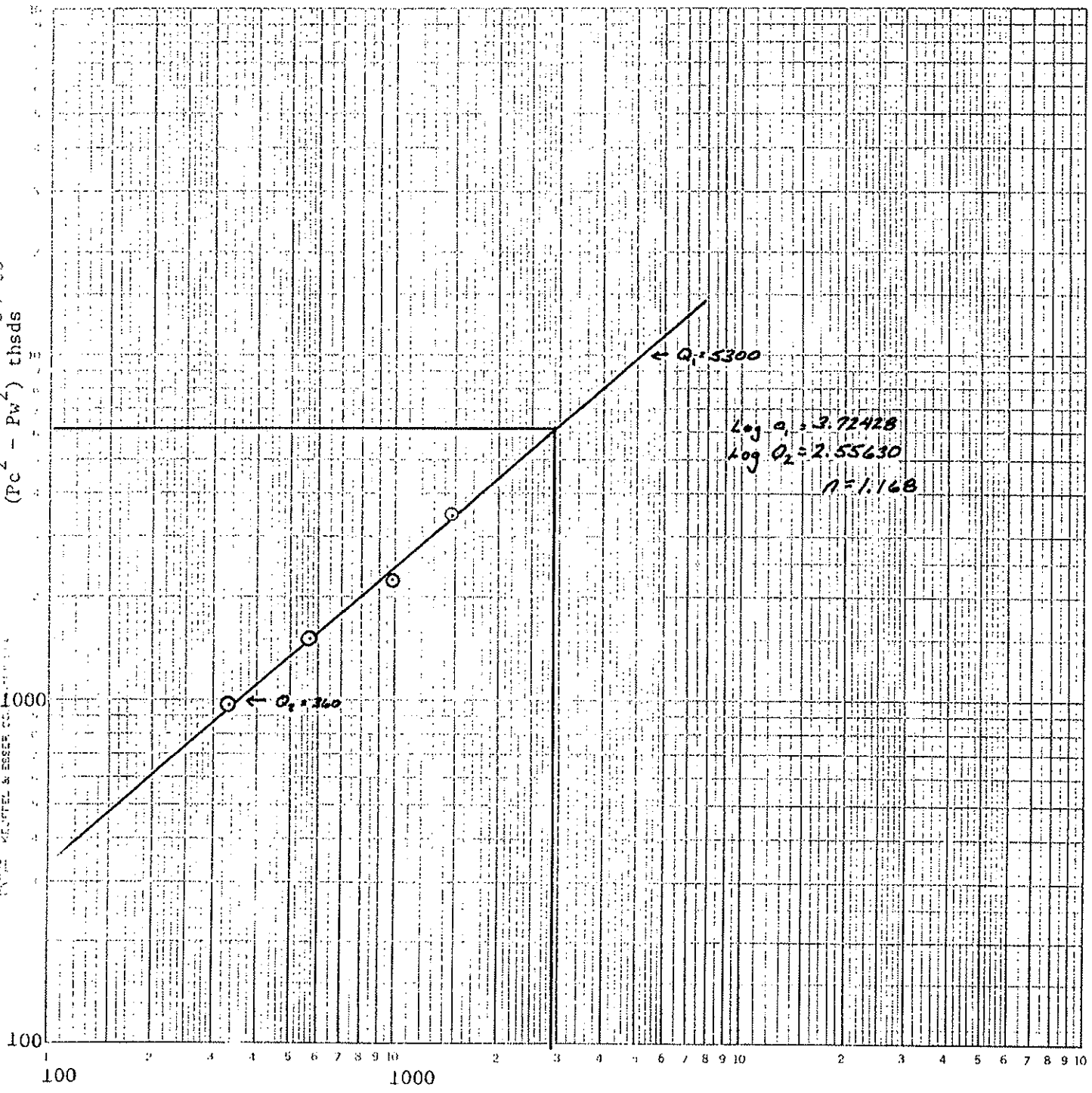
October 07, 1992

NOTARY PUBLIC

MULTIPOINT AND ONE POINT BACK PRESSURE TEST FOR GAS WELL RECEIVED

| Type Test<br><input checked="" type="checkbox"/> Initial <input type="checkbox"/> Annual <input type="checkbox"/> Special          |                             | Test Date<br>03/15/91                |                             |   |  |   |                      |          |                 |          |                  |
|--|-----------------------------|--------------------------------------|-----------------------------|---|--|---|----------------------|----------|-----------------|----------|------------------|
| Company<br>Mewbourne Oil Company   |                             | Connection<br>Transwestern           |                             |   |  |   |                      |          |                 |          |                  |
| Pool<br>Undesignated   |                             | Formation<br>Morrow                  |                             |   |  |   |                      |          |                 |          |                  |
| North Illinois Camp Morrow   |                             | MAY - 7 1991                         |                             |   |  |   |                      |          |                 |          |                  |
| Completion Date<br>03/05/91  |                             | Total Depth<br>10,120'               |                             |   |  |   |                      |          |                 |          |                  |
| Plug Back TD<br>10,075'  |                             | O.G. D.<br>ARTESIA OFFICE<br>3609'   |                             |   |  |   |                      |          |                 |          |                  |
| Farm or Lease Name<br>Chalk Bluff Federal  |                             | Well No.<br>1                        |                             |   |  |   |                      |          |                 |          |                  |
| Csg. Size<br>4 1/2"    5 1/2"    2 7/8"  |                             | Wt.<br>11.6#    6.5                  |                             |   |  |   |                      |          |                 |          |                  |
| Set At<br>10,120'  |                             | Perforations:<br>From 9936' To 9967' |                             |   |  |   |                      |          |                 |          |                  |
| Set At<br>9,805'   |                             | Perforations:<br>From Open To End    |                             |   |  |   |                      |          |                 |          |                  |
| Type Well - Single - Bradenhead - G.G. or G.O. Multiple<br>Single Gas  |                             | Packer Set At<br>9805'               |                             |   |  |   |                      |          |                 |          |                  |
| Producing Thru<br>Tbg. 148 # 10,120  |                             | Mean Annual Temp. °F<br>72           |                             |   |  |   |                      |          |                 |          |                  |
| Baro. Press. - P <sub>a</sub><br>13.2  |                             | State<br>New Mexico                  |                             |   |  |   |                      |          |                 |          |                  |
| L<br>9949  | H<br>9949                   | C <sub>g</sub><br>.660               | % CO <sub>2</sub><br>.43    |   |  |   |                      |          |                 |          |                  |
|  |                             | % N <sub>2</sub><br>.42              | % H <sub>2</sub> S<br>---   |   |  |   |                      |          |                 |          |                  |
| Prover<br>3.068  |                             | Tape<br>Fig.                         |                             |   |  |   |                      |          |                 |          |                  |
| FLOW DATA      TUBING DATA      CASING DATA      Duration of Flow  |                             |                                      |                             |   |  |   |                      |          |                 |          |                  |
| NO.  | Prover Line Size            | X                                    | Orifice Size                | Press. p.s.i.g.   | Diff. h <sub>w</sub>   | Temp. °F                                | Press. p.s.i.g.      | Temp. °F | Press. p.s.i.g. | Temp. °F | Duration of Flow |
| SI   | S.T.                        |                                      |                             |   |  |   | 2380                 |          |                 |          | 72 Hr.           |
| 1.   | 3 X                         | 1.125                                |                             | 426.8   | 4  | 51                                      | 2175                 |          | Pkr.            |          | 1 Hr.            |
| 2.   | 3 X                         | 1.125                                |                             | 446.8   | 11   | 51                                      | 2070                 |          | Pkr.            |          | 1 Hr.            |
| 3.   | 3 X                         | 1.125                                |                             | 446.8   | 32   | 51                                      | 1900                 |          | Pkr.            |          | 1 Hr.            |
| 4.   | 3 X                         | 1.125                                |                             | 426.8   | 72   | 45                                      | 1605                 |          | Pkr.            |          | 1 Hr.            |
| 5.   |                             |                                      |                             |   |  |   |                      |          |                 |          |                  |
| RATE OF FLOW CALCULATIONS  |                             |                                      |                             |   |  |   |                      |          |                 |          |                  |
| NO.  | Coefficient (24 Hour)       | $\sqrt{h_w P_m}$                     | Pressure P <sub>m</sub>     | Flow Temp. Factor Ft.                                     | Gravity Factor F <sub>g</sub>                                  | Super Compress. Factor, F <sub>pv</sub> | Rate of Flow Q, Mcfd |          |                 |          |                  |
| 1  | 6.217                       | 41.952                               | 440                         | 1.009   | 1.225  | 1.048                                   | 337                  |          |                 |          |                  |
| 2  | 6.217                       | 71.134                               | 460                         | 1.009   | 1.225  | 1.051                                   | 574                  |          |                 |          |                  |
| 3  | 6.217                       | 121.326                              | 460                         | 1.009   | 1.225  | 1.051                                   | 980                  |          |                 |          |                  |
| 4  | 6.217                       | 177.989                              | 440                         | 1.015   | 1.225  | 1.051                                   | 1446                 |          |                 |          |                  |
| 5  |                             |                                      |                             |   |  |   |                      |          |                 |          |                  |
| NO.  | P <sub>1</sub>              | Temp. °R                             | T <sub>r</sub>              | Z   | Gas Liquid Hydrocarbon Ratio    Dry Gas    Mcf/bbl.            |   |                      |          |                 |          |                  |
| 1  | .65                         | 511                                  | 1.37                        | .910  | A.P.I. Gravity of Liquid Hydrocarbons    Deg.                  |   |                      |          |                 |          |                  |
| 2  | .68                         | 511                                  | 1.37                        | .906  | Specific Gravity Separator Gas    .660    X X X X X X X X      |   |                      |          |                 |          |                  |
| 3  | .68                         | 511                                  | 1.37                        | .906  | Specific Gravity Flowing Fluid    X X X X X                    |   |                      |          |                 |          |                  |
| 4  | .65                         | 505                                  | 1.35                        | .905  | Critical Pressure    673    P.S.I.A.    P.S.I.A.               |   |                      |          |                 |          |                  |
| 5  |                             |                                      |                             |   | Critical Temperature    374    R    R                          |   |                      |          |                 |          |                  |
| $P_c = 2472$ $P_c^2 = 6110.7$ (1) $\frac{P_c^2}{P_c^2 - P_w^2} = 1.784$ (2) $\left[ \frac{P_c^2}{P_c^2 - P_w^2} \right]^n = 1.967$ |                             |                                      |                             |   |  |   |                      |          |                 |          |                  |
| NO.  | P <sub>1</sub> <sup>2</sup> | P <sub>w</sub>                       | P <sub>w</sub> <sup>2</sup> | P <sub>c</sub> <sup>2</sup> - P <sub>w</sub> <sup>2</sup> | AOF = Q $\left[ \frac{P_c^2}{P_c^2 - P_w^2} \right]^n = 2.844$ |   |                      |          |                 |          |                  |
| 1  |                             | 2264                                 | 5125                        | 985.7   |  |   |                      |          |                 |          |                  |
| 2  |                             | 2147                                 | 4609                        | 1501.7  |  |   |                      |          |                 |          |                  |
| 3  |                             | 1966                                 | 3865                        | 2245.7  |  |   |                      |          |                 |          |                  |
| 4  |                             | 1639                                 | 2686                        | 3424.7  |  |   |                      |          |                 |          |                  |
| 5  |                             |                                      |                             |   |  |   |                      |          |                 |          |                  |
| Absolute Open Flow    2,844    Mcfd @ 15.025   |                             |                                      |                             | Angle of Slope    41°                                     |  | Slope, n    1.168                       |                      |          |                 |          |                  |
| Remarks:    Well made 0 bbl. fluid during test   |                             |                                      |                             |   |  |   |                      |          |                 |          |                  |
| Approved By Division   |                             | Conducted By:<br>Greg Milner         |                             | Calculated By:<br>Greg Milner                             |  | Checked By:<br>Bill Pierce              |                      |          |                 |          |                  |

157400  
(Pc<sup>2</sup> - Pw<sup>2</sup>) thsds  
1000  
100



Q MCF/D

AOF = 2.9 MMCF/D



# Laboratory Services

1331 Tasker Drive  
Hobbs, New Mexico 88240

Telephone: (505) 397-3713

FOR: Mewbourne Oil Co.  
Attention: Mr, Greg Milner  
P. O. Box 5270  
Hobbs, New Mexico 88241

SAMPLE Chalk Bluff  
IDENTIFICATION: Federal #1  
COMPANY: Mewbourne Oil Co.  
LEASE:  
PLANT:

|                            |          |              |                |
|----------------------------|----------|--------------|----------------|
| SAMPLE DATA: DATE SAMPLED: | 03-15-91 | GAS (XX)     | LIQUID ( )     |
| ANALYSIS DATE:             | 03-18-91 | SAMPLED BY:  | Gregory Milner |
| PRESSURE - PSIG            | 460.00   | ANALYSIS BY: | Rolland Perry  |
| SAMPLE TEMP. °F            | 51.00    |              |                |
| ATMOS. TEMP. °F            |          |              |                |

REMARKS:

## COMPONENT ANALYSIS

| COMPONENT              | MOL PERCENT | GPM            |         |
|------------------------|-------------|----------------|---------|
| Oxygen (O2)            |             |                |         |
| Hydrogen Sulfide (H2S) |             |                |         |
| Nitrogen (N2)          | 0.42        |                |         |
| Carbon Dioxide (CO2)   | 0.43        |                |         |
| Methane (C1)           | 87.54       |                |         |
| Ethane (C2)            | 7.07        | 1.886          |         |
| Propane (C3)           | 2.38        | 0.654          |         |
| I-Butane (IC4)         | 0.31        | 0.100          |         |
| N-Butane (NC4)         | 0.54        | 0.169          |         |
| I-Pentane (IC5)        | 0.20        | 0.071          |         |
| N-Pentane (NC5)        | 0.14        | 0.052          |         |
| Hexane (C6)            | 0.97        | 0.399          |         |
| Heptanes Plus (C7+)    | 0.00        | 0.000          |         |
|                        | 100.00      | 3.331          |         |
| BTU/CU.FT. - DRY       | 1156        | MOLECULAR WT   | 19.0972 |
| AT 14.650 DRY          | 1153        |                |         |
| AT 14.650 WET          | 1133        | 26# GASOLINE - | 0.578   |
| AT 15.025 DRY          | 1182        |                |         |
| AT 15.025 WET          | 1162        |                |         |
| SPECIFIC GRAVITY -     |             |                |         |
| CALCULATED             | 0.660       |                |         |
| MEASURED               | 0.000       |                |         |

WORK SHEET FOR CALCULATION OF WELL BOPD PRESSURES ( $P_c$  or  $P_e$ )

FROM KNOWN BOTTOM HOLE PRESSURE ( $P_f$  or  $P_{ct}$ )

COMPANY Membrane Oil LEASE Chalk Bluff Field WELL NO. 1 DATE 3-18-91  
 LOCATION: Unit 1 Section 1 Township 18S Range 27E  
9949 H 9949 L/H 1.000 G .660 % CO<sub>2</sub> .43 % N<sub>2</sub> .42 % H<sub>2</sub>S ---

GH 6566 P<sub>ct</sub> 673 T<sub>ct</sub> 374  
TABLE IX & X

| LINE | 1   | 2      | 3 | 4 | 5 | 6 | 7 | 8 |
|------|---|--------|---|---|---|---|---|---|
| 1    | $T_w$ (W.H. °R)   | 532    |   |   |   |   |   |   |
| 2    | $T_s$ (B.H. °R)   | 608    |   |   |   |   |   |   |
| 3    | $T = \frac{T_w + T_s}{2}$                                 | 570    |   |   |   |   |   |   |
| 4    | Z (Est.)  | .790   |   |   |   |   |   |   |
| 5    | TZ  | 456.0  |   |   |   |   |   |   |
| 6    | GH/TZ   | 14.399 |   |   |   |   |   |   |
| 7    | $e^S$ (Table XIV)   | 1.716  |   |   |   |   |   |   |
| 8    | $P_f$ or <del><math>P_{ct}</math></del>                   | 3249   |   |   |   |   |   |   |
| 9    | $P_f^2$ or <del><math>P_{ct}^2</math></del>               | 10556  |   |   |   |   |   |   |
| 10   | $P_c^2 = P_f^2 / e^S$ or <del><math>P_{ct}^2</math></del> | 6151.7 |   |   |   |   |   |   |
| 11   | $P_c$ or <del><math>P_{ct}</math></del>                   | 2480.3 |   |   |   |   |   |   |
| 12   | $P_w = \frac{P_w + P_s}{2}$ or $\frac{P_c + P_f}{2}$      | 2864.6 |   |   |   |   |   |   |
| 13   | $P_t = (P/P_{ct})$  | 4.26   |   |   |   |   |   |   |
| 14   | $T_r = (T/T_{ct})$  | 1.52   |   |   |   |   |   |   |
| 15   | Z (Table XI)  | .790   |   |   |   |   |   |   |

WORK SHEET FOR CALCULATION OF WELL HEAD PRESSURES (or P<sub>w</sub>)  
FROM KNOWN BOTTOM HOLE PRESSURE (or P<sub>s</sub>)

COMPANY Newbourn LEASE Stalk Bluff Fed. WELL NO. 1 DATE 3-18-91  
 LOCATION: Unit 9949 Section 1 Township 18S Range 27E  
 L 9949 H 9949 L/H 1.00 G 660 % CO<sub>2</sub> .43 % N<sub>2</sub> .42 % H<sub>2</sub>S —  
 GH 6566 P<sub>CT</sub> 673 T<sub>CT</sub> 374

| LINE | 1   | 2      | 3      | 4      | 5      | 6      | 7      | 8      |
|------|---|--------|--------|--------|--------|--------|--------|--------|
| 1    | T <sub>w</sub> (W.H. °R)  | 532    | 532    | 532    | 532    | 532    | 532    | 532    |
| 2    | T <sub>s</sub> (B.H. °R)  | 608    | 608    | 608    | 608    | 608    | 608    | 608    |
| 3    | T = (T <sub>w</sub> + T <sub>s</sub> ) / 2  | 570    | 570    | 570    | 570    | 570    | 570    | 570    |
| 4    | Z (Est.)  | .835   | .783   | .783   | .781   | .780   | .780   | .792   |
| 5    | TZ  | 476.0  | 446.5  | 446.5  | 445.1  | 444.8  | 444.6  | 451.7  |
| 6    | GH/TZ   | 13.996 | 14.704 | 14.712 | 14.753 | 14.761 | 14.768 | 14.537 |
| 7    | e <sup>s</sup> (Table XIV)  | 1.678  | 1.736  | 1.736  | 1.739  | 1.739  | 1.740  | 1.725  |
| 8    | <del>P<sub>w</sub></del> or P <sub>s</sub>  | 2983   | 2983   | 2831   | 2831   | 2593   | 2152   | 2152   |
| 9    | <del>P<sub>w</sub></del> or P <sub>s</sub> <sup>2</sup>   | 8898.3 | 8898.3 | 8014.6 | 8014.6 | 6723.6 | 4631.1 | 4631.1 |
| 10   | <del>P<sub>w</sub></del> = P <sub>s</sub> <sup>2</sup> /es or P <sub>w</sub> <sup>2</sup> = P <sub>s</sub> <sup>2</sup> /es | 5304.3 | 5126.6 | 4616.2 | 4609.0 | 3865.5 | 2661.7 | 2684.9 |
| 11   | <del>P<sub>w</sub></del> or P <sub>w</sub>  | 2303.1 | 2264.2 | 2148.5 | 2146.9 | 1966.5 | 1631.5 | 1638.6 |
| 12   | P <sub>w</sub> = (P <sub>w</sub> + P <sub>s</sub> ) / 2 or (P <sub>s</sub> + P <sub>w</sub> ) / 2                           | 2643.1 | 2623.6 | 2489.8 | 2488.9 | 2279.8 | 1891.7 | 1895.3 |
| 13   | P <sub>f</sub> = (P/P <sub>CT</sub> )   | 3.93   | 3.90   | 3.70   | 3.70   | 3.39   | 2.81   | 2.82   |
| 14   | T <sub>f</sub> = (T/T <sub>CT</sub> )   | 1.52   | 1.52   | 1.52   | 1.52   | 1.52   | 1.52   | 1.52   |
| 15   | Z (Table XI)  | .783   | .783   | .781   | .781   | .780   | .792   | .792   |



COMPANY: PRO WIRELINE  
CLIENT: MEWBOURNE OIL  
GAUGE NUMBER: 12235  
WELL NAME: CHALK BLUFF  
WELL NUMBER: 1  
TEST NUMBER: 1  
LOCATION:  
TEST OPERATOR: BURRELL  
COMMENTS: 4 POINT FLOW TEST RAN  
AFTER 72 HOUR BUILD UP

| POSITION | GAUGE SERIAL NUMBER |
|----------|---------------------|
| 1        |                     |
| 2        |                     |
| 3        |                     |
| 4        |                     |

AGE START DATE: 3/15/91

GAUGE S/N: 12235

DATA FILE: 3

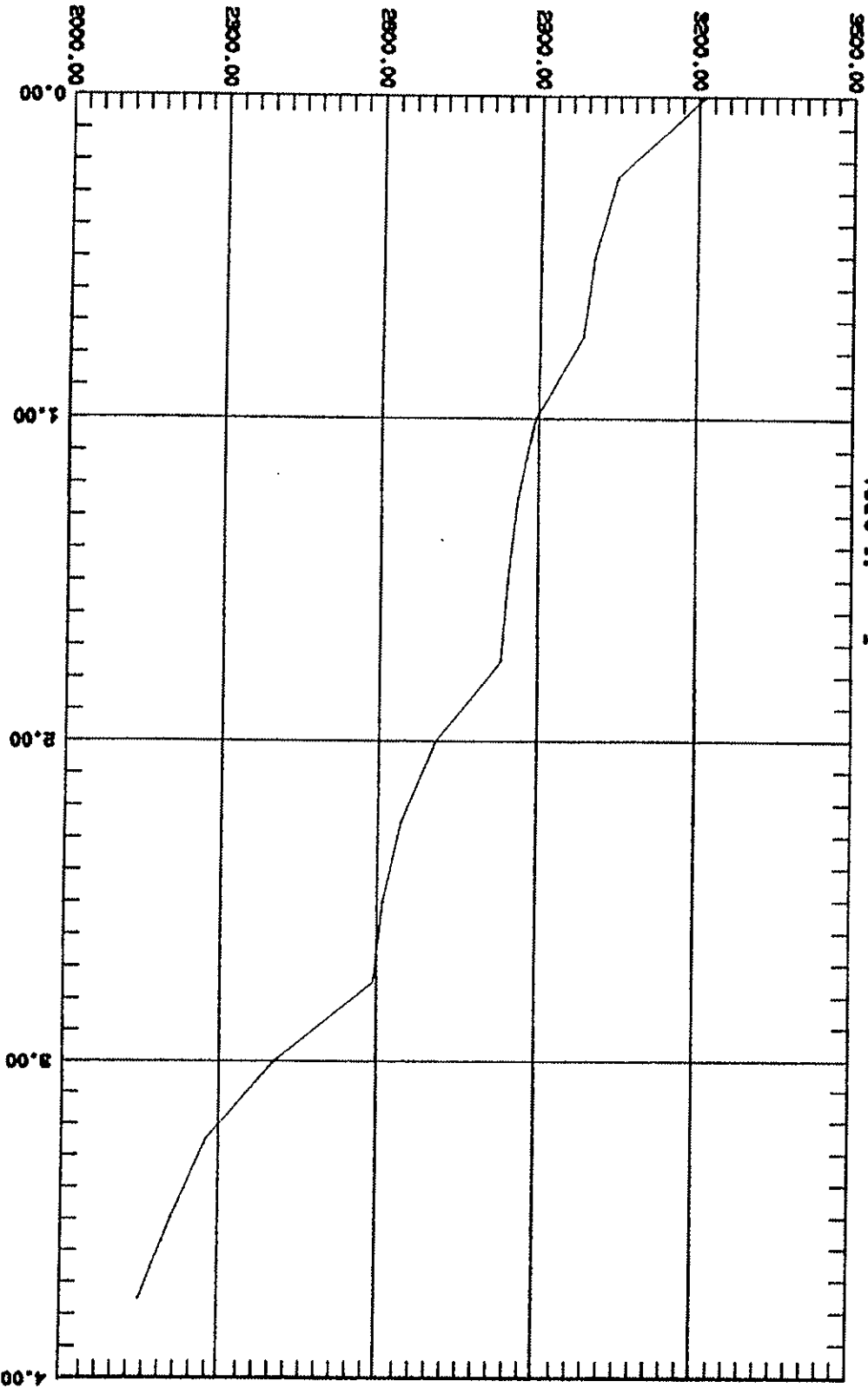
| REAL TIME | DELTA TIME<br>HRS | PRESSURE<br>PSIA | TEMPERATURE<br>°F | COMMENTS     |
|-----------|-------------------|------------------|-------------------|--------------|
| 9:45: 0   | 0.0000            | 3213.00          |                   | START RATE 1 |
| 10: 0: 0  | 0.2500            | 3046.00          |                   |              |
| 10:15: 0  | 0.5000            | 3003.00          |                   |              |
| 10:30: 0  | 0.7500            | 2983.00          |                   | START RATE 2 |
| 10:45: 0  | 1.0000            | 2894.00          |                   |              |
| 11: 0: 0  | 1.2500            | 2861.00          |                   |              |
| 11:15: 0  | 1.5000            | 2843.00          |                   |              |
| 11:30: 0  | 1.7500            | 2831.00          |                   | START RATE 3 |
| 11:45: 0  | 2.0000            | 2707.00          |                   |              |
| 12: 0: 0  | 2.2500            | 2643.00          |                   |              |
| 12:15: 0  | 2.5000            | 2610.00          |                   |              |
| 12:30: 0  | 2.7500            | 2593.00          |                   | START RATE 4 |
| 12:45: 0  | 3.0000            | 2405.00          |                   |              |
| 13: 0: 0  | 3.2500            | 2276.00          |                   |              |
| 13:15: 0  | 3.5000            | 2210.00          |                   |              |
| 13:30: 0  | 3.7500            | 2152.00          |                   | END OF TEST  |

# PRESSURE - PSIA

Plot starting date: 3/15/91  
time: 9:45: 0  
Gauge S/N

Company: PRO WIRELINE  
Client: MEMBOURNE OIL  
Well name: CHALK BLUFF  
Well #: 1  
Test #: 1

Location:  
Operator: BURRILL  
Comments: 4 POINT FLOW TEST RAN  
AFTER 72 HOUR BUILD UP



DELTA TIME - HRS

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

RECEIVED  
SEP 28 1992

O. C. D.  
OIL CONSERVATION DISTRICT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

5. Lease Designation and Serial No.  
NM-0557371

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.  
Chalk Bluff Fed.Com.#1

9. API Well No.  
30-015-26575

10. Field and Pool, or Exploratory Area  
N.Illinois Camp-Mor.-Gas

11. County or Parish, State  
Eddy

SUBMIT IN TRIPLICATE

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
Mewbourne Oil Company

3. Address and Telephone No.  
P. O. Box 7698, Tyler, Texas 75711 (903) 561-2900

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
2250' FWL & 790' FSL Sec. 1, T18S-R27E

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION  |
|---|---|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Abandonment  |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Recompletion   |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Plugging Back  |
|   | <input type="checkbox"/> Casing Repair  |
|   | <input type="checkbox"/> Altering Casing  |
|   | <input checked="" type="checkbox"/> Other <u>Additional perfs, acidize &amp; frac</u> |
|   | <input type="checkbox"/> Change of Plans  |
|   | <input type="checkbox"/> New Construction   |
|   | <input type="checkbox"/> Non-Routine Fracturing                                       |
|   | <input type="checkbox"/> Water Shut-Off   |
|   | <input type="checkbox"/> Conversion to Injection                                      |
|   | <input type="checkbox"/> Dispose Water  |

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

- 8/13/92 - Perf Middle Morrow 9861-9882', 2 SPF, 10' Net, 22 holes.
- 8/14/92 - Acidized w/3500 gals 7 1/2% HCL + additives + 1000 SCF/bbl nitrogen carrying 80 ball sealers. Flushed w/2Z KCL wtr + 1000 SCF/bbl nitrogen. ISDP 4300#, 5 mins 3800#, 10 mins 3400#, 15 mins 2800#. Avg rate 3.7 BPM, AP 5000#, MP 5600#. Blew well down to pit 8/15 - 8/18/92.
- 8/19/92 - MI swab unit. Pressure tested tbg to 2000#. Held OK. Removed tree. RU BOP. RU swab. Swabbed well down to 5300'.
- 8/20/92 - Swabbed down to 6500'. POOH w/tbg & pkr. TIH w/new pkr assembly & 200 jts tbg. Tested tbg to 8000#. 8/21/92 - Continued testing tbg. Set pkr @ 9740.68' w/15 pts compression. Press annulus to 2000#. Held OK. Started swabbing. Had light blow of gas.
- 8/22/92 - RU Western Co. Acidized perfs w/1500 gals 7 1/2% HCL acid + additives + 1000 scf/bbl nitrogen + 35 ball sealers. Flushed w/2Z KCL wtr. ISDP 400#. 5 min 3700#, 10 min 3700#, 15 min 3600#. ATP 5100#, MTP 5400#. RD Western. Opened well to pit on 12/64" choke. No show of gas or oil. Recovering load.
- 8/23/92 - RU swab. FL @ 7000'. Swabbed dry in 3 runs. Continued swabbing. Recovering load.

14. I hereby certify that the foregoing is true and correct

Signed [Signature] Title Engr. Oprns. Secretary

Date 9/11/92

(This space for Federal or State office use)

Approved by \_\_\_\_\_  
Conditions of approval, if any:

Title \_\_\_\_\_

Date \_\_\_\_\_

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 representations as to any matter within its jurisdiction.

\*See instruction on Reverse Side

UNITED STATES DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
SUBMIT IN DUPLICATE  
(See other instructions on reverse side)

Form approved.  
Budget Bureau No. 1004-0137  
Expires August 31, 1985

WELL COMPLETION OR RECOMPLETION REPORT AND LOG \*

1a. TYPE OF WELL: OIL WELL  GAS WELL  DRY  Other \_\_\_\_\_  
 b. TYPE OF COMPLETION: NEW WELL  WORK OVER  DEEP-EN  PLUG BACK  DIFF. RESVL.  Other \_\_\_\_\_  
 2. NAME OF OPERATOR: Mewbourne Oil Company ✓  
 3. ADDRESS OF OPERATOR: P. O. Box 7698, Tyler, Texas 75711  
 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements):  
 At surface 2250' FWL & 790' FSL  
 At top prod. interval reported below  
 At total depth Same

CONFIDENTIAL  
RECEIVED  
JUL 23 1992  
O. C. D.

5. LEASE DESIGNATION AND SERIAL NO. NM-0557371  
 6. IF INDIAN, ALLOTTEE OR TRIBE NAME \_\_\_\_\_  
 7. UNIT AGREEMENT NAME \_\_\_\_\_  
 8. FARM OR LEASE NAME Chalk Bluff Federal Com  
 9. WELL NO. 1  
 10. FIELD AND POOL, OR WILDCAT N. Illinois Camp Morrow  
 11. SEC., T., R., M., OR BLOCK AND SURVEY OR AREA  
 Sec. 1-T18S-R27

14. PERMIT NO. DATE ISSUED  
API #30-015-216575  
 15. DATE SPUDDED 12/22/90 16. DATE T.D. REACHED 1/29/91 17. DATE COMPL. (Ready to prod.) 3/07/91  
 18. ELEVATIONS (OF, RKB, RT, OR, ETC.)\* KB 3625', GM 3609'  
 19. ELEV. CASING HEAD \_\_\_\_\_  
 20. TOTAL DEPTH, MD & TVD 10,120' 21. PLUG, BACK T.D., MD & TVD 10,079'  
 22. IF MULTIPLE COMPL., HOW MANY\* \_\_\_\_\_ 23. INTERVALS DRILLED BY ROTARY TOOLS X CABLE TOOLS \_\_\_\_\_  
 24. PRODUCING INTERVAL(S), OF THIS COMPLETION—TOP, BOTTOM, NAME (MD AND TVD)\* 9936-46', 9964-67' - Morrow  
 25. WAS DIRECTIONAL SURVEY MADE Yes  
 26. TYPE ELECTRIC AND OTHER LOGS RUN SDL-DSN, DLL-MSFL, DILL  
 27. WAS WELL CORRED No

29. CASING RECORD (Report all strings set in well)

| CASING SIZE | WEIGHT, LB./FT. | DEPTH SET (MD) | HOLE SIZE | CEMENTING RECORD | AMOUNT FILLED |
|-------------|-----------------|----------------|-----------|------------------|---------------|
| 13-3/8"     | 54.50#          | 400'           | 17-1/2"   | 425 - Circ       | None          |
| 9-5/8"      | 36#             | 2604'          | 12-1/4"   | 1025 - Circ      | None          |
| 7"          | 26# & 29#       | 9450'          | 8-3/4"    | 1350 - Circ      | None          |

29. LINER RECORD

| SIZE   | TOP (MD) | BOTTOM (MD) | BACKS CEMENT* | SCREEN (MD) | 30. TUBING RECORD                                      |
|--------|----------|-------------|---------------|-------------|--|
| 4-1/2" | 9051'    | 10119'      | 175           |             | SIZE 2-3/8" DEPTH SET (MD) 9805' PACKER SET (MD) 9805' |

31. PERFORATION RECORD (Interval, size and number) 9936-46', 9964-67' 13', 2 SPF, Total 28  
 32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC.  
 DEPTH INTERVAL (MD) 9936-67'  
 AMOUNT AND KIND OF MATERIAL USED 3000 gals Mod-101 acid + 1000 SCF/bbl N2 + 50 ball sealers, Flushed w/35 bbls 2% KCl water + 1000 SCF/bbl N2.

33. PRODUCTION  
 DATE FIRST PRODUCTION \_\_\_\_\_ PRODUCTION METHOD (Flowing, gas lift, pumping—size and type of pump) Flowing  
 WELL STATUS (Producing or shut-in) Producing  
 DATE OF TEST 3/11/91 HOURS TESTED 24 hrs CHOKER SIZE 8/64" PROD'N. FOR TEST PERIOD \_\_\_\_\_  
 OIL—BBL. 1 GAS—MCF. 886 WATER—BBL. 0 OIL GRAVITY 886:1  
 FLOW. TUBING PRESS. 1600# CASING PRESSURE \_\_\_\_\_ CALCULATED 24-HOUR RATE \_\_\_\_\_  
 OIL—BBL. 1 GAS—MCF. 886 WATER—BBL. 0 OIL GRAVITY-API (CORR.) 58

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.) Sold

35. LIST OF ATTACHMENTS  
 Logs  
 I hereby certify that the foregoing and attached information is complete and correct as determined from all available records.  
 SIGNED *Raymond Thompson* TITLE Engr. Oprns. Secretary

ACCEPTED FOR RECORD  
 SJS  
 records  
 APR 1 1991  
 DATE 3/18/91  
 CARLSBAD, NEW MEXICO

\*(See Instructions and Spaces for Additional Data on Reverse Side)

37. SUMMARY (Show all important zones of porosity and contents thereof; cored intervals; and all drill-stem, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures, and recoveries)

38. GEOLOGIC MARKERS

| FORMATION     | TOP   | BOTTOM | DESCRIPTION, CONTENTS, ETC. | NAME            | TOP         |                  |
|---------------|-------|--------|-----------------------------|-----------------|-------------|------------------|
|               |       |        |                             |                 | MEAS. DEPTH | TRUE VERT. DEPTH |
| Lower Morrow  | 9936' | 9967'  | Sandstone                   | Yates           | 424'        |                  |
| Middle Morrow | 9861' | 9881'  | Sandstone                   | Queen           | 1138'       |                  |
|               |       |        |                             | Grayburg        | 1484'       |                  |
|               |       |        |                             | San Andres      | 1976'       |                  |
|               |       |        |                             | Glorietta       | 3458'       |                  |
|               |       |        |                             | Tubb            | 4451'       |                  |
|               |       |        |                             | Drinkard        | 5376'       |                  |
|               |       |        |                             | Abo             | 5794'       |                  |
|               |       |        |                             | Wolfcamp        | 6420'       |                  |
|               |       |        |                             | Cisco           | 7666'       |                  |
|               |       |        |                             | Canyon          | 8368'       |                  |
|               |       |        |                             | Strawn          | 8844'       |                  |
|               |       |        |                             | Morrow          | 9454'       |                  |
|               |       |        |                             | Morrow Clastics | 9770'       |                  |
|               |       |        |                             | Barnett         | 10016'      |                  |

Submit 5 Copies  
Appropriate District Office  
DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

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

State of New Mexico  
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION  
P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

Form C-104  
Revised 1-1-89  
See Instructions  
at Bottom of Page

CLSF  
LIT  
GT  
DP

REQUEST FOR ALLOWABLE AND AUTHORIZATION  
TO TRANSPORT OIL AND NATURAL GAS

I.

|   |   |
|---|---|
| Operator<br><b>MEWBOURNE OIL COMPANY</b> ✓  | Well APN No.<br>30-015-26575  |
| Address<br>P. O. Box 7698, Tyler, Texas 75711   |   |
| Reason(s) for Filing (Check proper box) <input type="checkbox"/> Other (Please explain) |   |
| New Well <input checked="" type="checkbox"/>  | Change in Transporter of: <input type="checkbox"/>                          |
| Recompletion <input type="checkbox"/>   | Oil <input type="checkbox"/> Dry Gas <input type="checkbox"/>               |
| Change in Operator <input type="checkbox"/>   | Casinghead Gas <input type="checkbox"/> Condensate <input type="checkbox"/> |
| If change of operator give name and address of previous operator _____                  |   |

II. DESCRIPTION OF WELL AND LEASE

|  |               |  |   |                         |
|--|---------------|--|---|-------------------------|
| Lease Name<br><b>CHALK BLUFF FEDERAL</b>   | Well No.<br>1 | Pool Name, including Formation<br>North Illinois Camp Morrow | Kind of Lease<br><del>State</del> Federal <input checked="" type="checkbox"/> | Lease No.<br>NM-0557371 |
| Location<br>Unit Letter <u>N</u> : 2250 Feet From The <u>West</u> Line and 790 Feet From The <u>South</u> Line<br>Section <u>1</u> Township <u>18 South</u> Range <u>27 East</u> <u>NMPM</u> Eddy County |               |  |   |                         |

III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS

|   |  |
|---|--|
| Name of Authorized Transporter of Oil or Condensate <input type="checkbox"/> or Dry Gas <input checked="" type="checkbox"/> | Address (Give address to which approved copy of this form is to be sent) |
| <b>Amoco Pipeline Inter-corporate Trucking</b>  | Oil Tender Dept. Box 702068, Tulsa, OK 74170-2068                        |
| Name of Authorized Transporter of Casinghead Gas <input type="checkbox"/> or Dry Gas <input checked="" type="checkbox"/>    | Address (Give address to which approved copy of this form is to be sent) |
| <b>Transwestern Pipeline Company</b>  | P.O. Box 1188, Houston, Texas 77251-1188                                 |
| If well produces oil or liquids, give location of tanks.  | Unit   Sec.   Twp.   Rgs.   Is gas actually connected?   When?           |
|   | N   1   18S   27E   Yes   March, 1991                                    |
| If this production is commingled with that from any other lease or pool, give commingling order number: <u>NO</u>           |  |

IV. COMPLETION DATA

|  |                                       |                          |                        |              |        |           |            |            |
|--|---------------------------------------|--------------------------|------------------------|--------------|--------|-----------|------------|------------|
| Designate Type of Completion - (X)                       | Oil Well                              | Gas Well                 | New Well               | Workover     | Deepen | Plug Back | Same Res'v | Diff Res'v |
|  |                                       | X                        | X                      |              |        |           |            |            |
| Date Spudded<br>12/22/90                                 | Date Compl. Ready to Prod.<br>3/07/91 | Total Depth<br>10,120'   | P.B.T.D.<br>10,079'    |              |        |           |            |            |
| Elevations (DP, RKB, RT, GR, etc.)<br>KB 3625', GR 3609' | Name of Producing Formation<br>Morrow | Top Oil/Gas Pay<br>9936' | Tubing Depth<br>9,805' |              |        |           |            |            |
| Perforations<br>9936-46', 9964-67', 13', 2 SPF, Total 28 |                                       |                          | Depth Casing Shoe      |              |        |           |            |            |
| TUBING, CASING AND CEMENTING RECORD                      |                                       |                          |                        |              |        |           |            |            |
| HOLE SIZE  | CASING & TUBING SIZE                  | DEPTH SET                | SACKS CEMENT           |              |        |           |            |            |
| 17-1/2"  | 13-3/8"                               | 400'                     | 425                    | Part III-2   |        |           |            |            |
| 12-1/4"  | 9-5/8"                                | 2604'                    | 1025                   | 5-12-91      |        |           |            |            |
| 8-3/3"   | 7"                                    | 9450'                    | 1350                   | comp. F.A.R. |        |           |            |            |
| 7"   | 4-1/2" Liner                          | 10119'                   | 175                    |              |        |           |            |            |

V. TEST DATA AND REQUEST FOR ALLOWABLE

OIL WELL (Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours.)

|                                |                 |   |            |
|--------------------------------|-----------------|---|------------|
| Date First New Oil Run To Tank | Date of Test    | Producing Method (Flow, pump, gas lift, etc.) |            |
|                                |                 |   |            |
| Length of Test                 | Tubing Pressure | Casing Pressure                               | Choke Size |
|                                |                 |   |            |
| Actual Prod. During Test       | Oil - Bbls.     | Water - Bbls.                                 | Gas - MCF  |
|                                |                 |   |            |

GAS WELL

|   |                                    |                            |                              |
|---|------------------------------------|----------------------------|------------------------------|
| Actual Prod. Test - MCF/D<br>886                  | Length of Test<br>.24 hours        | Bbls. Condensate/MMCF<br>1 | Gravity of Condensate<br>58° |
| Testing Method (pilot, back pr.)<br>Back Pressure | Tubing Pressure (Shut-in)<br>1600# | Casing Pressure (Shut-in)  | Choke Size<br>8/64"          |

VI. OPERATOR CERTIFICATE OF COMPLIANCE

I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

*Gaylor Thompson*  
Signature  
**Gaylor Thompson, Engineering Operations**  
Printed Name  
March 11, 1991 (903) 561-2900  
Date Telephone No.

OIL CONSERVATION DIVISION

Date Approved MAY 16 1991

By ORIGINAL SIGNED BY  
MIKE WILLIAMS  
Title SUPERVISOR, DISTRICT II

INSTRUCTIONS: This form is to be filed in compliance with Rule 1104

- 1) Request for allowable for newly drilled or deepened well must be accompanied by tabular data with Rule 111.
- 2) All sections of this form must be filled out for allowable on new and recompleted wells.
- 3) Fill out only Sections I, II, III, and VI for changes of operator, well name or well number.
- 4) Separate Form C-104 must be filed for each pool in multiply completed wells.

Handwritten scribble or mark.

Redacted area consisting of several thick black horizontal bars.



UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OIL CONS COMMISSION  
FORM APPROVED  
Drawer DD  
Artesia, N.M.  
Regulation No. 1004-0135  
Expires: March 31, 1993

C/SF

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
 Mewbourne Oil Company

3. Address and Telephone No.  
 P.O. Box 5270 Hobbs, New Mexico 88241 (505) 393-5905

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
 2250' FWL & 790' FSL  
 Sec. 1-T18S-R27E

5. Lease Designation and Serial No.  
 NM-0557371

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.  
 Chalk Bluff Fed. Comm. #1

9. API Well No.  
 30-015-26575

10. Field and Pool, or Exploratory Area  
 N. Illinois Camp Morrow

11. County or Parish, State  
 Eddy Co., N.M.

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION  | TYPE OF ACTION  |
|---|---|
| <input checked="" type="checkbox"/> Notice of Interest<br><input type="checkbox"/> Subsequent Report<br><input type="checkbox"/> Final Abandonment Notice | <input checked="" type="checkbox"/> Abandonment<br><input type="checkbox"/> Recompletion<br><input type="checkbox"/> Plugging Back<br><input type="checkbox"/> Casing Repair<br><input type="checkbox"/> Altering Casing<br><input type="checkbox"/> Other _____<br><input type="checkbox"/> Change of Plans<br><input type="checkbox"/> New Construction<br><input type="checkbox"/> Non-Routine Fracturing<br><input type="checkbox"/> Water Shut-Off<br><input type="checkbox"/> Conversion to Injection<br><input type="checkbox"/> Dispose Water<br><small>(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)</small> |

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

- Spot 8 sx. (50') cement plug on top of existing CIBP @ 7010'. Circulate hole with plug mud.
- Spot 17 sx. (100') cement plug @ 2650'.
- Spot 17 sx. (100') cement plug @ 450'.
- Cut off and remove wellhead.
- Spot 8 sx. (50') surface plug.
- Install cup and dry hole marker.
- Clean location.

RECEIVED

AUG 18 1995

OIL CON. DIV.  
DIST. 2

JUN 2 10 45 AM '95  
 RECEIVED

14. I hereby certify that the foregoing is true and correct.  
 Signed: [Signature] Title: Engineer Date: 5/25/95

(This space for Federal or State office use)  
 Approved by: Shannon J. Shaw Title: PETROLEUM ENGINEER Date: 8/14/95  
 Conditions of approval, if any

OCD - Artesia

C151

Form 3160-5  
(June 1990)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT-" for such proposals

SUBMIT IN TRIPLICATE

|  |  |
|--|--|
| 1. Type of Well<br><input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other | 5. Lease Designation and Serial No.<br>NM-0557371                  |
| 2. Name of Operator<br>Mewbourne Oil Company   | 6. If Indian, Allottee or Tribe Name                               |
| 3. Address and Telephone No.<br>PO Box 5270, Hobbs, NM 505-393-5905  | 7. If Unit or CA, Agreement Designation                            |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>790' FSL & 2250' FWL, Sec.1 T-18S R-27E                | 8. Well Name and No.<br>Chalk Bluff Federal Comm #1                |
|  | 9. API Well No.<br>30-015-26575                                    |
|  | 10. Field and Pool, or Exploratory Area<br>N. Illinois Camp Morrow |
|  | 11. County or Parish, State<br>Eddy, NM                            |

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION   |
|--|--|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Abandonment                                   |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Recompletion                                  |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Plugging Back                                 |
|  | <input type="checkbox"/> Casing Repair                                 |
|  | <input type="checkbox"/> Altering Casing                               |
|  | <input checked="" type="checkbox"/> Other <u>Extend T/A &amp; CIT.</u> |
|  | <input type="checkbox"/> Change of Plans                               |
|  | <input type="checkbox"/> New Construction                              |
|  | <input type="checkbox"/> Non-Routine Fracturing                        |
|  | <input type="checkbox"/> Water Shut-Off                                |
|  | <input type="checkbox"/> Conversion to Injection                       |
|  | <input type="checkbox"/> Dispose Water                                 |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

The above caption well is currently under T/A status. Mewbourne Oil Company would like to extend this status. The well has a 7" CIBP above all perms @ 7010'. We are considering converting this well into a SWD. At this time, Mewbourne would like to schedule a CIT (500 psi) & after passing, extend T/A status for an additional time.

If any question, please call.



TA Approved for 12 Month Period  
Ending 10/25/2001

RECEIVED  
2000 OCT 10 1 P 2 34  
BUREAU OF LAND MGMT.  
CARLSBAD RESOURCE AREA

14. I hereby certify that the foregoing is true and correct

|  |  |                       |
|--|--|-----------------------|
| Signed <u>[Signature]</u>                    | Title <u>N.M. Young</u> District Manager | Date <u>10/06/00</u>  |
| (This space for Federal or State office use) |  |                       |
| Approved by <u>(ORIG. 502) MEG. LARA</u>     | Title <u>Permitting Engineer</u>         | Date <u>11/6/2000</u> |
| Conditions of approval, if any:              |  |                       |

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 representations as to any matter within its jurisdiction.

\*See Instruction on Reverse Side

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

N.M. C. Cons. Division  
811 S. 1st Street  
Artesia, NM 88210-2834

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993  
Title, Location and Serial No.  
NM-0557371

CSF

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT-" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well

Oil Well  Gas Well  Other

2. Name of Operator

Mewbourne Oil Company

3. Address and Telephone No.

PO Box 5270, Hobbs, NM 505-393-5905

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

790' FSL & 2250' FWL, Sec.1 T-18S R-27E

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Chalk Bluff Federal Comm #1

9. API Well No.

30-015-26575

10. Field and Pool, or Exploratory Area

N. Illinois Camp Morrow

11. County or Parish, State

Eddy, NM

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

Notice of Intent  
 Subsequent Report  
 Final Abandonment Notice

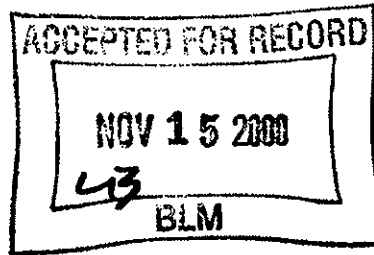
TYPE OF ACTION

Abandonment  
 Recompletion  
 Plugging Back  
 Casing Repair  
 Altering Casing  
 Other MIT  
 Change of Plans  
 New Construction  
 Non-Routine Fracturing  
 Water Shut-Off  
 Conversion to Injection  
 Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

The above caption well was successfully MIT'ed on 10/25/2000. (500 psi for 30 min.)  
The pressure chart is enclosed.  
If any question, please call.



14. I hereby certify that the foregoing is true and correct

Signed *N.M. Young*

Title N.M. Young District Manager

Date 11/01/00

(This space for Federal or State office use)

Approved by **Record Only**  
Conditions of approval, if any:

Title

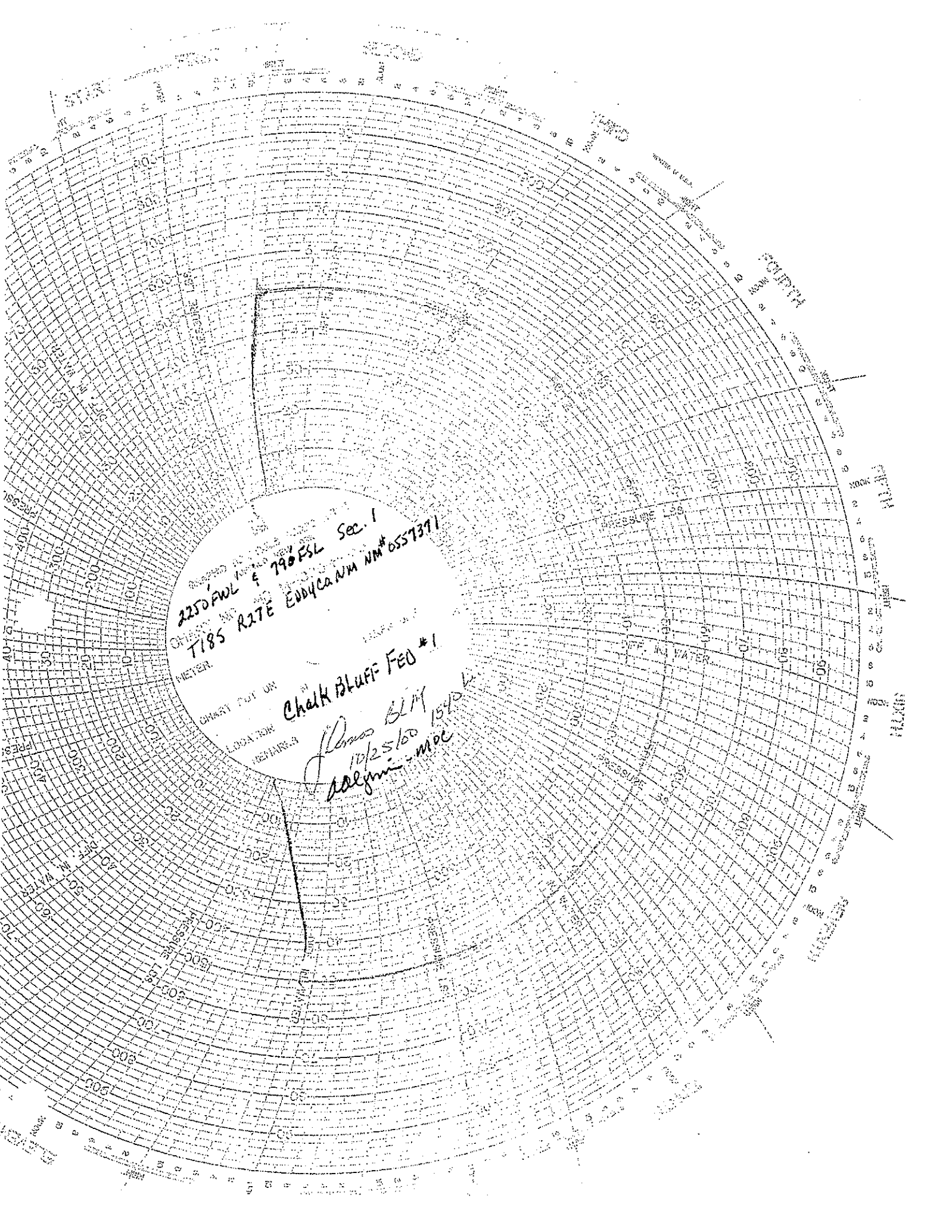
Date

\*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 representations as to any matter within its jurisdiction.

2250 FWL & 790 FSL Sec. 1  
T185 R2TE EDDYCA NM NM# 0557371

CHALK BLUFF FED #1

*James Blum*  
10/25/00 1545  
*Adgim - mpc*



UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

NM OIL CONS COMMISSION  
Drawer DD

Artesia, NM 88210  
FORM APPROVED

Budget Bureau No. 1004-0135  
Expires: March 31, 1993

25F

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

**SUBMIT IN TRIPLICATE**

FEB 21 1994

1. Type of Well

Oil Well  Gas Well  Other

2. Name of Operator

Mewbourne Oil Company

3. Address and Telephone No.

P.O. Box 5270 Hobbs, New Mexico 88241 (505) 393-5905

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

2250' FWL & 790' FSL  
Sec. 1-T18S-R27E

5. Lease Designation and Serial No.

NM-0557371

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Chalk Bluff Fed. Com. #1

9. API Well No.

30-015-26575

10. Field and Pool, or Exploratory Area

N. Illinois Camp

11. County or Parish, State

Eddy Co., N.M.

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION  |
|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Abandonment                            |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Recompletion                           |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Plugging Back                          |
|  | <input type="checkbox"/> Casing Repair                          |
|  | <input type="checkbox"/> Altering Casing                        |
|  | <input checked="" type="checkbox"/> Other <b>Shut-In-Status</b> |
|  | <input type="checkbox"/> Change of Plans                        |
|  | <input type="checkbox"/> New Construction                       |
|  | <input type="checkbox"/> Non-Routine Fracturing                 |
|  | <input type="checkbox"/> Water Shut-Off                         |
|  | <input type="checkbox"/> Conversion to Injection                |
|  | <input type="checkbox"/> Dispose Water                          |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Mewbourne Oil Company here by requests temporarily abandon status pending further evaluation of the lease for the above well. The well was spudded 12/22/90.

APPROVED FOR 12 MONTH PERIOD  
ENDING 1/25/95

JAN 27 10 06 AM 1994  
RECEIVED

14. I hereby certify that the foregoing is true and correct

Signed Robert G. Jones

Title Petroleum Engineer

Date 01/25/94

(This space for Federal or State office use)

Approved by (ORIG. SGD.) JOE G. LARA  
Conditions of approval, if any:

Title PETROLEUM ENGINEER

Date 2/16/94

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 representations as to any matter within its jurisdiction.

RECEIVED  
OCT 15 11 51 AM '93

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

NEW MEXICO OIL & GAS COMMISSION  
Drawer 88  
Alamosa, NM

PERMIT APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

CSF

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

NOV 17 1993

1. Type of Well

Oil Well  Gas Well  Other

2. Name of Operator

Mewbourne Oil Company

3. Address and Telephone No.

P.O. Box 5270 Hobbs, New Mexico 88241 (505) 393-5905

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

2250' FWL & 790' FSL of Sec. 1-T18S-R27E

5. Lease Designation and Serial No.

NM-0557371

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Chalk Bluff Fed. Comm. #1

9. API Well No.

30-015-26575

10. Field and Pool, or Exploratory Area

N. Illinois Camp

11. County or Parish, State

Eddy Co., N.M.

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

Notice of Intent  
 Subsequent Report  
 Final Abandonment Notice

TYPE OF ACTION

Abandonment  
 Recompletion  
 Plugging Back  
 Casing Repair  
 Altering Casing  
 Other

Change of Plans  
 New Construction  
 Non-Routine Fracturing  
 Water Shut-Off  
 Conversion to Injection  
 Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

\* Verbal from Adam Salameh

- 9/10/93 Abandon Morrow formation. Set CIBP @ 9800' & cover w/35' cement.
- 9/11/93 Perforate Cisco from 7826'-7830'. Test & evaluate.
- 9/12/93 Squeeze Cisco from 7826'-7830' w/600 sx. Class "C".
- 9/15/93 Drill out squeeze perms. to 7792'. Squeeze held 2,000#.
- 9/16/93 Perforate Cisco from 7676'-7678'. Test and evaluate.
- 9/17/93 Abandon Cisco formation, set CIBP @ 7600' & cover w/35' cement.
- 9/18/93 Perforate Wolfcamp 7304'-7314'. Test & evaluate.
- 9/19/93 Acidize Wolfcamp w/1500 gal. 15% NE-FE from 7304'-7314'.
- 9/21/93 Set CIBP @ 7294' & perforate Wolfcamp from 7262'-7278'. Test & evaluate.
- 9/22/93 Acidize Wolfcamp w/2000 gal. 15% NE-FE from 7262'-7278'.
- 9/23/93 Set CIBP @ 7208' & perforate Wolfcamp from 7050'-7102'. Test & evaluate.
- 9/24/93 Acidize Wolfcamp w/2000 gal. 15% NE-FE from 7050'-7102'.
- 9/25/93 Set CIBP @ 7010'.

14. I hereby certify that the foregoing is true and correct

Signed Robert L. Jones

Title Petroleum Engineer

Date 10/05/93

(This space for Federal or State office use)

Approved by \_\_\_\_\_  
Conditions of approval, if any:

Title **ACCEPTED FOR RECORD**

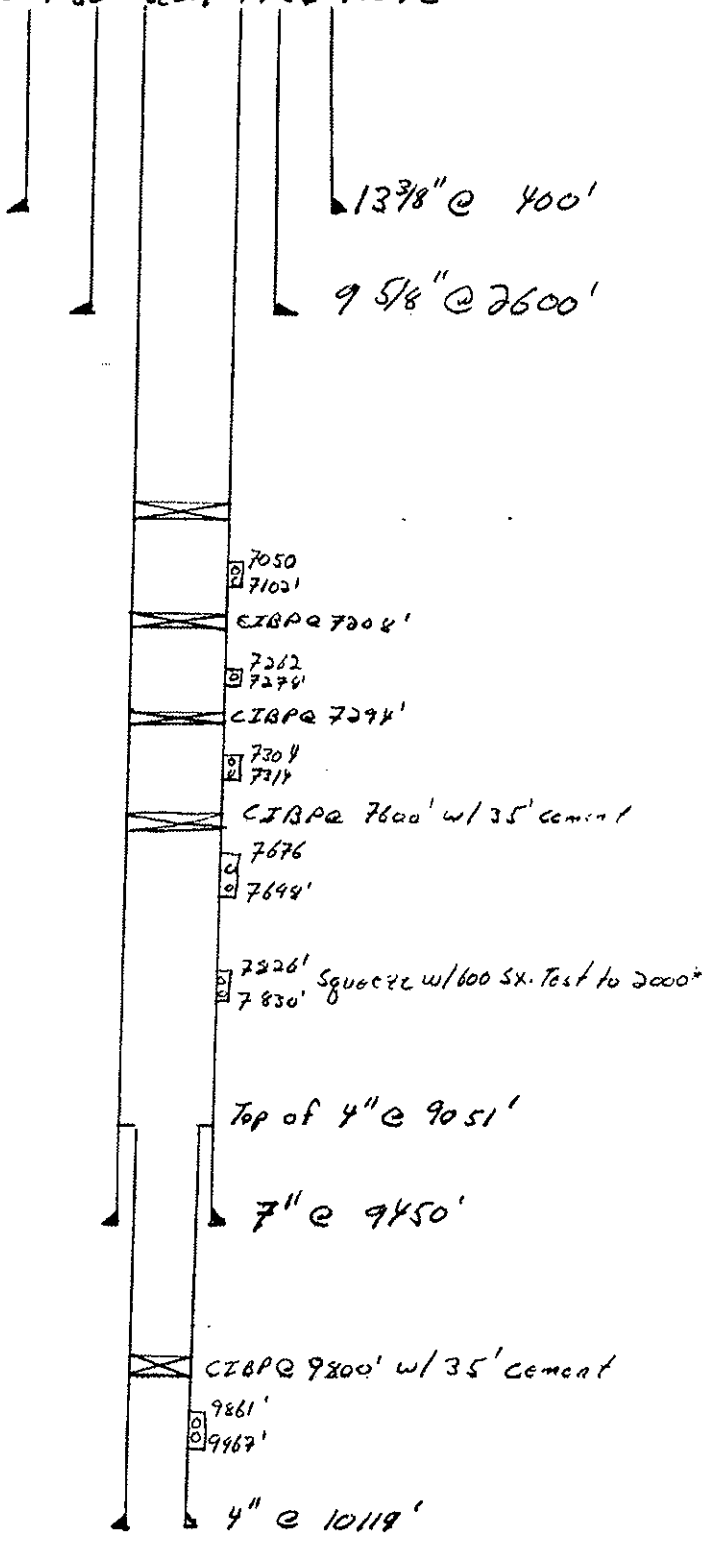
Date \_\_\_\_\_

Nov 15 1993

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 representations as to any matter within its jurisdiction.

Mewbourne Oil Company  
Chuck Bluff Federal #1

2250' FULT 740' FSL Sec. 1-T185-R27E



RECEIVED  
MAR 7 1950

C15F

3160-5  
1990)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

RECEIVED  
OCT 19 1993  
C.L.D.

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
 Mewbourne Oil Company

3. Address and Telephone No.  
 P.O. Box 5270 Hobbs, New Mexico 88241 (505) 393-5905

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
 2250' FWL & 790' FSL of Sec. 1-T18S-R27E

5. Lease Designation and Serial No.  
 NM-0557371

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.  
 Chalk Bluff Fed. Com. #1

9. API Well No.  
 30-015-26575

10. Field and Pool, or Exploratory Area  
 N. Illinois Camp

11. County or Parish, State  
 Eddy Co., N.M.

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                    |
|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Abandonment              |
| <input type="checkbox"/> Subsequent Report           | <input checked="" type="checkbox"/> Recompletion  |
| <input type="checkbox"/> Final Abandonment Notice    | <input checked="" type="checkbox"/> Plugging Back |
|  | <input type="checkbox"/> Casing Repair            |
|  | <input type="checkbox"/> Altering Casing          |
|  | <input type="checkbox"/> Other                    |
|  | <input type="checkbox"/> Change of Plans          |
|  | <input type="checkbox"/> New Construction         |
|  | <input type="checkbox"/> Non-Routine Fracturing   |
|  | <input type="checkbox"/> Water Shut-Off           |
|  | <input type="checkbox"/> Conversion to Injection  |
|  | <input type="checkbox"/> Dispose Water            |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

09/08/93 Abandon Morrow Perfs 9861' - 9967'

- Set CIBP @ 9800' - cover w/35' cement.
- Recomplete in Cisco Formation - Test & evaluate.
- If unecomomical recomplete in Wolfcamp - Test & evaluate.

RECEIVED  
 SEP 22 10 43 AM '93  
 CARE AREA

14. I hereby certify the foregoing is true and correct.

Signed [Signature] Title Petroleum Engineer Date 09/07/93

(This space for Federal or State Office use)

Approved by (ORIG. SGD.) JOE G. LARA Title PETROLEUM ENGINEER Date 10/15/93

Conditions of approval, if any:

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 representations as to any matter within its jurisdiction.



30-015-210575

Objekt- 14744

Property- 7876

Pool- 78890



3-19-91

DUAL LAT.

2575-9440

9330-1012

DUAL SPACED

NEUTRON

Lat. 9417

8500-1012



3-19-91

DUAL LAT.

2575-9440

9330-1012

DUAL SPACED

NEUTRON

Lat. 9417

8500-1012

NC Tops DEM 5/14/91

|            |      |
|------------|------|
| Queen      | 1140 |
| Grayburg   | 1630 |
| San Andres | 1975 |
| Glorieta   | 3598 |
| Abo        | >    |
| Wolfcamp   | 6860 |
| Penn       |      |
| Strawn     |      |
| Atoka      | 9135 |
| Morrow     | 9703 |





# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor  
Betty Rivera  
Cabinet Secretary

Lori Wrotenbery  
Director  
Oil Conservation Division

31 January 2003

Navajo Refining Co.  
P. O. Box 159  
Artesia, New Mexico 88211

File  
Copy

RE: Chalk Bluff Federal Com # 1 N-1-18-27 API 30-015-26575 Violation of Rule 201:  
Idle Well

Dear Sirs:

This second directive is to notify you that this well is still in violation of Rule 201.

On 12 December, 2002 a letter was sent notifying you on the violation of Rule 201. On 3 January, 2003 the form C-104 was faxed to you indicating Navajo Refining was the operator of this well. To date no action has been taken.

Rule 201 of the New Mexico Oil Conservation Division provides as follows:

#### 201 WELLS TO BE PROPERLY ABANDONED

201.A. The operator of any well drilled for oil, gas or injection; for seismic, core or other exploration, or for a service well, whether cased or uncased, shall be responsible for the plugging thereof. [7-12-90...2-1-96]

201.B. A well shall be either properly plugged and abandoned or temporarily abandoned in accordance with these rules within ninety (90) days after:

- (1) A sixty (60) day period following suspension of drilling operations, or
- (2) A determination that a well is no longer usable for beneficial purposes, or
- (3) A period of one (1) year in which a well has been continuously inactive.


[7-12-90...2-1-96]

**In the event that a satisfactory response is not received to this letter of direction by 15 March, 2003,** further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well. Such a hearing may result in imposition of **CIVIL PENALTIES** for your violation of OCD rules.

Sincerely,

---

Van Barton  
Field Rep. II

To: 

**Shirley Jones - CRUDE OIL SUPPLY CLERK**

**LEASE RECORDS**

**Navajo Refining Company**

**P.O. Box 159**

**Artesia, NM 88211-0159**

**phone (505) 746-5325**

**fax (505) 746-5283**

**shirleyj@navajo-refining.com (please note the "j" after shirley)**

**TO:** District II  
**FAX:** 505-748-9720  
**RE:** Chalk Bluff Federal Com #1  
API No. 30-015-26575

**COMPANY:** Oil Conservation Division  
**PHONE:** 505-748-1283

**MESSAGE:**

We have received the enclosed letter from you showing that Navajo Refining Company is the operator for the above referenced lease.

Navajo Refining Company is neither the operator, transporter or purchaser on this lease. Your Internet site shows Mewbourne Oil Company to be the operator.

We do have them as an operator on some of the leases that we transport. But this lease is not one of them.

We have contact information for them of: PO Box 7698, Tyler, TX 75711, with a New Mexico phone for Jerry Elgin of 505-393-5905.

If you have other information that shows Navajo Refining Company as the operator, would you please forward a copy to me so that I may research it further.

Thank you.

  
-Shirley Jones

Shirley - Please note the attached document signed by Darrell Moore.



District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
South First, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources

Form C-104A  
August 11, 2000

49  
OP

Oil Conservation Division  
2040 South Pacheco  
Santa Fe, NM 87505

Submit a copy of the final affected wells  
listing with 2 copies of this form per  
number of wells on that list to  
appropriate District Office

**Change of Operator**

Previous Operator Information:

OGRID: 14744  
Name: Mewbourne Oil Company  
Address: P. O. Box 7698  
Address: \_\_\_\_\_  
City, State, Zip: Tyler, TX 75711

New Operator Information:

Effective Date: 5 October, 2000  
New Ogrid: 15684  
New Name: Navajo Refining Company  
Address: ~~100 Crescent Court, Dec 1600~~  
Address: P.O. Box 159  
City, State, Zip: ~~Dallas, TX 75201~~  
Artesia, NM 88211

I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information on this form and the attached list of wells is true and complete to the best of my knowledge and belief.

New Operator  
Signature: Darrell Moore  
Printed name: Darrell Moore  
Title: Env. Mgr. for Water and Waste  
Date: 12/5/00 Phone: 505-748-3311

Previous operator complete below:

Previous  
Operator: Mewbourne Oil Company  
Previous  
OGRID: 14744  
Signature: Monty Whetstone  
Printed Name: Monty Whetstone

| <u>NMOCD Approval</u> |                            |
|-----------------------|----------------------------|
| Signature:            | <u>Jim W. Green</u>        |
| Printed Name:         | <u>District Supervisor</u> |
| District:             | <u>NOV 27 2000</u>         |
| Date:                 | <u>NOV 27 2000</u>         |

27021 - property code - Chalk Bluff Federal Com #1  
30-015-26575 - API Number 1-185-27E

**SUNDRY NOTICES AND REPORTS ON WELLS**  
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.  
WDW-3 #3 23592

9. API Well No.  
30-015-26575

10. Field and Pool, or Exploratory Area  
NAVAJO INJECTION, PERMO-PENN

11. County or Parish, State  
EDDY

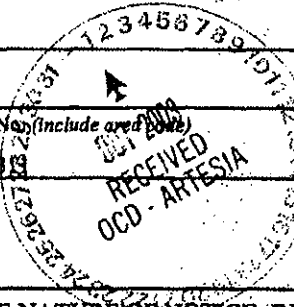
1. Type of Well  
 Oil Well  Gas Well  Other TEMPORARILY ABANDONED

2. Name of Operator  
NAVAJO REFINING COMPANY 15694

3a. Address  
PO BOX 159, ARTESIA, NM 88211

3b. Phone No. (include area code)  
505-748-3119

4. Location of Well (Footage, Sec., T, R, M., or Survey Description)  
790' FSL, 2250' FWL, 1-18S-27E



12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                |   |   |
|--|---|---|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen           | <input type="checkbox"/> Production (Start/Resume)                  |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Fracture Treat   | <input type="checkbox"/> Reclamation                                |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Casing Repair        | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete                                 |
|  | <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon                        |
|  | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back        | <input checked="" type="checkbox"/> Water Disposal                  |
|  |   |   | <input type="checkbox"/> Water Shut-Off                             |
|  |   |   | <input type="checkbox"/> Well Integrity                             |
|  |   |   | <input type="checkbox"/> Other RECOMPLETE AS CLASS I INJECTION WELL |

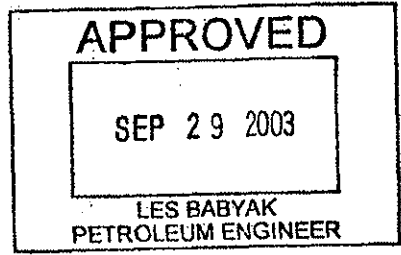
3. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once drilling has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Original well name was CHALK BLUFF FEDERAL COM. NO. 1

*change well name per Darrell Moore*

DRILL OUT BRIDGE PLUG AT 7010' AND CLEAN OUT TO 7208'.  
INJECTION-TEST PERFORATIONS AT 7050' - 7102', 7262' - 7278' TO PLAN SQUEEZE-CEMENT JOB.  
DRILL OUT BRIDGE PLUGS AT 7208' AND 7294'. CLEAN OUT HOLE THROUGH PERFS AT 7304'-7314'.  
SQUEEZE-CEMENT PERFORATIONS AT 7050' - 7102', 7262' - 7278', AND 7304' - 7314'.  
DRILL OUT BRIDGE PLUG AT 7600' AND CLEAN OUT TO TOP OF LINER AT 9051'.  
RUN CBL/VDL AND CALIPER FROM 9051' TO SURFACE.  
PERFORATE 8540' - 8620' AND 7660' - 8450'.  
RUN INJECTIVITY TEST, AND ACIDIZE IF NECESSARY.  
RUN INJECTION/FALLOFF TEST.  
RUN DIFFERENTIAL TEMPERATURE SURVEY.  
RUN RADIOACTIVE TRACER SURVEY.  
INSTALL INJECTION TUBING AND PACKER TO APPROX. 7600'.  
INSTALL WELL ANNULUS MONITORING EQUIPMENT, AND PREPARE WELL FOR INJECTION.

**SUBJECT TO  
LIKE APPROVAL  
BY NMOCD**



14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed) Darrell Moore Title Env. Mgr. for Waters & Waste

Signature Darrell Moore Date 9/17/03

Approved by (Signature) \_\_\_\_\_ Name (Printed/Typed) \_\_\_\_\_ Title \_\_\_\_\_

Office \_\_\_\_\_ Date \_\_\_\_\_

18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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 representations as to any matter within its jurisdiction.

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Artec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources Department  
**OIL CONSERVATION DIVISION**  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised June 10, 2003  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

|  |   |                        |  |
|--|---|------------------------|--|
| <sup>1</sup> API Number<br>30 - 015 -26575 |   | <sup>2</sup> Pool Code | <sup>3</sup> Pool Name<br>Navajo Injection; Permo-Penn |
| <sup>4</sup> Property Code<br>23592        | <sup>5</sup> Property Name<br>WDW                     |                        | <sup>6</sup> Well Number<br>3                          |
| <sup>7</sup> OGRID No.<br>15694            | <sup>8</sup> Operator Name<br>Navajo Refining Company |                        | <sup>9</sup> Elevation<br>3609' GL;<br>3625' KB        |

<sup>10</sup> Surface Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| N             | 1       | 18S      | 27E   |         | 790           | South            | 2250          | West           | Eddy   |

<sup>11</sup> Bottom Hole Location If Different From Surface

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
|               |         |          |       |         |               |                  |               |                |        |

|                               |                               |                                  |                         |
|-------------------------------|-------------------------------|----------------------------------|-------------------------|
| <sup>12</sup> Dedicated Acres | <sup>13</sup> Joint or Infill | <sup>14</sup> Consolidation Code | <sup>15</sup> Order 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

|               |  |  |
|---------------|--|--|
| <sup>16</sup> | <sup>17</sup> OPERATOR CERTIFICATION<br>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.<br><br>Signature: <i>Darrell Marc</i><br>Printed Name: Darrell Marc<br><br>Title and E-mail Address: Env. Mgr. for Water & Waste<br>darrell@navajo-refining.com<br><br>Date: 9/17/03 |  |
|               | <sup>18</sup> SURVEYOR CERTIFICATION<br>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.<br><br>Date of Survey:<br>Signature and Seal of Professional Surveyor:                     |  |
|               | Certificate Number   |  |
|               |  |  |

Accepted for record - NMOCD



## REENTRY PROCEDURE

### NAVAJO REFINING COMPANY'S WDW-3 (PROPOSED)

790' FSL and 2250' FWL, Section 1, T18S, R27E  
Eddy County, New Mexico  
Chalk Bluff Federal Com. No. 1, API No. 30-015-26575

All depths are in feet below well's original kelly bushing height (RKB) of 16 feet above ground level. The original KB elevation is 3625 feet above mean sea level. The ground level elevation is 3609 feet above mean sea level.

#### Tops of Geologic Formations (from RKB)

The base of the lowermost USDW is at 420 feet.

|            |           |                |           |
|------------|-----------|----------------|-----------|
| San Andres | 1976 feet | Lower Wolfcamp | 7303 feet |
| Yeso       | 4030 feet | Cisco          | 7650 feet |
| Abo        | 5380 feet | Canyon         | 8390 feet |
| Wolfcamp   | 6745 feet | Strawn         | 8894 feet |

#### Depth of Plugs

7010 feet in 7-inch casing above perforations 7050 feet to 7102 feet  
7208 feet in 7-inch casing above perforations 7262 feet to 7278 feet  
7294 feet in 7-inch casing above perforations 7304 feet to 7314 feet  
7600 feet in 7-inch casing above perforations 7676 feet to 7678 and  
7826 feet to 7830 feet  
9800 feet in 4-1/2-inch liner above perforations 9861 feet to 9967 feet

#### Anticipated Formation Pressure

The expected bottom-hole pressure is 3448 pounds per square inch absolute (psia) at 9000 feet, for a gradient of 0.383 pounds per square inch (psi) per foot, or an equivalent

Accepted for record - NMOCD

mud weight of 7.36 pounds per gallon (ppg). The bottom-hole pressure was determined from the pressure measured in Navajo's WDW-2, or 2813 psia, at 7570 feet. Navajo's WDW-2 is completed in the same interval proposed for WDW-3 and is located in 12-T18S-R27E, 3200 feet southwest of proposed WDW-3. The average specific gravity of the fluid in the Cisco and Canyon Formations is expected to be 1.025, which is the specific gravity of the fluid swabbed from WDW-2 in June 1999 from the interval between 7826 feet and 8399 feet. The expected bottom-hole pressure at 9000 feet in proposed WDW-3 is calculated below:

$$\begin{aligned}\text{BHP (9000 feet)} &= 2813 \text{ psia} + (9000 \text{ feet} - 7570 \text{ feet}) \times 0.433 \text{ psi/ft} \times 1.025 \\ &= 3448 \text{ psia}\end{aligned}$$

#### Reentry Procedure

1. Level location to accommodate a workover rig, pump, tanks, and ancillary equipment. Build a small working pit approximately 30 feet square and 3 feet deep with a plastic lining. Move in the rig, tank, shale shaker, and work string.
2. Install a 7-1/16-inch, 3000-psi double hydraulic blowout preventer (BOP) and a 7-1/16-inch, 3000-psi annular BOP (see Exhibit A for schematic). Pressure test the BOP stack and casing to 1500 psi for 30 minutes. Pick up a 6-1/8-inch bit, and sufficient 4-3/4-inch drill collars to drill out the cement plugs, on a 2-7/8-inch work string. Mix a tank of 8.5-ppg sodium chloride brine water for circulating fluid.
3. Run the bit to 7000 feet and circulate the wellbore fluid out of the casing into a frac tank for disposal. Drill out the cast iron bridge plug (CIBP), cement at 7010 feet, and clean out to the CIBP at 7208 feet. Circulate the hole clean and pump into the perforations from 7050 feet to 7102 feet to establish a rate and pressure for a pending squeeze cement job.
4. Drill out the CIBP at 7208 feet and clean out past the perforations from 7262 feet to 7278 feet and drill out the third CIBP at 7294 feet. Clean out below the perforations from 7304 feet to 7314 feet. Run a second injection test for injection rate and pressure comparison.

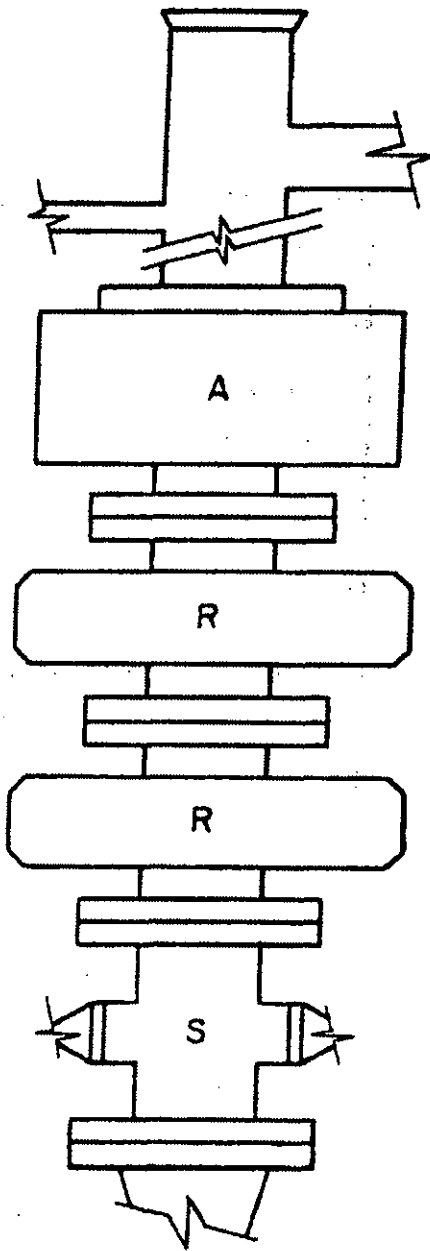
Accepted for record - NMOCD

5. Pull the bit and run a retrievable squeeze packer on the work string. Set the packer at 7150 feet and test for communication between the perforations. Squeeze the perforations from 7262 feet to 7278 feet and 7304 feet to 7314 feet with approximately 100 sacks of neat cement (actual squeeze cement volume to be determined by the injection rate established previously), attempting to reach 1500 psi to 2000 psi squeeze pressure. Release the packer and reverse out any excess cement, then re-test the perforations to the squeeze pressure.
6. Re-set the packer at 6900 feet and squeeze the perforations from 7050 feet to 7102 feet as before.
7. Lay down the squeeze packer and drill out the cement to the CIBP at 7600 feet. Conduct a pressure test to 500 psi for 12 hours to confirm the squeeze cement will contain the annular fluid pressure required during injection operations.
8. Drill out the CIBP at 7600 feet and circulate to the top of the liner at 9051 feet. Circulate the casing clean with 8.5-ppg brine water. Pull the bit and lay down the drill collars.
9. Run a cement bond log with variable density (CBL/VDL) from the liner top to the surface, followed by a baseline multi-finger caliper log from the liner top to the surface.
10. Perforate the intervals 8540 feet to 8620 feet and 7660 feet to 8450 feet with 2 JSPF, using hollow steel carrier perforating guns.
11. Run the work string and retrievable packer to 7600 feet. Swab, or backflow, the perforated interval to recover a representative sample of the formation water for laboratory analysis. Monitor the recovered fluid for hydrogen sulfide.
12. Conduct a short injectivity test with 8.5-ppg brine water to determine the need for stimulation. If required, stimulate the perforations with acid (type and amount to be determined from injectivity results), followed by 500 barrels of 8.5-ppg brine water.

Accepted for record - NMOCD

13. Pull the work string and lay it down. Run a surface readout pressure gauge, with memory backup, to 7600 feet. Conduct an injection test down the casing at 420 gallons per minute for 12 hours (7200 barrels). Shut the well in and record the pressure falloff for a minimum of 12 hours.
14. Pull the gauges and run a differential temperature survey from surface to 9100 feet. Run a radioactive tracer survey to demonstrate mechanical integrity.
15. Run a tubing conveyed injection packer on 4-1/2-inch, 11.60 lb/ft, K-55, LT&C, 8rd injection tubing. Set the packer at approximately 7600 feet. Fill the annular space with 8.5-ppg brine water containing oxygen scavenger and corrosion inhibitor. Land the injection tubing in the wellhead and install the upper section.
16. Pressure test the annulus as required by New Mexico regulations.
17. Install well annulus monitoring equipment and prepare the well for injection.

Accepted for record - NMOCD



A = ANNULAR BLOWOUT PREVENTER  
7-1/16", 3000 psi working pressure

R = RAM TYPE BLOWOUT PREVENTER  
7-1/16", 3000 psi working pressure

S = DRILLING SPOOL WITH SIDE OUTLETS  
7-1/16", 3000 psi working pressure

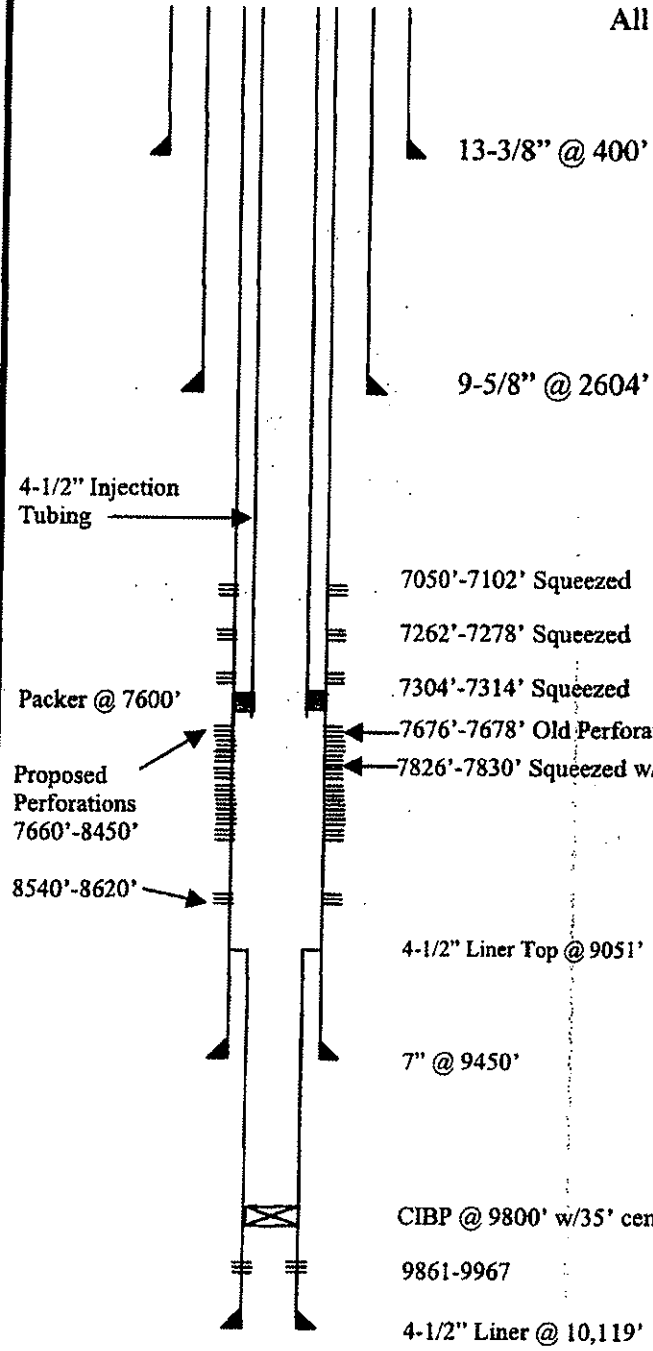
Manual Choke Manifold 2", 3000 psi working pressure

Source: API RP 53, Recommended Practices  
for Blowout Prevention Equipment Systems

|  |              |  |
|--|--------------|--|
| <b>SUBSURFACE</b>                                      |              | HOUSTON, TX<br>SOUTH BEND, IN<br>BATON ROUGE, LA |
| Exhibit A<br>Blowout Preventer Minimum<br>Requirements |              |  |
| DATED: 07/24/03  | APPROVED BY: | JOB NO. 6825497                                  |
| DRAWN BY: JDB  | CHECKED BY:  | SCALE: 1/4" = 1'-0"                              |

Accepted for record - NMOCD

All depths are relative to kelly bushing



Not to Scale

|  |              |  |
|--|--------------|--|
| <b>SUBSURFACE</b>  |              | HOUSTON, TX<br>SOUTH BEND, IN<br>BATON ROUGE, LA |
| Navajo Refining Company<br>Proposed WDW-3<br>orig. Chalk Bluff Federal Com 1 |              |  |
| DATED: 07/24/03  | APPROVED BY: | JOB NO. 5045497                                  |
| DRAWN BY: JOB  | CHECKED BY:  | SCALE: N/A                                       |

Accepted for record - NMOCD

## SURFACE USE PLAN

**NAVAJO REFINING COMPANY  
PROPOSED WDW-3  
790' FSL, 2250' FWL, 1-T 18S-R27E  
EDDY COUNTY, NEW MEXICO**

1. Existing Roads: Existing roads that lead to the proposed drillsite are shown on Exhibit A.
2. Access Roads To Be Constructed: No new access road is proposed.
3. Location of Existing Wells: Existing wells within one mile of proposed WDW-3 are shown on Exhibit B.
4. Location of Proposed Facilities If Well Is Completed: The well will be shut in after completion and testing.
5. Location and Type of Water Supply: Water for reentry, testing, and completion operations will be purchased from a commercial water hauler.
6. Source of Construction Materials: No construction materials will be required.
7. Methods of Handling Waste Disposal:
  - A. Drill cuttings will be disposed of in the drilling pits.
  - B. Drilling fluids will be allowed to evaporate in the drilling pits until the pits are dry.
  - C. Water produced during tests will be disposed of in the drilling pits.
  - D. Trash, waste paper, garbage, and junk will be buried in a trash pit and covered with a minimum of 24 inches of dirt. All waste material will be contained to prevent scattering by the wind.
  - E. All trash and debris will be buried or removed from the wellsite after finishing drilling and/or completion operations.

Accepted for record - NMOCD

8. Ancillary Facilities: None anticipated.
9. Wellsite Layout:
  - A. The existing well pad will be leveled to accommodate a workover rig, pump, tanks, and ancillary equipment.
  - B. Existing topsoil to a depth of 6 inches will be lifted and stockpiled at the uphill end of the well pad. The stockpiled topsoil will be located uphill to avoid mixing with subsurface materials.
  - C. The well pad will be surfaced with material found in place.
  - D. A small working pit will be constructed to hold drilling fluids and cuttings. The approximate dimensions of the pit will be 30 feet x 30 feet x 3 feet.
  - E. The working pit for drilling fluids and cuttings will be lined with 6-mil plastic.
10. Plans for Restoration of Surface:
  - A. After completion of drilling and/or completion operations, all equipment and other material not needed for operations will be removed. Pits will be filled and the location cleaned of all trash and junk.
  - B. Any unguarded pits containing fluids will be fenced until they are filled.
  - C. After abandonment, all equipment, trash, and junk will be removed and the location cleaned.
  - D. The stockpiled topsoil will be spread over the surface of the location.
11. Surface Ownership: U.S. Department of Interior, Bureau of Land Management.
12. Archaeological Survey: Navajo Refining Company is conducting an archeological survey. The report of the survey will be submitted by Navajo under separate cover.
13. Operator's Representatives: Representatives responsible for assuring compliance with the approved Surface Use Plan:

Accepted for record - NMOCD



Mr. Darrell Moore  
Navajo Refining Company  
Post Office Box 159  
Artesia, New Mexico 88211  
505/748-3311

Mr. Jim Bundy  
Subsurface Technology, Inc.  
7020 Portwest Drive, Suite 100  
Houston, Texas 77024  
713/880-4640

Exhibits

- A. Topographic Map
- B. Oil and Gas Map

14. Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions that 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 Navajo Refining Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Date

9/17/03

Signature

*Darrell Moore*

Name

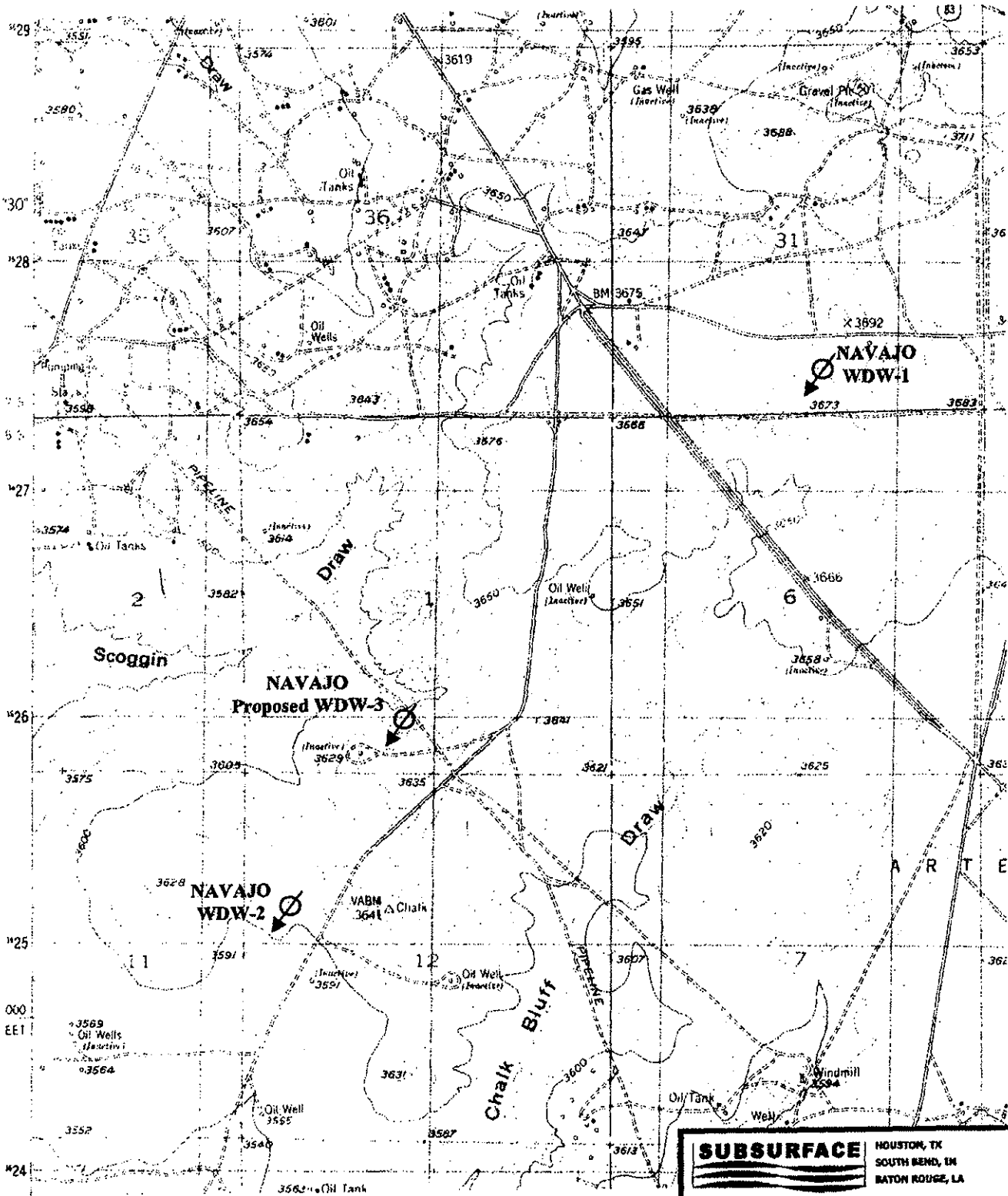
Darrell Moore

Title

Env. Mgr. for Water Waste

Navajo Refining Company  
Company

Accepted for record - NMOCD



USGS Topographic Map  
Red Lake Quadrangle, Eddy County, NM

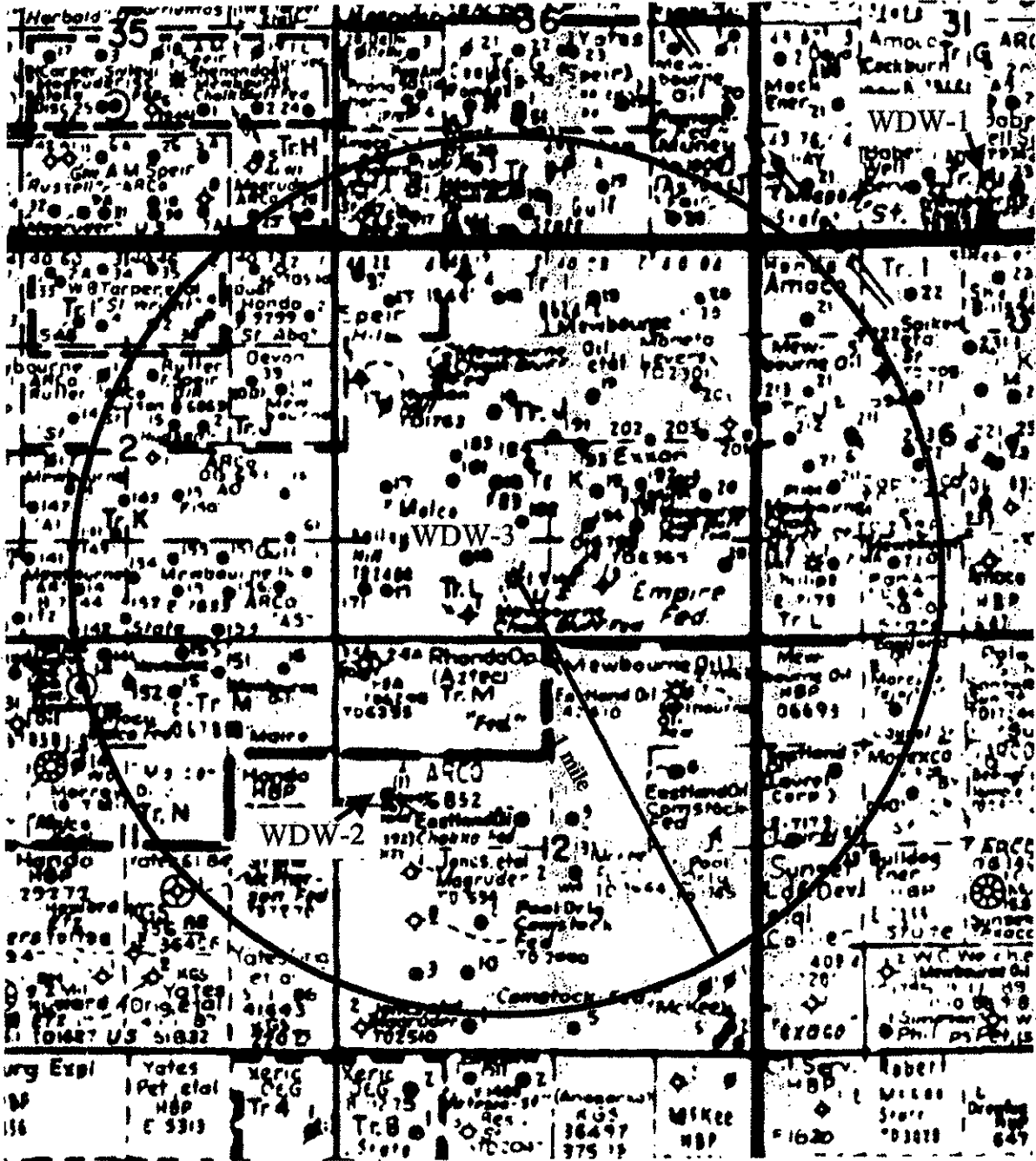
Section corners marked with +

Accepted for record - NMOCD

|  |                  |                 |
|--|------------------|-----------------|
| <b>SUBSURFACE</b>  |                  | HOUSTON, TX     |
|  |                  | SOUTH BEND, IN  |
|  |                  | BATON ROUGE, LA |
| EXHIBIT A  |                  |                 |
| NAVAJO REFINING COMPANY<br>PROPOSED WDW-3<br>790' FSL, 2250' FWL 1-18S-27E |                  |                 |
| DATE: 7/28/03  | APPROVED BY: NLN | JOB NO: 6005497 |
| DRAWN BY:  | CHECKED BY:      | SCALE: 1"=2000' |

T17S - R27E

T17S - R28E



T18S - R27E  
 EDDY COUNTY, NM

Accepted for record - NMOCD

Map courtesy of Midland Map Company

|  |                  |  |
|--|------------------|--|
| <b>SUBSURFACE</b>  |                  | HOUSTON, TX<br>SOUTH BEND, IN<br>BATON ROUGE, LA |
| EXHIBIT B<br>WELLS WITHIN 1 MILE OF<br>NAVAJO REFINING COMPANY<br>PROPOSED WDW-3 |                  |  |
| DATED: 7/28/03   | APPROVED BY: NLN | JOB NO. 6005497                                  |
| DRAWN BY:  | CHECKED BY:      | SCALE: N/A                                       |

**UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT**

**OCD-ARTESIA**

FORM APPROVED  
OMB No. 1004-0137  
Expires: March 31, 2007

**SUNDRY NOTICES AND REPORTS ON WELLS**

*Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.*

|  |  |  |
|--|--|--|
| <b>SUBMIT IN TRIPLICATE- Other instructions on reverse side.</b>   |  | 5. Lease Serial No.<br>NM-0557371                                      |
| 1. Type of Well<br><input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other |  | 6. If Indian, Allottee or Tribe Name                                   |
| 2. Name of Operator<br>NAVAJO REFINING COMPANY   |  | 7. If Unit or CA/Agreement, Name and/or No.                            |
| 3a. Address<br>P.O. BOX 159, ARTESIA, NM 8821  | 3b. Phone No. (include prefix)<br>505-746-5181 | 8. Well Name and No.<br>WDW-3  |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>790' FSL, 2250' FWL, 1-18S - 27E                       |  | 9. API Well No.<br>30-015-26575  |
| <p><b>RECEIVED</b></p> <p><b>JUL 17 2006</b></p> <p><b>OCD-ARTESIA</b></p>   |  | 10. Field and Pool, or Exploratory Area<br>NAVAJO INJECTION; PERMO-PEN |
|  |  | 11. County or Parish, State<br>EDDY, NM                                |

**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                |   |  |  |
|--|---|---|--|--|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen           | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off                                |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Fracture Treat   | <input type="checkbox"/> Reclamation               | <input type="checkbox"/> Well Integrity                                |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Casing Repair        | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete                | <input checked="" type="checkbox"/> Other <b>RECOMPLETE AS CLASS 1</b> |
|  | <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       | <b>INJECTION WELL</b>  |
|  | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back        | <input checked="" type="checkbox"/> Water Disposal |  |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

**ORIGINAL WELL NAME WAS CHALK BLUFF FEDERAL COM. NO. 1  
WELL WILL BE PLUGGED BACK AND COMPLETED AS A CLASS 1 INJECTION WELL AS FOLLOWS:**

**DRILL OUT BRIDGE PLUG AT 7010' AND CLEAN OUT TO 7208';  
INJECTION-TEST PERFORATIONS AT 7050'-7102', 7262'-7278' TO PLAN SQUEEZE CEMENT JOB;  
DRILL OUT BRIDGE PLUGS AT 7208' AND 7294'. CLEAN OUT HOLE THROUGH PERFS AT 7304'-7314';  
SQUEEZE-CEMENT PERFORATIONS AT 7050'-7102', 7262'-7278', AND 7304'-7314';  
DRILL OUT BRIDGE PLUG AT 7600' AND CLEAN OUT TO TOP OF LINER AT 9051';  
RUN CBL/VDL AND CALIFER FROM 9051' TO SURFACE;  
PERFORATE 8540'-8620' AND 7660'-8450';  
RUN INJECTIVITY TEST, AND ACIDIZE IF NECESSARY;  
RUN INJECTION/FALLOFF TEST;  
RUN DIFFERENTIAL TEMPERATURE SURVEY;  
RUN RADIOACTIVE TRACER SURVEY;  
INSTALL INJECTION TUBING AND PACKER TO APPROX. 7600'; AND  
INSTALL WELL ANNULUS MONITORING EQUIPMENT, AND PREPARE FOR WELL INJECTION.**

ACCEPTED FOR RECORD

JUL 12 2006

LES BABYAK  
PETROLEUM ENGINEER

14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed) **DARRELL MOORE** Title **ENVIRONMENTAL MANAGER FOR WATER & WASTE**

Signature *Darrell Moore* Date **6/29/06**

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

|   |   |
|---|---|
| Approved by   | Title   |
| Conditions of approval, if any, are attached. Approval of this notice 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 conduct operations thereon. | <p><b>Accepted for record</b></p> <p><b>NMOCD/s</b></p> |
|   | Office  |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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 representations as to any matter within its jurisdiction.

(Instructions on page 2)

Navajo-Artesia WDW #3 EPA Annulus MIT and Tracer Test [API# 30-015-26575]  
(Carl Chavez & Leonard Lowe- OCD)  
November 15, 2006

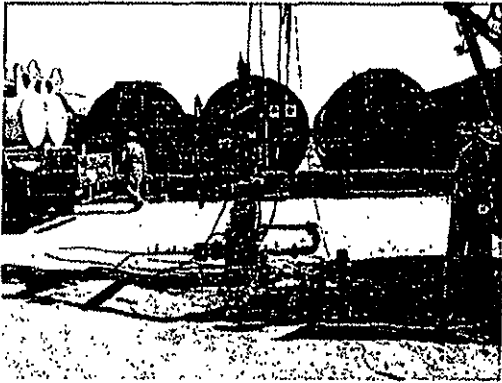


Image 1: Facing west. Christmas Tree with 500-barrel tanks in background. Far left tank was the only tank providing salt water. Truck on left is the pump truck pumping brine water only. Right truck is the rig truck (Wood Group Logging Service).

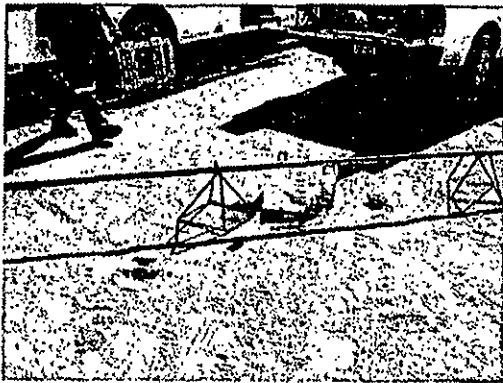


Image 2: Radioactive tool set up. Tracer, Iodine 131 (half-life ~ 8 days).



Image 3: Rig truck with view of data logger compartment (Wood Group Logging Services).



Image 4: Petroplex workers prepping wellhead for wire line tool entry.

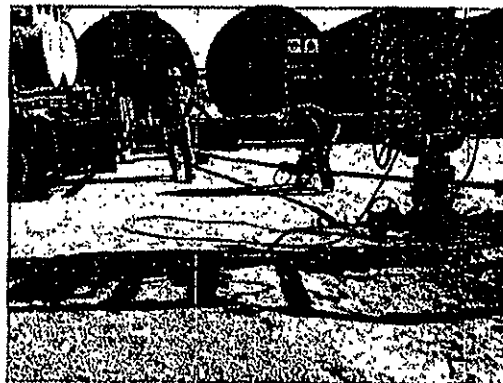


Image 5: Petroplex employees laying pipe from pump truck to well head.

Navajo-Artesia WDW #3 EPA Annulus MIT and Tracer Test [API# 30-015-26575]  
(Carl Chavez & Leonard Lowe- OCD)  
November 15, 2006

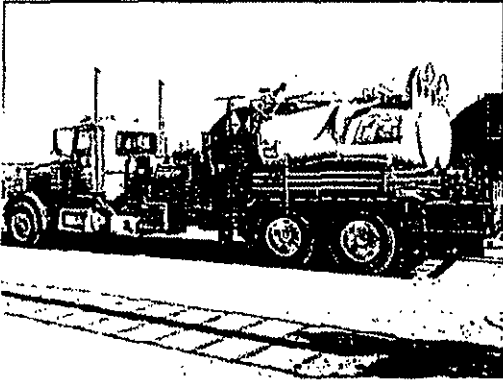


Image 6: Pump truck, Petroplex, for Brine water pumping only. No HCL used throughout process.

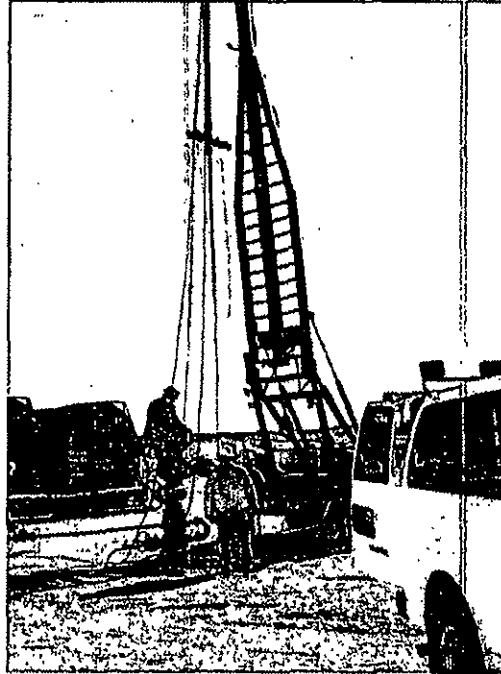


Image 8: Wood Group employee securing wellhead for tool entry.

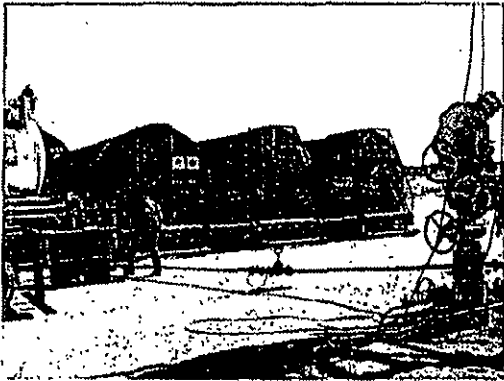


Image 7: Securing of the wire line to the wellhead.

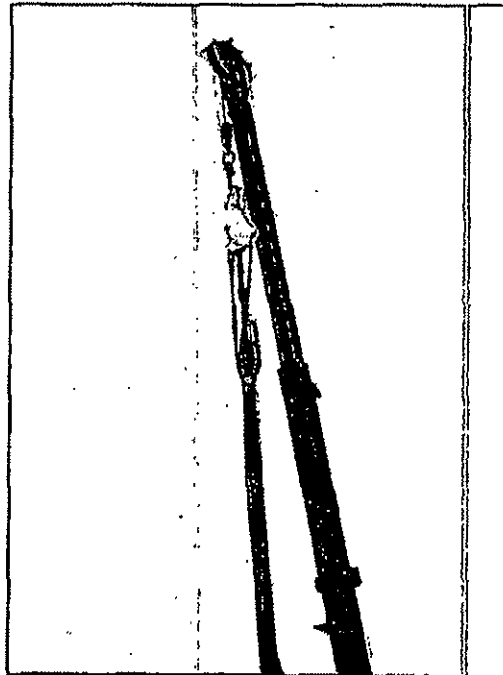


Image 9: Configuration at the top end of the boom.

Navajo-Artesia WDW #3 EPA Annulus MIT and Tracer Test [API# 30-015-26575]  
(Carl Chavez & Leonard Lowe- OCD)  
November 15, 2006

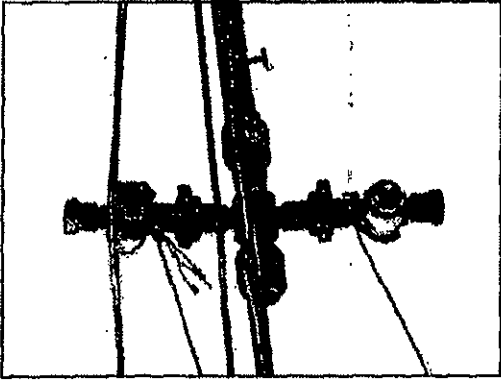


Image 10:

Image 12:

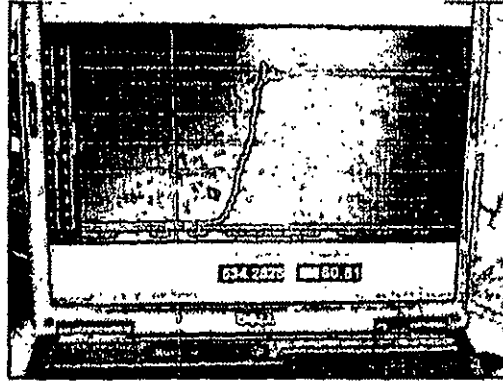


Image 13:

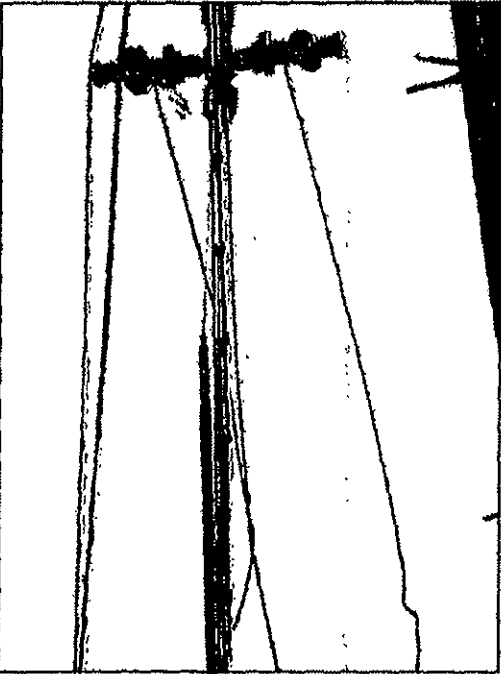


Image 11:

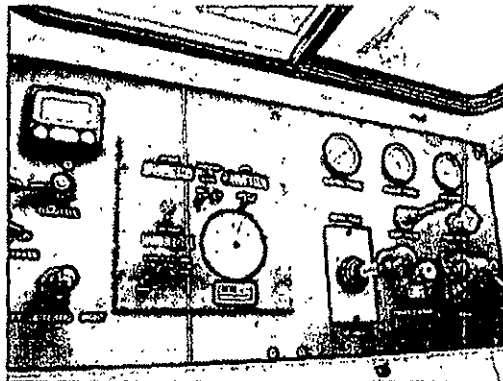


Image 14:

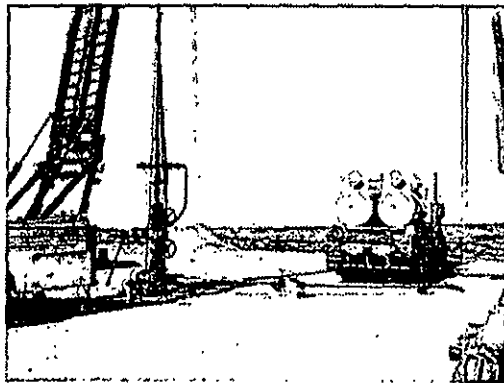
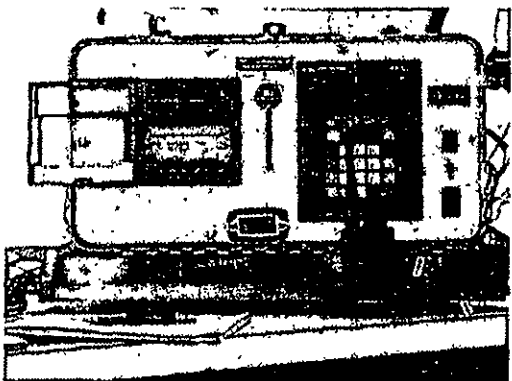


Image 15:

Navajo-Artesia WDW #3 EPA Annulus MIT and Tracer Test [API# 30-015-26575]  
(Carl Chavez & Leonard Lowe- OCD)  
November 15, 2006

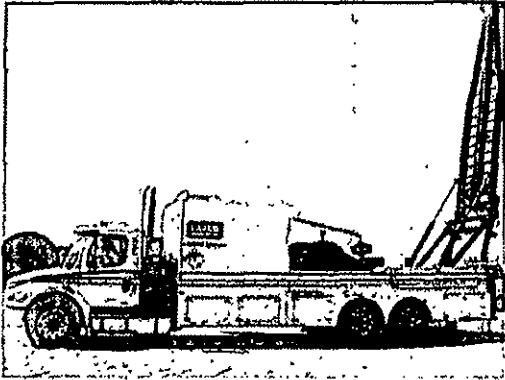


Image 16:

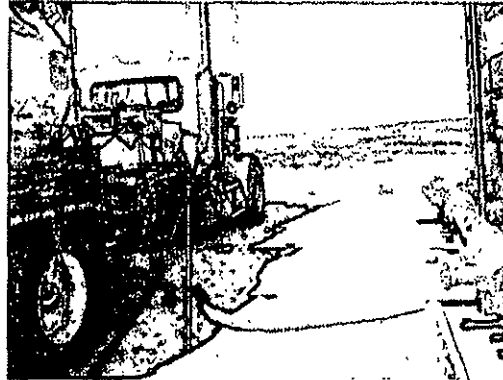


Image 19:

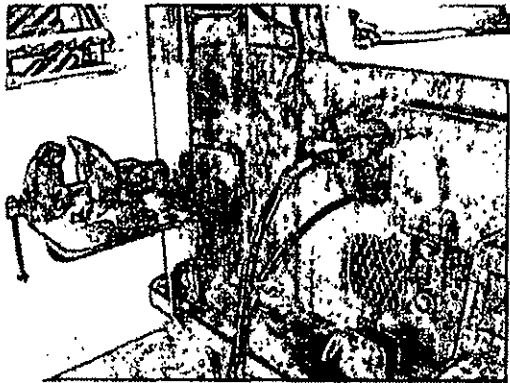


Image 17:

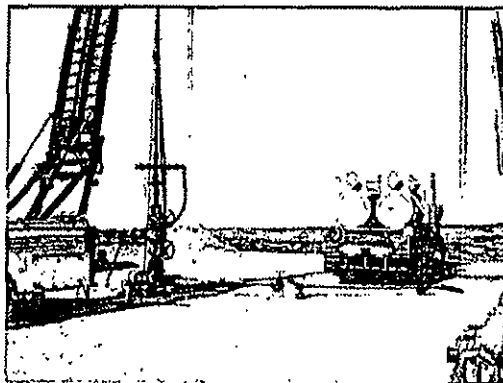


Image 20:

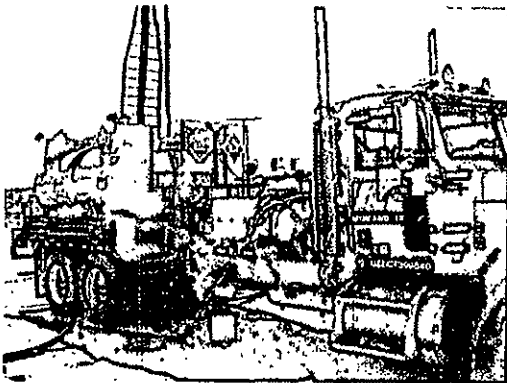


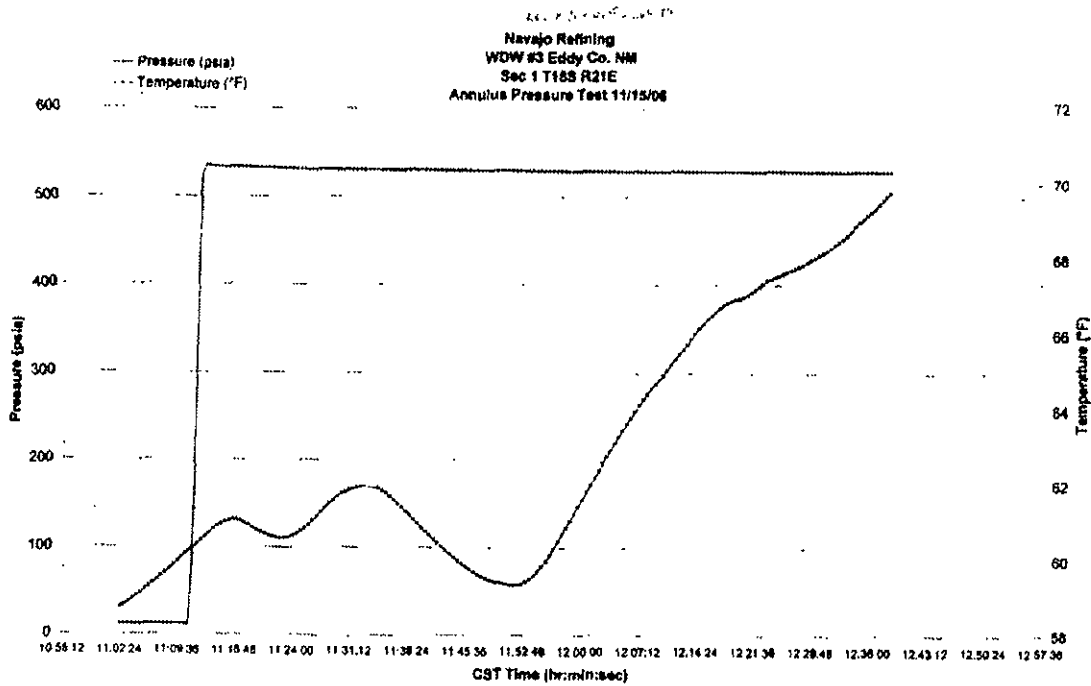
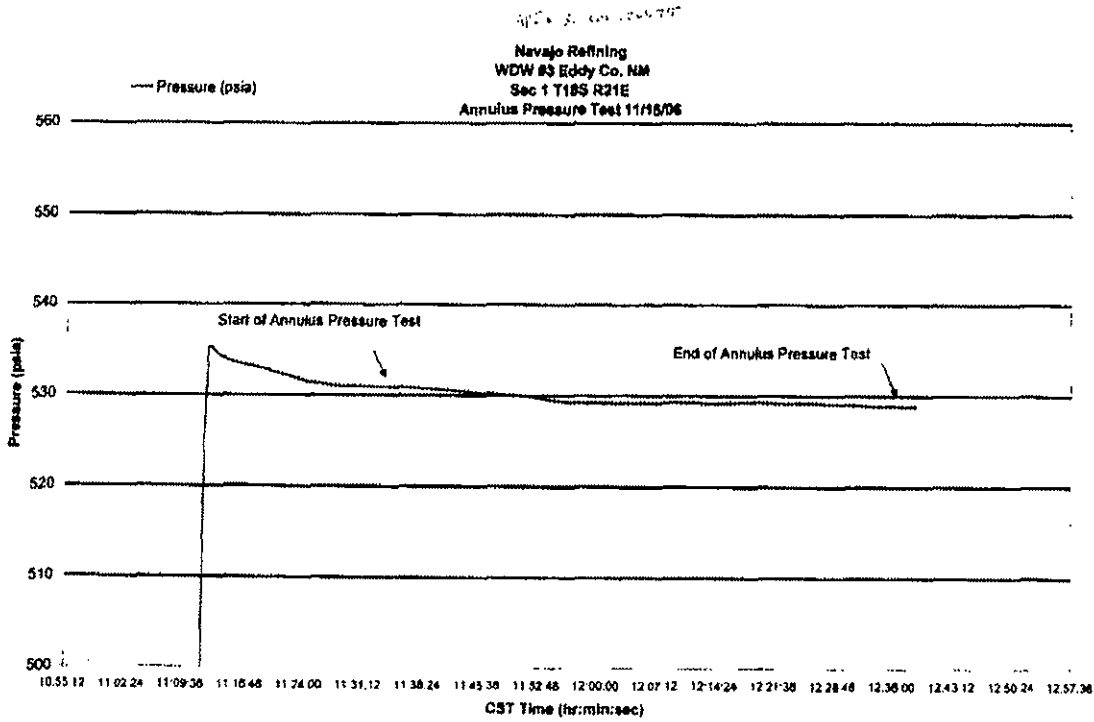
Image 18:



Image 21:



Navajo-Artesia WDW #3 EPA Annulus MIT and Tracer Test [API# 30-015-26575]  
 (Carl Chavez & Leonard Lowe- OCD)  
 November 15, 2006



District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources

Form C-101  
May 27, 2004

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Submit to appropriate District Office  
 AMENDED REPORT

**APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE**

|  |                      |                              |
|--|----------------------|------------------------------|
| Operator Name and Address<br>NAVAJO REFINING COMPANY |                      | OGRID Number<br>30-015-26575 |
| Property Code  | Property Name<br>WDW | Well No.<br>3                |
| Proposed Pool 1<br>NAVAJO INJECTION; PERMO-PENN      |                      | Proposed Pool 2              |

**Surface Location**

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
|               | 1       | 18S      | 27E   |         | 2250 FWL      |                  | 750 FSL       |                | EDDY   |

**Proposed Bottom Hole Location if Different From Surface**

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
|               |         |          |       |         |               |                  |               |                |        |

**Additional Well Information**

|   |                                       |  |                               |   |
|---|---------------------------------------|--|-------------------------------|---|
| <sup>11</sup> Work Type Code<br>E   | <sup>12</sup> Well Type Code<br>I     | <sup>13</sup> Cable/Rotary<br>R                                  | <sup>14</sup> Lease Type Code | <sup>15</sup> Ground Level Elevation<br>3609  |
| <sup>16</sup> Multiple<br>NO  | <sup>17</sup> Proposed Depth<br>9051' | <sup>18</sup> Formation<br>CANYON                                | <sup>19</sup> Contractor      | <sup>20</sup> Spud Date   |
| Depth to Groundwater<br>UNKNOWN   |                                       | Distance from nearest fresh water well<br>1.25 ML TO 18.28 7.330 |                               | Distance from nearest surface water<br>10 MILES   |
| Pit: Liner: Synthetic <input type="checkbox"/> _____ mils thick Clay <input type="checkbox"/> |                                       | Pit Volume: _____ bbb  |                               | Drilling Method:<br>Fresh Water <input type="checkbox"/> Brine <input checked="" type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/> |
| Closed-Loop System <input type="checkbox"/>   |                                       |  |                               |   |

**Proposed Casing and Cement Program**

| Hole Size | Casing Size | Casing weight/foot | Setting Depth | Sacks of Cement | Estimated TOC |
|-----------|-------------|--------------------|---------------|-----------------|---------------|
| 17-1/2"   | 13 3/8"     | 54.50#             | 400'          | 425 - CIRC      |               |
| 12-1/4"   | 9 5/8"      | 36#                | 2604'         | 1025 - CIRC     |               |
| 8-3/4"    | 7"          | 26# and 29#        | 9450'         | 1350 - CIRC     |               |

<sup>22</sup> Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.  
ORIGINAL WELL NAME WAS CHALK BLUFF FEDERAL COM. NO. 1  
WELL WILL BE PLUGGED BACK AND COMPLETED AS A CLASS I INJECTION WELL AS FOLLOWS:  
DRILL OUT BRIDGE PLUG AT 7010' AND CLEAN OUT TO 7208';  
INJECTION-TEST PERFORATIONS AT 7050'-7102'; 7262'-7278' TO PLAN SQUEEZE CEMENT JOB;  
DRILL OUT BRIDGE PLUGS AT 7208' AND 7294'. CLEAN OUT HOLE THROUGH PERFS AT 7304'-7314';  
SQUEEZE-CEMENT PERFORATIONS AT 7050'-7102'; 7262'-7278'; AND 7304'-7314';  
DRILL OUT BRIDGE PLUG AT 7600' AND CLEAN OUT TO TOP OF LINER AT 9051';  
RUN CBL/VDL AND CALIPER FROM 9051' TO SURFACE;  
PERFORATE 8540'-8620' AND 7660'-8450';  
RUN INJECTIVITY TEST, AND ACIDIZE IF NECESSARY;  
RUN INJECTION/FALLOFF TEST;  
RUN DIFFERENTIAL TEMPERATURE SURVEY;  
RUN RADIOACTIVE TRACER SURVEY;  
INSTALL INJECTION TUBING AND PACKER TO APPROX. 7600'; AND  
INSTALL WELL ANNULUS MONITORING EQUIPMENT, AND PREPARE FOR WELL INJECTION.

<sup>23</sup> I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines , a general permit , or an (attached) alternative OCD-approved plan .

**OIL CONSERVATION DIVISION**

Approved by: *Wayne Price*

Printed name: *Darrell Moore*

Title:

Title: *Env. Mgr. for Water & Waste*

Approval Date: *8/11/06*

Expiration Date: *8/11/07*

E-mail Address: *darrell.moore@navajo-refining.com*

Date: *6/29/06*

Phone: *505-746-5201*

Conditions of Approval Attached

*DISTRICT OFFICE MUST APPROVE CASING PROGRAM.*

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources Department  
**OIL CONSERVATION DIVISION**  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised June 10, 2003  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

|  |  |   |  |  |  |
|--|--|---|--|--|--|
| 1 APT Number<br><b>30 - 015 -26575</b> |  | 2 Pool Code                                       |  | 3 Pool Name<br><b>Navajo Injection; Permo-Penn</b> |  |
| 4 Property Code                        |  | 5 Property Name<br><b>WDW</b>                     |  |  | 6 Well Number<br><b>3</b>                    |
| 7 OGRID No.                            |  | 8 Operator Name<br><b>Navajo Refining Company</b> |  |  | 9 Elevation<br><b>3609' GL;<br/>3625' KB</b> |

10 Surface Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| N             | 1       | 18S      | 27E   |         | 790           | South            | 2250          | West           | Eddy   |

11 Bottom Hole Location if Different From Surface

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
|               |         |          |       |         |               |                  |               |                |        |

|                    |                    |                       |              |
|--------------------|--------------------|-----------------------|--------------|
| 12 Dedicated Acres | 13 Joint or Infill | 14 Consolidation Code | 15 Order 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

|  |   |
|--|---|
|  | <p>17 OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p>Signature: <i>Darrell Moore</i></p> <p>Printed Name: <b>Darrell Moore</b></p> <p>Title and E-mail Address: <b>Env. Mgr. for Water Waste</b><br/><b>darrell@navajo-refining.com</b></p> <p>Date: <b>9/17/03</b></p> |
|  | <p>18 SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor:</p>   |
|  | <p>Certificate Number</p>   |
|  |   |

## REENTRY PROCEDURE

### NAVAJO REFINING COMPANY'S WDW-3 (PROPOSED)

790' FSL and 2250' FWL, Section 1, T18S, R27E  
Eddy County, New Mexico  
Chalk Bluff Federal Com. No. 1, API No. 30-015-26575

All depths are in feet below well's original kelly bushing height (RKB) of 16 feet above ground level. The original KB elevation is 3625 feet above mean sea level. The ground level elevation is 3609 feet above mean sea level.

#### Tops of Geologic Formations (from RKB)

The base of the lowermost USDW is at 420 feet.

|            |           |                |           |
|------------|-----------|----------------|-----------|
| San Andres | 1976 feet | Lower Wolfcamp | 7303 feet |
| Yeso       | 4030 feet | Cisco          | 7650 feet |
| Abo        | 5380 feet | Canyon         | 8390 feet |
| Wolfcamp   | 6745 feet | Strawn         | 8894 feet |

#### Depth of Plugs

7010 feet in 7-inch casing above perforations 7050 feet to 7102 feet

7208 feet in 7-inch casing above perforations 7262 feet to 7278 feet

7294 feet in 7-inch casing above perforations 7304 feet to 7314 feet

7600 feet in 7-inch casing above perforations 7676 feet to 7678 and  
7826 feet to 7830 feet

9800 feet in 4-1/2-inch liner above perforations 9861 feet to 9967 feet

#### Anticipated Formation Pressure

The expected bottom-hole pressure is 3448 pounds per square inch absolute (psia) at 9000 feet, for a gradient of 0.383 pounds per square inch (psi) per foot, or an equivalent


mud weight of 7.36 pounds per gallon (ppg). The bottom-hole pressure was determined from the pressure measured in Navajo's WDW-2, or 2813 psia, at 7570 feet. Navajo's WDW-2 is completed in the same interval proposed for WDW-3 and is located in 12-T18S-R27E, 3200 feet southwest of proposed WDW-3. The average specific gravity of the fluid in the Cisco and Canyon Formations is expected to be 1.025, which is the specific gravity of the fluid swabbed from WDW-2 in June 1999 from the interval between 7826 feet and 8399 feet. The expected bottom-hole pressure at 9000 feet in proposed WDW-3 is calculated below:

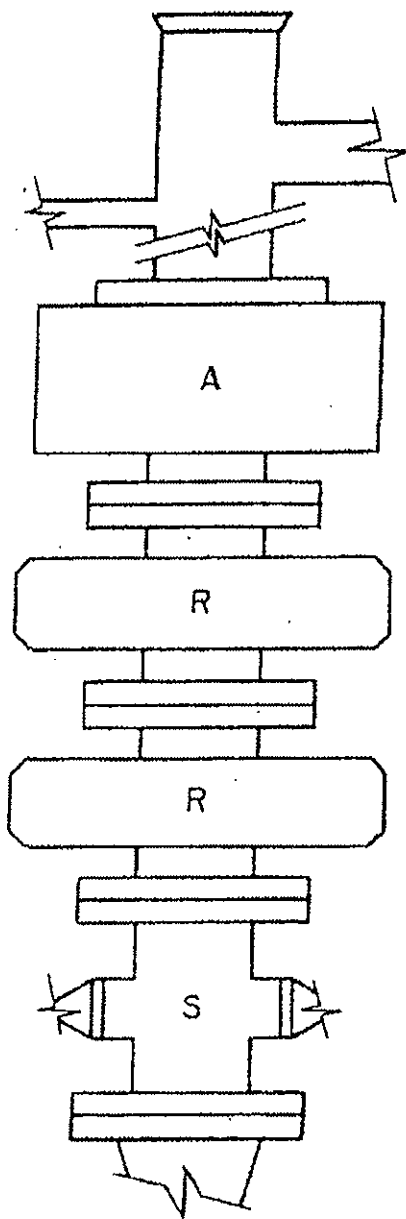
$$\begin{aligned} \text{BHP (9000 feet)} &= 2813 \text{ psia} + (9000 \text{ feet} - 7570 \text{ feet}) \times 0.433 \text{ psi/ft} \times 1.025 \\ &= 3448 \text{ psia} \end{aligned}$$

#### Reentry Procedure

1. Level location to accommodate a workover rig, pump, tanks, and ancillary equipment. Build a small working pit approximately 30 feet square and 3 feet deep with a plastic lining. Move in the rig, tank, shale shaker, and work string.
2. Install a 7-1/16-inch, 3000-psi double hydraulic blowout preventer (BOP) and a 7-1/16-inch, 3000-psi annular BOP (see Exhibit A for schematic). Pressure test the BOP stack and casing to 1500 psi for 30 minutes. Pick up a 6-1/8-inch bit, and sufficient 4-3/4-inch drill collars to drill out the cement plugs, on a 2-7/8-inch work string. Mix a tank of 8.5-ppg sodium chloride brine water for circulating fluid.
3. Run the bit to 7000 feet and circulate the wellbore fluid out of the casing into a frac tank for disposal. Drill out the cast iron bridge plug (CIBP), cement at 7010 feet, and clean out to the CIBP at 7208 feet. Circulate the hole clean and pump into the perforations from 7050 feet to 7102 feet to establish a rate and pressure for a pending squeeze cement job.
4. Drill out the CIBP at 7208 feet and clean out past the perforations from 7262 feet to 7278 feet and drill out the third CIBP at 7294 feet. Clean out below the perforations from 7304 feet to 7314 feet. Run a second injection test for injection rate and pressure comparison.

5. Pull the bit and run a retrievable squeeze packer on the work string. Set the packer at 7150 feet and test for communication between the perforations. Squeeze the perforations from 7262 feet to 7278 feet and 7304 feet to 7314 feet with approximately 100 sacks of neat cement (actual squeeze cement volume to be determined by the injection rate established previously), attempting to reach 1500 psi to 2000 psi squeeze pressure. Release the packer and reverse out any excess cement, then re-test the perforations to the squeeze pressure.
6. Re-set the packer at 6900 feet and squeeze the perforations from 7050 feet to 7102 feet as before.
7. Lay down the squeeze packer and drill out the cement to the CIBP at 7600 feet. Conduct a pressure test to 500 psi for 12 hours to confirm the squeeze cement will contain the annular fluid pressure required during injection operations.
8. Drill out the CIBP at 7600 feet and circulate to the top of the liner at 9051 feet. Circulate the casing clean with 8.5-ppg brine water. Pull the bit and lay down the drill collars.
9. Run a cement bond log with variable density (CBL/VDL) from the liner top to the surface, followed by a baseline multi-finger caliper log from the liner top to the surface.
10. Perforate the intervals 8540 feet to 8620 feet and 7660 feet to 8450 feet with 2 JSPF, using hollow steel carrier perforating guns.
11. Run the work string and retrievable packer to 7600 feet. Swab, or backflow, the perforated interval to recover a representative sample of the formation water for laboratory analysis. Monitor the recovered fluid for hydrogen sulfide.
12. Conduct a short injectivity test with 8.5-ppg brine water to determine the need for stimulation. If required, stimulate the perforations with acid (type and amount to be determined from injectivity results), followed by 500 barrels of 8.5-ppg brine water.

- 
13. Pull the work string and lay it down. Run a surface readout pressure gauge, with memory backup, to 7600 feet. Conduct an injection test down the casing at 420 gallons per minute for 12 hours (7200 barrels). Shut the well in and record the pressure falloff for a minimum of 12 hours.
  14. Pull the gauges and run a differential temperature survey from surface to 9100 feet. Run a radioactive tracer survey to demonstrate mechanical integrity.
  15. Run a tubing conveyed injection packer on 4-1/2-inch, 11.60 lb/ft, K-55, LT&C, 8rd injection tubing. Set the packer at approximately 7600 feet. Fill the annular space with 8.5-ppg brine water containing oxygen scavenger and corrosion inhibitor. Land the injection tubing in the wellhead and install the upper section.
  16. Pressure test the annulus as required by New Mexico regulations.
  17. Install well annulus monitoring equipment and prepare the well for injection.



A = ANNULAR BLOWOUT PREVENTER  
7-1/16", 3000 psi working pressure

R = RAM TYPE BLOWOUT PREVENTER  
7-1/16", 3000 psi working pressure

S = DRILLING SPOOL WITH SIDE OUTLETS  
7-1/16", 3000 psi working pressure

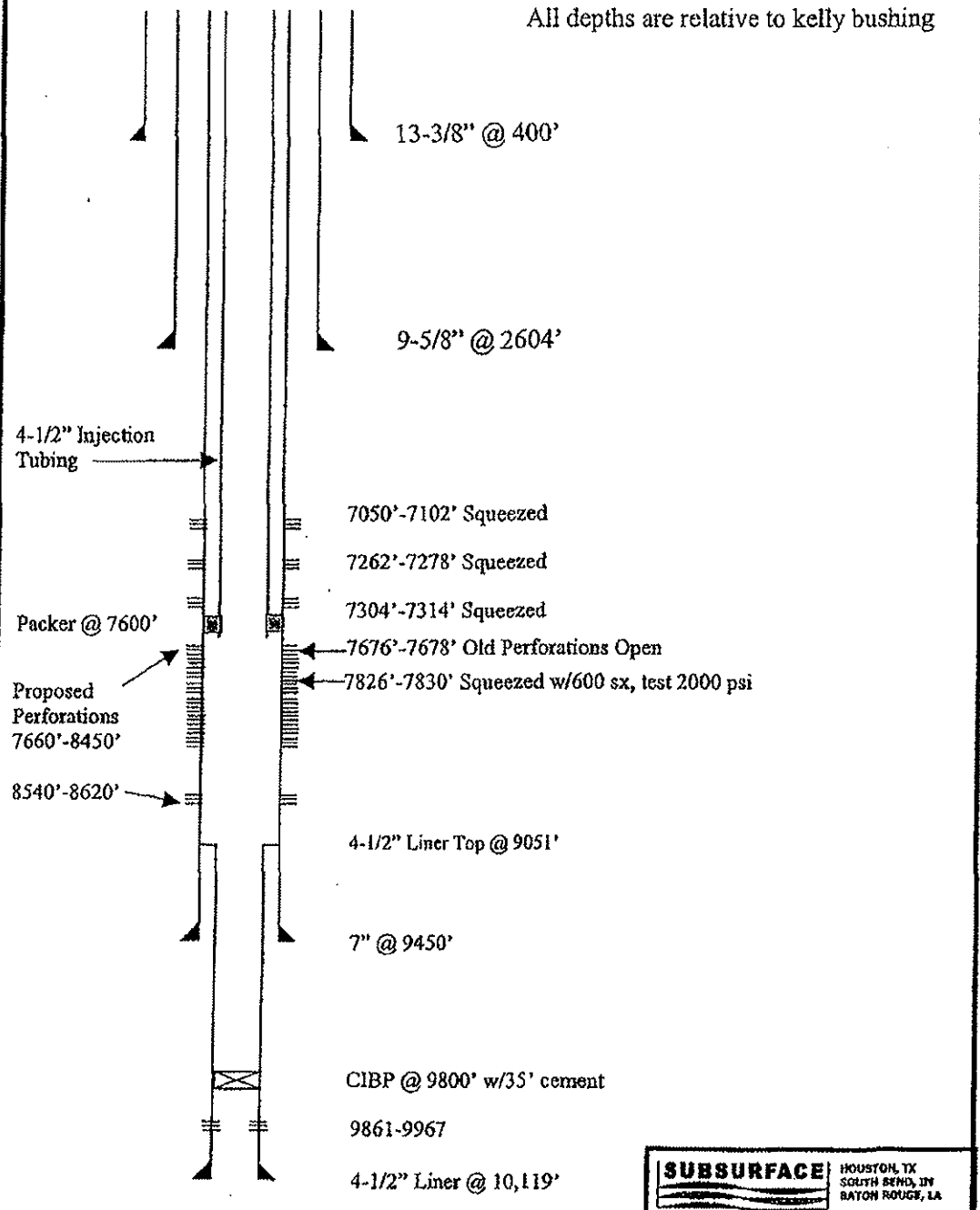
Manual Choke Manifold 2", 3000 psi working pressure

Source: API RP 53, Recommended Practices  
for Blowout Prevention Equipment Systems

|  |              |  |
|--|--------------|--|
| <b>SUBSURFACE</b>                                      |              | HOUSTON, TX<br>SOUTH BEND, IN<br>BATON ROUGE, LA |
| Exhibit A<br>Blowout Preventer Minimum<br>Requirements |              |  |
| DATED: 07/24/03  | APPROVED BY: | JOB NO. 6835487                                  |
| DRAWN BY: JDB  | CHECKED BY:  | SCALE: N/A                                       |



All depths are relative to kelly bushing



Not to Scale

|  |              |  |
|--|--------------|--|
| <b>SUBSURFACE</b>  |              | HOUSTON, TX<br>SOUTH BEND, IN<br>BATON ROUGE, LA |
| Navajo Refining Company<br>Proposed WDW-3<br>orig. Chalk Bluff Federal Com 1 |              |  |
| DATED: 07/24/03  | APPROVED BY: | JOB NO. 6048497                                  |
| DRAWN BY: JDB  | CHECKED BY:  | SCALE: N/A                                       |

## SURFACE USE PLAN

NAVAJO REFINING COMPANY  
PROPOSED WDW-3  
790' FSL, 2250' FWL, 1-T 18S-R27E  
EDDY COUNTY, NEW MEXICO

1. Existing Roads: Existing roads that lead to the proposed drillsite are shown on Exhibit A.
2. Access Roads To Be Constructed: No new access road is proposed.
3. Location of Existing Wells: Existing wells within one mile of proposed WDW-3 are shown on Exhibit B.
4. Location of Proposed Facilities If Well Is Completed: The well will be shut in after completion and testing.
5. Location and Type of Water Supply: Water for reentry, testing, and completion operations will be purchased from a commercial water hauler.
6. Source of Construction Materials: No construction materials will be required.
7. Methods of Handling Waste Disposal:
  - A. Drill cuttings will be disposed of in the drilling pits.
  - B. Drilling fluids will be allowed to evaporate in the drilling pits until the pits are dry.
  - C. Water produced during tests will be disposed of in the drilling pits.
  - D. Trash, waste paper, garbage, and junk will be buried in a trash pit and covered with a minimum of 24 inches of dirt. All waste material will be contained to prevent scattering by the wind.
  - E. All trash and debris will be buried or removed from the wellsite after finishing drilling and/or completion operations.

8. Ancillary Facilities: None anticipated.
9. Wellsite Layout:
- A. The existing well pad will be leveled to accommodate a workover rig, pump, tanks, and ancillary equipment.
  - B. Existing topsoil to a depth of 6 inches will be lifted and stockpiled at the uphill end of the well pad. The stockpiled topsoil will be located uphill to avoid mixing with subsurface materials.
  - C. The well pad will be surfaced with material found in place.
  - D. A small working pit will be constructed to hold drilling fluids and cuttings. The approximate dimensions of the pit will be 30 feet x 30 feet x 3 feet.
  - E. The working pit for drilling fluids and cuttings will be lined with 6-mil plastic.
10. Plans for Restoration of Surface:
- A. After completion of drilling and/or completion operations, all equipment and other material not needed for operations will be removed. Pits will be filled and the location cleaned of all trash and junk.
  - B. Any unguarded pits containing fluids will be fenced until they are filled.
  - C. After abandonment, all equipment, trash, and junk will be removed and the location cleaned.
  - D. The stockpiled topsoil will be spread over the surface of the location.
11. Surface Ownership: U.S. Department of Interior, Bureau of Land Management.
12. Archaeological Survey: Navajo Refining Company is conducting an archeological survey. The report of the survey will be submitted by Navajo under separate cover.
13. Operator's Representatives: Representatives responsible for assuring compliance with the approved Surface Use Plan:

Mr. Darrell Moore  
Navajo Refining Company  
Post Office Box 159  
Artesia, New Mexico 88211  
505/748-3311

Mr. Jim Bundy  
Subsurface Technology, Inc.  
7020 Portwest Drive, Suite 100  
Houston, Texas 77024  
713/880-4640

Exhibits

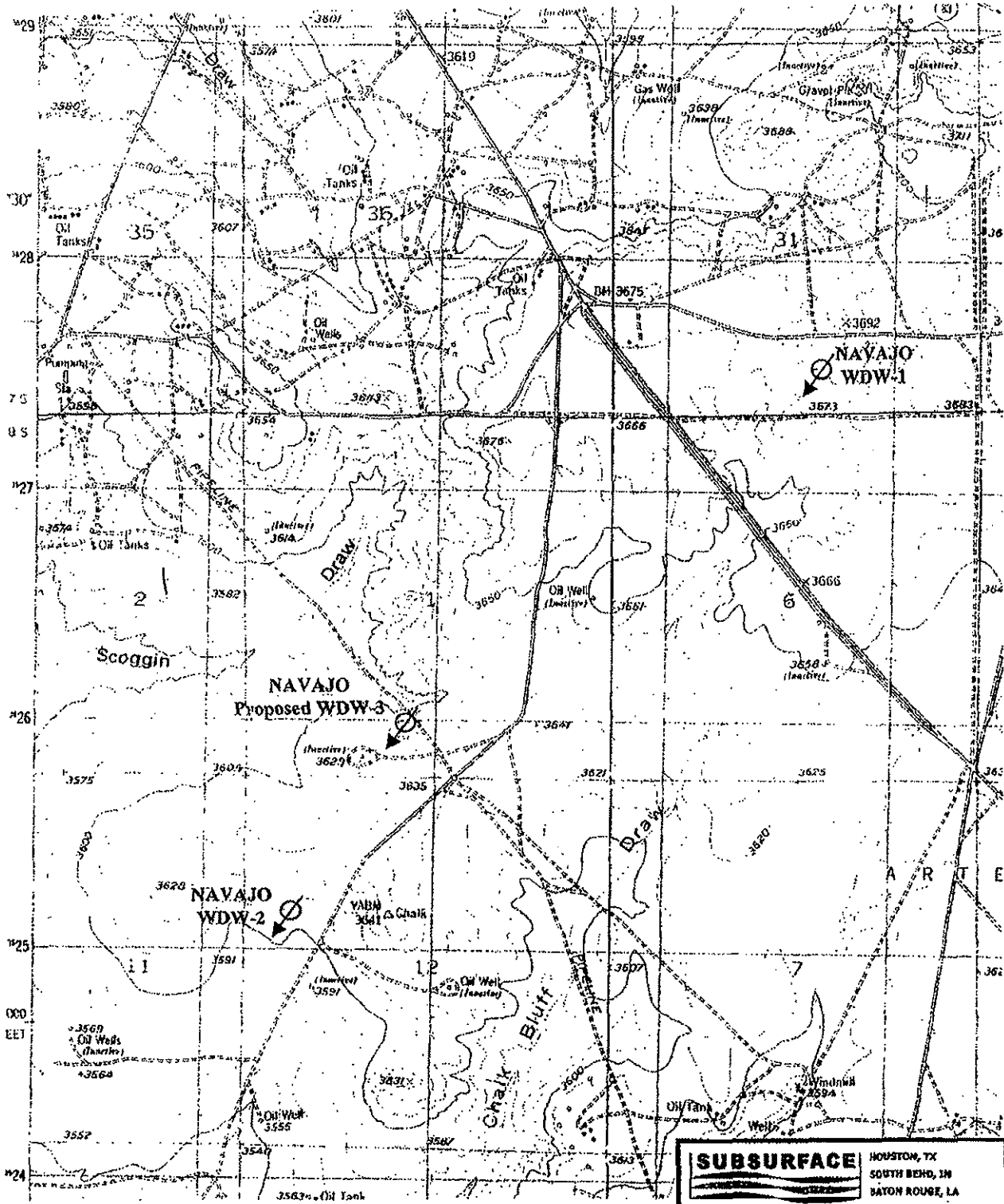
- A. Topographic Map
- B. Oil and Gas Map

14. Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions that 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 Navajo Refining Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

9/17/03  
Date

Darrell Moore  
Signature  
Darrell Moore  
Name  
Env. Mgr. for Water-Waste  
Title  
Navajo Refining Company  
Company

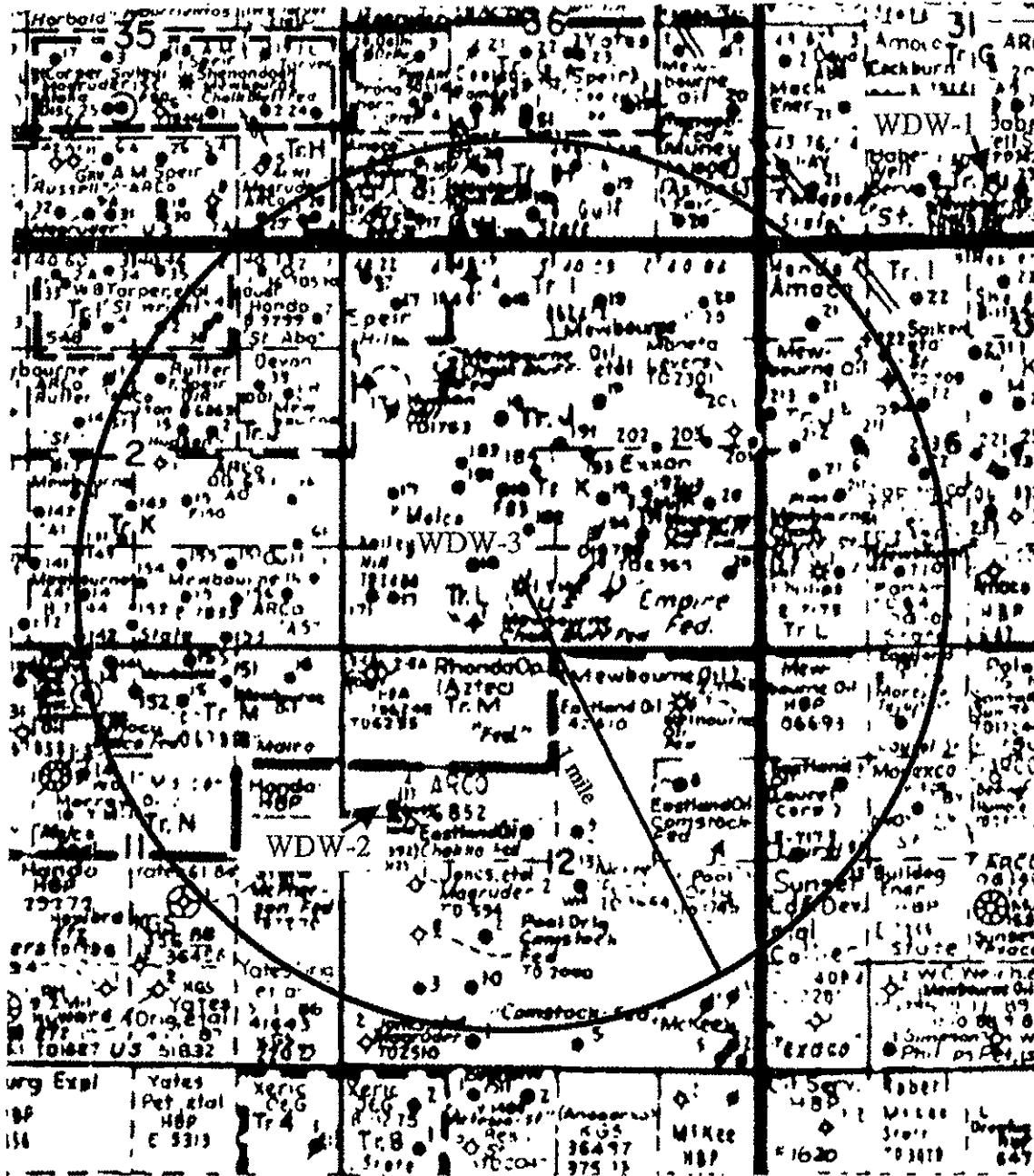


USGS Topographic Map  
Red Lake Quadrangle, Eddy County, NM

Section corners marked with +

T17S - R27E

T17S - R28E



T18S - R27E

EDDY COUNTY, NM

|   |                  |                 |
|---|------------------|-----------------|
| <b>SUBSURFACE</b>   |                  | HOUSTON, TX     |
|   |                  | SOUTH BEND, IN  |
|   |                  | BATON ROUGE, LA |
| EXHIBIT B   |                  |                 |
| WELLS WITHIN 1 MILE OF<br>NAVAJO REFINING COMPANY<br>PROPOSED WDW-3 |                  |                 |
| DATE: 7/28/03   | APPROVED BY: HLN | JOB NO. 6905497 |
| DRAWN BY:   | CHECKED BY:      | SCALE: N/A      |

Map courtesy of Midland Map Company

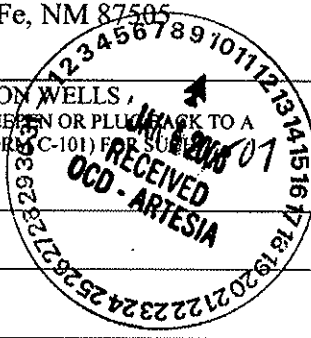
Submit 3 Copies To Appropriate District Office  
 District I  
 1625 N. French Dr., Hobbs, NM 88240  
 District II  
 1301 W. Grand Ave., Artesia, NM 88210  
 District III  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 May 27, 2004

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

|   |
|---|
| WELL API NO.<br>30 - 015 - 26575  |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.<br>NM-0557371  |
| 7. Lease Name or Unit Agreement Name<br>WDW - 3   |
| 8. Well Number 3  |
| 9. OGRID Number   |
| 10. Pool name or Wildcat  |



SUNDRY NOTICES AND REPORTS ON WELLS,  
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well  Gas Well  Other

2. Name of Operator  
NAVAJO REFINING COMPANY

3. Address of Operator  
P.O. BOX 159, ARTESIA, NM 88211

4. Well Location  
 Unit Letter \_\_\_\_\_ : 790 feet from the SOUTH line and 2250 feet from the WEST line  
 Section 1 Township 18 south Range 27 East NMPM County Eddy

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
 GR 3609', RKB 3625'

Pit or Below-grade Tank Application  or Closure

Pit type N/A Depth to Groundwater 100 FT Distance from nearest fresh water well 1 MILE Distance from nearest surface water 6 MILES

Pit Liner Thickness: N/A mil Below-Grade Tank: Volume N/A bbls; Construction Material N/A

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

|   |   |   |  |
|---|---|---|--|
| NOTICE OF INTENTION TO:   |   | SUBSEQUENT REPORT OF:   |  |
| PERFORM REMEDIAL WORK <input type="checkbox"/>  | PLUG AND ABANDON <input type="checkbox"/> | REMEDIAL WORK <input type="checkbox"/>                                      | ALTERING CASING <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/>  | CHANGE PLANS <input type="checkbox"/>     | COMMENCE DRILLING OPNS <input type="checkbox"/>                             | P AND A <input type="checkbox"/>         |
| PULL OR ALTER CASING <input type="checkbox"/>   | MULTIPLE COMPL <input type="checkbox"/>   | CASING/CEMENT JOB <input type="checkbox"/>                                  |  |
| OTHER: To complete a Class 1 non-hazardous waste well <input checked="" type="checkbox"/> |   | OTHER: Well completion report to follow <input checked="" type="checkbox"/> |  |

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

See attached well summary document and well schematic.

*MIT Witnessed by Carl Chavez  
 No chart Submitted  
 /s/*

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit  or an (attached) alternative OCD-approved plan .

SIGNATURE Paul Mose TITLE Env. Mgr. for Water & Waste DATE 1/18/07

Type or print name r State Use Only E-mail address: Telephone No.

*Accepted for record  
 NMOCD /s/*

APPROVED BY: \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_

Conditions of Approval (if any):

Submit To Appropriate District Office  
 State Lease - 6 copies  
 Fee Lease - 5 copies  
 District I  
 1625 N. French Dr., Hobbs, NM 88240  
 District II  
 1301 W. Grand Avenue, Artesia, NM 88210  
 District III  
 J Rio Brazos Rd., Aztec, NM 87410  
 District IV  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Oil Conservation Division  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

Form C-105  
 Revised June 10, 2003

WELL API NO.  
 30 - 015 - 26575

5. Indicate Type of Lease  
 STATE  FEE

State Oil & Gas Lease No.

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well:  
 OIL WELL  GAS WELL  DRY  OTHER  Non-hazardous Waste Disposal Well  
 b. Type of Completion:  
 NEW  WORK  DEEPEN  PLUG  DIE   
 WELL OVER BACK RESVR BACK

7. Lease Name or Unit Agreement Name  
 Waste Disposal Well / WDW - 3

2. Name of Operator  
 NAVAJO REFINING COMPANY

8. Well No. 3

3. Address of Operator  
 P.O. BOX 159, ARTESIA, NM 88211

9. Pool name or Wildcat

4. Well Location  
 Unit Letter \_\_\_\_\_ : 790. Feet From The SOUTH Line and 2250. Feet From The WEST Line

Section 1 Township 18 South Range 27 East NMPM County Eddy, NM  
 10. Date Spudded 12/22/90 11. Date T.D. Reached 1/29/91 12. Date Compl. (Ready to Prod.) Injection 1/15/07 13. Elevations (DF& RKB, RT, GR, etc.) DF 3616 ft / GR 3609 ft 14. Elev. Casinghead 3609 ft

15. Total Depth 10,119 ft 16. Plug Back T.D. 9020 ft 17. If Multiple Compl. How Many Zones? 2 18. Intervals Drilled By Rotary Tools (Recentry Drill out CIBP Plugs with Swivel) Cable Tools

19. Producing Interval(s), of this completion - Top, Bottom, Name Injection Interval 7660 ft to 8450 ft Cisco & 8540 ft to 8620 ft Canyon 20. Was Directional Survey Made No

21. Type Electric and Other Logs Run CBL/VDL, Temperature, Caliper, Radioactive Tracer, Pressure 22. Was Well Cored No

23. CASING RECORD (Report all strings set in well)

| CASING SIZE | WEIGHT LB./FT. | DEPTH SET | HOLE SIZE | CEMENTING RECORD | AMOUNT PULLED |
|-------------|----------------|-----------|-----------|------------------|---------------|
| 13 3/8"     | 54.50          | 400'      | 17 1/2"   | 425-CIRC         | NONE          |
| 9 5/8"      | 36             | 2604'     | 12 1/4"   | 1025-CIRC        | NONE          |
| 7"          | 29 & 26        | 9450'     | 8 3/4"    | 1350-CIRC        | NONE          |

24. LINER RECORD

| SIZE   | TOP   | BOTTOM  | SACKS CEMENT | SCREEN |
|--------|-------|---------|--------------|--------|
| 4 1/2" | 9051' | 10,119' | 175          | NONE   |

25. TUBING RECORD

| SIZE   | DEPTH SET | PACKER SET |
|--------|-----------|------------|
| 4 1/2" | 7567'     | 7575'      |

26. Perforation record (interval, size, and number)  
 7660' TO 8450' / 0.5" / 2 JSPP / 60°  
 8540' TO 8620' / 0.5" / 2 JSPP / 60°  
 27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.  
 DEPTH INTERVAL AMOUNT AND KIND MATERIAL USED  
 7050' TO 7102' 80 SKS PREM 14.8 PPG CMT SQZ PERF  
 7262' TO 7278' 100 SKS PREM 14.8 PPG CMT SQZ PERF  
 7304' TO 7314' 80 SKS PREM 14.8 PPG CMT SQZ PERF

28. PRODUCTION

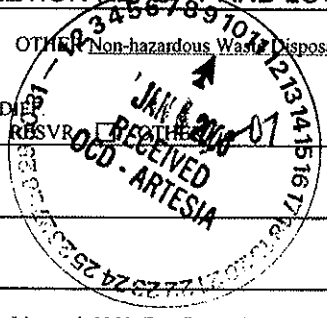
Date First Production (INJECTION WELL) \_\_\_\_\_ Production Method (Flowing, gas lift, pumping - Size and type pump) (INJECTION PUMP) \_\_\_\_\_ Well Status (Prod. or Shut-in) (SHUT-IN) \_\_\_\_\_  
 Date of Test 10/19/06 Hours Tested 4 HOURS Choke Size NO CHOKE INJECT TEST Prod'n For Test Period N/A Oil - Bbl N/A Gas - MCF N/A Water - Bbl N/A Gas - Oil Ratio N/A  
 Flow Tubing Press. MAX INJECT 1450 PSI Casing Pressure 750 PSI Calculated 24-Hour Rate 8 BPM Oil - Bbl N/A Gas - MCF N/A Water - Bbl N/A Oil Gravity - API - (Corr.) N/A

29. Disposition of Gas (Sold, used for fuel, vented, etc.) NO GAS Test Witnessed By \_\_\_\_\_

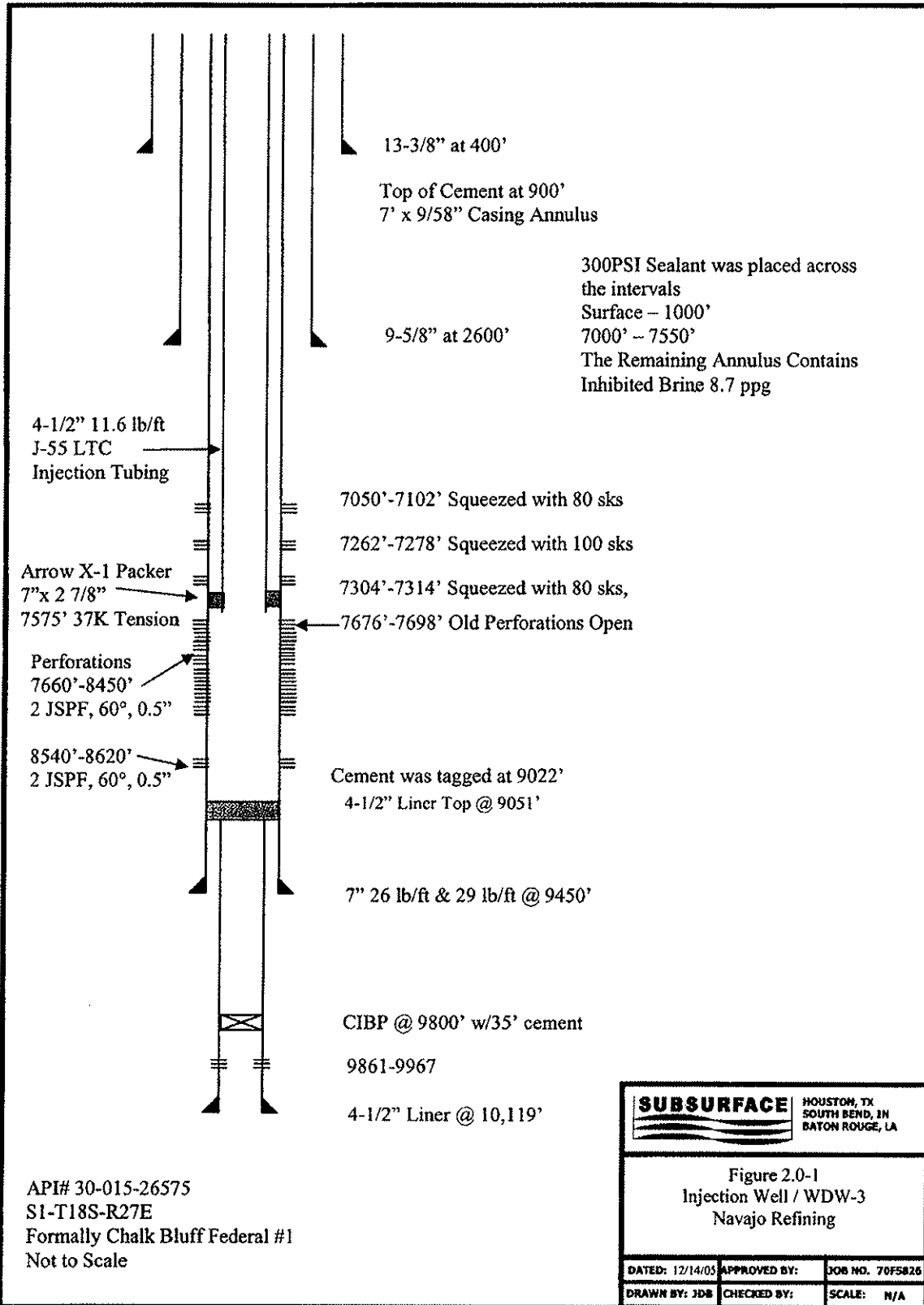
30. List Attachments  
 WELL SUMMARY OF EVENTS, WELL WAS CONVERTED TO A CLASS I NON-HAZARDOUS WATER WASTE DISPOSAL WELL. A FULL REPORT WILL FOLLOW AT A LATER DATE.

31. I hereby certify that the information shown on both sides of this form as true and complete to the best of my knowledge and belief

Signature Darrell Moore Printed Name Darrell Moore Title Env. Mgr. Date 1/8/07  
 Email Address darrell.moore@navajo-refining.com







## Well Summary

Navajo Refining Company (Navajo) contracted Subsurface Technology, Inc. (Subsurface), to prepare an application for permit and to reenter a plugged and abandoned (P&A) oil and gas well. The Application for Permit to Drill or Reenter and the Sundry Notices and Reports on Wells was submitted to the Department of the Interior, Bureau of Land Management (BLM), on June 29, 2006 and approved. The Application for Permit to Drill, Re-enter, Deepen, Plug Back, or add a Zone was submitted to the State of New Mexico Oil Conservation Commission (OCD) on June 29, 2006 and approved.

Subsurface prepared an engineering plan to reenter the P&A'ed oil and gas well formally owned by Mewbourne Oil Company. The original well name was Caulk Bluff Federal #1 (API number 30-015-26575), and a Change of Operator application was submitted to the OCD on December 5, 2000 and approved under the well name of WDW-3. Under contract to Navajo, Subsurface commenced field operations on September 25, 2006. The existing location was cleared and prepared for reentry operations. An earthen lined reserve pit was dug to catch returns. All depths unless stated are referenced to rig floor at six feet to seven feet above ground level. The rig floor was moved from six feet to seven feet after drilling out the cast iron bridge plugs.

A workover rig and reverse unit was placed on location and the existing wellhead was removed. The first cast iron bridge plug (CIBP) at 7010 feet was drilled and the perforated interval from 7050 feet to 7102 feet was squeezed off with neat cement and successfully pressured tested to six hundred eighty pounds per square inch gauge pressure (680 psig). The second and third CIBP at 7190 feet and 7279 feet was drilled. There appeared to be ten feet of cement on top of the third CIBP. The perforated interval from 7262 feet to 7278 feet and from 7304 feet to 7314 feet was squeezed with neat cement. The squeezed interval was pressure tested to 920 psig and would not hold. A second cement squeeze was performed across the perforated interval from 7262 feet to 7278 feet and from 7304 feet to 7314. The interval was pressured tested to 630 psig and continued to lose pressure at a rate of two pounds per square inch every thirty minutes (2 psi/30 min). The fourth CIBP at 7595 feet was drilled and at 7838 feet a cement plug was encountered and drilled through. Cement was tagged twenty nine (29) feet above the top of the liner at 9022 feet. The hole was circulated clean and prepared for logging.

A Cement Bond Log (CBL), Variable Density Log (VDL), caliper log, and temperature survey were performed. The CBL/VDL showed that the top of the cement (TOC) behind the 7-inch casing was located 900 feet from the surface. The OCD was notified and approved the existing well condition. The casing was perforated from 7660 feet to 8450 feet and from 8540 feet to 8620 feet at 2-JSPF on sixty degree (60°) phasing.

A packer was set at 7546 feet with 2 7/8-inch PH-6 tubing, the well was swabbed back and samples of the formation fluid were recovered. It was estimated that two hundred twenty six barrels (226 bbls) of formation fluid was returned to the surface. A pressure test on the annulus between the 7-inch and 2 7/8-inch was performed at 660 psig with the annulus losing pressure at a rate of 8 psi/hr.

An injection test was performed on the well down the 2 7/8-inch tubing with the annulus open to the bottom of the well. The open annulus will allow for the calculation of the bottom hole pressure while pumping down the 2 7/8-inch tubing with out the influence of tubing friction pressure on the bottom hole calculations. The injection rates were from two barrels per minute (2 bpm) to ten barrels per minute (10 bpm). From the data collected during the injection test it appears that the well will be able to accept an injection rate up to 10 bpm at the permitted pressure of 1550 psig with 4 1/2-inch, 11.6 pound per foot (11.6 lb/ft) tubing in the wellbore.

At the request of the OCD, Subsurface went back into the wellbore with a retrievable bridge plug (RBP) to test the casing and isolate any leaks to within 1000 feet. The RBP was set at 7550 feet and the packer was set at 6985 feet to isolate the squeezed interval from 7050 feet to 7314 feet. The squeezed interval was pressure tested to 490 psig and the annulus to 632 psig. The squeezed interval was losing pressure at a rate of 6 psi/hr and the annulus was gaining pressure due to thermal affects. The RBP was moved up the wellbore to 1255 feet and casing pressure tested to 569 psig. The casing above 1255 feet was losing pressure at a rate of 2 psi/hr. The casing leaks were isolated to the squeezed interval from 7050 feet to 7314 feet and in the interval from surface to 1255 feet. The OCD was called and approved the 300PSI sealing application to stop the casing leaks across the two intervals.

The 4 1/2-inch tubing was run into the wellbore and the Arrow X-1 packer was set at 7575.73 feet with 37,000 lbs of tension. Prior to running the 4 1/2-inch tubing a new Superior hanging spool was installed. Prior to setting the tubing packer, the annulus between the 4 1/2-inch tubing and the 7-inch casing was filled with inhibited brine, with the 300psi sealant across the squeezed perforations and across the upper section of the 7-inch casing. Once the packer was set and casing hung off in the spool a new Superior wellhead was installed and the P-seals were pressure tested to 3000 psig. After the wellhead was assembled the annulus was squeezed at 545 psig for four hours (4 hrs) as specified by the sealant manufacture representative on site. The annulus was then pressure tested to 480 psig overnight with no pressure loss. Workover rig was disassembled and moved off location with all associated equipment.

A 12 hr pump in and falloff test was performed down the 4 1/2-inch tubing. To maintain a surface injection pressure that was below the permitted pressure of 1550 psi the injection rate was lowered to 9 bpm at the end of the pump in procedure. The BHP gauge was placed at 8630 feet for 14 hrs to monitor BHP, when the gauge was pulled five minute (5 min) gradient stops were made every 1000 feet with the first stop at 7000 feet. The analysis of the data showed interference from the adjacent injection wells, which skewed the results for determination of the skin and possibly the permeability. The equipment used to perform the falloff testing was moved off location to prepare for mechanical integrity testing (MIT).

The MIT was performed and witnessed by the OCD. The MIT consisted of an annulus pressure test, and a radioactive tracer survey. The temperature survey was performed during the CBL/VDL logging event and will be used as a baseline for any future temperature surveys. The annulus pressure test was performed at 530 psia and lost 2.5 psi over a one hour period, which was within the OCD requirements of five percent (5%)

over a 30 min time interval. The radioactive tracer survey showed no signs of fluid flow out of the permitted interval above 7650 feet. The OCD witnessed the annular pressure test and the first half of the radioactive tracer survey.

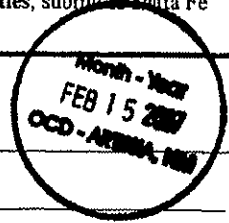
The annulus monitoring system was installed and tested. The well was turned over to Navajo for injection.

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
0 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Surg Minerals and Natural Resources  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-144  
June 1, 2004

For drilling and production facilities, submit to appropriate NMOCD District Office.  
For downstream facilities, submit to Santa Fe office



**Pit or Below-Grade Tank Registration or Closure**

Is pit or below-grade tank covered by a "general plan"? Yes  No

Type of action: Registration of a pit or below-grade tank  Closure of a pit or below-grade tank

Operator: Navajo Refining Company Telephone: (505) 748-3311 e-mail address: \_\_\_\_\_  
 Address: 501 East Main Street, Artesia, NM 88210  
 Facility or well name: WDW #3 API #: 30-015-26575 U/L or Qtr/Qtr \_\_\_\_\_ Sec 1 T 18 R 27E  
 County: Eddy Latitude \_\_\_\_\_ Longitude \_\_\_\_\_ NAD: 1927  1983   
 Surface Owner: Federal  State  Private  Indian

| Pit   | Below-grade tank  |                    |             |  |                       |                          |                      |
|---|---|--------------------|-------------|--|-----------------------|--------------------------|----------------------|
| Type: Drilling <input checked="" type="checkbox"/> Production <input type="checkbox"/> Disposal <input type="checkbox"/><br>Workover <input type="checkbox"/> Emergency <input type="checkbox"/><br>Lined <input checked="" type="checkbox"/> Unlined <input type="checkbox"/><br>Liner type: Synthetic <input checked="" type="checkbox"/> Thickness <u>12</u> mil Clay <input type="checkbox"/><br>Pit Volume _____ bbl | Volume: _____ bbl Type of fluid: _____<br>Construction material: _____<br>Double-walled, with leak detection? Yes <input type="checkbox"/> If not, explain why not: _____   |                    |             |  |                       |                          |                      |
| Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)  | <table border="1"> <tr> <td>Less than 50 feet</td> <td>(20 points)</td> </tr> <tr> <td><u>50 feet or more, but less than 100 feet</u></td> <td>(10 points) <u>10</u></td> </tr> <tr> <td>100 feet or more</td> <td>( 0 points)</td> </tr> </table>    | Less than 50 feet  | (20 points) | <u>50 feet or more, but less than 100 feet</u> | (10 points) <u>10</u> | 100 feet or more         | ( 0 points)          |
| Less than 50 feet   | (20 points)   |                    |             |  |                       |                          |                      |
| <u>50 feet or more, but less than 100 feet</u>  | (10 points) <u>10</u>   |                    |             |  |                       |                          |                      |
| 100 feet or more  | ( 0 points)   |                    |             |  |                       |                          |                      |
| Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)   | <table border="1"> <tr> <td>Yes</td> <td>(20 points)</td> </tr> <tr> <td><u>No</u></td> <td>( 0 points) <u>0</u></td> </tr> </table>  | Yes                | (20 points) | <u>No</u>                                      | ( 0 points) <u>0</u>  |                          |                      |
| Yes   | (20 points)   |                    |             |  |                       |                          |                      |
| <u>No</u>   | ( 0 points) <u>0</u>  |                    |             |  |                       |                          |                      |
| Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)   | <table border="1"> <tr> <td>Less than 200 feet</td> <td>(20 points)</td> </tr> <tr> <td>200 feet or more, but less than 1000 feet</td> <td>(10 points)</td> </tr> <tr> <td><u>1000 feet or more</u></td> <td>( 0 points) <u>0</u></td> </tr> </table> | Less than 200 feet | (20 points) | 200 feet or more, but less than 1000 feet      | (10 points)           | <u>1000 feet or more</u> | ( 0 points) <u>0</u> |
| Less than 200 feet  | (20 points)   |                    |             |  |                       |                          |                      |
| 200 feet or more, but less than 1000 feet   | (10 points)   |                    |             |  |                       |                          |                      |
| <u>1000 feet or more</u>  | ( 0 points) <u>0</u>  |                    |             |  |                       |                          |                      |
| <b>Ranking Score (Total Points)</b>   |   |                    |             |  |                       |                          |                      |
| <u>10</u>   |   |                    |             |  |                       |                          |                      |

If this is a pit closure: (1) Attach a diagram of the facility showing the pit's relationship to other equipment and tanks. (2) Indicate disposal location: (check the onsite box if you are burying in place) onsite  offsite  If offsite, name of facility CRI. (3) Attach a general description of remedial action taken including remediation start date and end date. (4) Groundwater encountered: No  Yes  If yes, show depth below ground surface \_\_\_\_\_ ft. and attach sample results. (5) Attach soil sample results and a diagram of sample locations and excavations.

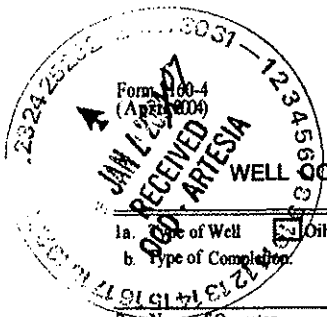
Additional Comments: NAVAJO REFINING COMPANY PLANS TO CLOSE DRILLING PIT ON THE WDW #3 AS PER NEW MEXICO OIL CONSERVATION DIVISION RULE 30 IN THE PIT AND BELOW GRADE TANK GUIDE LINES. NAVAJO PLANS TO REMOVE ALL FLUIDS AND DRILL CUTTINGS. ALL CUTTINGS WILL BE TAKEN TO A N.M.O.C.D. APPROVED SITE FOR DISPOSAL AND BACKFILL WITH ONSITE STOCKPILED SOILS. WE WILL NOTIFY O.C.D. 48 HOURS PRIOR TO BEGINNING WORK.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that the above-described pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit , or an (attached) alternative OCD-approved plan .

Date: 2/14/06  
 Printed Name/Title: Chad Williams/Agent Signature: Chad Williams

Your certification and NMOCD approval of this application/closure does not relieve the operator of liability should the contents of the pit or tank contaminate ground water or otherwise endanger public health or the environment. Nor does it relieve the operator of its responsibility for compliance with any other federal, state, or local laws and/or regulations.

Approval: Jim W. Brown  
 District II Supervisor Signature: \_\_\_\_\_ Date: 2/12/07



UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
WELL COMPLETION OR RECOMPLETION REPORT AND LOG

FORM APPROVED  
OMB NO. 1004-0137  
Expires: March 31, 2007

1a. Type of Well  Oil Well  Gas Well  Dry  Other  
 b. Type of Completion  New Well  Work Over  Deepen  Plug Back  Diff. Resrv.,  
 Other \_\_\_\_\_

2. Name of Operator **NAVAJO REFINING COMPANY**

3. Address **P.O. BOX 159, ARTESIA, NM 88211** 3a. Phone No. (include area code)

4. Location of Well (Report location clearly and in accordance with Federal requirements)\*  
 At surface **790' FROM THE SOUTH LINE AND 2250' FROM THE WEST LINE**  
 At top prod. interval reported below **7650' AT THE SAME LOCATION AS ABOVE**  
 At total depth **PLUG BACK 10,119' AT THE SAME LOCATION AS ABOVE**

14. Date Spudded **12/22/1996** 15. Date T.D. Reached **01/29/1991** 16. Date Completed  D & A  Ready to Prod.

18. Total Depth: MD **10,119'** 19. Plug Back T.D.: MD **9022'** 20. Depth Bridge Plug Set: MD **CMT 9051'-9022'**  
 TVD **10,119'** TVD **9022'** TVD **CMT 9051'-9022'**

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)  
**CBL/VDL, MULTI-ARM CALIPER, TEMP, RADIOACTIVE TRACER (2006)**  
 22. Was well cored?  No  Yes (Submit analysis)  
 Was DST run?  No  Yes (Submit report)  
 Directional Survey?  No  Yes (Submit copy)

23. Casing and Liner Record (Report all strings set in well)

| Hole Size | Size/Grade | Wt. (#/ft.) | Top (MD) | Bottom (MD) | Stage Cementer Depth | No. of Sks. & Type of Cement | Slurry Vol. (BBL) | Cement Top* | Amount Pulled |
|-----------|------------|-------------|----------|-------------|----------------------|------------------------------|-------------------|-------------|---------------|
| 17 1/2"   | 13 3/8"    | 54.5        | SURF     | 400'        | 400'                 | 425 CLASS C                  |                   | SURF        | NONE          |
| 12 1/4"   | 9 5/8"     | 36          | SURF     | 2604'       | 2604'                | 1025 "C"                     |                   | SURF        | NONE          |
| 8 3/4"    | 7"         | 29 & 26     | SURF     | 9450'       | 9450'                | 1350 "H"                     |                   | 900'        | NONE          |
| 6 1/4"    | 4 1/2"     |             | 9051'    | 10,119'     | 10,119'              | 175 CLASS H                  |                   | 9051'-TOL   | NONE          |

24. Tubing Record

| Size   | Depth Set (MD) | Packer Depth (MD) | Size | Depth Set (MD) | Packer Depth (MD) | Size | Depth Set (MD) | Packer Depth (MD) |
|--------|----------------|-------------------|------|----------------|-------------------|------|----------------|-------------------|
| 4 1/2" | 7567'          | 7567'             |      |                |                   |      |                |                   |

25. Producing Intervals

| Formation | Top   | Bottom | Perforated Interval | Size | No. Holes | Perf. Status |
|-----------|-------|--------|---------------------|------|-----------|--------------|
| A) CISCO  | 7650' | 8450'  | 7660' - 8450'       | 0.5" | 1500      | 2 JSPP / 60° |
| B) CANYON | 8540' | 8620'  | 8540' - 8620'       | 0.5" | 100       | 2 JSPP / 60° |
| C)        |       |        |                     |      |           |              |
| D)        |       |        |                     |      |           |              |

26. Perforation Record

27. Acid, Fracture, Treatment, Cement Squeeze, etc.

| Depth Interval | Amount and Type of Material   |
|----------------|---|
| 7050' - 7102'  | 80 SKS PREM 14.8 PPG NEAT CMT FOR PERF SQZ ON PREVIOUS PERFORATION  |
| 7262' - 7278'  | 100 SKS PREM 14.8 PPG NEAT CMT FOR PERF SQZ ON PREVIOUS PERFORATION |
| 7304' - 7314'  | 80 SKS PREM 14.8 PPG NEAT CMT FOR PERF SQZ ON PREVIOUS PERFORATIONS |

28. Production - Interval A

| Date First Produced | Test Date            | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method                   |
|---------------------|----------------------|--------------|-----------------|---------|---------|-----------|-----------------------|-------------|-------------------------------------|
|                     |                      |              | →               |         |         |           |                       |             | NON-HAZAROUS CLASS I WELL           |
| Choke Size          | Tbg. Press. Flwg. SI | Cog. Press.  | 24 Hr. Rate     | Oil BBL | Gas MCF | Water BBL | Gas/Oil Ratio         | Well Status |                                     |
|                     |                      |              | →               |         |         |           |                       |             | WAITING ON STATE APPROVAL TO INJECT |

28a. Production - Interval B

| Date First Produced | Test Date            | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method                   |
|---------------------|----------------------|--------------|-----------------|---------|---------|-----------|-----------------------|-------------|-------------------------------------|
|                     |                      |              | →               |         |         |           |                       |             | NON-HAZAROUS CLASS I WELL           |
| Choke Size          | Tbg. Press. Flwg. SI | Cog. Press.  | 24 Hr. Rate     | Oil BBL | Gas MCF | Water BBL | Gas/Oil Ratio         | Well Status |                                     |
|                     |                      |              | →               |         |         |           |                       |             | WAITING ON STATE APPROVAL TO INJECT |

\* (See instructions and spaces for additional data on page 2)

28b. Production - Interval C

| Date First Produced | Test Date           | Hours Tested | Test Production<br>→ | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
|---------------------|---------------------|--------------|----------------------|---------|---------|-----------|-----------------------|-------------|-------------------|
| Choke Size          | Tbg. Pres. Flwg. SI | Cg. Pres.    | 24 Hr. Rate<br>→     | Oil BBL | Gas MCF | Water BBL | Gas/Oil Ratio         | Well Status |                   |

28c. Production - Interval D

| Date First Produced | Test Date           | Hours Tested | Test Production<br>→ | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
|---------------------|---------------------|--------------|----------------------|---------|---------|-----------|-----------------------|-------------|-------------------|
| Choke Size          | Tbg. Pres. Flwg. SI | Cg. Pres.    | 24 Hr. Rate<br>→     | Oil BBL | Gas MCF | Water BBL | Gas/Oil Ratio         | Well Status |                   |

29. Disposition of Gas (Sold, used for fuel, vented, etc.)

N/A (NON-HAZARDOUS CLASS 1 WELL)

30. Summary of Porous Zones (Include Aquifers):

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

31. Formation (Log) Markers

| Formation | Top | Bottom | Descriptions, Contents, etc. | Name | Top         |
|-----------|-----|--------|------------------------------|------|-------------|
|           |     |        |                              |      | Meas. Depth |
|           |     |        |                              |      |             |

32. Additional remarks (include plugging procedure):

THE PLUGGED AND ABANDONED WELL WAS ACQUIRED FROM MEWBOURNE OIL COMPANY BY NAVAJO REFINING. NAVAJO RECOMPLETED THE WELL FOR INJECTING NON-HAZARDOUS WASTE WATER FROM THEIR REFINERY IN ARTESIA, NM. THE EXISTING PLUGS WERE DRILLED OUT TO THE TOP OF THE LINER PLUG AT 9022' AND THE EXISTING PERFORATIONS WERE SQUEEZED OFF WITH CEMENT AT 7050' TO 7102', 7262' TO 7278', AND FROM 7304' TO 7314'. A 4 1/2" 11.6 #/FT TUBING STRING WAS SET WITH A TENSION PACKER AT 7568' AND BOTTOM OF PACKER AT 7575'. MIT WAS WITNESSED BY OCD.

(SEE ATTACHED WELL SUMMARY FOR MORE DETAILS)

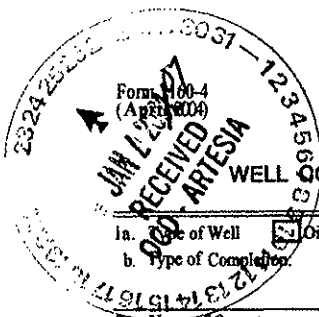
33. Indicate which items have been attached by placing a check in the appropriate boxes:

- Electrical/Mechanical Logs (1 full set req'd.)   
  Geologic Report   
  DST Report   
  Directional Survey  
 Sundry Notice for plugging and cement verification   
  Core Analysis   
  Other:

34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions)\*

Name (please print) Darrell Moore Title Env. Mgr for Water & Waste  
 Signature Darrell Moore Date 1/24/07

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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 representations as to any matter within its jurisdiction.



UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
WELL COMPLETION OR RECOMPLETION REPORT AND LOG

FORM APPROVED  
OMB NO. 1004-0137  
Expires: March 31, 2007

1a. Type of Well  Oil Well  Gas Well  Dry  Other  
 b. Type of Completion  New Well  Work Over  Deepen  Plug Back  Diff. Resvr.,  
 Other \_\_\_\_\_

2. Name of Operator **NAVAJO REFINING COMPANY**

3. Address **P.O. BOX 159, ARTESIA, NM 88211**

3a. Phone No. (include area code)

4. Location of Well (Report location clearly and in accordance with Federal requirements)\*

At surface **790' FROM THE SOUTH LINE AND 2250' FROM THE WEST LINE**

At top prod. interval reported below **7650' AT THE SAME LOCATION AS ABOVE**

At total depth **PLUG BACK 10,119' AT THE SAME LOCATION AS ABOVE**

14. Date Spudded  
**12/22/1990**

15. Date T.D. Reached  
**01/29/1991**

16. Date Completed  
 D & A  Ready to Prod.

17. Elevations (DF, RKB, RT, GL)\*  
**3609'**

18. Total Depth: MD **10,119'**  
TVD **10,119'**

19. Plug Back T.D.: MD **9022'**  
TVD **9022'**

20. Depth Bridge Plug Set: MD **CMT 9051'-9022'**  
TVD **CMT 9051'-9022'**

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)  
**CBL/VDL, MULTI-ARM CALIPER, TEMP, RADIOACTIVE TRACER (2006)**

22. Was well cored?  No  Yes (Submit analysis)  
 Was DST run?  No  Yes (Submit report)  
 Directional Survey?  No  Yes (Submit copy)

23. Casing and Liner Record (Report all strings set in well)

| Hole Size | Size/Grade | Wt. (#/R) | Top (MD) | Bottom (MD) | Stage Cementer Depth | No. of Sks. & Type of Cement | Shurry Vol. (EEL) | Cement Top* | Amount Pulled |
|-----------|------------|-----------|----------|-------------|----------------------|------------------------------|-------------------|-------------|---------------|
| 17 1/2"   | 13 3/8"    | 54.5      | SURF     | 400'        | 400'                 | 425 CLASS C                  |                   | SURF        | NONE          |
| 12 1/4"   | 9 5/8"     | 36        | SURF     | 2604'       | 2604'                | 1025 "C"                     |                   | SURF        | NONE          |
| 8 3/4"    | 7"         | 29 & 26   | SURF     | 9450'       | 9450'                | 1350 "H"                     |                   | 900'        | NONE          |
| 6 1/4"    | 4 1/2"     |           | 9051'    | 10,119'     | 10,119'              | 175 CLASS H                  |                   | 9051'-TOL   | NONE          |

24. Tubing Record

| Size   | Depth Set (MD) | Packer Depth (MD) | Size | Depth Set (MD) | Packer Depth (MD) | Size | Depth Set (MD) | Packer Depth (MD) |
|--------|----------------|-------------------|------|----------------|-------------------|------|----------------|-------------------|
| 4 1/2" | 7567'          | 7567'             |      |                |                   |      |                |                   |

25. Producing Intervals

| Formation | Top   | Bottom | Perforated Interval | Size | No. Holes | Perf. Status |
|-----------|-------|--------|---------------------|------|-----------|--------------|
| A) CISCO  | 7650' | 8450'  | 7660' - 8450'       | 0.5" | 1500      | 2 JSFF / 60° |
| B) CANYON | 8540' | 8620'  | 8540' - 8620'       | 0.5" | 100       | 2 JSFF / 60° |
| C)        |       |        |                     |      |           |              |
| D)        |       |        |                     |      |           |              |

27. Acid, Fracture, Treatment, Cement Squeeze, etc.

| Depth Interval | Amount and Type of Material   |
|----------------|---|
| 7050' - 7102'  | 80 SKS PREM 14.8 PPG NEAT CMT FOR PERF SQZ ON PREVIOUS PERFORATION  |
| 7262' - 7278'  | 100 SKS PREM 14.8 PPG NEAT CMT FOR PERF SQZ ON PREVIOUS PERFORATION |
| 7304' - 7314'  | 80 SKS PREM 14.8 PPG NEAT CMT FOR PERF SQZ ON PREVIOUS PERFORATIONS |

28. Production - Interval A

| Date First Produced | Test Date            | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method                   |
|---------------------|----------------------|--------------|-----------------|---------|---------|-----------|-----------------------|-------------|-------------------------------------|
|                     |                      |              | →               |         |         |           |                       |             | NON-HAZAROUS CLASS I WELL           |
| Choke Size          | Thg. Press. Flwg. SI | Cap. Press.  | 24 Hr. Rate     | Oil BBL | Gas MCF | Water BBL | Gas/Oil Ratio         | Well Status |                                     |
|                     |                      |              | →               |         |         |           |                       |             | WAITING ON STATE APPROVAL TO INJECT |

28a. Production - Interval B

| Date First Produced | Test Date            | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method                   |
|---------------------|----------------------|--------------|-----------------|---------|---------|-----------|-----------------------|-------------|-------------------------------------|
|                     |                      |              | →               |         |         |           |                       |             | NON-HAZAROUS CLASS I WELL           |
| Choke Size          | Thg. Press. Flwg. SI | Cap. Press.  | 24 Hr. Rate     | Oil BBL | Gas MCF | Water BBL | Gas/Oil Ratio         | Well Status |                                     |
|                     |                      |              | →               |         |         |           |                       |             | WAITING ON STATE APPROVAL TO INJECT |

\* (See instructions and spaces for additional data on page 2)



28b. Production - Interval C

|                     |                      |              |                      |         |         |           |                       |             |                   |
|---------------------|----------------------|--------------|----------------------|---------|---------|-----------|-----------------------|-------------|-------------------|
| Date First Produced | Test Date            | Hours Tested | Test Production<br>→ | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
| Choke Size          | Tbg. Press. Flwg. SI | Csg. Press.  | 24 Hr. Rate<br>→     | Oil BBL | Gas MCF | Water BBL | Gas/Oil Ratio         | Well Status |                   |

28c. Production - Interval D

|                     |                      |              |                      |         |         |           |                       |             |                   |
|---------------------|----------------------|--------------|----------------------|---------|---------|-----------|-----------------------|-------------|-------------------|
| Date First Produced | Test Date            | Hours Tested | Test Production<br>→ | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
| Choke Size          | Tbg. Press. Flwg. SI | Csg. Press.  | 24 Hr. Rate<br>→     | Oil BBL | Gas MCF | Water BBL | Gas/Oil Ratio         | Well Status |                   |

29. Disposition of Gas (Sold, used for fuel, vented, etc.)

N/A (NON-HAZARDOUS CLASS 1 WELL)

30. Summary of Porous Zones (Include Aquifers):

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

31. Formation (Log) Markers

| Formation | Top | Bottom | Descriptions, Contents, etc. | Name | Top         |
|-----------|-----|--------|------------------------------|------|-------------|
|           |     |        |                              |      | Meas. Depth |
|           |     |        |                              |      |             |

32. Additional remarks (include plugging procedure):

THE PLUGGED AND ABANDONED WELL WAS ACQUIRED FROM MEWBOURNE OIL COMPANY BY NAVAJO REFINING. NAVAJO RECOMPLETED THE WELL FOR INJECTING NON-HAZARDOUS WASTE WATER FROM THEIR REFINERY IN ARTESIA, NM. THE EXISTING PLUGS WERE DRILLED OUT TO THE TOP OF THE LINER PLUG AT 9022' AND THE EXISTING PERFORATIONS WERE SQUEEZED OFF WITH CEMENT AT 7050' TO 7102', 7262' TO 7278', AND FROM 7304' TO 7314'. A 4 1/2" 11.6 #/FT TUBING STRING WAS SET WITH A TENSION PACKER AT 7568' AND BOTTOM OF PACKER AT 7575'. MIT WAS WITNESSED BY OCD.

(SEE ATTACHED WELL SUMMARY FOR MORE DETAILS)

33. Indicate which items have been attached by placing a check in the appropriate boxes:

- Electrical/Mechanical Logs (1 full set req'd.)   
  Geologic Report   
  DST Report   
  Directional Survey  
 Sundry Notice for plugging and cement verification   
  Core Analysis   
  Other:

34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions)\*

Name (please print) Darrell Moore Title Env. Mgr for Water Waste  
 Signature Darrell Moore Date 1/24/07

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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 representations as to any matter within its jurisdiction.

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB No. 1004-0137  
Expires: March 31, 2007

Annth - Year  
MAR - 5 2007  
OCD - ARTESIA, NM

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

**SUBMIT IN TRIPLICATE- Other instructions on reverse side.**

|  |                                   |   |
|--|-----------------------------------|---|
| 1. Type of Well<br><input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other                   |                                   | 5. Lease Serial No.<br>NM-0557371           |
| 2. Name of Operator<br>NAVAJO REFINIG COMPANY  |                                   | 6. If Indian, Allottee or Tribe Name<br>N/A |
| 3a. Address<br>P.O. BOX 159, ARTESIA, NM 88211   | 3b. Phone No. (include area code) | 7. If Unit or CA/Agreement, Name and/or No. |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>S1 - T18S - R27E ; 790' FROM THE SOUTH LINE AND 2250' FROM THE WEST LINE |                                   | 8. Well Name and No.<br>WDW-3               |
|  |                                   | 9. API Well No.<br>30 - 015 - 26575         |
|  |                                   | 10. Field and Pool, or Exploratory Area     |
|  |                                   | 11. County or Parish, State<br>EDDY         |

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION   |   |  |  |
|---|--|---|--|--|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Acidize                         | <input type="checkbox"/> Deepen           | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off            |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing                    | <input type="checkbox"/> Fracture Treat   | <input type="checkbox"/> Reclamation               | <input checked="" type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Casing Repair                   | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete                | <input checked="" type="checkbox"/> Other          |
|   | <input type="checkbox"/> Change Plans                    | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       |  |
|   | <input checked="" type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back        | <input type="checkbox"/> Water Disposal            |  |

NON-HAZARDOUS

CLASS I WELL

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

THE PLUGGED AND ABANDONED WELL WAS ACQUIRED FROM MEWBOURNE OIL COMPANY BY NAVAJO REFINING. NAVAJO RECOMPLETED THE WELL FOR INJECTING NON-HAZARDOUS WASTE WATER FROM THEIR REFINERY IN ARTESIA, NM.

10/1/06 -THE EXISTING PLUGS WERE DRILLED OUT TO THE TOP OF THE LINER PLUG AT 9622' AND THE EXISTING PERFORATIONS WERE SQUEEZED OFF WITH NEAT CEMENT AT 7859' TO 7102', 7262' TO 7278', AND FROM 7364' TO 7314'.

10/13/06 - RAN CBL/VDL AND TEMPERATURE SURVEY, PERFORATED INTERVAL FROM 7650' TO 8450' AND FROM 8540' TO 8620'.

10/24/06 - A 4 1/2" 11.6 #/FT TUBING STRING WAS SET WITH A TENSION PACKER AT 7568' AND BOTTOM OF PACKER AT 7575'.

11/4/06 - PERFORMED AN INJECTION/FALLOFF TEST ON THE WELL AT 9 TO 10 BPM.

11/15/06 - MECHANICALLY INTEGRITY TEST WERE PERFORMED AND WITNESSED BY THE OCD. THE MECHANICALLY INTEGRITY TEST CONSISTED OF RADIOACTIVE TRACER TEST AND AN ANNULUS PRESSURE TEST. SUBJECT TO LIKE APPROVAL BY STATE (SEE THE ATTACHED WELL SUMMARY FOR MORE DETAILS.)

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

Darrell Moore

Title

Env. Mgr. for Water & Waste

Signature

*Darrell Moore*

Date

1/24/07

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

ACCEPTED FOR RECORD

Approved by

Conditions of approval, if any, are attached. Approval of this notice 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 conduct operations thereon.

Title

Office

Date

FEB 28 2007

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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 representations as to any matter within its jurisdiction.

FREDERICK  
PETROLEUM ENGINEER

(Instructions on page 2)

SEE ATTACHED FOR  
CONDITIONS OF APPROVAL

## GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations, and reports of such operations when completed, as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this

form and the number of copies to be submitted, particularly with regard to local area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from the local Federal office.

## SPECIFIC INSTRUCTIONS

*Item 4* - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

*Item 13* - Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or

present productive zones, or other zones with present significant fluid contents not scaled off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to top of any left in the hole; method of closing top of well and date well site conditioned for final inspection looking to approval of the abandonment.

## NOTICE

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

**AUTHORITY:** 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

**PRINCIPAL PURPOSE:** The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and granting approval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c) and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

**ROUTINE USES:** Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

**EFFECT OF NOT PROVIDING THE INFORMATION:** Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

This information is being collected to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

## BURDEN HOURS STATEMENT

Public reporting burden for this form is estimated to average 25 minutes per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer, (WO-630), Mail Stop 401 LS, 1849 C St., N.W., Washington D.C. 20240

**SUNDRY NOTICE SPECIAL STIPULATIONS**

1. **Approval is granted for the water disposal method presented in the sundry subject to the following conditions:**
2. The operator must provide a water analysis of the water to be injected, together with a copy of the disposal permit granted by the state.

**\*\*\*\* 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 conduct operations thereon.**

**Engineering**  
**can be reached at 505-706-2779 for any variances that might be necessary.**

**F Wright 2/28/07**

# OCD-ARTESIA

Form 3160-4  
(April 2004)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

## WELL COMPLETION OR RECOMPLETION REPORT AND LOG

FORM APPROVED  
OMB NO. 1004-0137  
Expires: March 31, 2007

Month - Year  
 - 5 - 2007  
 ARTESIA, NM

5. Lease Serial No.  
NM - 0557371

6. If Indian, Allottee or Tribe Name  
N/A

7. Unit or CA Agreement Name and No.

8. Lease Name and Well No.  
WDW - 3

9. AFI Well No.  
30 - 015 - 26575

10. Field and Pool, or Exploratory

11. Sec., T., R., M., on Block and Survey or Area  
S1 - T18S - R27E

12. County or Parish  
EDDY

13. State  
NM

14. Date Spudded  
12/22/1990

15. Date T.D. Reached  
01/29/1991

16. Date Completed  
 D & A  Ready to Prod.

17. Elevations (DF, RKB, RT, GL)\*  
3609'

18. Total Depth: MD 10,119'  
TVD 10,119'

19. Plug Back T.D.: MD 9022'  
TVD 9022'

20. Depth Bridge Plug Set: MD CMT 9051'-9022'  
TVD CMT 9051'-9022'

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)  
CBL/VDL, MULTI-ARM CALIPER, TEMP, RADIOACTIVE TRACER (2006)

22. Was well cored?  No  Yes (Submit analysis)  
Was DST run?  No  Yes (Submit report)  
Directional Survey?  No  Yes (Submit copy)

23. Casing and Liner Record (Report all strings set in well)

| Hole Size | Size/Grade | Wt (#/ft) | Top (MD) | Bottom (MD) | Stage Cementer Depth | No. of Sk. & Type of Cement | Slurry Vol. (BBL) | Cement Top* | Amount Pulled |
|-----------|------------|-----------|----------|-------------|----------------------|-----------------------------|-------------------|-------------|---------------|
| 17 1/2"   | 13 3/8"    | 54.5      | SURF     | 400'        | 400'                 | 425 CLASS C                 |                   | SURF        | NONE          |
| 12 1/4"   | 9 5/8"     | 36        | SURF     | 2604'       | 2604'                | 1025 "C"                    |                   | SURF        | NONE          |
| 8 3/4"    | 7"         | 29 & 26   | SURF     | 9450'       | 9450'                | 1350 "H"                    |                   | 900'        | NONE          |
| 6 1/4"    | 4 1/2"     |           | 9051'    | 10,119'     | 10,119'              | 175 CLASS H                 |                   | 9051'-TOL   | NONE          |

24. Tubing Record

| Size   | Depth Set (MD) | Packer Depth (MD) | Size | Depth Set (MD) | Packer Depth (MD) | Size | Depth Set (MD) | Packer Depth (MD) |
|--------|----------------|-------------------|------|----------------|-------------------|------|----------------|-------------------|
| 4 1/2" | 7567'          | 7567'             |      |                |                   |      |                |                   |

25. Producing Intervals

| Formation | Top   | Bottom | Perforated Interval | Size | No. Holes | Perf. Status |
|-----------|-------|--------|---------------------|------|-----------|--------------|
| A) CISCO  | 7650' | 8450'  | 7660' - 8450'       | 0.5" | 1580      | 2 JSPP / 60" |
| B) CANYON | 8540' | 8620'  | 8540' - 8620'       | 0.5" | 160       | 2 JSPP / 60" |
| C)        |       |        |                     |      |           |              |
| D)        |       |        |                     |      |           |              |

27. Acid, Fracture, Treatment, Cement Squeeze, etc.

| Depth Interval | Amount and Type of Material   |
|----------------|---|
| 7050' - 7102'  | 80 SKS PREM 14.8 PPG NEAT CMT FOR PERF SQZ ON PREVIOUS PERFORATION  |
| 7262' - 7278'  | 100 SKS PREM 14.8 PPG NEAT CMT FOR PERF SQZ ON PREVIOUS PERFORATION |
| 7304' - 7314'  | 80 SKS PREM 14.8 PPG NEAT CMT FOR PERF SQZ ON PREVIOUS PERFORATIONS |

28. Production - Interval A

| Date First Produced | Test Date            | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method                   |
|---------------------|----------------------|--------------|-----------------|---------|---------|-----------|-----------------------|-------------|-------------------------------------|
|                     |                      |              | →               |         |         |           |                       |             | NON-HAZAROUS CLASS I WELL           |
| Choke Size          | Tbg. Press. Flwg. SI | Cog. Press.  | 24 Hr. Rate     | Oil BBL | Gas MCF | Water BBL | Gas/Oil Ratio         | Well Status |                                     |
|                     |                      |              | →               |         |         |           |                       |             | WAITING ON STATE APPROVAL TO INJECT |

28a. Production - Interval B

| Date First Produced | Test Date            | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method                   |
|---------------------|----------------------|--------------|-----------------|---------|---------|-----------|-----------------------|-------------|-------------------------------------|
|                     |                      |              | →               |         |         |           |                       |             | NON-HAZAROUS CLASS I WELL           |
| Choke Size          | Tbg. Press. Flwg. SI | Cog. Press.  | 24 Hr. Rate     | Oil BBL | Gas MCF | Water BBL | Gas/Oil Ratio         | Well Status |                                     |
|                     |                      |              | →               |         |         |           |                       |             | WAITING ON STATE APPROVAL TO INJECT |

(See instructions and spaces for additional data on page 2)

ACCEPTED FOR RECORD  
 FEB 28 2007  
 FREDERICK WRIGHT  
 PETROLEUM ENGINEER

28b. Production - Interval C

| Date First Produced | Test Date            | Hours Tested | Test Production<br>→ | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
|---------------------|----------------------|--------------|----------------------|---------|---------|-----------|-----------------------|-------------|-------------------|
| Choke Size          | Tbg. Press. Flwg. SI | Csg. Press.  | 24 Hr. Rate<br>→     | Oil BBL | Gas MCF | Water BBL | Gas/Oil Ratio         | Well Status |                   |

28c. Production - Interval D

| Date First Produced | Test Date            | Hours Tested | Test Production<br>→ | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
|---------------------|----------------------|--------------|----------------------|---------|---------|-----------|-----------------------|-------------|-------------------|
| Choke Size          | Tbg. Press. Flwg. SI | Csg. Press.  | 24 Hr. Rate<br>→     | Oil BBL | Gas MCF | Water BBL | Gas/Oil Ratio         | Well Status |                   |

29. Disposition of Gas (Sold, used for fuel, vented, etc.)

N/A (NON-HAZARDOUS CLASS 1 WELL)

30. Summary of Porous Zones (Include Aquifers):

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

31. Formation (Log) Markers

| Formation | Top | Bottom | Descriptions, Contents, etc. | Name | Top         |
|-----------|-----|--------|------------------------------|------|-------------|
|           |     |        |                              |      | Meas. Depth |
|           |     |        |                              |      |             |

32. Additional remarks (include plugging procedure):

THE PLUGGED AND ABANDONED WELL WAS ACQUIRED FROM MEWBOURNE OIL COMPANY BY NAVAJO REFINING. NAVAJO RECOMPLETED THE WELL FOR INJECTING NON-HAZARDOUS WASTE WATER FROM THEIR REFINERY IN ARTESIA, NM. THE EXISTING PLUGS WERE DRILLED OUT TO THE TOP OF THE LINER PLUG AT 9022' AND THE EXISTING PERFORATIONS WERE SQUEEZED OFF WITH CEMENT AT 7050' TO 7102', 7262' TO 7278', AND FROM 7304' TO 7314'. A 4 1/2" 11.6 #/FT TUBING STRING WAS SET WITH A TENSION PACKER AT 7568' AND BOTTOM OF PACKER AT 7575'. MIT WAS WITNESSED BY OCD.

(SEE ATTACHED WELL SUMMARY FOR MORE DETAILS)

33. Indicate which items have been attached by placing a check in the appropriate boxes:

- Electrical/Mechanical Logs (1 full set req'd)   
  Geologic Report   
  DST Report   
  Directional Survey  
 Sundry Notice for plugging and cement verification   
  Core Analysis   
  Other:

34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions)\*

Name (please print) Darrell Moore Title Env. Mgr for Water & Waste  
 Signature Darrell Moore Date 1/24/07

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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 representations as to any matter within its jurisdiction.

## INSTRUCTIONS

**GENERAL:** This form is designed for submitting a complete and correct well completion/recompletion report and log on all types of wells on Federal and Indian leases to a Federal agency, pursuant to applicable Federal laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal office.

If not filed prior to the time this summary record is submitted, copies of all currently available logs (drillers, geologists, sample and core analysis, and all types electric), formation and pressure tests, and directional surveys, should be attached hereto, to the extent required by applicable Federal laws and regulations. All attachments should be listed on this form, see item 33.

**ITEM 4:** Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local Federal office for specific instructions.

**ITEM 17:** Indicate which reported elevation is used as reference (where not otherwise shown) for depth measurements given in other spaces on this form and in any attachments.

**ITEM 23:** Show how reported top(s) of cement were determined, i.e. circulated (CIR), or calculated (CAL), or cement bond log (CBL), or temperature survey (TS).

## PRIVACY ACT

The Privacy Act of 1974 and the regulation in 43 CFR 2.48 (d) provide that you be furnished the following information in connection with information required by this application.

**AUTHORITY:** 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. et seq.; 43 CFR 3160.

**PRINCIPAL PURPOSE:** The information is to be used to evaluate the actual operations performed in the drilling, completing and testing of a well on a Federal or Indian lease.

**ROUTINE USES:** (1) Evaluate the equipment and procedures used during the drilling and completing/recompleting of a well. (2) The review of geologic zones and formation encountered during drilling. (3) Analyze future applications to drill in light of data obtained and methods used. (4)(5) Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions.

**EFFECT OF NOT PROVIDING INFORMATION:** Filing of this report and disclosure of the information is mandatory once a well drilled on a Federal or Indian lease is completed/recompleted.

The Paperwork Reduction Act of 1995 requires us to inform you that:

This information is being collected to allow evaluation of the technical, safety, and environmental factors involved with drilling and completing/recompleting wells on Federal and Indian oil and gas leases.

This information will be used to analyze operations and to compare equipment and procedures actually used with those proposed and approved.

Response to this request is mandatory only if the operator elects to initiate drilling and completing/recompleting operations on an oil and gas lease.

BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

## BURDEN HOURS STATEMENT

Public reporting burden for this form is estimated to average 60 minutes per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer, (WO-630), MS 401 LS, 1849 C Street, N.W., Washington, D.C. 20240.

## Well Summary

Navajo Refining Company (Navajo) contracted Subsurface Technology, Inc. (Subsurface), to prepare an application for permit and to reenter a plugged and abandoned (P&A) oil and gas well. The Application for Permit to Drill or Reenter and the Sundry Notices and Reports on Wells was submitted to the Department of the Interior, Bureau of Land Management (BLM), on June 29, 2006 and approved. The Application for Permit to Drill, Re-enter, Deepen, Plug Back, or add a Zone was submitted to the State of New Mexico Oil Conservation Commission (OCD) on June 29, 2006 and approved.

Subsurface prepared an engineering plan to reenter the P&A'ed oil and gas well formally owned by Mewbourne Oil Company. The original well name was Caulk Bluff Federal #1 (API number 30-015-26575), and a Change of Operator application was submitted to the OCD on December 5, 2000 and approved under the well name of WDW-3. Under contract to Navajo, Subsurface commenced field operations on September 25, 2006. The existing location was cleared and prepared for reentry operations. An earthen lined reserve pit was dug to catch returns. All depths unless stated are referenced to rig floor at six feet to seven feet above ground level. The rig floor was moved from six feet to seven feet after drilling out the cast iron bridge plugs.

A workover rig and reverse unit was placed on location and the existing wellhead was removed. The first cast iron bridge plug (CIBP) at 7010 feet was drilled and the perforated interval from 7050 feet to 7102 feet was squeezed off with neat cement and successfully pressured tested to six hundred eighty pounds per square inch gauge pressure (680 psig). The second and third CIBP at 7190 feet and 7279 feet was drilled. There appeared to be ten feet of cement on top of the third CIBP. The perforated interval from 7262 feet to 7278 feet and from 7304 feet to 7314 feet was squeezed with neat cement. The squeezed interval was pressure tested to 920 psig and would not hold. A second cement squeeze was performed across the perforated interval from 7262 feet to 7278 feet and from 7304 feet to 7314. The interval was pressured tested to 630 psig and continued to lose pressure at a rate of two pounds per square inch every thirty minutes (2 psi/30 min). The fourth CIBP at 7595 feet was drilled and at 7838 feet a cement plug was encountered and drilled through. Cement was tagged twenty nine (29) feet above the top of the liner at 9022 feet. The hole was circulated clean and prepared for logging.

A Cement Bond Log (CBL), Variable Density Log (VDL), caliper log, and temperature survey were performed. The CBL/VDL showed that the top of the cement (TOC) behind the 7-inch casing was located 900 feet from the surface. The OCD was notified and approved the existing well condition. The casing was perforated from 7660 feet to 8450 feet and from 8540 feet to 8620 feet at 2-JSPF on sixty degree (60°) phasing.

A packer was set at 7546 feet with 2 7/8-inch PH-6 tubing, the well was swabbed back and samples of the formation fluid were recovered. It was estimated that two hundred twenty six barrels (226 bbls) of formation fluid was returned to the surface. A pressure test on the annulus between the 7-inch and 2 7/8-inch was performed at 660 psig with the annulus losing pressure at a rate of 8 psi/hr.



An injection test was performed on the well down the 2 7/8-inch tubing with the annulus open to the bottom of the well. The open annulus will allow for the calculation of the bottom hole pressure while pumping down the 2 7/8-inch tubing with out the influence of tubing friction pressure on the bottom hole calculations. The injection rates were from two barrels per minute (2 bpm) to ten barrels per minute (10 bpm). From the data collected during the injection test it appears that the well will be able to accept an injection rate up to 10 bpm at the permitted pressure of 1550 psig with 4 1/2-inch, 11.6 pound per foot (11.6 lb/ft) tubing in the wellbore.

At the request of the OCD, Subsurface went back into the wellbore with a retrievable bridge plug (RBP) to test the casing and isolate any leaks to within 1000 feet. The RBP was set at 7550 feet and the packer was set at 6985 feet to isolate the squeezed interval from 7050 feet to 7314 feet. The squeezed interval was pressure tested to 490 psig and the annulus to 632 psig. The squeezed interval was losing pressure at a rate of 6 psi/hr and the annulus was gaining pressure due to thermal affects. The RBP was moved up the wellbore to 1255 feet and casing pressure tested to 569 psig. The casing above 1255 feet was losing pressure at a rate of 2 psi/hr. The casing leaks were isolated to the squeezed interval from 7050 feet to 7314 feet and in the interval from surface to 1255 feet. The OCD was called and approved the 300PSI sealing application to stop the casing leaks across the two intervals.

The 4 1/2-inch tubing was run into the wellbore and the Arrow X-1 packer was set at 7575.73 feet with 37,000 lbs of tension. Prior to running the 4 1/2-inch tubing a new Superior hanging spool was installed. Prior to setting the tubing packer, the annulus between the 4 1/2-inch tubing and the 7-inch casing was filled with inhibited brine, with the 300psi sealant across the squeezed perforations and across the upper section of the 7-inch casing. Once the packer was set and casing hung off in the spool a new Superior wellhead was installed and the P-seals were pressure tested to 3000 psig. After the wellhead was assembled the annulus was squeezed at 545 psig for four hours (4 hrs) as specified by the sealant manufacture representative on site. The annulus was then pressure tested to 480 psig overnight with no pressure loss. Workover rig was disassembled and moved off location with all associated equipment.

A 12 hr pump in and falloff test was performed down the 4 1/2-inch tubing. To maintain a surface injection pressure that was below the permitted pressure of 1550 psi the injection rate was lowered to 9 bpm at the end of the pump in procedure. The BHP gauge was placed at 8630 feet for 14 hrs to monitor BHP, when the gauge was pulled five minute (5 min) gradient stops were made every 1000 feet with the first stop at 7000 feet. The analysis of the data showed interference from the adjacent injection wells, which skewed the results for determination of the skin and possibly the permeability. The equipment used to perform the falloff testing was moved off location to prepare for mechanical integrity testing (MIT).

The MIT was performed and witnessed by the OCD. The MIT consisted of an annulus pressure test, and a radioactive tracer survey. The temperature survey was performed during the CBL/VDL logging event and will be used as a baseline for any future temperature surveys. The annulus pressure test was performed at 530 psia and lost 2.5 psi over a one hour period, which was within the OCD requirements of five percent (5%)

over a 30 min time interval. The radioactive tracer survey showed no signs of fluid flow out of the permitted interval above 7650 feet. The OCD witnessed the annular pressure test and the first half of the radioactive tracer survey.

The annulus monitoring system was installed and tested. The well was turned over to Navajo for injection.



**LOGGING  
SERVICES**

## **R/A TRACER LOG INTERPRETATION**

11/27/2006

**PLANT: NAVAJO REFINING CO.  
C/O: SUBSURFACE TECHNOLOGY  
WELL NAME: CHALK BLUFF FEDERAL # 1 WDW # 3**

***RE: Radioactive Tubing & Packer Survey run on 11/18/2006***

A Pre Base Log was run from 9020' to 7350' to detect and record background gamma counts.

Iodine 131 was then ejected at a depth of 7375' and pumped down the tubing and into the permitted interval. Overlapping logging passes tracked the R/A tracer material as it moved down in the wellbore. The R/A material was seen traveling down the tubing, past the packer, and exiting the permitted injection interval.

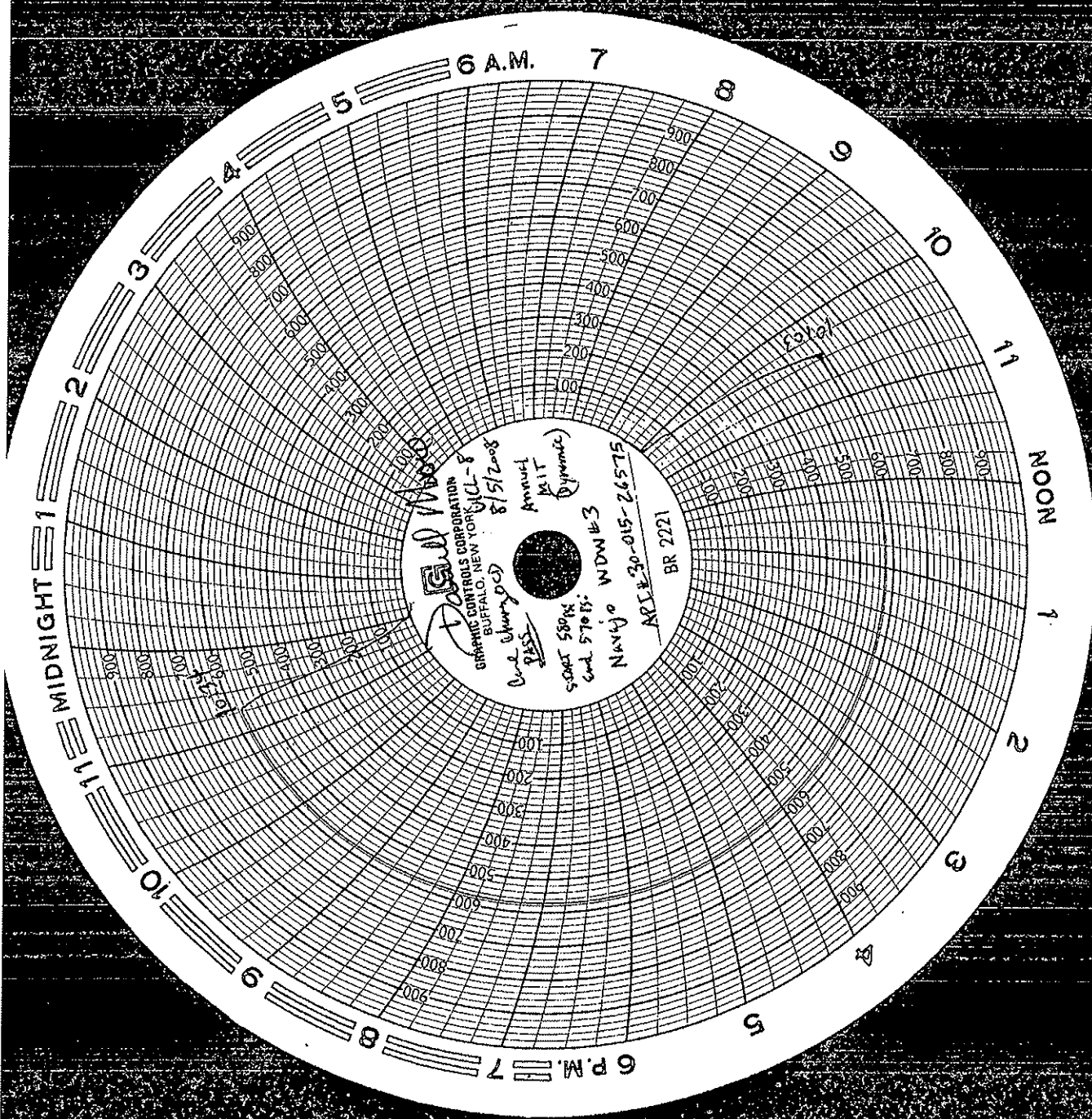
The flow profile log was then repeated and this survey also showed R/A material going out into the permitted interval.

Two Stationary Time Drive surveys were run with the tool at 7640'. No indications of upward migration were recorded.

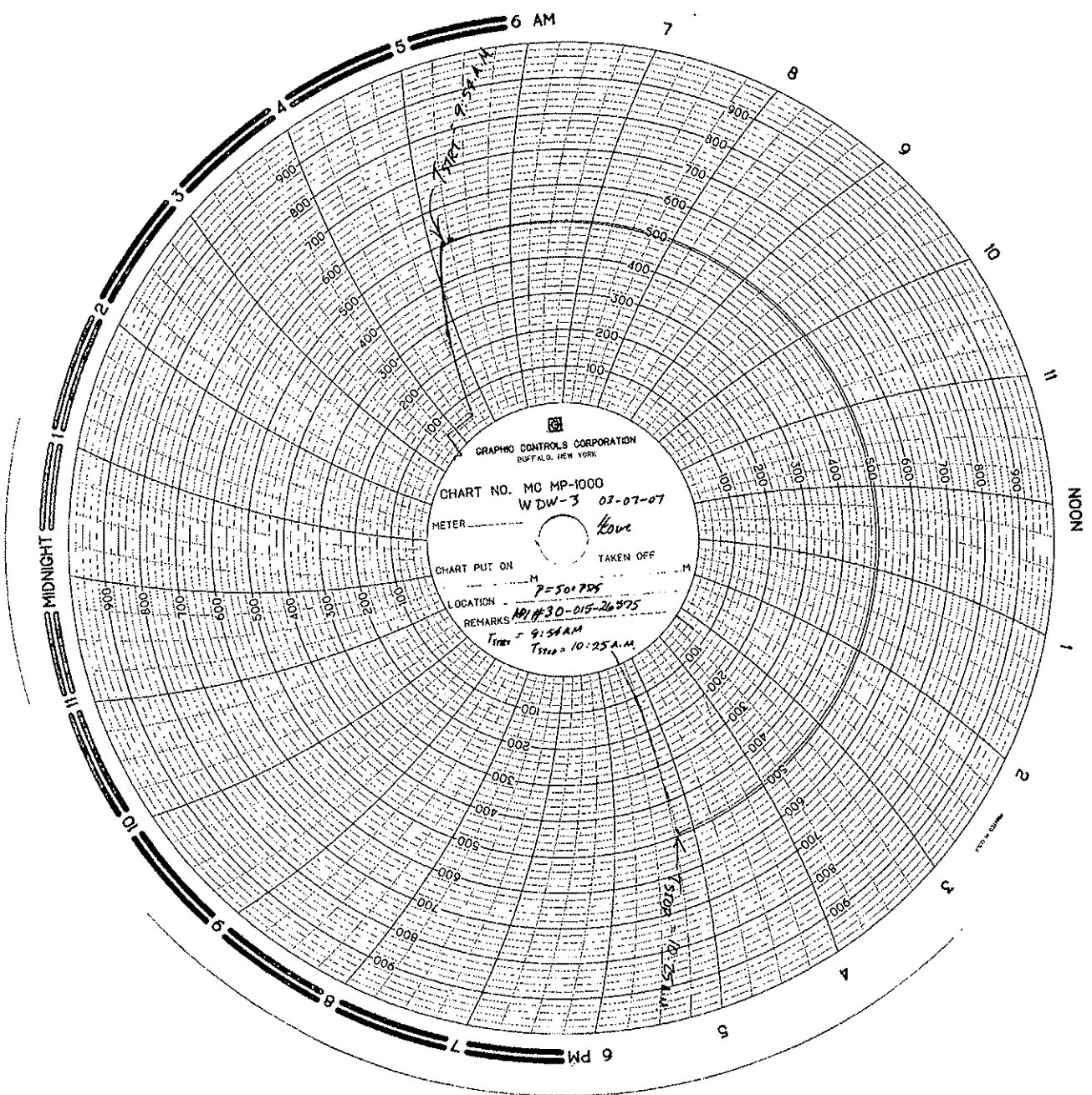
A Post Base log was then run from 9016' to 7342' and noted that all R/A material was flushed out of the wellbore into the permitted interval.

A handwritten signature in cursive script that reads 'John Croce'.

John Croce



**Dynamat**  
GRAPHIC CONTROLS CORPORATION  
BUFFALO, NEW YORK  
CL-8  
8/15/2008  
Annul  
MIT  
(Dynamic)  
BR 2221  
API # 30-015-26575  
NAVJO WDM # 3  
scat 580K  
cut 570B  
NAVJO



GRAPHIC CONTROLS CORPORATION  
BUFFALO, NEW YORK

CHART NO. MC MP-1000  
W DW-3 03-07-07

METER \_\_\_\_\_  
Kove

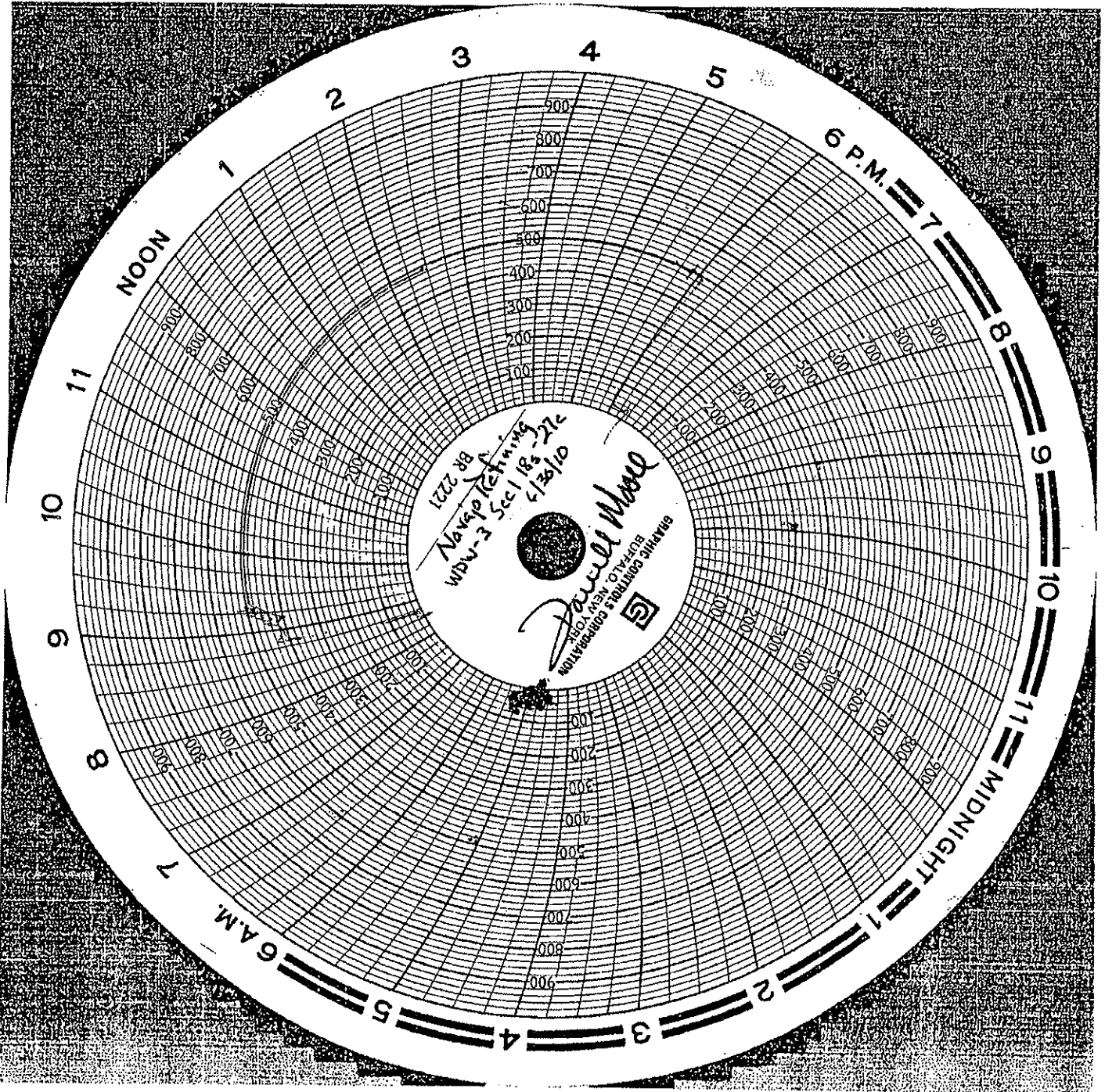
CHART PUT ON \_\_\_\_\_ M  
TAKEN OFF \_\_\_\_\_ M

LOCATION \_\_\_\_\_  
REMARKS MP# 30-015-26575

TIME = 9:54 AM  
TSTED = 10:25 A.M.

10:25 AM





**Chavez, Carl J, EMNRD**

---

**From:** Moore, Darrell [Darrell.Moore@hollycorp.com]  
**Sent:** Friday, March 05, 2010 8:51 AM  
**To:** Chavez, Carl J, EMNRD  
**Subject:** WDW-3 Qtrl MIT

Carl

Attached, please find the chart for the MIT we did on our WDW-3 on February 24, 2010. We also opened the did a bradenhead test and there was no sustained pressure. There was a slight puff but it dissipated quickly and can be attributed to temperature changes.

If there are any questions concerning this submission, please call me at 575-746-5281.

Darrell Moore

Environmental Manager for Water and Waste

Navajo Refining Company, LLC

Phone Number 575-746-5281

Cell Number 575-703-5058

Fax Number 575-746-5451

CONFIDENTIAL

This e-mail message and all corresponding e-mail messages, including all attachments, are intended solely for the individual(s) named above. They contain confidential and/or proprietary information. Do not forward, copy, distribute or otherwise relay the messages or their content to any individual without first contacting the sender of this message. If you have received this e-mail message in error, do not read, forward, copy or distribute it or any of its content to anyone. In addition, please notify the sender that you have received this message immediately by return e-mail and delete it.



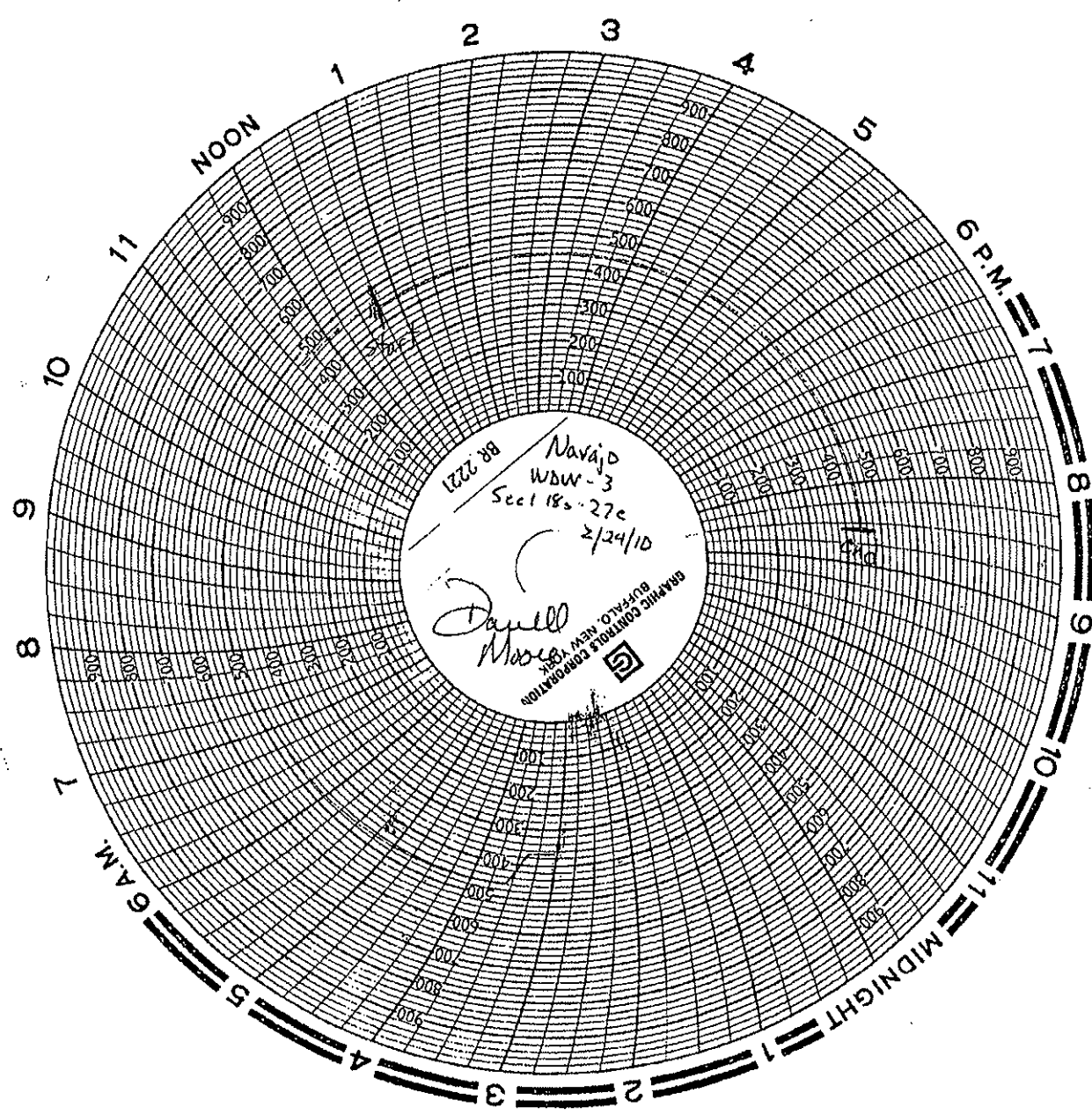
Please consider the environment before printing this e-mail.

---

**CONFIDENTIALITY NOTICE:** This e-mail, and any attachments, may contain information that is privileged, proprietary and/or confidential. If you received this message in error, please advise the sender immediately by reply e-mail and do not retain any paper or electronic copies of this message or any attachments. Unless expressly stated, nothing contained in this message should be construed as a digital or electronic signature or a commitment to a binding agreement.

---





BR 2221  
Navajo  
WDW-3  
Sect 18s-27e  
2/24/10

DANAHUE CORP. NEW YORK  
DANAHUE CORP. NEW YORK  
DANAHUE CORP. NEW YORK

Danahue  
Mason

## **Chavez, Carl J, EMNRD**

---

**From:** Chavez, Carl J, EMNRD  
**Sent:** Tuesday, July 06, 2010 9:04 AM  
**To:** 'Moore, Darrell'  
**Subject:** RE: Sewer Testing

Darrell:

Thanks for the notification.

Also, the OCD needs Navajo to complete the quarterly Bradenhead information on the form provided to you last week for our records. Let me know if you have any questions. Staff in Artesia questioned the 30 minutes in the form, and I determine that Navajo just needs to use the form to document compliance with our quarterly Bradenhead testing requirement for WDW-3. The MITs for Class I Wells need to be completed by 9/30/2010 along with Annual Fall-Off Test. OCD can use the MIT pressure chart for WDW-3 to satisfy the MIT requirement this season.

Please contact me if you have questions. Thanks.

Carl J. Chavez, CHMM  
New Mexico Energy, Minerals & Natural Resources Dept.  
Oil Conservation Division, Environmental Bureau  
1220 South St. Francis Dr., Santa Fe, New Mexico 87505  
Office: (505) 476-3490  
Fax: (505) 476-3462  
E-mail: [CarlJ.Chavez@state.nm.us](mailto:CarlJ.Chavez@state.nm.us)  
Website: <http://www.emnrd.state.nm.us/ocd/index.htm>  
(Pollution Prevention Guidance is under "Publications")

---

**From:** Moore, Darrell [mailto:[Darrell.Moore@hollycorp.com](mailto:Darrell.Moore@hollycorp.com)]  
**Sent:** Tuesday, July 06, 2010 7:24 AM  
**To:** Chavez, Carl J, EMNRD  
**Subject:** Sewer Testing

Carl

We will be testing sewers in the Vacuum Unit at the Artesia Refinery on Friday July 9, 2010 starting at 8 am. If OCD would like to witness let me know.

Darrell Moore  
Environmental Manager for Water and Waste  
Navajo Refining Company, LLC  
Phone Number 575-746-5281  
Cell Number 575-703-5058  
Fax Number 575-746-5451

**CONFIDENTIAL**

This e-mail message and all corresponding e-mail messages, including all attachments, are intended solely for the individual(s) named above. They contain confidential and/or proprietary information. Do not forward, copy, distribute or otherwise relay the messages or their content to any individual without first contacting the sender of this message. If you have received this e-mail message in error, do not read, forward, copy or distribute it or any of its content to anyone. In addition, please notify the sender that you have received this message immediately by return e-mail and delete it.



Please consider the environment before printing this e-mail.

---

**CONFIDENTIALITY NOTICE:** This e-mail, and any attachments, may contain information that is privileged, proprietary and/or confidential. If you

received this message in error, please advise the sender immediately by reply e-mail and do not retain any paper or electronic copies of this message or any attachments. Unless expressly stated, nothing contained in this message should be construed as a digital or electronic signature or a commitment to a binding agreement.



## Chavez, Carl J, EMNRD

---

**From:** Moore, Darrell [Darrell.Moore@hollycorp.com]  
**Sent:** Wednesday, June 30, 2010 1:47 PM  
**To:** Chavez, Carl J, EMNRD; Dade, Randy, EMNRD  
**Subject:** FW:  
**Attachments:** WDW-3.pdf

Gentlemen,

Attached, please find the quarterly MIT for Navajo's WDW-3 Injection well located in Sec 1, 18 south 27 east. If there are any questions concerning this submission, please call me at 575-746-5281.

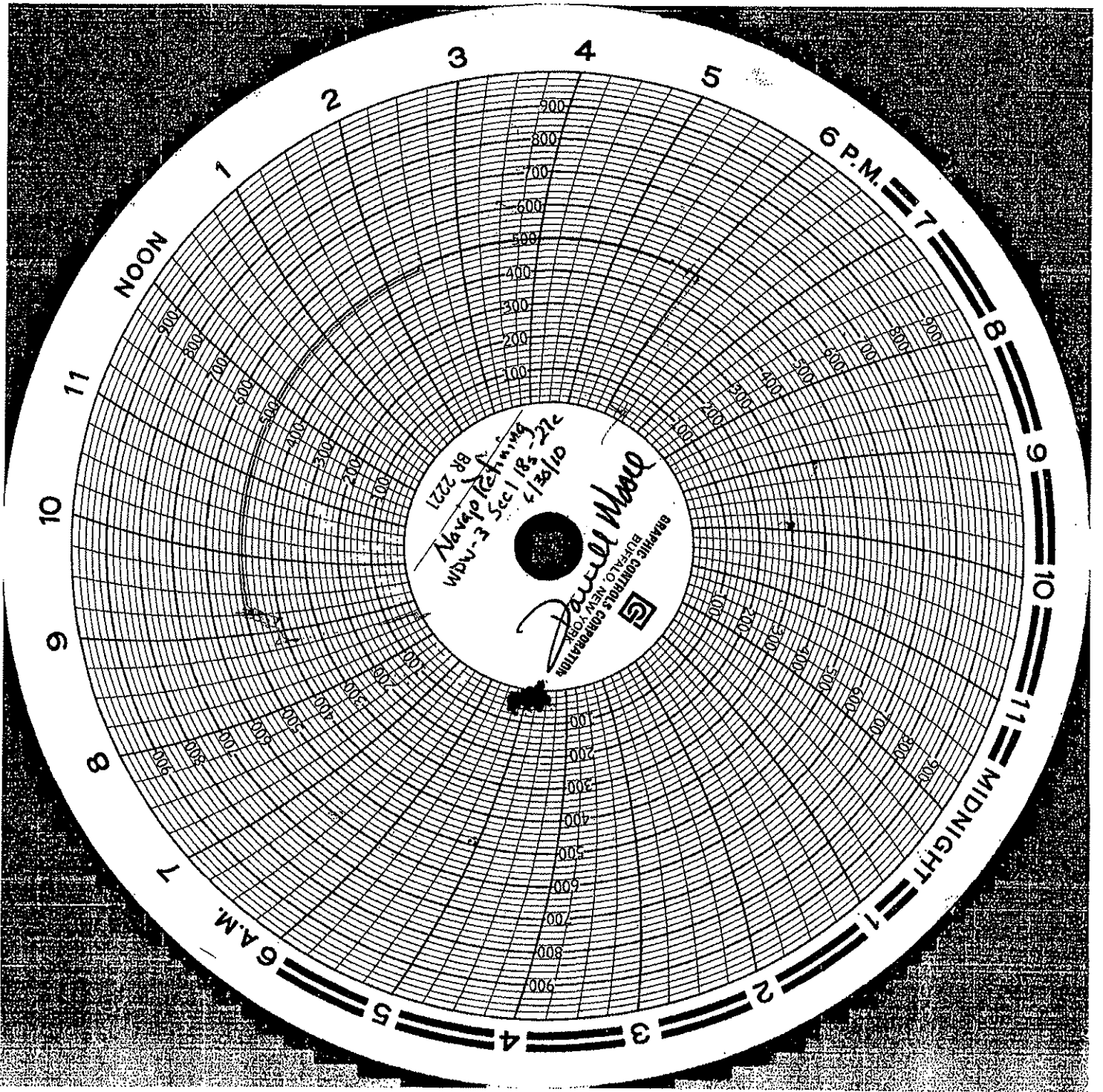
---

**From:** Hernandez, Carrie  
**Sent:** Wednesday, June 30, 2010 1:44 PM  
**To:** Moore, Darrell  
**Subject:**

Carrie Hernandez  
Environmental Administrative Assistant  
Navajo Refining Co, LLC  
Direct Line 575-748-6733  
Direct Fax 575-746-5451  
Life is a Journey. Roll down the Windows and Enjoy the Breeze

---

**CONFIDENTIALITY NOTICE:** This e-mail, and any attachments, may contain information that is privileged, proprietary and/or confidential. If you received this message in error, please advise the sender immediately by reply e-mail and do not retain any paper or electronic copies of this message or any attachments. Unless expressly stated, nothing contained in this message should be construed as a digital or electronic signature or a commitment to a binding agreement.



Submit 1 Copy To Appropriate District Office  
 District I - (575) 393-6161  
 1625 N. French Dr., Hobbs, NM 88240  
 District II - (575) 748-1283  
 811 S. First St., Artesia, NM 88210  
 District III - (505) 334-6178  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV - (505) 476-3460  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 Revised August 1, 2011

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

|  |  |   |
|--|--|---|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)                 |  | WELL API NO.<br><b>30-015-26575</b>   |
| 1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other Injection Well <input type="checkbox"/>   |  | 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 2. Name of Operator<br><b>Navajo Refining Company</b>  |  | 6. State Oil & Gas Lease No.<br><b>NM-0557371</b>   |
| 3. Address of Operator<br><b>Post Office Box 159, Artesia, New Mexico 88211</b>  |  | 7. Lease Name or Unit Agreement Name<br><b>Gaines WDW-3</b>   |
| 4. Well Location<br>Unit Letter <u>N</u> : <u>790</u> feet from the <u>South</u> line and <u>2250</u> feet from the <u>West</u> line<br>Section <u>01</u> Township <u>18S</u> Range <u>27E</u> NMPM County <u>Eddy</u> |  | 8. Well Number <b>WDW-3</b>   |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br><b>3609' GL, 'RKB</b>  |  | 9. OGRID Number   |
| 10. Pool name or Wildcat: <b>Navajo Permo-Penn</b>   |  | 10. Pool name or Wildcat: <b>Navajo Permo-Penn</b>  |

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

|  |   |
|--|---|
| <b>NOTICE OF INTENTION TO:</b><br>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/><br>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/><br>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/><br>DOWNHOLE COMMINGLE <input type="checkbox"/><br><br>OTHER: PERFORM PRESSURE FALLOFF TEST <input checked="" type="checkbox"/> | <b>SUBSEQUENT REPORT OF:</b><br>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/><br>COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/><br>CASING/CEMENT JOB <input type="checkbox"/><br><br>OTHER: <input type="checkbox"/> |
|--|---|

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

**December 12, 2011** - Install bottomhole gauges into WDW-1, WDW-2, and WDW-3 by 11:45am. Continue injection into all three wells.  
**December 13, 2011** - Continue injection into all three wells.  
**December 14, 2011** - At 12:15pm, the offset wells WDW-1 and WDW-2 will be shut-in. A constant injection rate will be established for WDW-3 and continue for a 30 hour injection period. Do not exceed 1000 psig wellhead pressure.  
**December 15, 2011** - At 7:00pm, WDW-3 will be shut in for a 30-hour falloff period. WDW-1 and WDW-2 will remain shut-in.  
**December 16, 2011** - All three wells will continue to be shut in while monitoring falloff pressure in all three wells.  
**December 17, 2011** - At 7:00am, acquire downhole pressure gauges from all three wells. Tag bottom of fill and come out of hole very slowly, making 7-minute gradient stops while coming out of WDW-3 every 1000 feet (7000 ft, 6000 ft, 5000 ft, 4000 ft, 3000 ft, 2000 ft, 1000 ft, surface). Run in hole with a temperature tool and conduct temperature survey from the surface to the top of the fill. Turn the wells back to Navajo personnel.

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Timothy Jones TITLE Project Engineer DATE 10/3/2011  
Type or print name Timothy Jones E-mail address: tjones@subsurfacegroup.com PHONE: 713-880-4640  
For State Use Only

APPROVED BY: Carl J. Whaley TITLE Environmental Engineer DATE 10/19/2011  
Conditions of Approval (if any):

See e-mail conditions dated 10/19/2011 attached to WDW-1.



## Chavez, Carl J, EMNRD

---

**From:** Chavez, Carl J, EMNRD  
**Sent:** Wednesday, October 19, 2011 4:06 PM  
**To:** 'Moore, Darrell'  
**Cc:** Sanchez, Daniel J., EMNRD; VonGonten, Glenn, EMNRD; Dade, Randy, EMNRD  
**Subject:** Navajo Refining Company UIC Class I (NH) Injection Wells WDWs 1, 2 & 3 (UICI-008) Fall Off Test Plan (August 2011)

Darrell:

The New Mexico Oil Conservation Division (OCD) is in receipt of your above subject test plan. OCD has already approved the Fall-Off Test (FOT) Plan with conditions on July 28, 2009. The OCD notes that it is also in the process of reviewing C-103s Sundry Notices for the upcoming FOTs.

OCD observes some changes in this FOT Plan submittal that are not acceptable to the OCD. For example, Exhibit 1 is not an acceptable exhibit to the OCD for reasons specified in the 2010 FOT report review and later during the May 2011 meeting in Santa Fe. However, the operator continues to submit exhibits with certain assumptions that have not been accepted or approved by the OCD, i.e., that the injection wells are show interconnection with the injection zone during past FOTs. Perhaps the operator can conduct the 2011 FOT with the information and exhibits needed to prove the interconnection of injection wells with the injection zone? The Certified PE should provide the exhibits in the 2011 FOT Report with the analysis and conclusions supporting any claims for the OCD to review and consider before approving. This is apparently a FOT frequency per well issue that the operator is attempting to prove.

The OCD provides the following comments, observations, and/or recommendations on the above subject plan below.

### Comments:

- The OCD approved the original Fall-Off Test (FOT) Plan based on OCD Guidance dated December 3, 2007. There should not be any significant changes to this FOT Plan because it is flexible where needed to allow operators to implement it on each injection well.
- OCD likes to be notified to witness the installation of bottom hole gauges and to be present at least one hour before injection shut-off and commencement of FOT monitoring.
- OCD is concerned about the Section VI No. 1(e) WDW-3 Cement Bond Log quality being poor from 900 ft. to 1200 ft- especially at the depths: 2662 – 2160; 4876 – 5372; and 6750 – 7600 ft. micro annulus scenario.

### Observations:

- Section V No. 2: The objective of the FOT is NOT to achieve or limit a 100 psig pressure differential before vs. after FOT injection vs. shut-off, but it is a minimum pressure differential that OCD stipulates in its guidance for a successful FOT and injection zone that may still continue to be utilized for disposal, i.e., not too pressured up and subject to continued fracturing under daily allowed maximum surface injection pressure operational limits.
- Section V No. 7 and Exhibit 1: OCD observes a bottom hole pressure chart for WDWs 1, 2 and 3 at 7660 feet that the operator presented in the 2010 FOT and again during a May 2011 meeting in Santa Fe, New Mexico to show the interconnection between injection wells and the injection formation. The OCD had commented that there was no explanation or conclusion provided from the Certified PE who conducted and completed the 2010 FOT report that supports the operator's claim that all injection wells are interconnected based on Exhibit 1.

Furthermore, the OCD requested a statement or information supporting the operator's claim by the Certified PE, but never received one. At the meeting, the OCD explained that based on Exhibit 1, there was no support for the claim. In order to make the interconnection determination, during each FOT at each well and off-set injection wells (WDWs not being FOT'd) before and throughout the FOT would need bottom hole pressures monitored in tandem at each well location to establish the interconnectivity of the injection wells with the receiving injection formation under a uniform time scale. This would be a chart that could be plotted that would show during the test the interconnectivity of the wells for each FOT. The OCD doubts that the operator can make the case for interconnectivity between injection wells and injection formation because of the significant distance between the injection wells and fact that sedimentation in formation varies laterally and uniformity in sedimentation, saturated porosity and permeability due to variation in sedimentation would by chance make the injection formation aerially extensive and uniform over a 3 to 5 mile radius from each injection well. Also, even if by chance there was

uniformity over the mileage specified, the distance between injection wells and corresponding pressure would likely not be observed.

- Exhibit 6: OCD observes in Section B a proposed MIT once every 5 years. OCD's UIC Program requires annual MITs and/or after down hole work is performed on a well.

Recommendations:

- Operator is running survey logs to the bottom of fill or below USDW (fresh water) zones, which excludes an evaluation of casing in the fresh water zone. Please run logs up to surface.
- Be sure to also record and provide injection flow rate and pressure leading up to shut-off and monitoring throughout the FOT monitoring period. OCD needs to confirm that a pseudo steady-state condition was achieved before shut-off. This data is also needed for software modeling of the FOT.
- Please provide electronic data from the FOTs at each well in order for the OCD to run its software model to confirm the results in the report.
- Section V No. 13: Surface pressure monitoring and Horner Plot during injection should be used to confirm radial flow condition is achieved instead of waiting a set period if operator wishes to reduce the injection period.

**Disclaimer:** *Please be advised that OCD has already approved with conditions Navajo Refining Company's Fall-Off Test (FOT) Plan on July 28, 2009, and is not providing approval of this FOT Plan; however, comments, observations and recommendations herein should help Navajo Refining Company understand the OCD's concerns based on the submittal.*

Please contact me if you have questions. Thank you.

Carl J. Chavez, CHMM  
New Mexico Energy, Minerals & Natural Resources Dept.  
Oil Conservation Division, Environmental Bureau  
1220 South St. Francis Dr., Santa Fe, New Mexico 87505  
Office: (505) 476-3490  
Fax: (505) 476-3462  
E-mail: [CarlJ.Chavez@state.nm.us](mailto:CarlJ.Chavez@state.nm.us)

Website: <http://www.emnrd.state.nm.us/ocd/>

Why not Prevent Pollution; Minimize Waste; Reduce the Cost of Operations; & Move Forward with the Rest of the Nation?" To see how, go to "Pollution Prevention & Waste Minimization" at:

<http://www.emnrd.state.nm.us/ocd/environmental.htm#environmental>)

Submit 1 Copy To Appropriate District Office  
 District I - (575) 393-6161  
 1625 N French Dr, Hobbs, NM 88240  
 District II - (575) 748-1283  
 811 S First St, Artesia, NM 88210  
 District III - (505) 334-6178  
 1000 Rio Brazos Rd, Aztec, NM 87410  
 District IV - (505) 476-3460  
 1220 S St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 Revised August 1, 2011

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

|   |
|---|
| WELL API NO.<br><b>30-015-26575</b>   |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.<br><b>NM-0557371</b>   |
| 7. Lease Name or Unit Agreement Name<br><b>Gaines WDW-3</b>   |
| 8. Well Number <b>WDW-3</b>   |
| 9. OGRID Number   |
| 10. Pool name or Wildcat: <b>Navajo Permian</b>   |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br><b>3609' GL, ' RKB</b>                        |

**SUNDRY NOTICES AND REPORTS ON WELLS**  
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS)

1. Type of Well: Oil Well  Gas Well  Other **Injection Well**

2. Name of Operator  
**Navajo Refining Company**

3. Address of Operator  
**Post Office Box 159, Artesia, New Mexico 88211**

4. Well Location  
 Unit Letter **N** ; **790** feet from the **South** line and **2250** feet from the **West** line  
 Section **01** Township **18S** Range **27E** NMPM County **Eddy**

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

|   |  |
|---|--|
| <p><b>NOTICE OF INTENTION TO:</b></p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/></p> <p>DOWNHOLE COMMINGLE <input type="checkbox"/></p> <p>OTHER: PERFORM PRESSURE FALLOFF TEST <input checked="" type="checkbox"/></p> | <p><b>SUBSEQUENT REPORT OF:</b></p> <p>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/></p> <p>CASING/CEMENT JOB <input type="checkbox"/></p> <p>OTHER: <input type="checkbox"/></p> |
|---|--|

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions. Attach wellbore diagram of proposed completion or recompletion.

**December 12, 2011** - Install bottomhole gauges into WDW-1, WDW-2, and WDW-3 by 11:45am. Continue injection into all three wells.

**December 13, 2011** - Continue injection into all three wells.

**December 14, 2011** - At 12:15pm, the offset wells WDW-1 and WDW-2 will be shut-in. A constant injection rate will be established for WDW-3 and continue for a 30 hour injection period. Do not exceed 1000 psig wellhead pressure.

**December 15, 2011** - At 7:00pm, WDW-3 will be shut in for a 30-hour falloff period. WDW-1 and WDW-2 will remain shut-in.

**December 16, 2011** - All three wells will continue to be shut in while monitoring falloff pressure in all three wells.

**December 17, 2011** - At 7:00am, acquire downhole pressure gauges from all three wells. Tag bottom of fill and come out of hole very slowly, making 7-minute gradient stops while coming out of WDW-3 every 1000 feet (7000 ft, 6000 ft, 5000 ft, 4000 ft, 3000 ft, 2000 ft, 1000 ft, surface). Run in hole with a temperature tool and conduct temperature survey from the surface to the top of the fill. Turn the wells back to Navajo personnel.

*R. Dade 10/11/11*  
 Accepted for record  
 NMOCD

**RECEIVED**  
 OCT 07 2011  
 NMOCD ARTESIA

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Timothy Jones TITLE Project Engineer DATE 10/3/2011  
Type or print name Timothy Jones E-mail address: tjones@subsurfacegroup.com PHONE: 713-880-4640  
For State Use Only

APPROVED BY: \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
Conditions of Approval (if any):

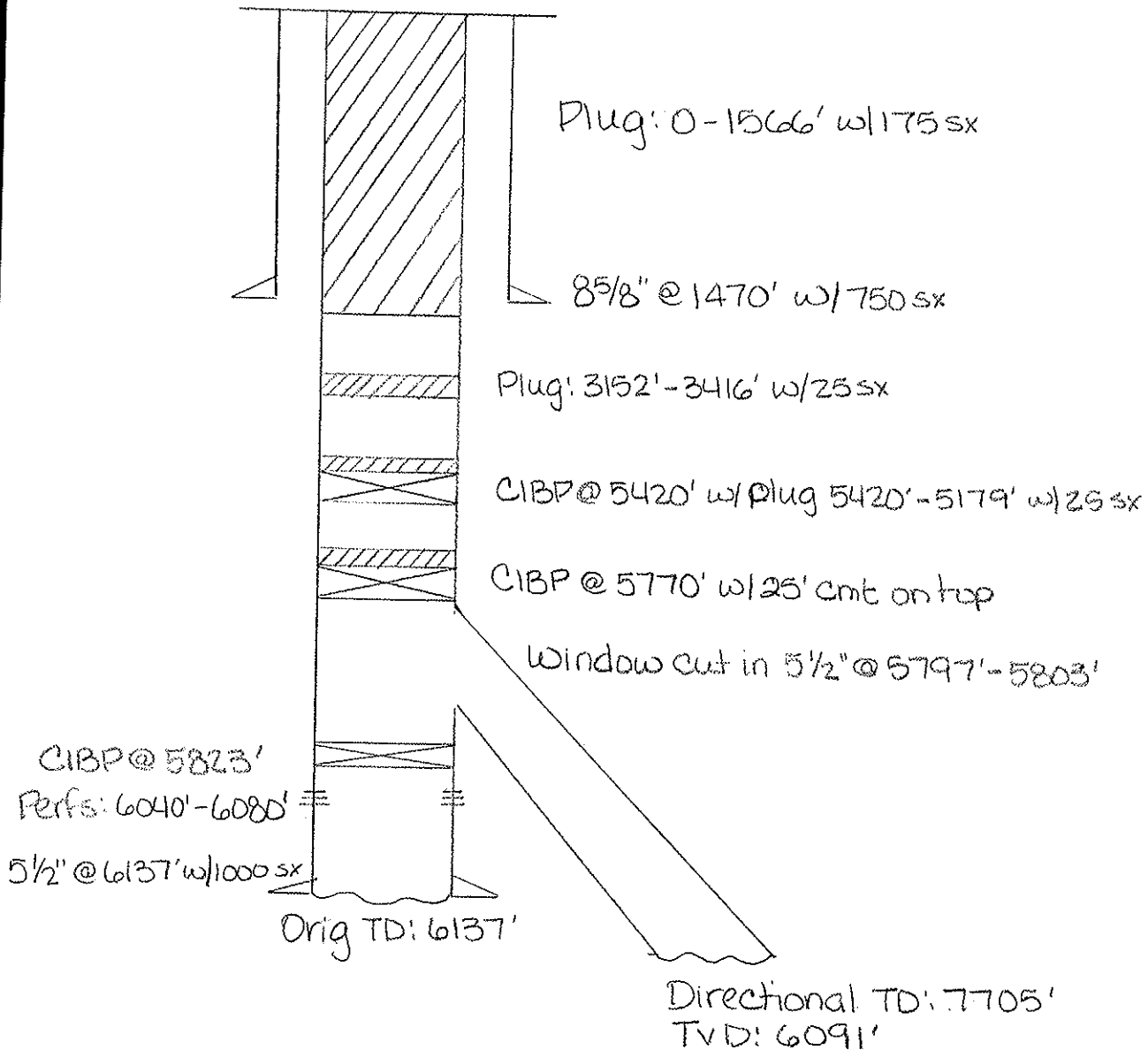
# SUBSURFACE

NAVAJO REFINING COMPANY  
Map ID No. 90  
Artificial Penetration Review

OPERATOR BP America Prod.  
LEASE Empire ABO Unit  
WELL NUMBER 17A  
DRILLED 3-26-59  
PLUGGED 12-01-08

STATUS Plugged  
LOCATION Sec. 1 -T18S-R27E  
MUD FILLED BOREHOLE NA  
TOP OF INJECTION ZONE ~7221' Est.  
API NO. 30-015-00703

## REMARKS:



COPY TO O. C. C.

|  |             |
|--|-------------|
| <b>APPROVED</b>                              |             |
| *  | FEB 18 1959 |
| RICHARD P. EVANS<br>ACTING DISTRICT ENGINEER |             |

(SUBMIT IN TRIPLICATE)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

Land Office Las Cruces  
Lease No. LCC62412  
Unit \_\_\_\_\_

### SUNDRY NOTICES AND REPORTS ON WELLS

1-8F

|   |                                     |   |  |
|---|-------------------------------------|---|--|
| NOTICE OF INTENTION TO DRILL.....                   | <input checked="" type="checkbox"/> | SUBSEQUENT REPORT OF WATER SHUT-OFF.....        |  |
| NOTICE OF INTENTION TO CHANGE PLANS.....            |                                     | SUBSEQUENT REPORT OF SHOOTING OR ACIDIZING..... |  |
| NOTICE OF INTENTION TO TEST WATER SHUT-OFF.....     |                                     | SUBSEQUENT REPORT OF ALTERING CASING.....       |  |
| NOTICE OF INTENTION TO RE-DRILL OR REPAIR WELL..... |                                     | SUBSEQUENT REPORT OF RE-DRILLING OR REPAIR..... |  |
| NOTICE OF INTENTION TO SHOOT OR ACIDIZE.....        |                                     | SUBSEQUENT REPORT OF ABANDONMENT.....           |  |
| NOTICE OF INTENTION TO PULL OR ALTER CASING.....    |                                     | SUPPLEMENTARY WELL HISTORY.....                 |  |
| NOTICE OF INTENTION TO ABANDON WELL.....            |                                     |   |  |

(INDICATE ABOVE BY CHECK MARK NATURE OF REPORT, NOTICE, OR OTHER DATA)

USA MALCO REFINERIES #7\*

*Water Basin*

February 16, 1959

Well No. 1 is located 1980 ft. from S line and 660 ft. from W line of sec. 1

NW/4 SW/4 Section 1 18 - S 27 - E MPM  
(1/4 Sec. and Sec. No.) (Twp.) (Range) (Meridian)  
Undesignated Eddy New Mexico  
(Field) (County or Subdivision) (State or Territory)

The elevation of the derrick floor above sea level is \_\_\_\_\_ ft. furnish logs

#### DETAILS OF WORK

(State names of and expected depths to objective sands; show sizes, weights, and lengths of proposed casings; indicate mudding jobs, cementing points, and all other important proposed work)

We propose to drill the above well with rotary tools to an approximate depth of 6200' to test the Abo. Casing program will be as follows:

| Size of Hole | Size of Casing | Depth | Cement  |
|--------------|----------------|-------|---|
| 11           | 8-5/8          | 950   | Circulate 2 1/2 Gal with 100 sacks neat on btm. |
| 7-7/8        | 5-1/2          | 6135  | 150   |

NOTE: Please insert lease number.

I understand that this plan of work must receive approval in writing by the Geological Survey before operations may be commenced.

Company Pan American Petroleum Corporation

Address Post Office Box 68

Hobbs, New Mexico

By Orlando J. ...

Title Field Superintendent

**NEW MEXICO OIL CONSERVATION COMMISSION**  
**WELL LOCATION AND ACREAGE DEDICATION PLAT**

FORM C-128  
 Revised 5-1-57

SEE INSTRUCTIONS FOR COMPLETING THIS FORM ON THE REVERSE SIDE

**SECTION A**

|   |                                   |   |                                       |                       |
|---|-----------------------------------|---|---------------------------------------|-----------------------|
| Operator<br><b>Pan American Pet. Corp.</b>  |                                   | Lease<br><b>U.S.A. Malco Refineries F</b> |                                       | Well No.<br><b>1</b>  |
| Unit Letter<br><b>L</b>   | Section<br><b>1</b>               | Township<br><b>18 S</b>                   | Range<br><b>27 E</b>                  | County<br><b>Eddy</b> |
| Actual Footage Location of Well:<br><b>1980</b> feet from the <b>South</b> line and <b>660</b> feet from the <b>West</b> line |                                   |   |                                       |                       |
| Ground Level Elev.<br><b>Furnish later</b>  | Producing Formation<br><b>Abo</b> | Pool<br><b>Empire Abo</b>                 | Dedicated Acreage:<br><b>10</b> Acres |                       |

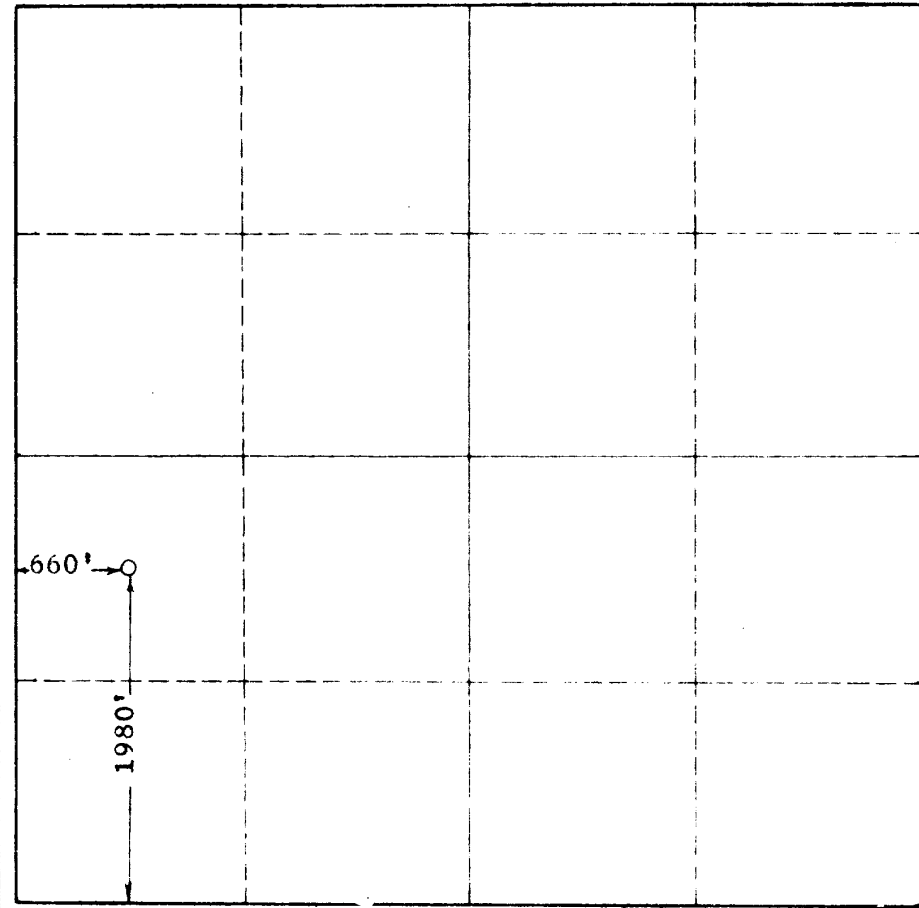
1. Is the Operator the only owner in the dedicated acreage outlined on the plat below? YES  NO  ("Owner" means the person who has the right to drill into and to produce from any pool and to appropriate the production either for himself or for himself and another. (65-3-29 (e) NMSA 1955 Comp.)
2. If the answer to question one is "no," have the interests of all the owners been consolidated by common agreement of all owners? YES  NO  If answer is "yes," Type of Consolidation \_\_\_\_\_
3. If the answer to question two is "no," list all the owners and their respective interests below:

**RECEIVED**  
**FEB 18 1959**  
 U. S. GEOLOGICAL SURVEY  
 ALBUQUERQUE, NEW MEXICO

| Owner | Land Description |
|-------|------------------|
|       |                  |

**SECTION B**

**CERTIFICATION**



I hereby certify that the information in SECTION A above is true and complete to the best of my knowledge and belief.

Name **Original Signed by**  
**B. W. BROWN**

Position  
**Field Superintendent**

Company  
**Pan American Petroleum Corp.**

Date  
**February 16, 1959**

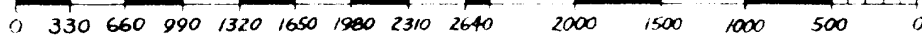
I hereby certify that the well location shown on the plat in SECTION B was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed  
**2-10-59**

Registered Professional Engineer and/or Land Surveyor, **JOHN W. WEST**

*John W. West*

Certificate No.  
**N.M. - P.E. & L.S. NO. 676**



## JOHN W. WEST ENGINEERING COMPANY

412 NORTH DAL PASO  
HOBBS, NEW MEXICO

February 12, 1959

Pan American Pet. Corp.  
Hobbs, New Mexico

Gentlemen:

On February 10, 1959, a survey was made to locate your U.S.A. Malco Refineries "F" No. 1 well at a point 1980 feet from the South line and 660 feet from the West line of Sec. 1, Township 18 South, Range 27 East, N.M.P.S., Eddy County, New Mexico.

A Flag was set at the USGLO Quarter corner marker common to Sections 1 and 2 and the the Transit was set up at the U.S. G.L.O. Section corner marker common to Sections 1, 2, 11 and 12. Thence chaining North from the Transit on the West line of Section 1 a distance of 1980 feet, thence East 660 feet to the location site of the USA Malco Refineries "F" No. 1 well. As a check on our survey we chained West from the location site 660 feet and thence North 609.5 feet to the USGLO Quarter corner marker common to sections 1 and 2, checking in within 0.6 feet of the distance as shown on the USGLO Township Plats.

I hereby certify that the foregoing survey was made in the field by me and that the same is true and correct to the best of my knowledge and belief.

Respectfully submitted,



John W. West

**RECEIVED**  
FEB 18 1959  
U. S. GEOLOGICAL SURVEY  
ARTESIA, NEW MEXICO



**NEW MEXICO OIL CONSERVATION COMMISSION**  
Santa Fe, New Mexico

(Form C-104)  
Revised 7/1/57

**REQUEST FOR (OIL) - ~~(GAS)~~/ALLOWABLE**

New Well  
~~Recompletion~~

This form shall be submitted by the operator before an initial allowable will be assigned to any completed Oil or Gas well. Form C-104 is to be submitted in QUADRUPPLICATE to the same District Office to which Form C-101 was sent. The allowable will be assigned effective 7:00 A.M. on date of completion or recompletion, provided this form is filed during calendar month of completion or recompletion. The completion date shall be that date in the case of an oil well when new oil is delivered into the stock tanks. Gas must be reported on 15.025 psia at 60° Fahrenheit.

Hobbs, New Mexico April 24, 1959  
(Place) (Date)

WE ARE HEREBY REQUESTING AN ALLOWABLE FOR A WELL KNOWN AS:

Pan American Petroleum Corp. - Malco Refineries "F", Well No. 1, in NW  $\frac{1}{4}$  SW  $\frac{1}{4}$ ,  
(Company or Operator) (Lease)  
L, Sec. 1, T. 18 S, R. 27 E, NMPM., Empire Abo Pool

Unit Letter  
Eddy

County. DeWitt Date Spudded 3-26-59 Date Drilling Completed 4-20-59  
Elevation 3581 RDB Total Depth 6137 PBD 6101

Please indicate location:

|        |   |   |   |
|--------|---|---|---|
| D      | C | B | A |
| E      | F | G | H |
| L<br>X | K | J | I |
| M      | N | O | P |

Top Oil/Gas Pay 5460 Name of Prod. Form. Abo

PRODUCING INTERVAL -

Perforations 6040-6080 with 2 shots per foot  
Open Hole - Depth 6137 Casing Shoe 6077 Depth Tubing 6077

OIL WELL TEST -

Natural Prod. Test: \_\_\_\_\_ bbls. oil, \_\_\_\_\_ bbls water in \_\_\_\_\_ hrs, \_\_\_\_\_ min. Size \_\_\_\_\_  
Test After Acid of 15% Treatment (after recovery of volume of oil equal to volume of load oil used): 82 bbls. oil, no bbls water in 24 hrs, \_\_\_\_\_ min. Size 10/64"

GAS WELL TEST -

Natural Prod. Test: \_\_\_\_\_ MCF/Day; Hours flowed \_\_\_\_\_ Choke Size \_\_\_\_\_

Method of Testing (pitot, back pressure, etc.): \_\_\_\_\_

Test After Acid or Fracture Treatment: \_\_\_\_\_ MCF/Day; Hours flowed \_\_\_\_\_

Choke Size \_\_\_\_\_ Method of Testing: \_\_\_\_\_

Acid or Fracture Treatment (Give amounts of materials used, such as acid, water, oil, and sand): Acidized with 500 gallons 15% regular

Casing Press. PKR Tubing Press. 725 Date first new oil run to tanks 4-20-59

Oil Transporter Malco Refineries Inc.

Gas Transporter \_\_\_\_\_

Sec. 1, T-18-S, R-27-E

1980 S - 660 W  
Tubing, Casing and Cementing Record

| Size         | Feet        | Sax         |
|--------------|-------------|-------------|
| <u>8-5/8</u> | <u>1468</u> | <u>750</u>  |
| <u>5-1/2</u> | <u>6167</u> | <u>1000</u> |
| <u>2-3/8</u> | <u>6077</u> |             |
|              |             |             |

Remarks: \_\_\_\_\_

I hereby certify that the information given above is true and complete to the best of my knowledge.

Approved \_\_\_\_\_, 19\_\_\_\_

PAN AMERICAN PETROLEUM CORPORATION  
(Company or Operator) Original Signed by J. W. BROWN

By: \_\_\_\_\_ (Signature)

Title: Field Superintendent  
Send Communications regarding well to:

Name: J. W. Brown

Address: Box 68 - Hobbs, New Mexico

OIL CONSERVATION COMMISSION

By: M. L. Armstrong

Title \_\_\_\_\_

NEW MEXICO OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO

Form C-110  
Revised 7/1/55

(File the original and 4 copies with the appropriate district office)

CERTIFICATE OF COMPLIANCE AND AUTHORIZATION  
TO TRANSPORT OIL AND NATURAL GAS

Company or Operator Pan American Petroleum Corporation Lease Malco Refineries "F"

Well No. 1 Unit Letter L S 1 T 18 SR 27 E Pool Undesignated

County Eddy Kind of Lease (State, Fed. or Patented) Federal

If well produces oil or condensate, give location of tanks: Unit F S 1 T 18 SR 27 E

Authorized Transporter of Oil or Condensate Malco Refineries Inc.

Address Box 660 - Roswell, New Mexico  
(Give address to which approved copy of this form is to be sent)

Authorized Transporter of Gas \_\_\_\_\_  
Address \_\_\_\_\_  
(Give address to which approved copy of this form is to be sent)

If Gas is not being sold, give reasons and also explain its present disposition:

Vented pending market arrangements.

Reasons for Filing: (Please check proper box) New Well \_\_\_\_\_ ()

Change in Transporter of (Check One): Oil ( ) Dry Gas ( ) C'head ( ) Condensate ( )

Change in Ownership \_\_\_\_\_ ( ) Other \_\_\_\_\_ ( )

Remarks: \_\_\_\_\_ (Give explanation below)

Completed as an oil well 4-21-59.

The undersigned certifies that the Rules and Regulations of the Oil Conservation Commission have been complied with.

Executed this the 24th day of April 19 59

Approved \_\_\_\_\_ 19 \_\_\_\_\_

By \_\_\_\_\_  
Original Signed By  
J. W. BROWN

Title Field Superintendent

OIL CONSERVATION COMMISSION

Company Pan American Petroleum Corporation

By M L Armstrong

Address Box 68

Title \_\_\_\_\_

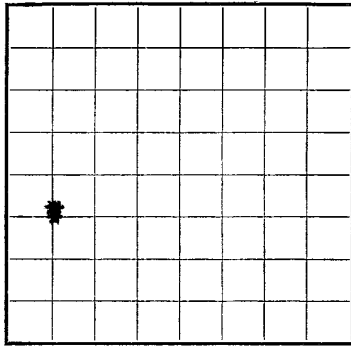
Hobbs, New Mexico

COPY TO O. C. C.

Budget Bureau No. 42-R355.4.  
Approval expires 12-31-60.

Form 9-330

U. S. LAND OFFICE **Las Cruces**  
SERIAL NUMBER **LC 062412**  
LEASE OR PERMIT TO PROSPECT \_\_\_\_\_



LOCATE WELL CORRECTLY

APR 23 1959  
GEOLOGICAL SURVEY  
DEPARTMENT OF THE INTERIOR

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

# LOG OF OIL OR GAS WELL

Company Pan American Petroleum Corp. Address Box 68 - Hobbs, New Mexico  
Lessor or Tract USA Malco Refineries "F" Field Empire Abo State New Mexico  
Well No. 1 Sec. 1 T. 18S R. 27E Meridian NMPM County Eddy  
Location 1980 ft. <sup>[N.]</sup> of S Line and 660 ft. <sup>[E.]</sup> of W Line of Section 1 Elevation 3581 RDB  
(Denote floor relative to sea level)

The information given herewith is a complete and correct record of the well and all work done thereon so far as can be determined from all available records.  
Original Signed by L. W. BROWN  
Signed \_\_\_\_\_

Date April 23, 1959 Title Field Superintendent

The summary on this page is for the condition of the well at above date.

Commenced drilling 3-26, 1959 Finished drilling 4-20, 1959

## OIL OR GAS SANDS OR ZONES

(Denote gas by G)

No. 1, from 6040 to 6080 No. 4, from \_\_\_\_\_ to \_\_\_\_\_  
No. 2, from \_\_\_\_\_ to \_\_\_\_\_ No. 5, from \_\_\_\_\_ to \_\_\_\_\_  
No. 3, from \_\_\_\_\_ to \_\_\_\_\_ No. 6, from \_\_\_\_\_ to \_\_\_\_\_

## IMPORTANT WATER SANDS

No. 1, from \_\_\_\_\_ to \_\_\_\_\_ No. 3, from \_\_\_\_\_ to \_\_\_\_\_  
No. 2, from \_\_\_\_\_ to \_\_\_\_\_ No. 4, from \_\_\_\_\_ to \_\_\_\_\_

## CASING RECORD

| Size casing  | Weight per foot | Threads per inch | Make        | Amount      | Kind of shoe | Cut and pulled from | Perforated |     | Purpose        |
|--------------|-----------------|------------------|-------------|-------------|--------------|---------------------|------------|-----|----------------|
|              |                 |                  |             |             |              |                     | From-      | To- |                |
| <u>8-5/8</u> | <u>24</u>       | <u>8</u>         | <u>J-55</u> | <u>1468</u> | <u>Float</u> |                     |            |     | <u>Surface</u> |
| <u>5-1/2</u> | <u>22</u>       | <u>8</u>         | <u>J-55</u> | <u>667</u>  | <u>Float</u> |                     |            |     | <u>String</u>  |

## MUDDING AND CEMENTING RECORD

| Size casing  | Where set   | Number sacks of cement | Method used  | Mud gravity | Amount of mud used |
|--------------|-------------|------------------------|--------------|-------------|--------------------|
| <u>8-5/8</u> | <u>1470</u> | <u>750</u>             | <u>HOWCO</u> |             |                    |
| <u>5-1/2</u> | <u>6137</u> | <u>1000</u>            | <u>HOWCO</u> |             |                    |

## PLUGS AND ADAPTERS

Heaving plug—Material \_\_\_\_\_ Length \_\_\_\_\_ Depth set \_\_\_\_\_  
Adapters—Material \_\_\_\_\_ Size \_\_\_\_\_

## SHOOTING RECORD

| Size | Shell used | Explosive used | Quantity | Date | Depth shot | Depth cleaned out |
|------|------------|----------------|----------|------|------------|-------------------|
|      |            |                |          |      |            |                   |
|      |            |                |          |      |            |                   |
|      |            |                |          |      |            |                   |

## TOOLS USED

Rotary tools were used from 200 feet to 6127 feet and from \_\_\_\_\_ feet to \_\_\_\_\_ feet

FOLD MARK

Surface \_\_\_\_\_ feet to \_\_\_\_\_ feet, and from \_\_\_\_\_ feet to \_\_\_\_\_ feet  
 Cable tools were used from \_\_\_\_\_ feet to \_\_\_\_\_ feet, and from \_\_\_\_\_ feet to \_\_\_\_\_ feet

**DATES**

Completed April 21 19 59 Put to producing April 20, 19 59  
 The production for the first 24 hours was 82 barrels of fluid of which 160 was oil; \_\_\_\_\_ %  
 emulsion; \_\_\_\_\_ % water; and \_\_\_\_\_ % sediment. Gravity, °Bé. 42°  
 If gas well, cu. ft. per 24 hours \_\_\_\_\_ Gallons gasoline per 1,000 cu. ft. of gas \_\_\_\_\_  
 Rock pressure, lbs. per sq. in. \_\_\_\_\_

**EMPLOYEES**

B. J. Wright \_\_\_\_\_, Driller R. E. Miles \_\_\_\_\_, Driller  
 J. W. Martin \_\_\_\_\_, Driller W. E. Tadlock \_\_\_\_\_, Driller

**FORMATION RECORD**

| FROM- | TO-  | TOTAL FEET | FORMATION         |
|-------|------|------------|-------------------|
| 0     | 387  | 387        | Red Bed           |
| 387   | 600  | 213        | Red Bed, Anhy.    |
| 600   | 1025 | 425        | Anhy.             |
| 1025  | 1463 | 438        | Anhy., Gyp        |
| 1463  | 1521 | 58         | Anhy., Lime       |
| 1521  | 4809 | 3288       | Lime              |
| 4809  | 4822 | 13         | Lime and Dolomite |
| 4822  | 4844 | 22         | Dolomite          |
| 4844  | 4911 | 67         | Lime              |
| 4911  | 5557 | 646        | Dolomite, Lime    |
| 5557  | 6137 | 580        | Lime              |

TOPS

San Andres - 1830  
 Glorietta - 3220  
 Abo Reef - 5460

[OVER]

16-43094-4



| FORMATION   | TOTAL FEET | TO-        | FROM-      |
|---|------------|------------|------------|
| <p>1. ...<br/> 2. ...<br/> 3. ...<br/> 4. ...<br/> 5. ...<br/> 6. ...<br/> 7. ...<br/> 8. ...<br/> 9. ...<br/> 10. ...<br/> 11. ...<br/> 12. ...<br/> 13. ...<br/> 14. ...<br/> 15. ...<br/> 16. ...<br/> 17. ...<br/> 18. ...<br/> 19. ...<br/> 20. ...<br/> 21. ...<br/> 22. ...<br/> 23. ...<br/> 24. ...<br/> 25. ...<br/> 26. ...<br/> 27. ...<br/> 28. ...<br/> 29. ...<br/> 30. ...<br/> 31. ...<br/> 32. ...<br/> 33. ...<br/> 34. ...<br/> 35. ...<br/> 36. ...<br/> 37. ...<br/> 38. ...<br/> 39. ...<br/> 40. ...<br/> 41. ...<br/> 42. ...<br/> 43. ...<br/> 44. ...<br/> 45. ...<br/> 46. ...<br/> 47. ...<br/> 48. ...<br/> 49. ...<br/> 50. ...<br/> 51. ...<br/> 52. ...<br/> 53. ...<br/> 54. ...<br/> 55. ...<br/> 56. ...<br/> 57. ...<br/> 58. ...<br/> 59. ...<br/> 60. ...<br/> 61. ...<br/> 62. ...<br/> 63. ...<br/> 64. ...<br/> 65. ...<br/> 66. ...<br/> 67. ...<br/> 68. ...<br/> 69. ...<br/> 70. ...<br/> 71. ...<br/> 72. ...<br/> 73. ...<br/> 74. ...<br/> 75. ...<br/> 76. ...<br/> 77. ...<br/> 78. ...<br/> 79. ...<br/> 80. ...<br/> 81. ...<br/> 82. ...<br/> 83. ...<br/> 84. ...<br/> 85. ...<br/> 86. ...<br/> 87. ...<br/> 88. ...<br/> 89. ...<br/> 90. ...<br/> 91. ...<br/> 92. ...<br/> 93. ...<br/> 94. ...<br/> 95. ...<br/> 96. ...<br/> 97. ...<br/> 98. ...<br/> 99. ...<br/> 100. ...</p> | <p>...</p> | <p>...</p> | <p>...</p> |

**FORMATION RECORD—Continued**

NEW MEXICO

OIL CONSERVATION COMMISSION

Post Office Box 2045

Hobbs, New Mexico

May 26, 1959

Pan American Petroleum Corporation  
P. O. Box 68  
Hobbs, New Mexico

Re: Undesignated Well  
Placed in Pool

Gentlemen:

In accordance with the provisions of Commission  
Order R-1397, your Malco Refineries "F" No. 1  
oil well in Unit L of Section 1, Township 18 South, Range 27  
East, which is currently listed in the "Undesignated Section"  
of the Proration Schedule, will appear in the Empire-Abo  
Pool in the  
Schedule.

Please file Form C-110 showing the change in pool  
designation of this well with the Artesia office of the Oil  
Conservation Commission.

Yours very truly,

OIL CONSERVATION COMMISSION

R. F. Montgomery  
Proration Manager

RFM:mg

NEW MEXICO OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO

Form C-110  
Revised 7/1/55

(File the original and 4 copies with the appropriate district office)

CERTIFICATE OF COMPLIANCE AND AUTHORIZATION  
TO TRANSPORT OIL AND NATURAL GAS

DEG

MAY 25 1959

Company or Operator Pan American Petroleum Corporation Lease Malco Refineries "F"

Well No. 1 Unit Letter L S 1 T 18 R 27 Pool Empire Abo

County Eddy Kind of Lease (State, Fed. or Patented) Federal

If well produces oil or condensate, give location of tanks: Unit F S 1 T 18 R 27E

Authorized Transporter of Oil or Condensate Continental Pipe Line Company

Address Box 367, Artesia, New Mexico  
(Give address to which approved copy of this form is to be sent)

Authorized Transporter of Gas \_\_\_\_\_

Address \_\_\_\_\_  
(Give address to which approved copy of this form is to be sent)

If Gas is not being sold, give reasons and also explain its present disposition:

Vented pending market arrangements

Reasons for Filing: (Please check proper box) New Well \_\_\_\_\_ ( )  
Change in Transporter of (Check One): Oil ( ) Dry Gas ( ) C'head ( ) Condensate ( )

Change in Ownership \_\_\_\_\_ ( ) Other Change Transporter ( )  
(Give explanation below)

Remarks:

**Filed to change transporter from Malco Refineries Inc. to Continental Pipe Line Company effective May 1, 1959.**

The undersigned certifies that the Rules and Regulations of the Oil Conservation Commission have been complied with.

Executed this the 19th day of May 19 59

Original Signed by  
**L. W. BROWN**

By \_\_\_\_\_

Approved MAY 25 1959 19 \_\_\_\_\_

Title Area Superintendent

OIL CONSERVATION COMMISSION

Company Pan American Petroleum Corporation

By [Signature]

Address Box 68 - Hobbs, New Mexico

Title Oil and Gas Inspector



| DATE | DESCRIPTION |   |   |
|------|-------------|---|---|
|      |             | 6 |   |
|      |             | - |   |
|      |             | - |   |
|      |             |   |   |
|      |             | 1 |   |
|      |             | 1 | ✓ |

NEW MEXICO OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO

Form C-110  
Revised 7/1/55

(File the original and 4 copies with the appropriate district office)

CERTIFICATE OF COMPLIANCE AND AUTHORIZATION  
TO TRANSPORT OIL AND NATURAL GAS

Company or Operator Pan American Petroleum Corporation Lease Malco Refineries "A"

Well No. 1 Unit Letter L S 1 T 18 R 27 Pool Empire Abo

County Eddy Kind of Lease (State, Fed. or Patented) Federal

If well produces oil or condensate, give location of tanks: Unit F S 1 T 18 R 27

Authorized Transporter of Oil or Condensate Continental Pipe Line Company

Address Box 367 Artesia, New Mexico  
(Give address to which approved copy of this form is to be sent)

Authorized Transporter of Gas \_\_\_\_\_

Address \_\_\_\_\_ Date Connected \_\_\_\_\_  
(Give address to which approved copy of this form is to be sent)

If Gas is not being sold, give reasons and also explain its present disposition:

Vented pending market arrangements.

Reasons for Filing: (Please check proper box) New Well \_\_\_\_\_ ( )

Change in Transporter of (Check One): Oil ( ) Dry Gas ( ) C'head ( ) Condensate ( )

Change in Ownership \_\_\_\_\_ ( ) Other Change Pool Designation (X)  
(Give explanation below)

Remarks:

**Filed to show pool designation as Empire Abo.**

The undersigned certifies that the Rules and Regulations of the Oil Conservation Commission have been complied with.

Executed this the 29th day of May 19 59

Original Signed by  
J. W. BROWN

By \_\_\_\_\_

Approved JAN 8 1959 19 \_\_\_\_\_

Title Area Superintendent

OIL CONSERVATION COMMISSION

Company Pan American Petroleum Corporation

By W. A. Gressett

Address Box 68

Title \_\_\_\_\_

Hobbs, New Mexico

**OIL CONSERVATION COMMISSION**

ADVISORY DISTRICT OFFICE

No. Copies Issued 5

STATE OF NEW MEXICO

|                   |   |   |
|-------------------|---|---|
| Capital           | 1 |   |
| Santa Fe          | 1 |   |
| Proration Office  | 1 |   |
| State Land Office |   |   |
| U. S. G. S.       |   |   |
| Transporter       | 1 |   |
| File              | 1 | ✓ |

## PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 68  
 Hobbs, New Mexico

April 16, 1959

File: JWM-131-986.510.1

Subject: Request for Exemption to  
 Rule 111 Deviation Tests,  
 USA Maseo Refineries "F"  
 No. 1, Empire Abo Field

New Mexico Oil Conservation Commission (2)  
 P. O. Box 871  
 Santa Fe, New Mexico

Attention: Mr. D. S. Nutter, Chief Engineer

Gentlemen:

This has reference to your conversation with Mr. N. S. Whitmore of Pan American on April 14, 1959, concerning the deviation test requirements of Rule 111. It is our understanding that the Commission may grant exceptions to the requirement for running a directional survey where computation of the deviation surveys periodically run in conjunction with drilling operations indicates the bottom of hole could not conceivably be off the lease.

Currently, Pan American Petroleum Corporation is drilling their joint interest USA Maseo Refineries "F" No. 1 in the Empire Abo Field. This well was staked 1980 feet from the south line and 660 feet from the west line of Section 1, T-18-S, R-27-E, Eddy County, New Mexico. The projected total depth is approximately 6150 feet. At a depth of 4905 feet a deviation test registered 6-1/2° which was the first deviation recorded above 5°. Since that depth the deviation has varied between 6-1/4° and 6-1/2° with the well currently drilling at approximately 5530 feet.

The attached tabulation furnishes the deviation surveys run on the well to date along with a computation of the drift in a continuous direction. The assumption that the drift would remain in a continuous direction was made to analyze the drift under the least desirable condition to determine if the bottom of the hole were possibly approaching a lease line. That drift would be maintained in a continuous straight line is also considered very unlikely to occur under actual drilling conditions.

These data indicate the horizontal drift from the surface to 5500 feet to be approximately 270 feet. Considering the deviation would remain relatively constant for the remaining 650 feet to be drilled, the maximum anticipated horizontal drift would approach 343 feet. Thus it is indicated that deviations to total depth of the magnitude currently encountered would not place the bottom of the well near a lease line for this 660 foot location.

COPY

1954-1955

1954-1955

1954-1955

1954-1955

1954-1955

1954-1955

1954-1955

1954-1955

1954-1955

1954-1955

1954-1955

It is therefore respectfully requested that Pan American Petroleum Corporation be granted an exception to Rule 111 for running a directional survey on their USA Maseo Refineries "F" No. 1. Your early consideration of this request will be sincerely appreciated as it is anticipated that drilling operations will be completed by April 18, 1959.

Yours very truly,

PAN AMERICAN PETROLEUM CORPORATION

J. W. Brown  
Field Superintendent

By: J. W. Mack

cc: Mr. M. L. Armstrong  
New Mexico Oil Conservation Commission  
Artesia, New Mexico

...the ... of ...  
...the ... of ...  
...the ... of ...

...the ... of ...

...the ... of ...

...the ... of ...

...the ... of ...

...the ... of ...  
...the ... of ...  
...the ... of ...

DEVIATION SURVEYS  
USA MALCO REFINERIES "F" NO. 1

| <u>Depth<br/>Toteo<br/>Run</u> | <u>Interval<br/>Between<br/>Toteos</u> | <u>Drift<br/>Indicated<br/>By Toteo</u> | <u>Horizontal<br/>Drift Over<br/>Interval</u> | <u>Cumulative<br/>Horizontal<br/>Drift</u> |
|--------------------------------|--|---|---|--|
| 500'                           | 500'                                   | 3/4°                                    | 6.55'   | 6.55'                                      |
| 970'                           | 470'                                   | 3/4°                                    | 6.15'   | 12.70'                                     |
| 1350'                          | 380'                                   | 3/4°                                    | 4.97'   | 17.67'                                     |
| 1850'                          | 500'                                   | 1-3/4°                                  | 15.27'  | 32.94'                                     |
| 2050'                          | 200'                                   | 2°                                      | 6.98'   | 39.92'                                     |
| 2380'                          | 330'                                   | 1-1/2°                                  | 8.64'   | 48.56'                                     |
| 2970'                          | 590'                                   | 1-3/4°                                  | 18.02'  | 66.58'                                     |
| 3410'                          | 440'                                   | 2-3/4°                                  | 21.11'  | 87.69'                                     |
| 3745'                          | 335'                                   | 3-1/2°                                  | 20.45'  | 108.14'                                    |
| 4050'                          | 305'                                   | 3-1/2°                                  | 18.62'  | 126.76'                                    |
| 4350'                          | 300'                                   | 4-1/2°                                  | 23.45'  | 150.21'                                    |
| 4555'                          | 205'                                   | 4-3/4°                                  | 16.98'  | 167.19'                                    |
| 4650'                          | 95'                                    | 4-3/4°                                  | 7.87'   | 175.06'                                    |
| 4805'                          | 155'                                   | 6-1/2°                                  | 17.55'  | 192.61'                                    |
| 4990'                          | 185'                                   | 6-1/2°                                  | 20.94'  | 213.55'                                    |
| 5115'                          | 125'                                   | 6-1/4°                                  | 13.61'  | 227.16'                                    |
| 5245'                          | 130'                                   | 6-1/4°                                  | 14.15'  | 241.31'                                    |
| 5380'                          | 135'                                   | 6-1/2°                                  | 15.28'  | 256.59'                                    |
| 5500'                          | 120'                                   | 6-1/2°                                  | 13.58'  | 270.17'                                    |



REVENUE RECEIPTS  
STATE OF TEXAS

| <u>DATE RECEIVED</u> | <u>AMOUNT RECEIVED</u> | <u>TYPE OF RECEIPT</u> | <u>REVENUE ACCOUNT</u> | <u>STATE FUND</u> |
|----------------------|------------------------|------------------------|------------------------|-------------------|
| 1911.01              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.02              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.03              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.04              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.05              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.06              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.07              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.08              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.09              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.10              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.11              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.12              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.01              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.02              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.03              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.04              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.05              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.06              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.07              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.08              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.09              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.10              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.11              | 100.00                 | 9000                   | 1000                   | 1000              |
| 1911.12              | 100.00                 | 9000                   | 1000                   | 1000              |

OIL CONSERVATION COMMISSION  
P. O. BOX 871  
SANTA FE, NEW MEXICO

April 20, 1959

Pan American Petroleum Corporation  
P. O. Box 68  
Hobbs, New Mexico

Attention: J. W. Brown

Re: Request for Exception to Rule  
111 Deviation Tests, USA Malco  
Refineries "F" No. 1, Empire-  
Abo Pool.

Gentlemen:

Reference is made to your letter of April 16, 1959, concern-  
ing the above-captioned subject.

Inasmuch as the deviation survey which you have run establishes  
conclusively that the USA Malco Refineries "F" No. 1 Well will  
be bottomed on the lease where it is located, it is my opinion  
that the requirements of Rule 111 have been fully complied with.

Accordingly a hearing on this matter is unnecessary.

Very truly yours,

A. L. PORTER, Jr.,  
Secretary-Director

ALP/OEP/ir

cc: ✓ Mr. M. L. Armstrong  
Oil Conservation Commission  
Artesia, New Mexico

C  
O  
P  
Y

OLD CONSERVATION COMMISSION  
170 South  
SANTA FE, NEW MEXICO

1910

1910

1910

1910

1910

1910

1910

1910

1910

1910

1910

1910

1910

NEW MEXICO OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO

Form C-110  
Revised 7/1/55

(File the original and 4 copies with the appropriate district office)

CERTIFICATE OF COMPLIANCE AND AUTHORIZATION  
TO TRANSPORT OIL AND NATURAL GAS

Company or Operator Pan American Petroleum Corporation Lease Malco Refineries F

Well No. 1 Unit Letter L S 1 T 18 R 27 Pool Empire Abo

County Eddy Kind of Lease (State, Fed. or Patented) Federal

If well produces oil or condensate, give location of tanks: Unit F S 1 T 18 R 27

Authorized Transporter of Oil or Condensate McWood Corp. (Trucks)

Address 330 Petroleum Building Abilene, Texas  
(Give address to which approved copy of this form is to be sent)

Authorized Transporter of Gas \_\_\_\_\_

Address \_\_\_\_\_  
(Give address to which approved copy of this form is to be sent)

If Gas is not being sold, give reasons and also explain its present disposition:

Vented pending market arrangements

Reasons for Filing: (Please check proper box) New Well \_\_\_\_\_ ( )

Change in Transporter of (Check One): Oil ( ) Dry Gas ( ) C'head ( ) Condensate ( )

Change in Ownership \_\_\_\_\_ ( ) Other Change Transporter (X)  
(Give explanation below)

Remarks:

Filed to change Transporter from Continental Pipe Line Co. to McWood Corp. (Trucks)

The undersigned certifies that the Rules and Regulations of the Oil Conservation Commission have been complied with.

Executed this the 29 day of May 19 59

Original Signed by  
J. W. BROWN

Approved \_\_\_\_\_ 19 \_\_\_\_\_

By \_\_\_\_\_

Title Area Superintendent

OIL CONSERVATION COMMISSION

Company PAPC

By M. Armstrong

Address Box 68

Title \_\_\_\_\_

Hobbs, New Mexico

| OIL CONSERVATION COMMISSION                  |           |  |
|--|-----------|--|
| ARTESIA DISTRICT OFFICE                      |           |  |
| No. Copies Received <input type="checkbox"/> |           |  |
| DISTRIBUTION                                 |           |  |
|  | NO.       |  |
|  | FURNISHED |  |
| Producers                                    |           |  |
| State Land Office                            |           |  |
| U. S. G. S.                                  |           |  |
| Transporter                                  |           |  |
| File   |           |  |

NEW MEXICO OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO

Form C-110  
Revised 7/1/55

(File the original and 4 copies with the appropriate district office)

CERTIFICATE OF COMPLIANCE AND AUTHORIZATION  
TO TRANSPORT OIL AND NATURAL GAS

SEP 9 1959

Company or Operator Pan American Petroleum Corporation Lease USA Mace Refineries P  
Well No. 1 Unit Letter L S 1 T 188 R 27E Pool Empire Abo  
County Eddy Kind of Lease (State, Fed. or Patented) Federal  
If well produces oil or condensate, give location of tanks: Unit P S 1 T 188 R 27E  
Authorized Transporter of Oil or Condensate Service Pipe Line Co., Box 337, Midland, Texas

Address \_\_\_\_\_  
(Give address to which approved copy of this form is to be sent)

Authorized Transporter of Gas Gas Vented

Address \_\_\_\_\_ Date Connected \_\_\_\_\_  
(Give address to which approved copy of this form is to be sent)

If Gas is not being sold, give reasons and also explain its present disposition:

Gas Flared

Reasons for Filing: (Please check proper box) New Well \_\_\_\_\_ ( )

Change in Transporter of (Check One): Oil (x) Dry Gas ( ) C'head ( ) Condensate ( )

Change in Ownership \_\_\_\_\_ ( ) Other \_\_\_\_\_ ( )

Remarks: \_\_\_\_\_ (Give explanation below)

**Change in transporter from McWood Corporation (Trucks) to Service Pipe Line Co., effective 9-10-59**

The undersigned certifies that the Rules and Regulations of the Oil Conservation Commission have been complied with.

Executed this the 8 day of September 19 59

By \_\_\_\_\_  
Original Signed by  
J. W. BROWN

Approved SEP 10 1959 19 \_\_\_\_\_

Title Area Superintendent

OIL CONSERVATION COMMISSION

Company Pan American Petroleum Corporation

By M. L. Armstrong

Address Box 68 - Hobbs, NM

Title \_\_\_\_\_

OIL CONSERVATION COMMISSION  
ARTESIA DISTRICT OFFICE

No. Copies Received

3

|                         |          |   |
|-------------------------|----------|---|
| RECEIVED FOR            |          |   |
| DATE                    | 12/10/50 |   |
| PROJECT                 |          |   |
| STATE                   |          |   |
| U. S. GEOLOGICAL SURVEY |          |   |
| WORKING NUMBER          | 12-      |   |
| FIELD OF MINES          |          | ✓ |

NEW MEXICO OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO

Form C-110  
Revised 7/1/55

(File the original and 4 copies with the appropriate district office)

RECEIVED

NAME CHANGED:  
FROM: PAN AMERICAN PETROLEUM CORPORATION  
TO: AMOCO PRODUCTION CO.  
EFFECTIVE: 2-1-71

SEP 19 1960

O. C. C.  
ARTESIA, OFFICE

Company or Operator Pan American Petroleum Corporation Lease Amoco *Federal*

Well No. 1 Unit Letter L S 1 T 123 R 27E Pool Empire Abs

County Eddy Kind of Lease (State, Fed. or Patented) Federal

If well produces oil or condensate, give location of tanks: Unit F S 1 T 123 R 27E

Authorized Transporter of Oil or Condensate Amoco Pipeline Co. Eff. 4/1/70 name change from

Address 3411 Knoxville Avenue Lubbock, Texas 79413 Service to Amoco Pipeline Co.

(Give address to which approved copy of this form is to be sent)

Authorized Transporter of Gas Empire Abs Gasoline Plant

Address Pan American Petr. Corp., Box 68, Hobbs, N.M. Date Connected 9-3-60

(Give address to which approved copy of this form is to be sent)

If Gas is not being sold, give reasons and also explain its present disposition:

Effective 2-1-71

Gas Transporter Name Changed:

From: Pan American Petroleum Corp.

To: Amoco Production Co.

Reasons for Filing: (Please check proper box) New Well ( )

Change in Transporter of (Check One): Oil ( ) Dry Gas ( ) C'head (x) Condensate ( )

Change in Ownership ( ) Other ( )

Remarks: (Give explanation below)

The undersigned certifies that the Rules and Regulations of the Oil Conservation Commission have been complied with.

Executed this the 14th day of September 19 60

Original Signed by  
By J. W. BROWN

Approved SEP 15 1960 19 60

Title Area Superintendent

OIL CONSERVATION COMMISSION

Company Pan American Petroleum Corporation

By M. Armstrong

Address Box 68

Title Area Superintendent

Hobbs, New Mexico



OIL CONSERVATION COMMISSION  
ARTESIA DISTRICT OFFICE

No. Copies Received 5

|                  |  |
|------------------|--|
| SEARCHED         |  |
| SERIALIZED       |  |
| INDEXED          |  |
| FILED            |  |
| RECORDED         |  |
| FILE             |  |
| REVIEW OF MATRIS |  |

NEW MEXICO  
OIL CONSERVATION COMMISSION  
P. O. DRAWER DD  
ARTESIA, NEW MEXICO

March, 1968

No. A 1

SUPPLEMENT TO THE OIL PRORATION SCHEDULE

DATE 3/1/68

PURPOSE: ALLOWABLE ASSIGNMENT (BACK ALLOWABLE)

Effective 3/1/68, back allowable is hereby assigned to the following  
Pan American Petr. Corp. wells in the Empire Abo Pool in accordance  
with Commission Order No. A-220.

Malco F Lease

|                |                 |
|----------------|-----------------|
| #1-L, 1-18-27, | 18 bbls total   |
| #2-E, "        | , 18 bbls total |
| #3-M, "        | , 18 bbls total |
| #4-F, "        | , 15 bbls total |
| #5-K, "        | , 16 bbls total |
| #6-B, "        | , 18 bbls total |
| #7-G, "        | , 18 bbls total |
| #8-C, "        | , 18 bbls total |
| #9-H, "        | , 18 bbls total |
| #11-A, "       | , 18 bbls total |
| #12-N, "       | , 18 bbls total |

Malco R Lease

#10-D, 1-18-27, 18 bbls total

NAME CHANGED:  
FROM: PAN AMERICAN PETR. CORP.  
TO: AMOCO PRODUCTION CO.  
EFFECTIVE: 2-1-71

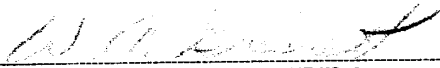
WAG/jw

Pan Am. Petr. Corp.

Service

*Amoco 4-1-70*

OIL CONSERVATION COMMISSION

  
SUPERVISOR, DISTRICT NO. 2

EXTRA COPY

RECEIVED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

SUBMIT IN TRICATE\*  
(Other instructions on re-  
verse side)

Form approved.  
Budget Bureau No. 42-R1424.

5. LEASE DESIGNATION AND SERIAL NO.

LC 062412

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME

MALCO "F" Federal

9. WELL NO.

10. FIELD AND POOL, OR WILDCAT

EMPIRE A80

11. SEC., T., R., M., OR BLM. AND SURVEY OR AREA

1-18-27 NMDPM

12. COUNTY OR PARISH

EDDY NM

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.  
APPLICATION FOR PERMIT--" for such proposals.)

1. ARTESIA, OFFICE

OIL WELL  GAS WELL  OTHER

2. NAME OF OPERATOR  
Amoco Production Company

3. ADDRESS OF OPERATOR  
BOX 68, HOBBS, N. M. 88240

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.\*  
See also space 17 below.)  
At surface

1980' FSL x 660' FWL Sec 1 (Unit 4, NW/4 SW/4)

14. PERMIT NO.

15. ELEVATIONS (Show whether DF, RT, GR, etc.)

3581' R.D.B.

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

TEST WATER SHUT-OFF

FRACTURE TREAT

SHOOT OR ACIDIZE

REPAIR WELL

(Other)

PULL OR ALTER CASING

MULTIPLE COMPLETE

ABANDON\*

CHANGE PLANS

SUBSEQUENT REPORT OF:

WATER SHUT-OFF

FRACTURE TREATMENT

SHOOTING OR ACIDIZING

(Other)

REPAIRING WELL

ALTERING CASING

ABANDONMENT\*

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log Form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

In an effort to increase productivity propose to acidize perforations 6040-6080' w/ 2500 gal 15% NE. Evaluate and restore to production.

latest flow test 4-20-72, 102 BO+ OBW 24 hrs. GOR 961.

TD-6137  
PBD-6101

5 1/2" CSA 6137 - Cmt Circ.

PERFS: 6040-80' w/2USPF.

18. I hereby certify that the foregoing is true and correct

SIGNED

AREA SUPERINTENDENT

TITLE

DATE

MAY 8 1972

(This space for Federal or State use)

APPROVED BY

TITLE

DATE

- 014- USGS- Art
- 1- Div
- 1- SUSP
- 1- RRY
- 1- HONDO

**APPROVED**  
MAY 12 1972  
R. L. BECKMAN  
ACTING DISTRICT ENGINEER

\*See Instructions on Reverse Side

RECEIVED  
MAY 24 1972

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

SUBMIT IN THIS MANNER  
(Other instructions on reverse side)

Form approved.  
Budget Bureau No. 42-R1424.

5. LEASE DESIGNATION AND SERIAL NO.

NM-0557371

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

SUNDRY NOTICES AND REPORTS ON WELLS  
(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.  
See also space 17 below.)

1. TYPE OF WELL  
OIL WELL  WATER WELL  OTHER

7. UNIT AGREEMENT NAME

2. NAME OF OPERATOR  
Amoco Production Company

8. FARM OR LEASE NAME  
MARCO "F" Federal

3. ADDRESS OF OPERATOR  
BOX 69, HOBBS, N. M. 88240

9. WELL NO.

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.\*  
See also space 17 below.)  
At surface

10. FIELD AND POOL, OR WILDCAT

EMPIRE Acs

1980' Fsk x 660' Fwh Sec 1 (Unit L, NW/4 SW/4)

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA

1-18-27 NMPM

14. PERMIT NO.

15. ELEVATIONS (Show whether DF, RT, GR, etc.)

3581' R.D.B.

12. COUNTY OR PARISH; 13. STATE

EDDY NM

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

|                     |                          |                      |                          |
|---------------------|--------------------------|----------------------|--------------------------|
| TEST WATER SHUT-OFF | <input type="checkbox"/> | PULL OR ALTER CASING | <input type="checkbox"/> |
| FRACTURE TREAT      | <input type="checkbox"/> | MULTIPLE COMPLETE    | <input type="checkbox"/> |
| SHOOT OR ACIDIZE    | <input type="checkbox"/> | ABANDON*             | <input type="checkbox"/> |
| REPAIR WELL         | <input type="checkbox"/> | CHANGE PLANS         | <input type="checkbox"/> |
| (Other)             | <input type="checkbox"/> |                      |                          |

SUBSEQUENT REPORT OF:

|                       |                                     |                 |                          |
|-----------------------|-------------------------------------|-----------------|--------------------------|
| WATER SHUT-OFF        | <input type="checkbox"/>            | REPAIRING WELL  | <input type="checkbox"/> |
| FRACTURE TREATMENT    | <input type="checkbox"/>            | ALTERING CASING | <input type="checkbox"/> |
| SHOOTING OR ACIDIZING | <input checked="" type="checkbox"/> | ABANDONMENT*    | <input type="checkbox"/> |
| (Other)               | <input type="checkbox"/>            |                 |                          |

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Perforations 6040-80' were acidized w/ 2500 gal 15% HF acid. Evaluated & restored to prod.

Prior - Flow 102 BO + 0 BW 24 hrs. GOR 96/  
After - Flow 152 BO + 0 " " " GOR 691

RECEIVED

MAY 19 1972

U. S. GEOLOGICAL SURVEY  
ARTESIA, NEW MEXICO

18. I hereby certify that the foregoing is true and correct

SIGNED \_\_\_\_\_

TITLE AREA SUPERINTENDENT

DATE MAY 17 1972

(This space for Federal or State office use)

APPROVED BY \_\_\_\_\_  
CONDITIONS OF APPROVAL, IF ANY:

TITLE \_\_\_\_\_

DATE \_\_\_\_\_

0+4- USGS-ART  
1- DIV  
1- SUSP  
1- HONDU

APPROVED  
MAY 23 1972  
M. L. BEEKMAN  
ACTING DISTRICT ENGINEER

\*See Instructions on Reverse Side

REQUEST FOR ALLOWABLE  
AND  
AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS

RECEIVED

SEP 26 1973

|                     |            |
|---------------------|------------|
| STATE               | 1          |
| FILE                | 1          |
| S.C.S.              |            |
| FIELD OFFICE        |            |
| TRANSPORTER         | OIL<br>GAS |
| OPERATOR            | 1          |
| REGISTRATION OFFICE |            |

Operator  
**Atlantic Richfield Company /**

Address  
**P. O. Box 1710, Hobbs, New Mexico 88240**

Reason(s) for filing (Check proper box)  
 New Well  Change in Transporter of:  
 Recompletion  Oil  Dry Gas   
 Change in Ownership  Casinghead Gas  Condensate

Other (Please explain) **Included in Empire Abo Unit eff: 10-1-73. Change in lease name from MALCO F Federal #1.**

If change of ownership give name and address of previous owner  
**AMOCO Production Company P. O. Box 68, Hobbs, New Mexico**

**II. DESCRIPTION OF WELL AND LEASE**

|   |                       |   |  |           |
|---|-----------------------|---|--|-----------|
| Lease Name<br><b>Empire Abo Unit K</b>  | Well No.<br><b>17</b> | Pool Name, including Formation<br><b>Empire Abo</b> | Kind of Lease<br>State, Federal or Fee<br><b>Federal</b> | Lease No. |
| Location<br>Unit Letter <b>L</b> , <b>1980</b> Feet From The <b>South</b> Line and <b>660</b> Feet From The <b>West</b> |                       |   |  |           |
| Line of Section <b>1</b> Township <b>18S</b> Range <b>27E</b> , NMPM, <b>Eddy</b> County                                |                       |   |  |           |

**III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS**

|   |  |  |
|---|--|--|
| Name of Authorized Transporter of Oil <input checked="" type="checkbox"/> or Condensate <input type="checkbox"/><br><b>AMOCO Pipe Line Company</b>          | Address (Give address to which approved copy of this form is to be sent)<br><b>2300 Continental Bk. Bldg., Ft. Worth, Tex. 76102</b> |  |
| Name of Authorized Transporter of Casinghead Gas <input checked="" type="checkbox"/> or Dry Gas <input type="checkbox"/><br><b>AMOCO Production Company</b> | Address (Give address to which approved copy of this form is to be sent)<br><b>P. O. Box 68, Hobbs, New Mexico 88240</b>             |  |
| If well produces oil or liquids, give location of tanks.  | Unit <b>F</b> Sec. <b>1</b> Twp. <b>18S</b> Rng. <b>27E</b>  | Is gas actually connected? <b>yes</b> When <b>9-3-60</b> |

If this production is commingled with that from any other lease or pool, give commingling order number:

**IV. COMPLETION DATA**

|   |                             |          |                 |          |        |              |             |              |
|---|-----------------------------|----------|-----------------|----------|--------|--------------|-------------|--------------|
| Designate Type of Completion - (X)          | Oil Well                    | Gas Well | New Well        | Workover | Deepen | Plug Back    | Same Res'v. | Diff. Res'v. |
| Date Spudded                                | Date Compl. Ready to Prod.  |          | Total Depth     |          |        | P.B.T.D.     |             |              |
| Elevations (DF, RKB, RT, GR, etc.)          | Name of Producing Formation |          | Top Oil/Gas Pay |          |        | Tubing Depth |             |              |
| Perforations                                |                             |          |                 |          |        |              |             |              |
| <b>TUBING, CASING, AND CEMENTING RECORD</b> |                             |          |                 |          |        |              |             |              |
| HOLE SIZE                                   | CASING & TUBING SIZE        |          | DEPTH SET       |          |        | SACKS CEMENT |             |              |

**V. TEST DATA AND REQUEST FOR ALLOWABLE OIL WELL** (Test must be after recovery of total volume of load oil and must be equal to or exceed top allow able for this depth or be for full 24 hours)

|                                 |                 |   |            |
|---------------------------------|-----------------|---|------------|
| Date First New Oil Run To Tanks | Date of Test    | Producing Method (Flow, pump, gas lift, etc.) |            |
| Length of Test                  | Tubing Pressure | Casing Pressure                               | Choke Size |
| Actual Prod. During Test        | Oil - Bbls.     | Water - Bbls.                                 | Gas - MCF  |

**GAS WELL**

|                                  |                           |                           |                       |
|----------------------------------|---------------------------|---------------------------|-----------------------|
| Actual Prod. Test-MCF/D          | Length of Test            | Bbls. Condensate/MMCF     | Gravity of Condensate |
| Testing Method (pitot, back pr.) | Tubing Pressure (Shot-in) | Casing Pressure (Shot-in) | Choke Size            |

**VI. CERTIFICATE OF COMPLIANCE**

I hereby certify that the rules and regulations of the Oil Conservation Commission have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

OIL CONSERVATION COMMISSION  
SEP 28 1973

APPROVED \_\_\_\_\_, 19\_\_\_\_  
BY W. A. Gressett  
TITLE **OIL AND GAS INSPECTOR**

*A. L. Shackelford*

(Signature)

Sr. Acctg. Clerk

(Title)

9-26-73

(Date)

This form is to be filed in compliance with RULE 111.

If this is a request for allowable for a newly drilled or deepened well, this form must be accompanied by a tabulation of the deviated tests taken on the well in accordance with RULE 111.

All sections of this form must be filled out completely for allowable on new and recompleted wells.

Fill out only Sections I, II, III, and VI for changes of owner, well name or number, or transporter, or other such change of condition.

Separate Forms C-104 must be filed for each pool in multiple completed wells.

Supersedes Old  
C-102 and C-103  
Effective 1-1-65

NEW MEXICO OIL CONSERVATION COMMISSION  
**RECEIVED**

NOV - 6 1978

**O. C. C.**

**SUNDRY NOTICES AND REPORTS ON WELLS & ARTESIA, OFFICE.**

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO RE-DRILL OR RE-LEASE TO A DIFFERENT RESERVE.)  
(SEE APPLICATION FOR PERMIT - 1030112-101 FOR SUCH PROPOSALS.)

|              |  |  |
|--------------|--|--|
| REGISTRATION |  |  |
| CLASS        |  |  |
| CLASS.       |  |  |
| FIELD OFFICE |  |  |
| OPERATOR     |  |  |

5a. Indicate Type of Lease **Fed**  
State  **X**

5. State Oil & Gas Lease No.

7. Unit Agreement Name  
**Empire Abo Unit**

8. Form of Lease Name  
**PAV "NK"**

9. Well No.  
**17**

10. Field and Pool, or Wildcat  
**Empire Abo**

12. County  
**Eddy**

1.  OIL WELL  GAS WELL  OTHER

2. Name of Operator  
**Atlantic Richfield Company**

3. Address of Operator  
**P. O. Box 129 Artesia, New Mexico 88210**

4. Location of Well  
UNIT LETTER **L**, **1920** FEET FROM THE **South** LINE AND **660** FEET FROM  
**West** LINE, SECTION **1**, TOWNSHIP **18S** RANGE **27E** NMPM.

15. Elevation (Show whether DF, RT, GR, etc.)  
**KB 3581'**

Check Appropriate Box To Indicate Nature of Notice, Report or Other Data  
NOTICE OF INTENTION TO:      SUBSEQUENT REPORT OF:

|   |   |   |   |
|---|---|---|---|
| <input type="checkbox"/> PERM REMEDIAL WORK     | <input type="checkbox"/> PLUG AND ABANDON | <input type="checkbox"/> REMEDIAL WORK              | <input type="checkbox"/> ALTERING CASING      |
| <input type="checkbox"/> TEMPORARILY ABANDON    | <input type="checkbox"/> CHANGE PLANS     | <input type="checkbox"/> COMMENCE DRILLING OPNS.    | <input type="checkbox"/> PLUG AND ABANDONMENT |
| <input type="checkbox"/> REPAIR OR ALTER CASING | <input type="checkbox"/>                  | <input type="checkbox"/> CASING TEST AND CEMENT JOB | <input type="checkbox"/>                      |
| <input type="checkbox"/> OTHER                  | <input type="checkbox"/>                  | OTHER _____   | <input type="checkbox"/>                      |

**Piping braden head to surface.**

17. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

**Piping braden head to surface.**

18. I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNED *D.H. Smith* TITLE Dist. Prod. Supervisor DATE 10-31-78

APPROVED BY *B.W. Weaver* TITLE Field Rep DATE 11-8-78

CONDITIONS OF APPROVAL, IF ANY:

|                  |     |   |
|------------------|-----|---|
| DISTRIBUTION     |     | 6 |
| SANTA FE         |     | 1 |
| FILE             |     | 1 |
| U.S.G.S.         |     |   |
| LAND OFFICE      |     |   |
| TRANSPORTER      | OIL | 1 |
|                  | GAS | 2 |
| OPERATOR         |     | 1 |
| PRORATION OFFICE |     |   |

NEW MEXICO OIL CONSERVATION COMMISSION  
**REQUEST FOR ALLOWABLE  
AND  
AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS**

Form C-104  
Supersedes Old C-104 and C-110  
Effective 1-1-65

**RECEIVED**

**MAR 14 1979**

|  |  |   |                 |
|--|--|---|-----------------|
| Operator                                     | ARCO Oil and Gas Company -<br>Division of Atlantic Richfield Company |   | O. C. C.        |
| Address                                      | P. O. Box 1710, Hobbs, New Mexico 88240                              |   | ARTESIA, OFFICE |
| Reason(s) for filing (Check proper box)      | Other (Please explain)   | Change in Operator Name effective: 4-1-79 |                 |
| New Well <input type="checkbox"/>            | Change in Transporter of:  | Dry Gas <input type="checkbox"/>          |                 |
| Recompletion <input type="checkbox"/>        | Oil <input type="checkbox"/>   | Condensate <input type="checkbox"/>       |                 |
| Change in Ownership <input type="checkbox"/> | Casinghead Gas <input type="checkbox"/>                              |   |                 |

If change of ownership give name and address of previous owner \_\_\_\_\_

**I. DESCRIPTION OF WELL AND LEASE**

|                     |          |                                |                                      |
|---------------------|----------|--------------------------------|--------------------------------------|
| Lease Name          | Well No. | Pool Name, including Formation | Kind of Lease                        |
| Empire Abo Unit "K" | 17       | Empire Abo                     | State, Federal or Fee <i>Federal</i> |
| Location            |          |                                |                                      |
| Unit Letter         |          | Feet From The                  | Line and                             |
| L                   | 1980     | South                          | 460 West                             |
| Line of Section     | Township | Range                          | County                               |
| 1                   | 18S      | 27E                            | Eddy                                 |

**II. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS**

|  |   |      |      |      |                            |                 |
|--|---|------|------|------|----------------------------|-----------------|
| Name of Authorized Transporter of Oil <input checked="" type="checkbox"/> or Condensate <input type="checkbox"/>         | Address (Give address to which approved copy of this form is to be sent)    |      |      |      |                            |                 |
| Amoco Pipeline Company   | 2300 Continental National Bank Bldg.<br>Ft. Worth, Texas 76102              |      |      |      |                            |                 |
| Name of Authorized Transporter of Casinghead Gas <input checked="" type="checkbox"/> or Dry Gas <input type="checkbox"/> | Address (Give address to which approved copy of this form is to be sent)    |      |      |      |                            |                 |
| Amoco Production Company<br>Phillips Petroleum Company   | P.O. Drawer A, Levelland, Texas 79338<br>4001 Penbrook, Odessa, Texas 79760 |      |      |      |                            |                 |
| If well produces oil or liquids, give location of tanks.   | Unit  | Sec. | Twp. | Rge. | Is gas actually connected? | When            |
|  | F   | 1    | 18   | 27   | yes                        | AMO & PP 9-3-60 |

If this production is commingled with that from any other lease or pool, give commingling order number: \_\_\_\_\_

**V. COMPLETION DATA**

|   |                             |                 |              |          |        |           |                   |              |  |
|---|-----------------------------|-----------------|--------------|----------|--------|-----------|-------------------|--------------|--|
| Designate Type of Completion - (X)          | Oil Well                    | Gas Well        | New Well     | Workover | Deepen | Plug Back | Same Res'v.       | Diff. Res'v. |  |
| No Change                                   |                             |                 |              |          |        |           |                   |              |  |
| Date Spudded                                | Date Compl. Ready to Prod.  | Total Depth     | P.B.T.D.     |          |        |           |                   |              |  |
| No Change                                   |                             |                 |              |          |        |           |                   |              |  |
| Pool  | Name of Producing Formation | Top Oil/Gas Pay | Tubing Depth |          |        |           |                   |              |  |
|   |                             |                 |              |          |        |           |                   |              |  |
| Perforations                                |                             |                 |              |          |        |           | Depth Casing Shoe |              |  |
| <b>TUBING, CASING, AND CEMENTING RECORD</b> |                             |                 |              |          |        |           |                   |              |  |
| HOLE SIZE                                   | CASING & TUBING SIZE        | DEPTH SET       | SACKS CEMENT |          |        |           |                   |              |  |
|   |                             |                 |              |          |        |           |                   |              |  |
|   |                             |                 |              |          |        |           |                   |              |  |

**V. TEST DATA AND REQUEST FOR ALLOWABLE OIL WELL**

(Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours)

|                                 |                 |   |            |
|---------------------------------|-----------------|---|------------|
| Date First New Oil Run To Tanks | Date of Test    | Producing Method (Flow, pump, gas lift, etc.) |            |
| No Change                       |                 |   |            |
| Length of Test                  | Tubing Pressure | Casing Pressure                               | Choke Size |
|                                 |                 |   |            |
| Actual Prod. During Test        | Oil - Bbls.     | Water - Bbls.                                 | Gas - MCF  |
|                                 |                 |   |            |

**GAS WELL**

|                                  |                 |                       |                       |
|----------------------------------|-----------------|-----------------------|-----------------------|
| Actual Prod. Test - MCF/D        | Length of Test  | Bbls. Condensate/MMCF | Gravity of Condensate |
|                                  |                 |                       |                       |
| Testing Method (pitot, back pr.) | Tubing Pressure | Casing Pressure       | Choke Size            |
|                                  |                 |                       |                       |

**VI. CERTIFICATE OF COMPLIANCE**

I hereby certify that the rules and regulations of the Oil Conservation Commission have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

OIL CONSERVATION COMMISSION

APR 09 1979

APPROVED

BY

*W. A. Gressitt*



*George V. Parks*

(Signature)

District Prod & Drlg Supt.

(Title)

3-7-79

(Date)

TITLE SUPERVISOR, DISTRICT II

This form is to be filed in compliance with RULE 1104.

If this is a request for allowable for a newly drilled or deepened well, this form must be accompanied by a tabulation of the deviation tests taken on the well in accordance with RULE 111.

All sections of this form must be filled out completely for allowable on new and recompleted wells.

Fill out Sections I, II, III, and VI only for changes of owner, well name or number, or transporter, or other such change of condition.

Separate Forms C-104 must be filed for each pool in multiply

C/S  
LT  
5/1/94

District I  
PO Box 1900, Hobbs, NM 88241-1900  
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-104  
Revised February 10, 1994  
Instructions on back  
Submit to Appropriate District Office  
5 Copies

AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

|   |                                      |   |  |
|---|--------------------------------------|---|--|
| Operator name and Address<br>ARCO Permian<br>A Unit of Atlantic Richfield Co.<br>P.O. Box 1710<br>Hobbs, NM 88240 |                                      | OGRID Number<br>000990                  |  |
|   |                                      | Reason for Filing Code<br>JUL 1 1994 CH |  |
| API Number<br>30 - 015 - 00703  | Pool Name<br>Empire ABO              | Pool Code<br>22040                      |  |
| Property Code<br>C01474   | Property Name<br>Empire ABO Unit "K" | Well Number<br>17                       |  |

II. Surface Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South Line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| L             | 1       | 18S      | 27E   |         | 1980          | S                | 660           | W              | Eddy   |

Bottom Hole Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
|               |         |          |       |         |               |                  |               |                |        |

|               |                            |                     |                     |                      |                       |
|---------------|----------------------------|---------------------|---------------------|----------------------|-----------------------|
| Lea Code<br>F | Producing Method Code<br>F | Gas Connection Date | C-129 Permit Number | C-129 Effective Date | C-129 Expiration Date |
|---------------|----------------------------|---------------------|---------------------|----------------------|-----------------------|

III. Oil and Gas Transporters

| Transporter OGRID | Transporter Name and Address                           | POD     | O/G | POD ULSTR Location and Description |
|-------------------|--|---------|-----|------------------------------------|
| 000734            | AMOCO Pipeline<br>502 NW Avenue<br>Levelland, TX 79336 | 2811057 | O   | D-10<br>FT-18S-27E                 |
| 000756            | AMOCO Production Co.<br>P.O. Box 68<br>Hobbs, NM 88240 | 2811047 | G   | F-1"18S-27E                        |
| 009171            | GPM Gas Corp.<br>4001 Penbrook<br>Odessa, TX 79760     | 2811047 | G   | "                                  |

IV. Produced Water

|     |                                    |
|-----|------------------------------------|
| POD | POD ULSTR Location and Description |
|-----|------------------------------------|

V. Well Completion Data

| Spud Date | Ready Date           | TD        | PSTD         | Perforations |
|-----------|----------------------|-----------|--------------|--------------|
|           |                      |           |              |              |
| Hole Size | Casing & Tubing Size | Depth Set | Sacks Cement |              |
|           |                      |           |              |              |
|           |                      |           |              |              |

VI. Well Test Data

| Date New Oil | Gas Delivery Date | Test Date | Test Length | Tbg. Pressure | Cap. Pressure |
|--------------|-------------------|-----------|-------------|---------------|---------------|
|              |                   |           |             |               |               |
| Choke Size   | Oil               | Water     | Gas         | AOF           | Test Method   |
|              |                   |           |             |               |               |

I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

OIL CONSERVATION DIVISION

|  |                     |                                      |  |
|--|---------------------|--------------------------------------|--|
| Signature: <i>Kellie D. Murrish</i>  |                     | Approved by: SUPERVISOR, DISTRICT II |  |
| Printed name: Kellie D. Murrish  |                     | Title:                               |  |
| Title: Records Clerk II  |                     | Approval Date: JUN 6 1994            |  |
| Date: 6-1-94   | Phone: 505-391-1649 |                                      |  |
| * If this is a change of operator fill in the OGRID number and name of the previous operator |                     |                                      |  |
| Previous Operator Signature  |                     | Printed Name                         |  |
|  |                     | Title                                |  |
|  |                     | Date                                 |  |

Form 3160-5  
(June 1990)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT - " for such proposals

NM OIL CONS COMMISSION *clsf*  
Drawer DD FORM APPROVED  
Artesia, NM 88210 Bureau No. 1004-0135  
Expires: March 31, 1993

5. Lease Designation and Serial No.  
**LC-062412 NM 055737**

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.  
**EMPIRE ABO UNIT "K" # 17**

9. API Well No.  
**30-015-00703**

10. Field and Pool, or exploratory Area  
**EMPIRE ABO**

11. County or Parish, State  
**EDDY NM**

SUBMIT IN TRIPLICATE

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
**ARCO Permian**

3. Address and Telephone No.  
**P.O. BOX 1610, MIDLAND, TX 79702 915 688-5672**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
**1980 FSL & 660 FWL (UNIT LETTER L)**  
**1-18S-27E**

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION  |
|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Abandonment                                |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Recompletion                               |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Plugging Back                              |
|  | <input type="checkbox"/> Casing Repair                              |
|  | <input type="checkbox"/> Altering Casing                            |
|  | <input checked="" type="checkbox"/> Other <b>ADD HORIZONTAL EXT</b> |
|  | <input type="checkbox"/> Change of Plans                            |
|  | <input type="checkbox"/> New Construction                           |
|  | <input type="checkbox"/> Non-Routine Fracturing                     |
|  | <input type="checkbox"/> Water Shut-Off                             |
|  | <input type="checkbox"/> Conversion to Injection                    |
|  | <input type="checkbox"/> Dispose Water                              |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

PROPOSE TO ADD HORIZONTAL DRAINHOLE AS FOLLOWS:

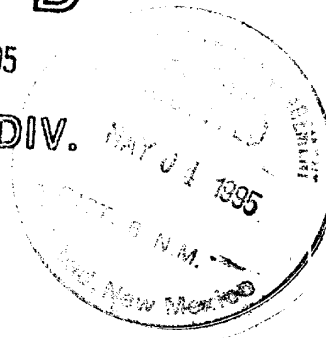
1. POH W/PROD CA.
2. SET RETRIEVABLE WHIPSTOCK.
3. SIDETRACK & DRILL 250' RADIUS CURVE.
4. DRILL 1000' HORIZONTAL LATERAL.
5. RETRIEVE WHIPSTOCK.
6. RIH W/PROD CA.

RECEIVED

MAY - 9 1995

OIL CON. DIV.  
DIST. 2

subject to  
Like Approval  
by State (CC)



14. I hereby certify that the foregoing is true and correct

Signed Ken W Gosnell

Title AGENT

Date 05-03-95

(This space for Federal or State office use)

Approved by (ORIG. SCD.) JOE G. LARA

Title PETROLEUM ENGINEER

Date 5/5/95

Conditions of approval, if any:

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 representations as to any matter within its jurisdiction.

\* See instruction on Reverse Side

## HORIZONTAL SIDETRACK PROCEDURE

DATE: May 1, 1995

WELL: Empire Abo #K-17 DRILLED: 1959 FIELD: Empire Abo COUNTY: Eddy, NM

BY: P.N. Drennon TD: 6,137' PBD: 6,101' DATUM: 12' KB

| CASING:  | SIZE   | WEIGHT | GRADE | SET @  | SX CMT | TOC       |
|----------|--------|--------|-------|--------|--------|-----------|
| SURFACE: | 8 5/8" | 24#    | J-55  | 1,470' | 750    | surf-circ |
| PROD:    | 5 1/2" | 14#    | J-55  | 6,137' | 1,000  | surf-circ |

PERFORATIONS: Open perms: Abo 6,040'-6,080'

HISTORY AND BACKGROUND: Drilled in 1959, completed as a flowing oil well from the Abo.

SCOPE OF WORK: Set retrievable whipstock, sidetrack and drill 250' radius build curve, 1,000' horizontal lateral, retrieve whipstock, complete as flowing/pumping well from existing Abo perms and new horizontal lateral.

TARGET INFORMATION:

|                       |  |
|-----------------------|--|
| Whipstock Depth:      | 5,810'   |
| Kickoff Point:        | Same as above  |
| Azimuth:              | E (90°)  |
| Target Depth:         | 6,060'   |
| Planned Displacement: | Total 1,250'   |
| Surface Location:     | 1,980' FSL, 660' FWL, Sec. 1, T-18-S, R-27-E, Eddy Co., N.M. |

### PROCEDURE

1. MIRU PU, pump, swivel, pits. Install H<sub>2</sub>S safety equipment. Pull rods and pump, warehouse same. ND tree, NU BOPE. Pull tubing, LD and warehouse.
2. PU 4 3/4" bit and scraper, 10 3-1/2" DC, 2 7/8" AOH DP, TIH to PBTD 6,101, circulate @ TD if necessary. RU & run gyro multi-shot survey via DP. RD survey equipment, TOOHL, LD bit and scraper.
3. GIH w/ packer and set in vicinity of 5,800'.
4. Test casing and stack to 750 psig.
5. PU anchor, whipstock assembly w/ starter mill, BHA, TIH, hydraulically set anchor @ 5,810'.

**Note: Oriented assembly, azimuth E (compass 90°) per O/A Engineer (Gary Smallwood).**

6. Shear off whipstock assembly w/ starter mill. Mill out casing and shear bolt assembly to start window, use Abo produced water for circulation. Use polymer additions for additional lift if necessary.
7. TOOHL, LD starter mill, PU window mill, 1 jt S-135 AOH DP, BHA, TIH.
8. Finish cutting window, drill out into open hole, circulate clean.
9. TOOHL, LD window mill and inspect for proper wear. PU window mill, watermelon mill, BHA.

**Note: Air/foam package to be on location at this point.**

10. TIH, clean and dress window, drill 8-10' formation, circulate clean.

11. TOO, LD window and watermelon mills, check for proper wear. PU 4 3/4" drag bit, bent housing motor, bent sub, non-mag DC, 2 7/8" 8.7# PH-6 tbg DC's (minimum 2 DC's in casing @ TD of build curve), TIH.
12. Displace hole w/ stiff foam (expect 700-800 SCF/min w/ 1.75 BPM water w/ 8-10 gal/1000 foamer).
13. RU wet connect, steering tool, land same, drill build curve, plan to drill 23°/100' build rate (radius 250') to max angle of 87°- 90°- from vertical.
14. RD steering tool/wet connect, TOO, LD build motor, PU packer on DP, TIH, set packer @ ±5,700'.
15. Open by-pass, jet via DP to kick-off and test production from build curve. If necessary, polymer squeeze build curve to shut off excess gas production.
16. TOO, LD packer, PU 4 3/4" bit, hold motor, Monel DC, 2 7/8" tbg. DC's (minimum 9 DC's in casing @ TD), DP, TIH, RU wet connect, steering tool, land same drill lateral ±1,000' due East. All drilling done w/ stiff foam.
17. TOO, LD BHA, PU tbg to go to end of lateral, DP, TIH.
18. Stage in and blow hole w/ air to unload foam, @ EOC blow hole dry, load to kill w/ produced water, TOO.
19. PU CA and production tubing, TIH.
20. Swab to KO well, test.
21. Kill well w/ produced water, TOO w/ CA.
22. PU die collar, 4 3 1/2" DC, tubing, TIH, latch and release packer stock, TOO, LD packer stock, die collar, DC's.
23. TIH w/ CA and production tubing.
24. Swab to KO well, test.
25. If recommended, TIH to EOL w/ 1 1/4" coil tubing, spot 15% HCl w/ adds throughout lateral, POOH w/ coil tubing.
26. Swab to KO well, test.
27. TOPS

---

P. N. Drennon

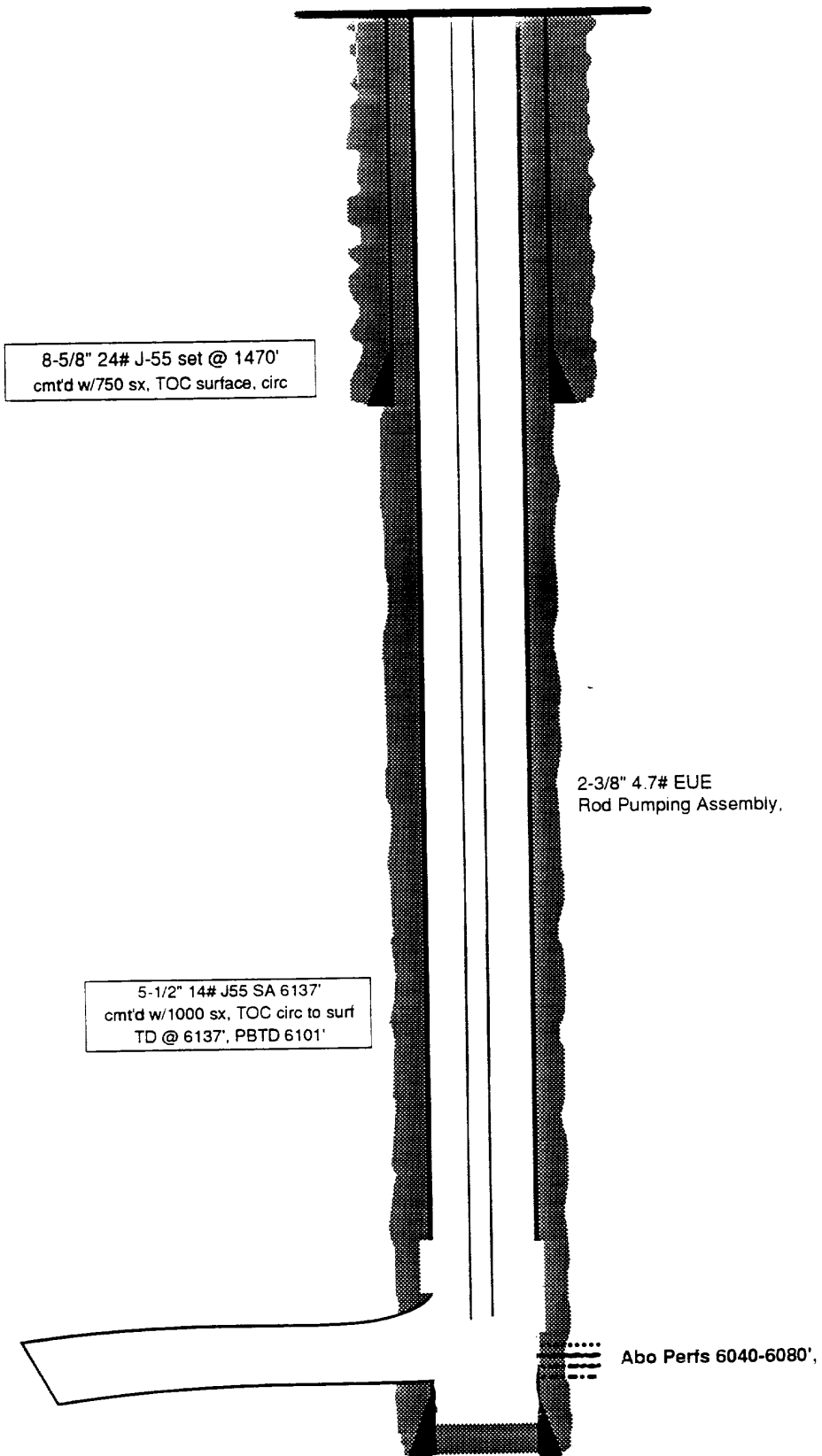
---

J. E. Shields

**EMPIRE ABO K-17**

Proposed Status

Drilled 1959



8-5/8" 24# J-55 set @ 1470'  
cmt'd w/750 sx, TOC surface, circ

5-1/2" 14# J55 SA 6137'  
cmt'd w/1000 sx, TOC circ to surf  
TD @ 6137', PBTD 6101'

2-3/8" 4.7# EUE  
Rod Pumping Assembly.

Abo Perfs 6040-6080',

CUB

disf

Form 3160-5  
(June 1990)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

Drawer DD

Artesia, NM 88210

FOR APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT - " for such proposals

5. Lease Designation and Serial No.  
LC-062412

6. If Indian, Alottee or Tribe Name

7. If Unit or CA, Agreement Designation  
8910138010

8. Well Name and No.  
EMPIRE ABO UNIT K-17

9. API Well No.  
30-015-00703

10. Field and Pool, or exploratory Area  
EMPIRE ABO

11. County or Parish, State  
EDDY NM

SUBMIT IN TRIPLICATE

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
ARCO Permian

3. Address and Telephone No.  
P.O. Box 1710 Hobbs, N.M. 88240 505-391-1649

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
1980' FSL & 660' FWL, Unit Letter L  
Sec. 1, T18S, R27E

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION   |
|---|--|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Abandonment                         |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Recompletion                        |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Plugging Back                       |
|   | <input type="checkbox"/> Casing Repair                       |
|   | <input type="checkbox"/> Altering Casing                     |
|   | <input checked="" type="checkbox"/> Other ACIDIZE HORIZONTAL |
|   | <input type="checkbox"/> Change of Plans                     |
|   | <input type="checkbox"/> New Construction                    |
|   | <input type="checkbox"/> Non-Routine Fracturing              |
|   | <input type="checkbox"/> Water Shut-Off                      |
|   | <input type="checkbox"/> Converts on to Injection            |
|   | <input type="checkbox"/> Dispose Water                       |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

TD: 6137' PBD: 6101' PERFS: 6040-6080' CIBP ABOVE PERFS @ 5823'. WHIPSTOCK @ 5782'.  
TOP OF WINDOWS @ 5797', BOTTOM OF WINDOW @ 5803'. HORIZONTAL 5800-7705'

06/21/95: ACIDIZE HORIZONTAL EXTENTION 5800-7705 W/2500 GALS 15% NEFE ACID AND 2500 GALS  
CONDENSATE. DISPLACED ACID/CONDENSATE WHILE MOVING C.T. ALONG HORIZONTAL. FLUSH W/20 BPW.

RECEIVED

SEP 12 1995

OIL CON. DIV.  
DIST. 2

ACCEPTED FOR RECORD  
J. Lara  
8 1995

RECEIVED  
AUG 16 10 58 AM '95

RECEIVED

14. I hereby certify that the foregoing is true and correct

Signed Karen D. Murrell Title Administrative Assistant Date 8/15/95

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Conditions of approval, if any:

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 representations as to any matter within its jurisdiction.

\* See Instruction on Reverse Side



## GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations, and reports of such operations when completed, as indicated, on Federal and Indian lands pursuant to applicable Federal law and regulations, and, if approved or accepted by any State, on all lands in such State, pursuant to applicable State law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office.

## SPECIFIC INSTRUCTIONS

**Item 4** - If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local State or Federal office for specific instructions.

**Item 13** - Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by local Federal and/or State offices. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones, or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to top of any left in the hole; method of closing top of well; and date well site conditioned for final inspection looking to approval of the abandonment.

## NOTICE

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

**AUTHORITY:** 30 U.S.C. 181 et seq., 351 et. seq., 25 U.S.C. et. seq.; 43 CFR 3160.

**PRINCIPAL PURPOSE** - The information is to be used to evaluate, when appropriate, approve applications, and report completion of secondary well operation, on a Federal or Indian lease.

### ROUTINE USES:

- (1) Evaluate the equipment and procedures used during the proposed or completed subsequent well operations.
- (2) Request and grant approval to perform those actions covered by 43 CFR 3162.3-2(2).
- (3) Analyze future applications to drill or modify operations in light of data obtained and methods used.
- (4)(5) Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions.

**EFFECT OF NOT PROVIDING INFORMATION** - Filing of this notice and report and disclosure of the information is mandatory once an oil or gas well is drilled.

The Paperwork Reduction Act of 1980 (44 U.S.C. 3501 et seq.) requires us to inform you that:

This information is being collected in order to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

This information will be used to report subsequent operations once work is completed and when requested, to obtain approval for subsequent operations not previously authorized.

Response to this request is mandatory only for the specific types of activities specified in 43 CFR Part 3160.

## BURDEN HOURS STATEMENT

Public reporting burden for this form is estimated to average 25 minutes per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management, (Alternate) Bureau Clearance Officer, (WO-771), 18 and C Streets, N.W., Washington, D.C. 20240, and the Office of Management and Budget, Paperwork Reduction Project (1004-0135), Washington, D.C. 20503.

Form 3160-5  
(June 1990)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT - " for such proposals

CLSF

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

5. Lease Designation and Serial No.

LC-062412 NW 0557371

6. If Indian, Allottee or Tribe Name

7. If Unit or CA. Agreement Designation

8. Well Name and No.  
EMPIRE ABC UNIT "K" 17

9. API Well No.  
30-015-00703

10. Field and Pool, or exploratory Area  
EMPIRE ABC

11. County or Parish, State  
EDDY NM

SUBMIT IN TRIPLICATE

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
ARCO Permian

3. Address and Telephone No.  
P.O. BOX 1610, MIDLAND, TX 79702 915 688-5672

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
1980 FSL & 660 FWL (UNIT LETTER L)

1-18S-27E

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION  |
|---|---|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Abandonment                                |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Recompletion                               |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Plugging Back                              |
|   | <input type="checkbox"/> Casing Repair                              |
|   | <input type="checkbox"/> Altering Casing                            |
|   | <input checked="" type="checkbox"/> Other <b>ADD HORIZONTAL EXT</b> |
|   | <input type="checkbox"/> Change of Plans                            |
|   | <input type="checkbox"/> New Construction                           |
|   | <input type="checkbox"/> Non-Routine Fracturing                     |
|   | <input type="checkbox"/> Water Shut-Off                             |
|   | <input type="checkbox"/> Conversion to Injection                    |
|   | <input type="checkbox"/> Dispose Water                              |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

05-22-95. RUPU. POH W/PROD CA. RIH W/4 3/4 BIT TO 6099 PBD. SET CIBP AT 5830. RIH W/WHIPSTOCK. RAN GYRO SURVEY F/SURF-5798. SET WHIPSTOCK PKR ASSEMBLY AT 5812. CUT 6' WINDOW IN 5 1/2 CSG(5797-5803). DIRECTIONAL DRILLED TO 7705 MD. **RECEIVED** RIH W/PROD CA:2 3/8 TBG & PKR TO 5906. PKR SET AT 5772. RDPU 06-13-95

DEC 18 1995

ACCEPTED OIL CON. DIV.  
DIST. 2  
DEC 14  
*J. Lora*

14. I hereby certify that the foregoing is true and correct

Signed *Kenneth Gosnell*

Title **AGENT**

Date **11-16-95**

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Conditions of approval, if any:

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 representations as to any matter within its jurisdiction.

\* See instruction on Reverse Side

-----  
 ===== EAGLE DIRECTIONAL SERVICES, INC =====  
 -----

Date: 6/8/1995 Time: 7:28: 6

PAGE: 1

Filename: "ARCO.SRV" Description: "ARCO PERMIAN EMPIRE ABO UNIT K17 RE-ENTRY  
 HORIZONTAL WELL NW/4 SW/4 SEC 1 T18S R27E EDDY COUNTY, NEW MEXICO  
 "

Target Coordinates: 23.6 N 1064.3 E Target TVD: 6048.600  
 Using Minimum Curvature Method.

| S<br># | MEASURED<br>DEPTH<br>(feet) | DRIFT<br>ANGLE<br>(deg) | DRIFT<br>DIRECTION<br>(deg) | COURSE<br>LENGTH<br>(feet) | TRUE                        |                               | RECTANGULAR<br>--- COORDINATES<br>(feet) | DOGLEG<br>-SEVERITY<br>DG/100FT |
|--------|-----------------------------|-------------------------|-----------------------------|----------------------------|-----------------------------|-------------------------------|--|---------------------------------|
|        |                             |                         |                             |                            | VERTICAL<br>DEPTH<br>(feet) | VERTICAL<br>SECTION<br>(feet) |  |                                 |
| 0      | 5700.0                      | 5.15                    | 346.670                     | 0.0                        | 5689.8                      | 0.0                           | 210.9 N 168.9 W                          | 0.00                            |
| 1      | 5798.0                      | 4.73                    | 350.130                     | 98.0                       | 5787.5                      | -165.7                        | 219.2 N 170.6 W                          | 0.53                            |
| 2      | 5828.0                      | 8.60                    | 48.200                      | 30.0                       | 5817.3                      | -164.2                        | 221.9 N 169.1 W                          | 24.31                           |
| 3      | 5857.0                      | 17.10                   | 64.500                      | 29.0                       | 5845.6                      | -158.6                        | 225.2 N 163.7 W                          | 31.59                           |
| 4      | 5887.0                      | 23.60                   | 76.700                      | 30.0                       | 5873.7                      | -148.7                        | 228.5 N 153.8 W                          | 25.77                           |
| 5      | 5918.0                      | 27.90                   | 93.300                      | 31.0                       | 5901.6                      | -135.4                        | 229.5 N 140.5 W                          | 26.96                           |
| 6      | 5948.0                      | 33.70                   | 97.900                      | 30.0                       | 5927.4                      | -120.2                        | 228.0 N 125.3 W                          | 20.85                           |
| 7      | 5979.0                      | 42.70                   | 97.000                      | 31.0                       | 5951.7                      | -101.2                        | 225.5 N 106.3 W                          | 29.09                           |
| 8      | 6011.0                      | 51.40                   | 95.200                      | 32.0                       | 5973.5                      | -78.0                         | 223.0 N 83.0 W                           | 27.50                           |
| 9      | 6043.0                      | 59.60                   | 96.100                      | 32.0                       | 5991.6                      | -51.9                         | 220.4 N 56.8 W                           | 25.73                           |
| 10     | 6074.0                      | 58.70                   | 97.300                      | 31.0                       | 6007.5                      | -25.5                         | 217.3 N 30.3 W                           | 4.41                            |
| 11     | 6106.0                      | 64.20                   | 100.300                     | 32.0                       | 6022.8                      | 2.1                           | 213.0 N 2.6 W                            | 19.06                           |
| 12     | 6136.0                      | 69.40                   | 105.500                     | 30.0                       | 6034.6                      | 28.8                          | 206.8 N 24.3 E                           | 23.54                           |
| 13     | 6167.0                      | 76.70                   | 106.200                     | 31.0                       | 6043.7                      | 57.2                          | 198.7 N 52.8 E                           | 23.65                           |
| 14     | 6198.0                      | 84.00                   | 104.500                     | 31.0                       | 6048.9                      | 86.4                          | 190.7 N 82.2 E                           | 24.16                           |
| 15     | 6230.0                      | 87.00                   | 103.700                     | 32.0                       | 6051.4                      | 117.2                         | 182.9 N 113.2 E                          | 9.70                            |
| 16     | 6262.0                      | 87.70                   | 103.200                     | 32.0                       | 6052.8                      | 148.1                         | 175.5 N 144.2 E                          | 2.69                            |
| 17     | 6293.0                      | 87.80                   | 103.700                     | 31.0                       | 6054.1                      | 178.1                         | 168.2 N 174.4 E                          | 1.64                            |
| 18     | 6323.0                      | 88.10                   | 104.700                     | 30.0                       | 6055.1                      | 207.0                         | 160.9 N 203.4 E                          | 3.48                            |
| 19     | 6355.0                      | 87.80                   | 105.200                     | 32.0                       | 6056.3                      | 237.7                         | 152.6 N 234.3 E                          | 1.82                            |
| 20     | 6387.0                      | 86.10                   | 103.100                     | 32.0                       | 6058.0                      | 268.5                         | 144.8 N 265.3 E                          | 8.44                            |
| 21     | 6418.0                      | 86.00                   | 103.200                     | 31.0                       | 6060.1                      | 298.4                         | 137.8 N 295.4 E                          | 0.46                            |
| 22     | 6450.0                      | 85.70                   | 103.200                     | 32.0                       | 6062.4                      | 329.3                         | 130.5 N 326.5 E                          | 0.94                            |
| 23     | 6481.0                      | 85.70                   | 103.300                     | 31.0                       | 6064.8                      | 359.2                         | 123.4 N 356.6 E                          | 0.32                            |
| 24     | 6512.0                      | 87.20                   | 101.700                     | 31.0                       | 6066.7                      | 389.3                         | 116.7 N 386.8 E                          | 7.07                            |
| 25     | 6544.0                      | 87.00                   | 101.000                     | 32.0                       | 6068.3                      | 420.5                         | 110.4 N 418.1 E                          | 2.27                            |
| 26     | 6574.0                      | 86.50                   | 100.800                     | 30.0                       | 6070.0                      | 449.8                         | 104.8 N 447.5 E                          | 1.79                            |
| 27     | 6604.0                      | 86.50                   | 100.900                     | 30.0                       | 6071.8                      | 479.0                         | 99.1 N 477.0 E                           | 0.33                            |
| 28     | 6636.0                      | 88.00                   | 99.300                      | 32.0                       | 6073.4                      | 510.4                         | 93.5 N 508.4 E                           | 6.85                            |
| 29     | 6666.0                      | 87.70                   | 99.000                      | 30.0                       | 6074.5                      | 539.9                         | 88.8 N 538.0 E                           | 1.41                            |
| 30     | 6697.0                      | 87.40                   | 99.200                      | 31.0                       | 6075.8                      | 570.3                         | 83.9 N 568.6 E                           | 1.16                            |
| 31     | 6758.0                      | 88.10                   | 99.400                      | 61.0                       | 6078.2                      | 630.2                         | 74.0 N 628.7 E                           | 1.19                            |
| 32     | 6819.0                      | 88.10                   | 100.200                     | 61.0                       | 6080.2                      | 690.1                         | 63.6 N 688.8 E                           | 1.31                            |
| 33     | 6848.0                      | 87.90                   | 100.300                     | 29.0                       | 6081.2                      | 718.5                         | 58.5 N 717.3 E                           | 0.77                            |
| 34     | 6909.0                      | 88.80                   | 98.400                      | 61.0                       | 6083.0                      | 778.4                         | 48.6 N 777.5 E                           | 3.45                            |
| 35     | 6939.0                      | 88.50                   | 98.500                      | 30.0                       | 6083.7                      | 808.0                         | 44.2 N 807.2 E                           | 1.05                            |

| S #                                | MEASURED DEPTH (feet) | DRIFT ANGLE (deg) | DRIFT DIRECTION (deg) | COURSE LENGTH (feet) | TRUE VERTICAL DEPTH (feet) | VERTICAL SECTION (feet) | RECTANGULAR COORDINATES (feet) | DOGLEG SEVERITY DG/100FT |
|------------------------------------|-----------------------|-------------------|-----------------------|----------------------|----------------------------|-------------------------|--------------------------------|--------------------------|
| 36                                 | 7001.0                | 89.60             | 98.300                | 62.0                 | 6084.7                     | 869.1                   | 35.1 N 868.5 E                 | 1.80                     |
| 37                                 | 7062.0                | 86.60             | 95.700                | 61.0                 | 6086.8                     | 929.4                   | 27.7 N 929.0 E                 | 6.51                     |
| 38                                 | 7152.0                | 89.80             | 96.500                | 90.0                 | 6089.6                     | 1018.6                  | 18.1 N 1018.4 E                | 3.66                     |
| 39                                 | 7214.0                | 91.30             | 96.300                | 62.0                 | 6089.0                     | 1080.0                  | 11.2 N 1080.0 E                | 2.44                     |
| 40                                 | 7276.0                | 92.40             | 96.100                | 62.0                 | 6087.0                     | 1141.5                  | 4.5 N 1141.6 E                 | 1.80                     |
| 41                                 | 7336.0                | 92.60             | 96.500                | 60.0                 | 6084.4                     | 1200.9                  | 2.1 S 1201.2 E                 | 0.74                     |
| 42                                 | 7362.0                | 92.90             | 96.400                | 26.0                 | 6083.1                     | 1226.6                  | 5.0 S 1227.0 E                 | 1.22                     |
| 43                                 | 7427.0                | 92.20             | 97.100                | 65.0                 | 6080.2                     | 1290.9                  | 12.6 S 1291.5 E                | 1.52                     |
| 44                                 | 7458.0                | 90.00             | 97.600                | 31.0                 | 6079.6                     | 1321.6                  | 16.6 S 1322.3 E                | 7.28                     |
| 45                                 | 7520.0                | 88.30             | 97.700                | 62.0                 | 6080.6                     | 1382.8                  | 24.8 S 1383.7 E                | 2.75                     |
| 46                                 | 7583.0                | 87.10             | 98.100                | 63.0                 | 6083.1                     | 1444.9                  | 33.5 S 1446.0 E                | 2.01                     |
| 47                                 | 7641.0                | 86.40             | 98.500                | 58.0                 | 6086.4                     | 1502.0                  | 41.8 S 1503.3 E                | 1.39                     |
| 48                                 | 7672.0                | 85.80             | 98.900                | 31.0                 | 6088.5                     | 1532.5                  | 46.5 S 1533.9 E                | 2.32                     |
| --- Survey #49 is Projected to TD! |                       |                   |                       |                      |                            |                         |                                |                          |
| 49                                 | 7705.0                | 85.20             | 98.900                | 33.0                 | 6091.1                     | 1564.9                  | 51.6 S 1566.4 E                | 1.82                     |
| --- Final Closure Direction:       |                       |                   |                       | 91.887               |                            |                         |                                |                          |
| --- Final Closure Distance:        |                       |                   |                       | 1567.266 feet        |                            |                         |                                |                          |

SCIENTIFIC DRILLING INTERNATIONAL  
MIDLAND, TEXAS

Finder Survey  
for

ARCO OIL & GAS COMPANY  
MIDLAND, TEXAS

Job Number : 32F0595215  
Well Number : EMPIRE ABO "K" NO. 17  
Site Location : EDDY COUNTY, NEW MEXICO  
Latitude : 32.750  
Survey Date(s) : 24-MAY-95  
S.D.C. personnel : GARY DESPAIN  
Calculation Method : Minimum Curvature  
Survey Depth Zero : RKB  
Proposal Direction : 99.000  
Depth Unit : Feet

Comments :

Inrun Survey  
ARCO OIL & GAS COMPANY

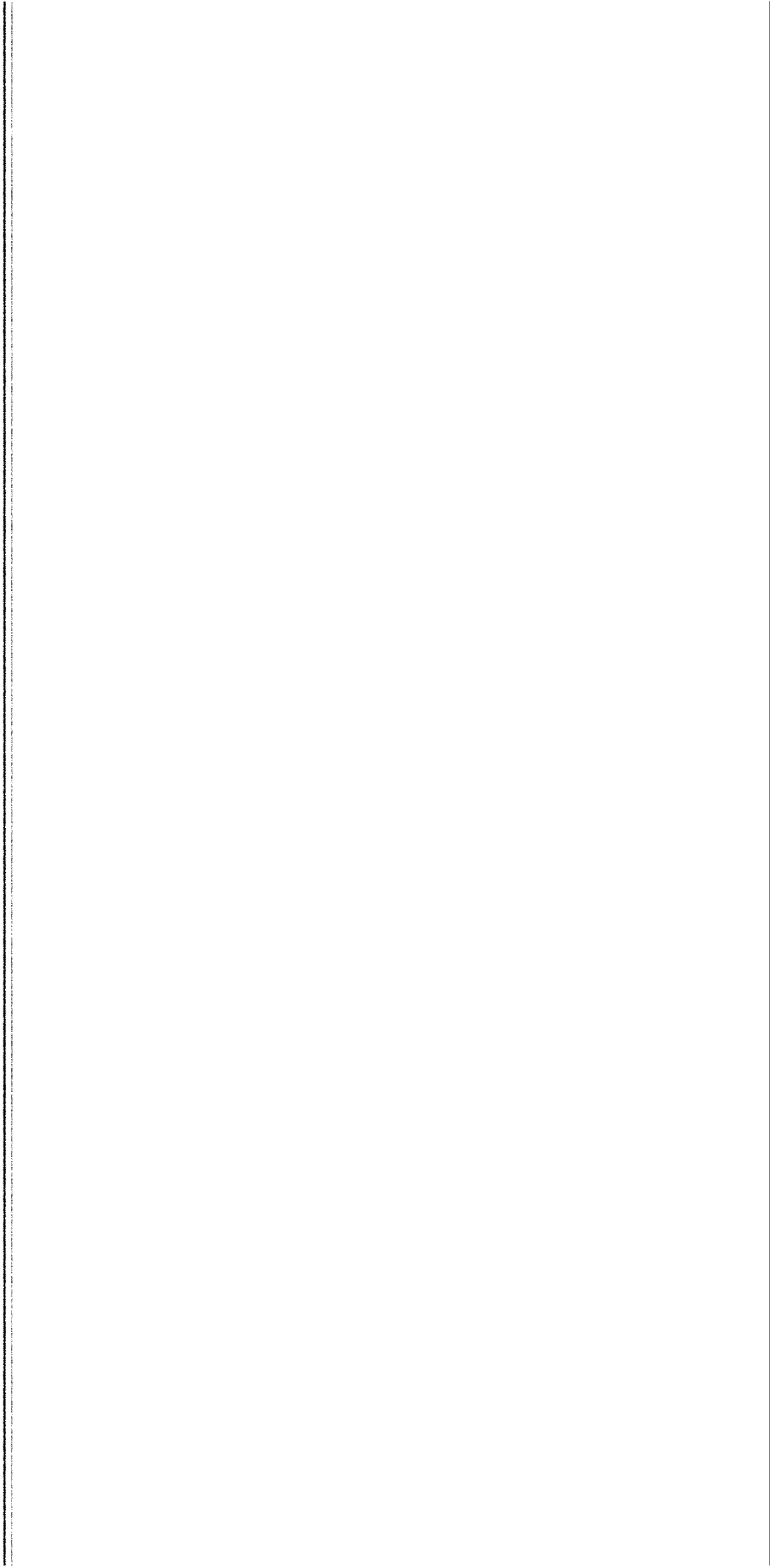
page 1

Well number : EMPIRE ABO "K" NO.

Date : 24-MAY-95

| Measured<br>Depth | Vertical<br>Depth | Vert.<br>Section | Inc<br>Deg | Azimuth<br>Deg | Coordinates |           | D-leg<br>/100ft |
|-------------------|-------------------|------------------|------------|----------------|-------------|-----------|-----------------|
|                   |                   |                  |            |                | Latitude    | Departure |                 |
| 0.0               | 0.00              | 0.0              | 0.00       | 0.00           | 0.00        | 0.00      | 0.00            |
| 100.0             | 100.00            | -0.1             | 0.26       | 336.94         | 0.21        | -0.09     | 0.26            |
| 200.0             | 200.00            | -0.3             | 0.24       | 338.11         | 0.61        | -0.26     | 0.02            |
| 300.0             | 300.00            | -0.6             | 0.31       | 329.92         | 1.04        | -0.47     | 0.08            |
| 400.0             | 400.00            | -1.1             | 0.41       | 315.24         | 1.53        | -0.86     | 0.14            |
| 500.0             | 499.99            | -1.7             | 0.48       | 316.06         | 2.08        | -1.40     | 0.07            |
| 600.0             | 599.99            | -2.5             | 0.60       | 308.21         | 2.71        | -2.10     | 0.14            |
| 700.0             | 699.98            | -3.6             | 0.77       | 290.57         | 3.27        | -3.14     | 0.27            |
| 800.0             | 799.97            | -5.1             | 1.00       | 281.40         | 3.68        | -4.63     | 0.27            |
| 900.0             | 899.94            | -7.3             | 1.47       | 287.75         | 4.24        | -6.70     | 0.49            |
| 1000.0            | 999.90            | -10.0            | 1.75       | 293.11         | 5.23        | -9.33     | 0.32            |
| 1100.0            | 1099.86           | -12.9            | 1.76       | 300.33         | 6.61        | -12.06    | 0.22            |
| 1200.0            | 1199.81           | -15.8            | 1.82       | 301.42         | 8.21        | -14.74    | 0.07            |
| 1300.0            | 1299.76           | -18.7            | 1.84       | 305.46         | 9.97        | -17.40    | 0.13            |
| 1400.0            | 1399.71           | -21.6            | 1.85       | 307.40         | 11.88       | -19.99    | 0.06            |
| 1500.0            | 1499.66           | -24.4            | 1.86       | 309.17         | 13.89       | -22.53    | 0.06            |
| 1600.0            | 1599.60           | -27.2            | 1.84       | 309.49         | 15.93       | -25.03    | 0.02            |
| 1700.0            | 1699.55           | -30.0            | 1.85       | 306.69         | 17.92       | -27.56    | 0.09            |
| 1800.0            | 1799.50           | -32.9            | 1.90       | 305.11         | 19.84       | -30.21    | 0.07            |
| 1900.0            | 1899.44           | -35.9            | 1.84       | 298.32         | 21.55       | -32.98    | 0.23            |
| 2000.0            | 1999.39           | -39.0            | 1.80       | 295.41         | 22.99       | -35.82    | 0.10            |
| 2100.0            | 2099.34           | -42.0            | 1.76       | 292.14         | 24.24       | -38.66    | 0.11            |
| 2200.0            | 2199.30           | -44.9            | 1.63       | 289.34         | 25.29       | -41.42    | 0.15            |
| 2300.0            | 2299.26           | -47.7            | 1.61       | 285.57         | 26.14       | -44.12    | 0.11            |
| 2400.0            | 2399.22           | -50.5            | 1.65       | 289.24         | 26.99       | -46.83    | 0.11            |
| 2500.0            | 2499.18           | -53.4            | 1.77       | 292.86         | 28.06       | -49.61    | 0.16            |
| 2600.0            | 2599.13           | -56.4            | 1.81       | 295.13         | 29.33       | -52.46    | 0.08            |
| 2700.0            | 2699.07           | -59.5            | 1.92       | 297.43         | 30.78       | -55.38    | 0.13            |
| 2800.0            | 2799.02           | -62.7            | 1.98       | 299.76         | 32.38       | -58.38    | 0.07            |
| 2900.0            | 2898.95           | -66.0            | 2.09       | 300.78         | 34.14       | -61.46    | 0.13            |
| 3000.0            | 2998.88           | -69.5            | 2.18       | 304.51         | 36.15       | -64.60    | 0.17            |
| 3100.0            | 3098.81           | -72.9            | 2.29       | 307.13         | 38.44       | -67.76    | 0.15            |
| 3200.0            | 3198.72           | -76.5            | 2.41       | 308.70         | 40.96       | -70.99    | 0.14            |
| 3300.0            | 3298.63           | -80.3            | 2.56       | 310.17         | 43.71       | -74.34    | 0.16            |
| 3400.0            | 3398.52           | -84.2            | 2.67       | 310.66         | 46.67       | -77.81    | 0.11            |
| 3500.0            | 3498.41           | -88.3            | 2.92       | 310.46         | 49.84       | -81.52    | 0.25            |
| 3600.0            | 3598.27           | -92.8            | 3.09       | 311.16         | 53.27       | -85.48    | 0.17            |
| 3700.0            | 3698.12           | -97.4            | 3.19       | 310.20         | 56.84       | -89.64    | 0.11            |
| 3800.0            | 3797.95           | -102.2           | 3.37       | 313.04         | 60.64       | -93.91    | 0.24            |





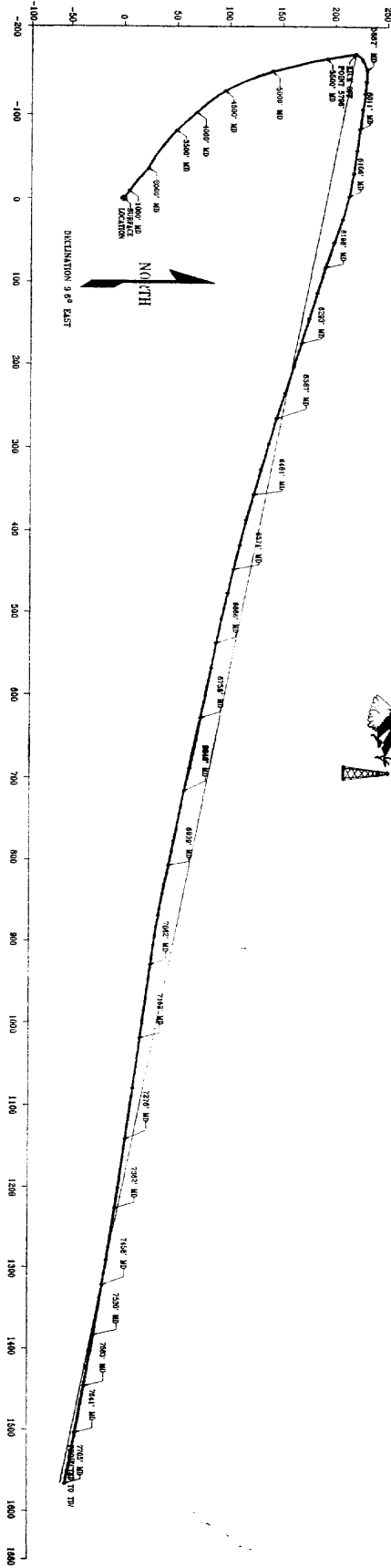


ARCO PERMIAN  
 EMPIRE ABO UNIT  
 WELL #K17 RE ENTRY  
 NW/4 SW/4 SECTION 1 TOWNSHIP 18 SOUTH RANGE 27 EAST  
 EDDY COUNTY, NEW MEXICO

SCALE 1"=150' PROPOSAL DRAWN @ 99° AZIMUTH FROM KICK OFF POINT

ARCO REP: MR. DOYLE CATES  
 EAGLE REPS: MIKE PELLESSIER  
 ROB PORTER  
 VOGEL REPS: KENNY GEORGE  
 BOBBY KLEPPER

SIERRA ENGINEERING: MR. PAT DRENNON  
 MR. C. D. KEMP



**UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT**

SUBMIT IN DUPLICATE\*

(See other instructions on reverse side)

FORM APPROVED  
OMB NO. 1004-0137  
Expires: February 28, 1995

CISF

5. LEASE DESIGNATION AND SERIAL NO.  
**LC-062412 NM-0557371**

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME, WELL NO.  
**EMPIRE ABO UNIT "K" 17**

9. API WELL NO.  
**30-015-00703**

10. FIELD AND POOL, OR WILDCAT  
**EMPIRE ABO**

11. SEC., T., R., M., OR BLOCK AND SURVEY OR AREA  
**1-18S-27E**

12. COUNTY OR PARISH  
**EDDY**

13. STATE  
**NM**

**WELL COMPLETION OR RECOMPLETION REPORT AND LOG\***

1a. TYPE OF WELL: OIL WELL  GAS WELL  DRY  Other   
 b. TYPE OF COMPLETION: NEW WELL  WORK OVER  DEEP-EN  PLUG BACK  DIFF. RESVR.  Other **HORIZONTAL EXT**

2. NAME OF OPERATOR  
**ARCO PERMIAN**

3. ADDRESS AND TELEPHONE NO.  
**P.O. BOX 1610, MIDLAND, TX 79702 915 688-5672**

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)\*  
 At surface  
**1980 FSL & 660 FWL (UNIT LETTER L)**  
 At top prod. interval reported below

At total depth  
**1928 FSL & 2216 FEL**

14. PERMIT NO. DATE ISSUED

15. DATE SPUNDED **05-22-95** 16. DATE T.D. REACHED **06-08-95** 17. DATE COMPL. (Ready to prod.) **06-13-95** 18. ELEVATIONS (DF, RKB, RT, GR, ETC.)\* 19. ELEV. CASINGHEAD

20. TOTAL DEPTH, MD & TVD **7705 MD 6091** 21. PLUG, BACK T.D., MD & TVD 22. IF MULTIPLE COMPL., HOW MANY\* 23. INTERVALS DRILLED BY ROTARY TOOLS CABLE TOOLS

24. PRODUCING INTERVAL(S), OF THIS COMPLETION - TOP, BOTTOM, NAME (MD AND TVD) **5797-7705 ABO** 25. WAS DIRECTIONAL SURVEY MADE **YES**

26. TYPE ELECTRIC AND OTHER LOGS RUN 27. WAS WELL CORED **NO**

28. CASING RECORD (Report all strings set in well)

| CASING SIZE/GRADE | WEIGHT, LB./FT. | DEPTH SET (MD) | HOLE SIZE     | TOP OF CEMENT, CEMENTING RECORD | AMOUNT PULLED |
|-------------------|-----------------|----------------|---------------|---------------------------------|---------------|
| <b>8 5/8</b>      | <b>24</b>       | <b>1470</b>    | <b>12 1/4</b> | <b>CIRC</b>                     | <b>0</b>      |
| <b>5 1/2</b>      | <b>14</b>       | <b>6137</b>    | <b>7 7/8</b>  | <b>CIRC</b>                     | <b>0</b>      |

29. LINER RECORD 30. TUBING RECORD

| SIZE | TOP (MD) | BOTTOM (MD) | SACKS CEMENT* | SCREEN (MD) | SIZE         | DEPTH SET (MD) | PACKER SET (MD) |
|------|----------|-------------|---------------|-------------|--------------|----------------|-----------------|
|      |          |             |               |             | <b>2 3/8</b> | <b>5906</b>    | <b>5772</b>     |

31. PERFORATION RECORD (Interval, size and number) **5797-7705 OH**

32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC.

| DEPTH INTERVAL (MD) | AMOUNT AND KIND OF MATERIAL USED |
|---------------------|----------------------------------|
| <b>5797-7705</b>    | <b>A W/1700 GALS</b>             |

33.\* PRODUCTION

| DATE FIRST PRODUCTION | PRODUCTION METHOD (Flowing, gas lift, pumping - size and type of pump) | WELL STATUS (Producing or shut-in) |
|-----------------------|--|------------------------------------|
| <b>06-13-95</b>       |  |                                    |

| DATE OF TEST | HOURS TESTED | CHOKE SIZE | PROD'N. FOR TEST PERIOD | OIL - BBL. | GAS - MCF. | WATER - BBL. | GAS - OIL RATIO |
|--------------|--------------|------------|-------------------------|------------|------------|--------------|-----------------|
|              |              |            |                         |            |            |              |                 |

| FLOW. TUBING PRESS. | CASING PRESSURE | CALCULATED 24-HOUR RATE | OIL - BBL. | GAS - MCF. | WATER - BBL. | OIL GRAVITY - API (CORR.) |
|---------------------|-----------------|-------------------------|------------|------------|--------------|---------------------------|
|                     |                 |                         |            |            |              |                           |

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.) TEST WITNESSED BY

35. LIST OF ATTACHMENTS  
**DIRECTIONAL SURVEY**

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records

SIGNED Ken W. Gosnell TITLE **AGENT** DATE **11-16-95**

\*(See Instructions and Spaces for Additional Data on Reverse Side)

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 representations as to any matter within its jurisdiction.



N.M. OIL & GAS. DEPARTMENT OF THE INTERIOR  
1301 W. Grand  
Artesia, NM 88210

Form 3160-5  
(June 1990)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

dsp

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.

Use "APPLICATION FOR PERMIT - " for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator

ARCO Permian

3. Address and Telephone No.

P.O. Box 1089, Eunice, NM 88231

505-394-1649

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Unit Letter L, 1980' FSL & 660' FWL  
Section 1, T18S, R27E

5. Lease Designation and Serial No.

NM0557371

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8910138010

8. Well Name and No.

Empire Abo Unit "K" 17

9. API Well No.

30-015-00703

10. Field and Pool, or exploratory Area

Empire Abo

11. County or Parish, State

Eddy NM

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                   |  |
|--|--|--|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Abandonment             | <input type="checkbox"/> Change of Plans         |
| <input type="checkbox"/> Subsequent Report           | <input checked="" type="checkbox"/> Recompletion | <input type="checkbox"/> New Construction        |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Plugging Back           | <input type="checkbox"/> Non-Routine Fracturing  |
|  | <input type="checkbox"/> Casing Repair           | <input type="checkbox"/> Water Shut-Off          |
|  | <input type="checkbox"/> Altering Casing         | <input type="checkbox"/> Conversion to Injection |
|  | <input type="checkbox"/> Other                   | <input type="checkbox"/> Dispose Water           |

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

TD: 6137' PBD: 6101' PERFS: 5800-7705'

MIRUPU. POH w/rods & pmp. NDWH. NUBOP. Release TAC @ 5705'. POH w/tbg & TAC.

RIH w/4-3/4" bit & scraper to top of whipstock @ 5782'. POH.

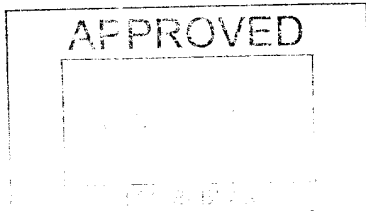
RUWL. GIH w/CIBP & set @ 5770'. POH.

GIH & perf w/2JSPF 5472-5736'. POH. GIH w/PPI tools & breakdown perfs f/5472-5736'

w/50 gals/ft. 15% HCL NEFE. POH.

RIH w/bull plugged MA, perf sub, SN & 2-3/8" tbg. Land SN at +/- 5736'.

NDBOP. NUWH. Swab for test. GIH w/GA, pmp & rods. Hang well on. RDP. RTP.



14. I hereby certify that the foregoing is true and correct

Signed *[Signature]*

Title Sr. Administrative Assistant

Date 01/08/02

(This space for Federal or State office use)

Approved by \_\_\_\_\_

Title \_\_\_\_\_

Date \_\_\_\_\_

Conditions of approval, if any:

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 statement or representations as to any matter within its jurisdiction.

\* See Instruction on Reverse Side

RECEIVED  
2007 JAN -9 AM 9:09  
BUREAU OF LAND MANAGEMENT  
ROSWELL OFFICE

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources

Form C-104A  
March 19, 2001

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Submit 1 copy of the final affected wells  
list along with 1 copy of this form per  
number of wells on that list to appropriate  
District Office

### Change of Operator

#### Previous Operator Information:

OGRID: 000900  
Name: ARCO Permian  
Address: P.O. Box 3092  
Address: \_\_\_\_\_  
City, State, Zip: Houston, Texas 77253

#### New Operator Information:

Effective Date: 12/31/2001  
New Ogrid: 000778  
New Name: BP America Production Company  
Address: P.O. Box 3092  
Address: \_\_\_\_\_  
City, State, Zip: Houston, TX 77253

I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information on this form and the attached list of wells is true and complete to the best of my knowledge and belief.

New Operator  
Signature: Mary Corley  
Printed name: Mary Corley  
Title: Sr. Regulatory Specialist  
Date: 12/10/2001 Phone: 281-366-4491



Previous operator complete below:

Previous  
Operator: ARCO Permian  
Previous  
OGRID: 000990  
Signature: Mary Corley  
Printed  
Name: Mary Corley

|   |  |
|---|--|
| <b>NMOCD Approval</b>                       |  |
| Signature: <u>Jim W. Beem?</u>              |  |
| Printed<br>Name: <u>District Supervisor</u> |  |
| District: _____                             |  |
| Date: <u>FEB 07 2002</u>                    |  |

Form 3160-5  
(June 1990)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

N.M. Oil Con - D14-Dist 9  
1001 W. Grand Ave  
Alamogordo, NM 88001

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

CIST

**SUNDRY NOTICES AND REPORTS ON WELLS**  
Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT -" for such proposals

5. Lease Designation and Serial No.  
NM0557371

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation  
8910138010

8. Well Name and No.  
Empire Abo Unit "K" 17

9. API Well No.  
30-015-00703

10. Field and Pool, or exploratory Area  
Empire Abo

11. County or Parish, State  
Eddy NM

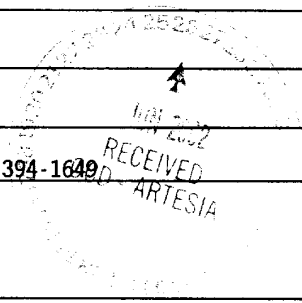
**SUBMIT IN TRIPLICATE**

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
BP America Production Company

3. Address and Telephone No.  
P.O. Box 1089, Eunice, NM 88231 505-394-1649

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
Unit Letter L, 1980' FSL & 660' FWL  
Section 1, T18S, R27E



12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION                                   |
|---|--|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Abandonment             |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Recompletion            |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Plugging Back           |
|   | <input type="checkbox"/> Casing Repair           |
|   | <input type="checkbox"/> Altering Casing         |
|   | <input type="checkbox"/> Other <u>Workover</u>   |
|   | <input type="checkbox"/> Change of Plans         |
|   | <input type="checkbox"/> New Construction        |
|   | <input type="checkbox"/> Non-Routine Fracturing  |
|   | <input type="checkbox"/> Water Shut-Off          |
|   | <input type="checkbox"/> Conversion to Injection |
|   | <input type="checkbox"/> Dispose Water           |

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

TD: 6137' CIBP: 5770' PERFS: 5472-5736'

- 05.30.02: Unset pmp & TOH w/rods & pmp. NDWH. NUBOP. Unset at TAC & POH w/tbg.
- 05.31.02: TIH w/bit & scraper. Testing tbg to 5000# psi below slips. Tag @ 5780'. TOH.
- 06.03.02: RU & perf 2 JSPF 5472-79', 5492-94', 5498-5516', 5527-29', 5540-48', 5565-75', 5580-86', 5591-97', 5613-17', 5638-59', 5540-58', 5565-75', 5580-86', 5591-97', 5613-17', 5638-59', 5710-15', 5722-36', 230 holes. TIH w/treating pkr. Set @ 5383'.
- 06.04.02: Drop SV. RU & pmp 20 bbls 7.5% HCL to pickle tbg. Swab back acid. Fish SV. Pmp 5,150 gals 15% HCL w/350 ball sealers. TOH w/pkr. SION.
- 06.05.02: TIH w/3-3/4" bailer & recover ball seals. TOH. TIH w/production tbg. Set @ 5704' SN @ 5720'. NDBOP. Set TAC NUWH.
- 06.07.02: Load & test to 500# psi. Held OK. In 24 hrs pmp 0 BO, 1 BW, 2 MCF.

ACCEPTED FOR RECORD  
JUN 21 2002  
LES BABYAK  
PETROLEUM ENGINEER

14. I hereby certify that the foregoing is true and correct  
Signed [Signature] Title Sr. Administrative Assistant Date 06.18.02

(This space for Federal or State office use)  
Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Conditions of approval, if any:

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 statement or representations as to any matter within its jurisdiction.

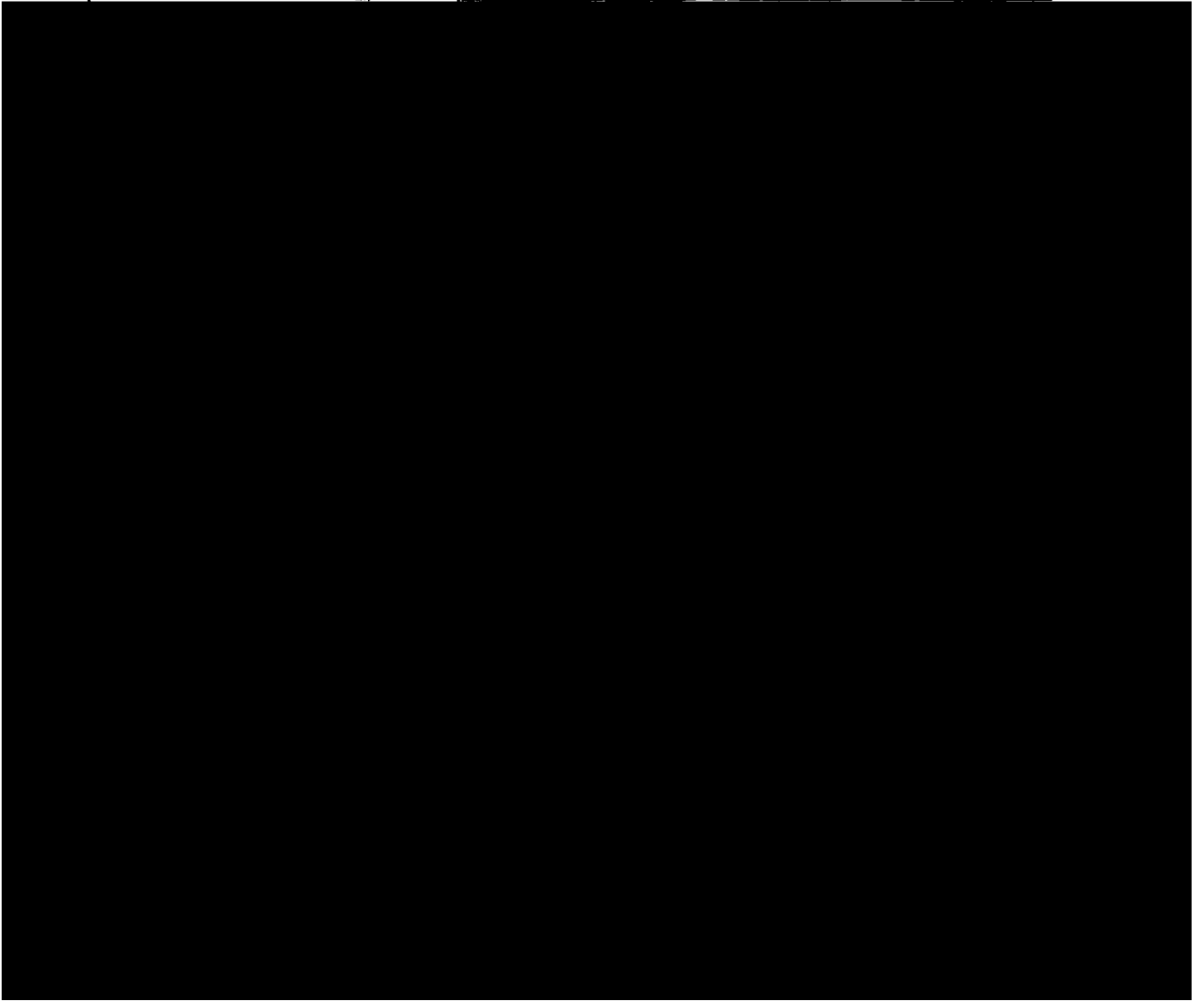
\* See Instruction on Reverse Side

30-015-100103

466850-W  
2811047-G  
2811057-O  
2812373-G

DD-105(H)  
Appv 1-18-95





UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED  
OMB NO. 1004-0135  
Expires: November 30, 2000

EC

**SUNDRY NOTICES AND REPORTS ON WELLS**  
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.*

5. Lease Serial No.  
NMNM0557371

6. If Indian, Allottee or Tribe Name

**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

7. If Unit or CA/Agreement, Name and/or No.  
NMNM70945X

1. Type of Well  
 Oil Well  Gas Well  Other

8. Well Name and No.  
EMPIRE ABO K 17

2. Name of Operator  
BP AMERICA PRODUCTION CO  
Contact: KELLIE D. MURRISH  
E-Mail: murrikd@bp.com

9. API Well No.  
30-015-00703-00-S1

3a. Address  
HOUSTON, TX 77253 Eunice, Nm 88231

3b. Phone No. (include area code)  
Ph: 505.394.1649  
Fx: 505.394.1624

10. Field and Pool, or Exploratory  
EMPIRE

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
Sec 1 T18S R27E NWSW 1980FSL 660FWL

11. County or Parish, and State  
EDDY COUNTY, NM

RECEIVED  
NOV 19 2004  
OCD-ARTESIA

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                |   |   |   |
|--|---|---|---|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen           | <input type="checkbox"/> Production (Start/Resume)      | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Fracture Treat   | <input type="checkbox"/> Reclamation                    | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Casing Repair        | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete                     | <input type="checkbox"/> Other          |
|  | <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon | <input checked="" type="checkbox"/> Temporarily Abandon |   |
|  | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back        | <input type="checkbox"/> Water Disposal                 |   |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

TD: 6137' PBD: 5770' CIBP PERFS: 5472-5736'

SET CIBP @ 5442' W/35' CMT ON TOP  
CIRC HOLE W/PKR FLUID  
TEST TO 500# FOR 30 MINS. CUT CHART  
IDLE WELL

*\* Perform MIT + submit justification for TA status.*

ATTACHMENT: WELLBORE SCHEMATIC EAU-N-901

14. I hereby certify that the foregoing is true and correct.

**Electronic Submission #35932 verified by the BLM Well Information System  
For BP AMERICA PRODUCTION CO, sent to the Carlsbad  
Committed to AFMSS for processing by ARMANDO LOPEZ on 09/10/2004 (04AL0355SE)**

|  |                                 |
|--|---------------------------------|
| Name (Printed/Typed) KELLIE D. MURRISH | Title AUTHORIZED REPRESENTATIVE |
| Signature (Electronic Submission)      | Date 09/10/2004                 |

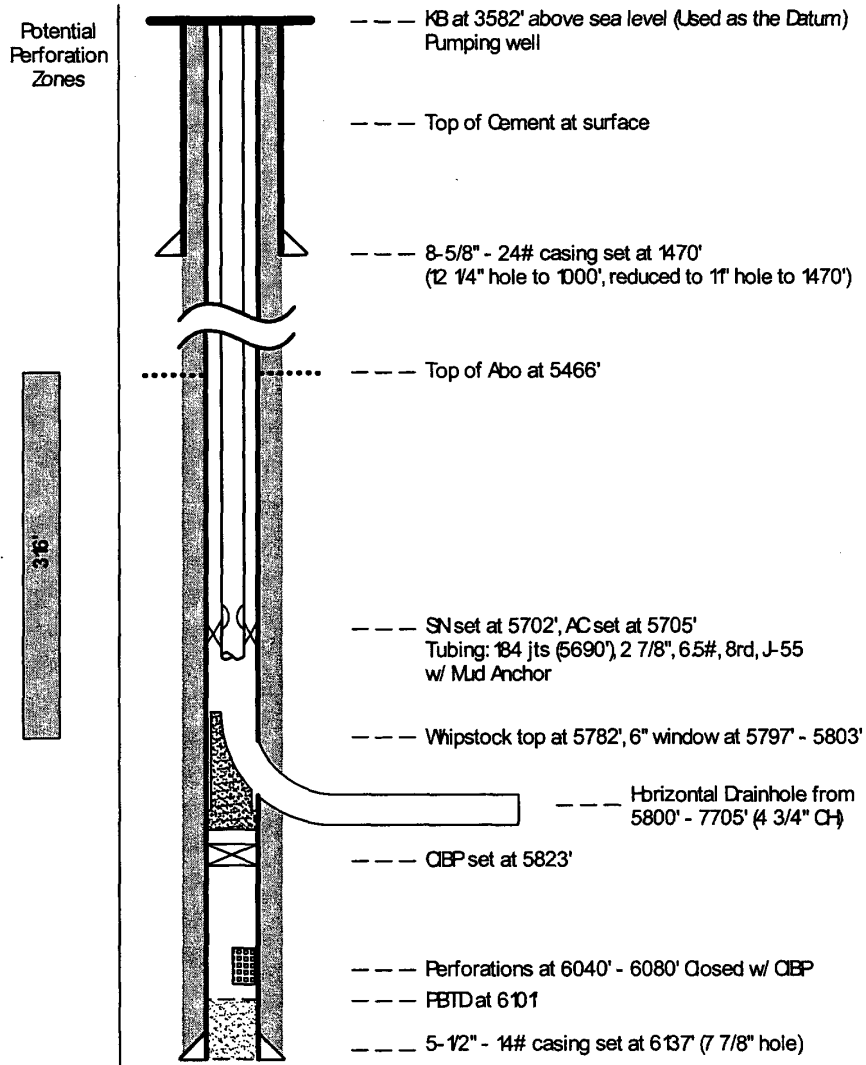
THIS SPACE FOR FEDERAL OR STATE OFFICE USE

|   |                                 |                                     |
|---|---------------------------------|-------------------------------------|
| Approved By <u>/s/ Joe G. Lara</u>  | Title <u>Petroleum Engineer</u> | NOV 16 2004                         |
| * Conditions of approval, if any, are attached. Approval of this notice 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 conduct operations thereon. |                                 | Office <u>CARLSBAD FIELD OFFICE</u> |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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 representations as to any matter within its jurisdiction.

**\*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\***

# Empire Abo Unit 'K' 17





**NEW MEXICO ENERGY, MINERALS and  
NATURAL RESOURCES DEPARTMENT**

**BILL RICHARDSON**  
Governor  
**Joanna Prukop**  
Cabinet Secretary

**Mark E. Fesmire, P.E.**  
Director  
**Oil Conservation Division**

29-Jul-05

**BP AMERICA PRODUCTION COMPANY**  
PO Box 1089  
Eunice NM 88231-0000

**NOTICE OF VIOLATION - Inactive Well(s)**

Dear Operator:

A review of our records and recent inspection(s) indicate that the subject well(s) has been shut-in for an extended period of time. Rule 201 of the Rules and Regulation of the Oil Conservation Division provides that a well may be shut-in no longer than sixty days after suspension of drilling operations, upon determining that the well is no longer usable (e.g., a dry hole), or one year after last production. To comply with guidelines as established in the Rules and Regulations, corrective actions must be taken immediately and the well(s) brought into compliance.

The detail section below indicates preliminary findings and/or probable nature of the violation.

The following options are available:

1. Immediately restore the well(s) to production, injection or disposal as applicable.
2. Request 'Temporary Abandoned' status pursuant to Rule 203, which requires that you set a plug and conduct a mechanical integrity test.
3. Submit a proposal to 'Plug and Abandon' the well(s) pursuant to Rule 202, proceed with plugging procedures on a timely basis after the proposal has been evaluated, amended and/or approved.

In the event that a satisfactory response is not received to this letter of direction by the "Corrective Action Due By:" date shown above, further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

***IDLE WELL INSPECTION DETAIL SECTION***

|   |   |                           |                                      |
|---|---|---------------------------|--------------------------------------|
| <b>EMPIRE ABO UNIT 017A</b>                   | <b>L-1-18S-27E</b>  | <b>30-015-00703-00-00</b> | <b>Inspection No. iCLB0521037721</b> |
| <b>Inspection Date:</b> 7/29/2005 10:28:39 AM | <b>Corrective Action Due by: 11/1/2005</b>  |                           |                                      |
| <b>Type Inspection</b>                        | <b>Inspector</b>  | <b>Violation?</b>         | <b>*Significant Non-Compliance?</b>  |
| Routine/Periodic                              | Chris Beadle  | Yes                       | No                                   |
| <b>Comments on Inspection:</b>                | idle Well (Rule 201). No flowline attached, no production equipment on site. Last reported production was December 2002. Marker approximately 15 feet from wellhead for new well (AAO Federal 9). |                           |                                      |

Thank you for your prompt attention to this matter and your efforts in helping to protect our environment and the infrastructure of the oil and gas industry.

Sincerely,



Artesia OCD District Office

\* Significant Non-Compliance events are reported directly to the U.S. Environmental Protection Agency, Region VI, Dallas, Texas.

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB NO. 1004-0137  
Expires March 31, 2007

**SUNDRY NOTICES AND REPORTS ON WELLS**

*Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.*

**SUBMIT IN TRIPLICATE - Other instructions on reverse side**

RECEIVED

OCT 11 2005

OOO-ANTESIA

1. Type of Well  
 Oil Well     Gas Well     Other

2. Name of Operator  
**BP America Production Company**

3a. Address  
**P.O. Box 1089 Eunice NM 88231**

3b. Phone No. (include area code)  
**505.394.1600**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
**NWSW, SEC 1, T18S, R27E, 1980' FSL & 660' FWL**

5. Lease Serial No.  
**NMNM0557371**

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.  
**EMPIRE ABO UNIT 17**

8. Well Name and No.  
**'K'**

9. API Well No.  
**30.015.00703**

10. Field and Pool, or Exploratory Area  
**EMPIRE ABO**

11. County or Parish, State  
**EDDY NM**

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                |   |  |  |
|--|---|---|--|--|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen           | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off                    |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Fracture Treat   | <input type="checkbox"/> Reclamation               | <input type="checkbox"/> Well Integrity                    |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Casing Repair        | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete                | <input checked="" type="checkbox"/> Other <u>IDLE WELL</u> |
|  | <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       |  |
|  | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back        | <input type="checkbox"/> Water Disposal            |  |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.)

**ID: 6137' PBD: 6101' VERTICAL PERFS: 5472-5736' CIEP: 5823'**  
**WHIPSTOCK PERFS: 040-6080'**

**BP America Production Company requests a 60 day extention for the Notice of Violation - Idle Well issued by the New Mexico Oil Conservation Commission. The Corrective Action Due Date for this notice is 11.01.05.**

The current scope of work includes testing the previous perfs @ 6050-6080 by:

- MIRUPU
- POH RODS & EQUIP
- REMOVE WHIPSTOCK & CIEP
- RIH W/PKR ASSY & SET BELOW HORIZONTAL SECTION
- TEST LOWER PERFORATED INTERVAL
- EVALUATE FINDINGS FROM LOWER ZONE

Accepted for record - NMOCD

14. I hereby certify that the foregoing is true and correct  
 Name (Printed/Typed) **Kellie D. Murrish** Title **Scheduler**

*Kellie D. Murrish* Date **10.07.05**

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

Conditions of approval, if any, are attached. Approval of this notice 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 conduct operations thereon. Office \_\_\_\_\_

Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, 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 representations as to any matter within its jurisdiction.

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
N.M. Oil Cons. Div-Dist. 2  
1301 W. Grand Avenue  
Artesia, NM 88210

FORM APPROVED  
OMB NO. 1004-0137  
Expires March 31, 2007

**SUNDRY NOTICES AND REPORTS ON WELLS**  
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.*

**SUBMIT IN TRIPLICATE - Other instructions on reverse side**

|  |  |  |  |
|--|--|--|--|
| 1. Type of Well<br><input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other   |  | RECEIVED<br>OCT 18 2005<br>OCD-ARTESIA                                   | 5. Lease Serial No.<br><b>NMM0557371</b> |
| 2. Name of Operator<br><b>BP America Production Company</b>  |  |  | 6. If Indian, Allottee or Tribe Name     |
| 3a. Address<br><b>P.O. Box 1089 Emice NM 88231</b>   | 3b. Phone No. (include area code)<br><b>505.394.1600</b> | 7. If Unit or CA/Agreement, Name and/or No.<br><b>EMPIRE ABO UNIT 17</b> |  |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br><b>NWSW, SEC 1, T18S, R27E, 1980' FSL &amp; 660' FWL</b> |  | 8. Well Name and No.<br><b>'K'</b>                                       |  |
|  |  | 9. API Well No.<br><b>30.015.00703</b>                                   |  |
|  |  | 10. Field and Pool, or Exploratory Area<br><b>EMPIRE ABO</b>             |  |
|  |  | 11. County or Parish, State<br><b>EDDY NM</b>                            |  |

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                |   |  |  |
|--|---|---|--|--|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen           | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off                    |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Fracture Treat   | <input type="checkbox"/> Reclamation               | <input type="checkbox"/> Well Integrity                    |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Casing Repair        | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete                | <input checked="" type="checkbox"/> Other <u>IDLE WELL</u> |
|  | <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       |  |
|  | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back        | <input type="checkbox"/> Water Disposal            |  |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.)

TD: 6137'   PED: 6101'   VERTICAL PERFS: 5472-5736'   CIBP: 5823'  
WHIPSTOCK PERFS: 040-6080'

BP America Production Company requests a 60 day extention for the Notice of Violation - Idle Well issued by the New Mexico Oil Conservation Commission. The Corrective Action Due Date for this notice is 11.01.05.

The current scope of work includes testing the previous perfs @ 6050-6080 by:

MIRUPU  
POH RODS & EQUIP  
REMOVE WHIPSTOCK & CIBP  
RIH W/PKR ASSY & SET BELOW HORIZONTAL SECTION  
TEST LOWER PERFORATED INTERVAL  
EVALUATE FINDINGS FROM LOWER ZONE

APPROVED FOR 2 MONTH PERIOD  
ENDING 12/15/05

|   |                           |
|---|---------------------------|
| 14. I hereby certify that the foregoing is true and correct<br>Name (Printed/Typed)<br><b>Kellie D. Murrish</b> | Title<br><b>Scheduler</b> |
| <i>Kellie D. Murrish</i>  | Date <b>10.07.05</b>      |

Accepted for record - NMOCD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

|   |                                    |                            |
|---|------------------------------------|----------------------------|
| Approved by<br><b>(ORIG. SGD.) ALEXIS C. SWOBODA</b>  | Title<br><b>PETROLEUM ENGINEER</b> | Date<br><b>OCT 13 2005</b> |
| Conditions of approval, if any, are attached. Approval of this notice 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 conduct operations thereon. | Office<br><b>RFO</b>               |                            |

Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, 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 representations as to any matter within its jurisdiction.

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

DEC 10 2008

FORM APPROVED  
OMB NO. 1004-0137  
Expires March 31, 2007

OCD  
ARTESIA

SUNDRY NOTICES AND REPORTS ON WELLS

OCD-ARTESIA

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No  
NMNM0557371

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.  
NMNM70945X

8. Well Name and No.  
Empire Abo Unit 17

9. API Well No.  
30-015-00703

10. Field and Pool, or Exploratory Area  
Empire Abo

11. County or Parish, State  
Eddy NM

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
BP America Production Company

3a. Address  
P.O. Box 1089 Eunice NM 88231

3b. Phone No. (include area code)  
575-394-1648

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
Unit Letter L, 1980 FSL & 660 FWL  
Section 1, T18S, R27E

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                |  |  |   |  |
|--|---|--|--|---|--|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen                      | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |  |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Fracture Treat              | <input type="checkbox"/> Reclamation               | <input type="checkbox"/> Well Integrity |  |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Casing Repair        | <input type="checkbox"/> New Construction            | <input type="checkbox"/> Recomplete                | <input type="checkbox"/> Other _____    |  |
|  | <input type="checkbox"/> Change Plans         | <input checked="" type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       |   |  |
|  | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back                   | <input type="checkbox"/> Water Disposal            |   |  |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.) \* Remove Retrievable whipstock. place adequate cement to cap CIBP - top of window. WOC Tag. (5823-5782)

- MIRU PU. Check tubing, casing and surface pipe for pressure - bleed off into containment. Kill well as necessary. Monitor well and assure it's stable. POH LD/warehouse rods and pump.
- Monitor well and assure it is stable. ND WH, NU BOP. Release TAC and TOH.
- TIH with CIBP on 2 3/8" tubing and set at 5420'. Spot 250' cement plug on top of CIBP using 25 sx Class C neat. PU to 5150'. Load hole with mud-laden fluid (9 ppg, 1250# gel/100 bbl).
- TOH to 3400' (Glorieta top = 3290'). Spot 25 sack balanced cement plug from 3400' - 3150'. TOH.
- TIH with bull plug and perf nipple on tubing. Tag Glorieta plug; re-spot if necessary.
- TOH to 1550' (8 5/8" surface casing shoe = 1470'). Spot 35 sack balanced cement plug from 1550' - 1200'. PU and WOC 2 hours. Tag plug, re-spot if necessary.
- TOH to 300' (Yates top = 172'). Fill 5 1/2" casing from 300' to surface with 30 sx Class C neat. TOH LD tubing.
- RD PU.
- Dig out WH and cut-off casingheads to 3' below GL.
- Install regulation dry-hole marker. Clean location and prepare location for BLM inspections.

SEE ATTACHED FOR  
CONDITIONS OF APPROVAL

14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

Barry C. Price

Title

Area Operations Team Lead

*Barry C. Price*

DEC 10 2008

Date 11/18/08

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

APPROVED

Date  
DEC 1 2008

Conditions of approval, if any, are attached. Approval of this notice 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 conduct operations thereon.

Office

Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, 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 representations as to any matter within its jurisdiction.

JAMES A. AMOS  
SUPERVISOR-EPS







**BUREAU OF LAND MANAGEMENT  
Carlsbad Field Office  
620 East Greene Street  
Carlsbad, New Mexico 88220  
575-234-5972**

**Permanent Abandonment of Federal Wells  
Conditions of Approval**

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within ninety (90) days from the approval date of this Notice of Intent to Abandon.

**If you are unable to plug the well by the 90<sup>th</sup> day provide this office, prior to the 90<sup>th</sup> day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.**

2. **Notification:** Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Eddy County, call 575-361-2822; Lea County, call 575-393-3612.

3. **Blowout Preventers:** A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.

4. **Mud Requirement:** Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of water. Minimum nine (9) pounds per gallon.

5. **Cement Requirement:** Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. In lieu of a cement plug in a cased hole, a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.

6. **Dry Hole Marker:** All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement. The following information shall be permanently inscribed on the dry hole marker: well name and number, name of the operator, lease serial number, surveyed location (quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer such as metes and bounds).

7. **Subsequent Plugging Reporting:** Within 30 days after plugging work is completed, file one original and five copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. **Show date well was plugged.**

8. **Trash:** All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration conditions of approval will be developed and furnished to you.

FEB 18 2009

FORM APPROVED  
OMB NO. 1004-0137  
Expires March 31, 2007

**SUNDRY NOTICES AND REPORTS ON WELLS**  
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.*

**SUBMIT IN TRIPLICATE - Other instructions on reverse side**

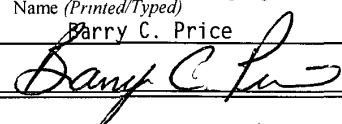
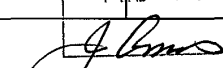
|  |  |   |
|--|--|---|
| 1. Type of Well<br><input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other                 |  | 5. Lease Serial No.<br><b>NMNM0557371</b>                       |
| 2. Name of Operator<br><b>BP America Production Company</b>  |  | 6. If Indian, Allottee or Tribe Name                            |
| 3a. Address<br><b>P.O. Box 1089 Eunice NM 88231</b>  | 3b. Phone No. (include area code)<br><b>575-394-1648</b> | 7. If Unit or CA/Agreement, Name and/or No<br><b>NMNM70945X</b> |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br><b>Unit Letter L, 1980 FSL &amp; 660 FWL<br/>Section 1, T18S, R27E</b> |  | 8. Well Name and No<br><b>Empire Abo Unit 17</b><br><b>K</b>    |
|  |  | 9. API Well No<br><b>30-015-00703</b>                           |
|  |  | 10. Field and Pool, or Exploratory Area<br><b>Empire Abo</b>    |
|  |  | 11. County or Parish, State<br><b>Eddy NM</b>                   |

**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

| TYPE OF SUBMISSION                                    | TYPE OF ACTION                                |   |  |  |
|---|---|---|--|--|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen           | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off                      |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Fracture Treat   | <input type="checkbox"/> Reclamation               | <input type="checkbox"/> Well Integrity                      |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Casing Repair        | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete                | <input checked="" type="checkbox"/> Other <u>Remove CIBP</u> |
|   | <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       |  |
|   | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back        | <input type="checkbox"/> Water Disposal            |  |

13 Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.)

SUBSEQUENT REPORT FOR THIS WORK WAS INADVERTENTLY OVERLOOKED AND BP FAILED TO FILE OR NOTIFY OF RTP. REPORT NOW BEING SUBMITTED TO UPDATE BLM RECORDS. 1/20/06: MIRUPU. Unseat pump lay down 66-1' rods, 69 7/8' rods, 82 3/4' rods, 10 7/8' rods w/ g & pump. Prep to NU BOP. 1/23/06: NDWH NU BOP release TAC laydown prod tbg. 1/24/06: TIH w/ 4 3/4' bit picking up 66 jt 2 7/8 DP & 2 7/8 tbg workstring to 5100'. 1/25/06: RU foam air unit break circ w/ air TIP tag CIBP @ 5768' by our SLM. RU power swivel start drlg on CIBP. Plug turned loose in 2 hr. Push to 5779' circ clean w/ foam air blow well down. 1/26/06: TIH push CIBP to end of horizontal @ 7700' TOH laydown 2 7/8". 1/27/06: Pick up hook, bumper sub, jars, & 4 3 1/2" DC - TIH w/tbg fish for Whipstock from 5736 5862' no bite. TOH w/ hook prep to run box tap. 1/30/06: TIH w/ box tap, BS, Jars, 4 3 1/2" DC & tbg tag whipstock @ 5806' work over fish try to work whipstock loose kept pulling off. TOH WOO. 1/31/06: Rig down foam air unit & power swivel - laydown DC - TIH w/ work string & laydown same - chg out tbg & BOP rams. 2/1/06: Pickup 2 3/8 prod tbg test in hole 5000 psi below slips. 2/2/06: ND BOP NUWH. Pickup pump & new rod design space well out left 7' of polish rod out load & test to 500 psi-ok - no pump action - unseat pump flush 10 bbl water - load test to 500 psi-ok-still no pump action. 2/3/06: TOH w/ rods & pump. Run swab to ck fluid level dry. WOO. 2/6/06: Pump 30 bbl while adding 2 jt to lower SN to 5769' swab test no fluid. 2/7/06: Swab test still no fluid. 2/8/06: Run pump & rods L&T to 500 psi-ok. RD. RTP well test 11/5/06-6 mcf gas, 8 bbls oil, 1 bbl water.

|  |   |   |
|--|---|---|
| 14 I hereby certify that the foregoing is true and correct<br>Name (Printed/Typed)<br><b>Barry C. Price</b>  | Title<br><b>Area Operations Team Lead</b> | <b>ACCEPTED FOR RECORD</b>  |
|   | Date <b>2/2/09</b>                        |   |
| <b>THIS SPACE FOR FEDERAL OR STATE OFFICE USE</b>  |   |   |
| Approved by  | Title                                     | Date <b>Feb 16 2009</b>   |
| Conditions of approval, if any, are attached. Approval of this notice 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 conduct operations thereon                                     | Office                                    |  |
| Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, 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 representations as to any matter within its jurisdiction. |   |   |

**FOR RECORDS ONLY**

*ML*

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

MAR 30 2009

FORM APPROVED  
OMB No. 1004-0137  
Expires: March 31, 2007

RM

**SUNDRY NOTICES AND REPORTS ON WELLS**  
**Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.**

**SUBMIT IN TRIPLICATE - Other instructions on page 2.**

|  |   |   |
|--|---|---|
| 1. Type of Well<br><input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other   |   | 7. If Unit of CA/Agreement, Name and/or No.<br>NMMN70945X |
| 2. Name of Operator<br>BP AMERICA PRODUCTION COMPANY   |   | 8. Well Name and No.<br>EMPIRE ABO UNIT K 17              |
| 3a. Address<br>P.O. BOX 1089, EUNICE NM 88231  | 3b. Phone No. (include area code)<br>575-394-1648 | 9. API Well No.<br>30-015-00703                           |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>UNIT LETTER L, 1980 FSL & 660 FWL, SECTION 1, T18S, R27E |   | 10. Field and Pool or Exploratory Area<br>EMPIRE ABO      |
|  |   | 11. Country or Parish, State<br>EDDY NM                   |

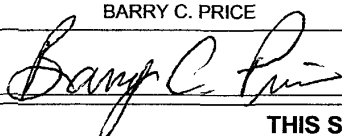
12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION                                |  |  |   |
|---|---|--|--|---|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen                      | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Fracture Treat              | <input type="checkbox"/> Reclamation               | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Casing Repair        | <input type="checkbox"/> New Construction            | <input type="checkbox"/> Recomplete                | <input type="checkbox"/> Other _____    |
|   | <input type="checkbox"/> Change Plans         | <input checked="" type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       |   |
|   | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back                   | <input type="checkbox"/> Water Disposal            |   |

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)


3/12/09: ND WH. RELEASE TAC. NU BOP. POH LAYING DOWN TBG:  
3/13/09: RIH W/ 4 3/4" BIT, CSG SCRAPER & 185 JTS 2 3/8" TBG TO 5787'. POH W/ TBG TO 3523'.  
3/16/09: KILL WELL W/ 20 BBL BRINE. POH W/ 2 STANDS TBG. POH W/ TBG & SCRAPER. LAY DOWN SCRAPER. RIH W/ CIBP & TBG. SET CIBP @ 5770'. PUMP 25 BBL FRESH WATER ON VACUUM. PUMP 20 SX CMT ON VACUUM. DISPLACED W/ 20 BBL FRESH WATER ON VACUUM. POH LAYING DOWN 11 JTS TBG. FLUSH TBG W/ 10 BBL FRESH WATER ON VACUUM.  
3/17/09: POH W/ TBG. RIH W/ CIBP & 2 3/8" TBG. SET CIBP @ 5420'. DISPLACE CSG W/ FRESH WATER. TEST TO 500 PSI. TEST GOOD. SPOT 25 SX CMT FROM 5420' TO 5179'. LAY DOWN 8 JTS TBG. DISPLACE CSG FROM 5160' TO SURFACE. POH LAYING DOWN TBG TO 3416'. SPOT 25 SX CMT FROM 3416' TO 3175'. POH W/ TBG & SETTING TOOL. RIH W/ SLOTTED SUB ON 2 3/8" TBG.  
3/18/09: RIH W/ TBG. TAG CMT @ 3152'. LAY DOWN 51 JTS TBG TO 1566'. MIX & PUMP 170 SX CMT FROM 1566' TO SURF. POH LAYING DOWN TBG. ND BOP. TOP OFF CSG W/ 5 SX CMT. RD.  
3/19/09: DIG OUT AROUND WELLHEAD. CUT OFF ALL ANCHORS AND WELL HEAD, WELD IN PLATE, 1" NIPPLE & VALVE, DRY HOLE MARKER, BACKFILL AND LEVEL LOCATION.

**Approved as to plugging of the well bore,  
Liability under bond is retained until  
Surface restoration is completed.**

|   |                        |   |
|---|------------------------|---|
| 14. I hereby certify that the foregoing is true and correct.<br>Name (Printed/Typed) <b>BARRY C. PRICE</b>  |                        | Title <b>AREA OPERATIONS TEAM LEAD</b>  |
| Signature    | Date <b>03/23/2009</b> | <div style="border: 2px solid black; padding: 5px; width: fit-content; margin: auto;"> <p style="font-size: 1.2em; margin: 0;"><b>APPROVED</b></p> <p style="font-size: 1.2em; margin: 0;">MAR 26 2009</p> <p style="font-size: 0.8em; margin: 0;">Date</p> <p style="font-size: 0.8em; margin: 0;">JAMES A. AMOS<br/>SUPERVISOR-EPS</p> </div> |
| <b>THIS SPACE FOR FEDERAL OR STATE OFFICE USE</b>   |                        |   |
| Approved by _____   | Title _____            | Office _____  |
| Conditions of approval, if any, are attached Approval of this notice 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 conduct operations thereon |                        |   |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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 representations as to any matter within its jurisdiction.

(Instructions on page 2)

 3/31/09

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED  
OMB NO. 1004-0137  
Expires March 31, 2007

LM

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

APR 15 2009

5. Lease Serial No. NNMN0557371

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on reverse side

7. If Unit or CA/Agreement, Name and/or No. NNMN70945X

1. Type of Well  
 Oil Well  Gas Well  Other

8. Well Name and No. Empire Abo Unit 17  
K

2. Name of Operator  
BP America Production Company

9. API Well No. 30-015-00703

3a. Address P.O. Box 1089 Eunice NM 88231  
3b. Phone No. (include area code) 575-394-1648

10. Field and Pool, or Exploratory Area Empire Abo

4. Location of Well (Footage, Sec, T, R., M., or Survey Description)  
Unit Letter L, 1980 FSL & 660 FWL  
Section 1, T18S, R27E

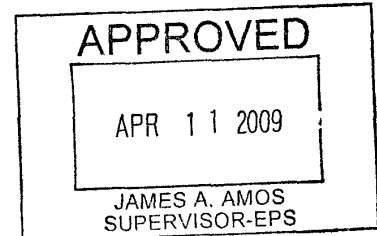
11. County or Parish, State Eddy NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION   | TYPE OF ACTION  |
|--|---|
| <input type="checkbox"/> Notice of Intent                    | <input type="checkbox"/> Acidize <input type="checkbox"/> Deepen <input type="checkbox"/> Production (Start/Resume) <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report                   | <input type="checkbox"/> Alter Casing <input type="checkbox"/> Fracture Treat <input type="checkbox"/> Reclamation <input type="checkbox"/> Well Integrity  |
| <input checked="" type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair <input type="checkbox"/> New Construction <input type="checkbox"/> Recomplete <input type="checkbox"/> Other _____   |
|  | <input type="checkbox"/> Change Plans <input type="checkbox"/> Plug and Abandon <input type="checkbox"/> Temporarily Abandon _____                          |
|  | <input type="checkbox"/> Convert to Injection <input type="checkbox"/> Plug Back <input type="checkbox"/> Water Disposal _____                              |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.)

Per BLM letter referencing this well, dated March 27, 2009, all requirements have been met for final abandonment.



APR 14 2009

14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed) Barry C. Price  
Title Area Operations Team Lead  
Date 4/7/09

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Office \_\_\_\_\_

Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, 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 representations as to any matter within its jurisdiction.

**APPENDIX C**  
**USGS EARTHQUAKE DATA**





# NEIC: Earthquake Search Results

U. S. GEOLOGICAL SURVEY  
EARTHQUAKE DATABASE

FILE CREATED: Mon Jun 4 16:13:25 2012  
 Circle Search Earthquakes= 225  
 Circle Center Point Latitude: 32.772N Longitude: 104.233W  
 Radius: 321.860 km  
 Catalog Used: PDE  
 Data Selection: Historical & Preliminary Data

| CAT | YEAR | MO | DA | ORIG TIME | LAT   | LONG    | DEP | MAGNITUDE | IEM | DTSVNWG | DIST |
|-----|------|----|----|-----------|-------|---------|-----|-----------|-----|---------|------|
|     |      |    |    |           |       |         |     |           | NFO |         | km   |
|     |      |    |    |           |       |         |     |           | TF  |         |      |
| PDE | 1973 | 09 | 22 | 233835.80 | 34.47 | -106.95 | 5   | 3.1 MLGS  | ... |         | 314  |
| PDE | 1974 | 11 | 28 | 033520.50 | 32.31 | -104.14 | 5   | 3.7 MLGS  | ... |         | 51   |
| PDE | 1975 | 08 | 01 | 072757.30 | 31.42 | -104.01 | 5   | 3.0 LgTUL | .F. |         | 150  |
| PDE | 1976 | 01 | 19 | 040330.50 | 31.90 | -103.08 | 1   | 3.5 MDGS  | .F. |         | 145  |
| PDE | 1976 | 01 | 22 | 072157    | 31.90 | -103.07 | 1   | 2.8 MDGS  | ... |         | 145  |
| PDE | 1976 | 01 | 25 | 044827.90 | 31.90 | -103.08 | 2   | 3.9 MDGS  | 5F. |         | 145  |
| PDE | 1977 | 01 | 04 | 183137.60 | 32.36 | -106.92 | 5   | 3.2 MLGS  | 5F. |         | 256  |
| PDE | 1977 | 04 | 26 | 090307.30 | 31.90 | -103.08 | 4   | 3.3 MLGS  | .F. |         | 144  |
| PDE | 1977 | 11 | 28 | 014050.50 | 32.95 | -100.84 | 5   | 3.5 MLGS  | ... |         | 318  |
| PDE | 1978 | 03 | 02 | 100452.70 | 31.56 | -102.51 | 11  | 3.5 MLGS  | .F. |         | 210  |
| PDE | 1979 | 07 | 05 | 010501    | 32.95 | -100.89 | 4   | 2.7 UKTUL | .H. |         | 312  |
| PDE | 1980 | 03 | 22 | 004912.50 | 34.60 | -105.92 | 5   | 3.4 MLGS  | 4F. |         | 255  |
| PDE | 1981 | 05 | 09 | 123550.80 | 33.99 | -107.03 | 5   | 3.1 MLGS  | 5F. |         | 293  |
| PDE | 1982 | 01 | 04 | 165608.05 | 31.18 | -102.49 | 5   | 3.9 LgTUL | 3F. |         | 240  |
| PDE | 1982 | 03 | 16 | 110302.67 | 35.36 | -103.27 | 5   | 3.1 LgTUL | 3F. |         | 300  |
| PDE | 1982 | 04 | 26 | 083147.79 | 33.02 | -100.84 | 5   | 2.8 LgGS  | ... |         | 318  |
| PDE | 1982 | 05 | 18 | 060008.50 | 34.17 | -106.95 | 9   | 2.8 MLGS  | .F. |         | 296  |
| PDE | 1982 | 05 | 18 | 060838.40 | 34.20 | -106.90 | 6   | 2.8 MLGS  | .F. |         | 293  |
| PDE | 1982 | 05 | 24 | 063251.70 | 34.17 | -106.95 | 6   | 2.9 MLGS  | .F. |         | 295  |
| PDE | 1982 | 09 | 20 | 035517.20 | 33.95 | -107.06 | 11  | 3.5 LgTUL | 4F. |         | 293  |
| PDE | 1982 | 10 | 07 | 124125.99 | 34.31 | -106.82 | 4   | 2.4 MLGS  | .F. |         | 294  |
| PDE | 1982 | 11 | 28 | 023648.51 | 33.00 | -100.84 | 5   | 3.3 LgTUL | 4F. |         | 318  |
| PDE | 1983 | 03 | 02 | 232219.40 | 34.30 | -106.89 | 8   | 4.3 LgTUL | 6D. |         | 299  |
| PDE | 1983 | 04 | 30 | 073420.18 | 33.32 | -106.44 | 7   | 3.5 MLGS  | ... |         | 214  |
| PDE | 1983 | 09 | 15 | 232536.05 | 35.14 | -104.39 | 5   | 3.2 LgTUL | 5F. |         | 263  |
| PDE | 1983 | 09 | 29 | 074408.43 | 35.24 | -104.30 | 5   | 2.7 MDGS  | ... |         | 274  |
| PDE | 1984 | 05 | 21 | 133113.54 | 35.07 | -102.23 | 5   | 3.1 LgTUL | ... |         | 314  |
| PDE | 1984 | 08 | 26 | 021954    | 34.31 | -106.80 | 5   | 2.9 MLGS  | .F. |         | 292  |
| PDE | 1984 | 12 | 04 | 203636.02 | 32.26 | -103.56 | 5   | 2.9 MLGS  | ... |         | 84   |
| PDE | 1985 | 06 | 05 | 103600.60 | 32.56 | -106.92 | 6   | 2.9 MLGLD | 4F. |         | 252  |
| PDE | 1985 | 06 | 27 | 182000.03 | 33.62 | -106.47 | 0   | 3.4 LgGS  | ... | E..     | 229  |
| PDE | 1985 | 08 | 16 | 145652.96 | 34.13 | -106.83 | 7   | 4.1 MLGS  | 6D. |         | 284  |



|     |      |    |    |           |       |         |    |     |       |     |        |     |
|-----|------|----|----|-----------|-------|---------|----|-----|-------|-----|--------|-----|
| PDE | 1985 | 09 | 06 | 052246.20 | 32.54 | -106.94 | 5  | 2.6 | MDGLD | .F. | .....  | 255 |
| PDE | 1985 | 12 | 15 | 071452.23 | 35.28 | -104.64 | 5  | 3.6 | LgTUL | .F. | .....  | 280 |
| PDE | 1986 | 04 | 17 | 210430.30 | 32.59 | -106.91 | 5  | 2.7 | MDGLD | .F. | .....  | 251 |
| PDE | 1986 | 04 | 28 | 130016    | 34.01 | -106.82 | 5  | 2.6 | MDGLD | .F. | .....  | 276 |
| PDE | 1986 | 08 | 27 | 180656.38 | 35.16 | -105.09 | 5  | 3.2 | MLGS  | .F. | .....  | 276 |
| PDE | 1987 | 05 | 14 | 155958.46 | 33.54 | -106.52 | 0  | 2.9 | MLGS  | ... | ...E.. | 229 |
| PDE | 1988 | 12 | 25 | 075233.93 | 35.12 | -105.96 | 0  | 2.8 | MDSNM | .F. | .....  | 304 |
| PDE | 1989 | 01 | 29 | 050715.33 | 35.22 | -104.09 | 7  | 3.4 | MDSNM | ... | .....  | 271 |
| PDE | 1989 | 11 | 29 | 065438.50 | 34.46 | -106.89 | 13 | 4.7 | MDSNM | 5F. | .....  | 309 |
| PDE | 1990 | 01 | 29 | 131610.68 | 34.46 | -106.88 | 12 | 4.8 | LgTUL | 6D. | .....  | 308 |
| PDE | 1990 | 01 | 31 | 010819.29 | 34.44 | -106.86 | 10 | 4.0 | LgTUL | 5F. | .....  | 306 |
| PDE | 1990 | 02 | 21 | 120219.34 | 34.01 | -106.54 | 5  | 3.6 | MLGS  | .F. | .....  | 255 |
| PDE | 1990 | 02 | 27 | 132322    | 33.95 | -106.59 | 5  | 3.9 | MDSNM | 4F. | .....  | 255 |
| PDE | 1990 | 05 | 05 | 162622.89 | 34.45 | -106.88 | 6  | 3.6 | MDSNM | .F. | .....  | 307 |
| PDE | 1990 | 07 | 21 | 192822.79 | 34.46 | -106.86 | 11 | 3.0 | MDSNM | ... | .....  | 306 |
| PDE | 1990 | 07 | 21 | 203031.34 | 34.46 | -106.86 | 7  | 3.1 | MDSNM | ... | .....  | 306 |
| PDE | 1990 | 07 | 21 | 234804.92 | 34.45 | -106.85 | 7  | 3.2 | MDSNM | ... | .....  | 306 |
| PDE | 1990 | 07 | 22 | 212705.13 | 34.84 | -106.01 | 10 | 3.7 | MDSNM | ... | .....  | 281 |
| PDE | 1990 | 07 | 31 | 073240.18 | 34.46 | -106.86 | 7  | 3.3 | MDSNM | .F. | .....  | 307 |
| PDE | 1990 | 11 | 08 | 104653.77 | 34.45 | -106.86 | 6  | 4.3 | MDSNM | 4F. | .....  | 306 |
| PDE | 1990 | 11 | 08 | 110346.51 | 34.45 | -106.86 | 8  | 3.1 | MDSNM | .F. | .....  | 306 |
| PDE | 1990 | 11 | 10 | 121816.85 | 34.45 | -106.85 | 7  | 3.1 | MDSNM | ... | .....  | 305 |
| PDE | 1990 | 11 | 15 | 072524.38 | 34.46 | -106.86 | 6  | 3.6 | MDSNM | 4F. | .....  | 306 |
| PDE | 1990 | 12 | 05 | 033644.30 | 34.45 | -106.86 | 8  | 2.6 | MDSNM | ... | .....  | 306 |
| PDE | 1991 | 03 | 05 | 201711.40 | 34.44 | -106.87 | 9  | 2.9 | MDSNM | 3F. | .....  | 306 |
| PDE | 1991 | 03 | 06 | 143659.07 | 34.44 | -106.88 | 7  | 2.5 | MDSNM | ... | .....  | 307 |
| PDE | 1991 | 06 | 05 | 184414.90 | 34.45 | -106.85 | 4  | 3.0 | MDSNM | .F. | .....  | 305 |
| PDE | 1991 | 06 | 20 | 1605      | 33.62 | -106.47 | 0  | 3.5 | MLGS  | ... | ...E.. | 229 |
| PDE | 1991 | 12 | 09 | 124716.50 | 34.85 | -106.55 | 14 | 3.1 | LgTUL | 3F. | .....  | 314 |
| PDE | 1992 | 01 | 02 | 114535.61 | 32.33 | -103.10 | 5  | 5.0 | LgTUL | 5F. | .....  | 116 |
| PDE | 1992 | 02 | 23 | 161752.51 | 30.65 | -105.51 | 5  | 3.4 | LgTUL | ... | .....  | 264 |
| PDE | 1992 | 08 | 24 | 012535.20 | 34.01 | -106.86 | 5  | 2.6 | MDSNM | .F. | .....  | 280 |
| PDE | 1992 | 08 | 26 | 032452.67 | 32.17 | -102.71 | 5  | 3.0 | LgGS  | ... | .....  | 157 |
| PDE | 1993 | 03 | 24 | 023203.50 | 35.39 | -104.19 | 5  | 3.0 | LgGS  | 2F. | .....  | 290 |
| PDE | 1993 | 06 | 10 | 1510      | 33.62 | -106.47 | 0  | 3.2 | MLGS  | ... | ...E.. | 229 |
| PDE | 1993 | 06 | 23 | 032312.28 | 31.35 | -102.51 | 5  | 2.8 | MDSNM | ... | .....  | 226 |
| PDE | 1993 | 12 | 22 | 192511.39 | 33.33 | -105.68 | 10 | 3.2 | MDSNM | ... | .....  | 148 |
| PDE | 1994 | 01 | 01 | 025131.29 | 34.44 | -106.98 | 10 | 2.5 | MDSNM | ... | .....  | 314 |
| PDE | 1995 | 03 | 19 | 183643.97 | 35.00 | -104.21 | 5  | 3.3 | LgGS  | ... | .....  | 246 |
| PDE | 1995 | 04 | 14 | 003256.17 | 30.28 | -103.35 | 17 | 5.7 | MwGS  | 6CM | .....  | 287 |
| PDE | 1995 | 04 | 14 | 011148.40 | 30.30 | -103.35 | 10 | 2.7 | LgGS  | ... | .....  | 286 |
| PDE | 1995 | 04 | 14 | 021426    | 30.30 | -103.35 | 10 | 2.8 | LgGS  | ... | .....  | 286 |
| PDE | 1995 | 04 | 14 | 021938.50 | 30.30 | -103.35 | 10 | 3.3 | LgGS  | .F. | .....  | 286 |
| PDE | 1995 | 04 | 14 | 034842    | 30.30 | -103.35 | 10 | 2.6 | LgGS  | .F. | .....  | 286 |
| PDE | 1995 | 04 | 14 | 041116    | 30.30 | -103.35 | 10 | 2.4 | LgGS  | .F. | .....  | 286 |
| PDE | 1995 | 04 | 14 | 055339    | 30.30 | -103.35 | 10 | 2.7 | LgGS  | ... | .....  | 286 |
| PDE | 1995 | 04 | 14 | 073936.50 | 30.30 | -103.35 | 10 | 2.4 | LgGS  | .F. | .....  | 286 |
| PDE | 1995 | 04 | 14 | 082712.50 | 30.30 | -103.35 | 10 | 2.8 | LgGS  | .F. | .....  | 286 |
| PDE | 1995 | 04 | 14 | 100258    | 30.30 | -103.35 | 10 | 2.9 | LgGS  | .F. | .....  | 286 |
| PDE | 1995 | 04 | 14 | 105720.40 | 30.30 | -103.35 | 10 | 2.3 | LgGS  | .F. | .....  | 286 |
| PDE | 1995 | 04 | 15 | 031805    | 30.30 | -103.35 | 10 | 2.4 | LgGS  | .F. | .....  | 286 |
| PDE | 1995 | 04 | 15 | 143329.51 | 30.27 | -103.32 | 10 | 4.0 | LgGS  | 6D. | .....  | 290 |
| PDE | 1995 | 04 | 16 | 004043.30 | 30.30 | -103.35 | 10 | 2.3 | LgGS  | ... | .....  | 286 |
| PDE | 1995 | 04 | 16 | 102625.50 | 30.30 | -103.35 | 10 | 2.5 | LgGS  | ... | .....  | 286 |
| PDE | 1995 | 04 | 16 | 161609.60 | 30.30 | -103.35 | 10 | 2.4 | LgGS  | ... | .....  | 286 |
| PDE | 1995 | 04 | 17 | 085000.50 | 30.30 | -103.35 | 10 | 2.5 | LgGS  | ... | .....  | 286 |
| PDE | 1995 | 04 | 21 | 044144    | 30.30 | -103.35 | 10 | 2.9 | LgGS  | 3F. | .....  | 286 |
| PDE | 1995 | 06 | 01 | 010615.70 | 30.30 | -103.35 | 10 | 3.5 | LgGS  | 4F. | .....  | 286 |
| PDE | 1995 | 07 | 06 | 024151    | 30.30 | -103.35 | 10 | 2.7 | LgGS  | .F. | .....  | 286 |
| PDE | 1995 | 07 | 06 | 024704    | 30.30 | -103.35 | 10 | 2.6 | LgGS  | .F. | .....  | 286 |

|     |      |    |    |           |       |         |    |     |       |             |     |
|-----|------|----|----|-----------|-------|---------|----|-----|-------|-------------|-----|
| PDE | 1995 | 08 | 28 | 151339.05 | 34.21 | -106.94 | 3  | 2.8 | LgGS  | 5F.         | 297 |
| PDE | 1995 | 11 | 12 | 174559.40 | 30.30 | -103.35 | 10 | 3.6 | LgGS  | .F.         | 286 |
| PDE | 1996 | 03 | 15 | 131757.22 | 33.59 | -105.69 | 10 | 2.9 | LgGS  | .F.         | 163 |
| PDE | 1996 | 03 | 24 | 201612.70 | 34.26 | -105.68 | 10 | 3.5 | LgGS  | .F.         | 212 |
| PDE | 1996 | 03 | 24 | 201923.10 | 34.27 | -105.69 | 10 | 3.7 | LgGS  | .F.         | 214 |
| PDE | 1996 | 07 | 22 | 100614.98 | 34.20 | -105.71 | 10 | 3.5 | LgGS  | .F.         | 209 |
| PDE | 1997 | 05 | 20 | 094105.82 | 34.19 | -105.74 | 10 | 3.2 | LgGS  | .F.         | 210 |
| PDE | 1997 | 12 | 31 | 132830.05 | 34.53 | -106.15 | 5  | 3.5 | MLGS  | .F.         | 264 |
| PDE | 1997 | 12 | 31 | 133206.60 | 34.55 | -106.15 | 5  | 3.5 | MLGS  | ...         | 265 |
| PDE | 1997 | 12 | 31 | 133358.90 | 34.55 | -106.15 | 5  | 3.4 | MLGS  | ...         | 265 |
| PDE | 1998 | 01 | 04 | 080531.87 | 34.55 | -106.19 | 5  | 4.0 | MLGS  | .F.         | 268 |
| PDE | 1998 | 04 | 15 | 103342.42 | 30.19 | -103.30 | 10 | 3.6 | LgGS  | .F.         | 299 |
| PDE | 1998 | 07 | 14 | 053848.75 | 35.34 | -103.47 | 5  | 3.0 | MDSNM | .F.         | 293 |
| PDE | 1999 | 03 | 01 | 080023.50 | 32.57 | -104.66 | 1  | 2.9 | LgGS  | ...         | 45  |
| PDE | 1999 | 03 | 14 | 224317.97 | 32.59 | -104.63 | 1  | 4.0 | MDSNM | .F.         | 42  |
| PDE | 1999 | 03 | 17 | 122923.11 | 32.58 | -104.67 | 1  | 3.5 | MDSNM | ...         | 46  |
| PDE | 1999 | 05 | 30 | 190425.60 | 32.58 | -104.66 | 10 | 3.9 | MDSNM | ...         | 45  |
| PDE | 1999 | 08 | 09 | 065122.97 | 32.57 | -104.59 | 5  | 2.9 | MDSNM | ...         | 40  |
| PDE | 2000 | 02 | 02 | 071420.26 | 32.58 | -104.63 | 5  | 2.7 | LgGS  | ...         | 42  |
| PDE | 2000 | 02 | 26 | 030100.83 | 30.24 | -103.61 | 5  | 2.8 | LgGS  | .F.         | 286 |
| PDE | 2001 | 06 | 02 | 015553.72 | 32.33 | -103.14 | 5  | 3.3 | LgGS  | ...         | 113 |
| PDE | 2001 | 11 | 22 | 000708.02 | 31.79 | -102.63 | 5  | 3.1 | LgGS  | ...         | 186 |
| PDE | 2002 | 09 | 17 | 154514.47 | 32.58 | -104.63 | 10 | 3.5 | LgGS  | ...         | 42  |
| PDE | 2002 | 09 | 17 | 233419.35 | 32.58 | -104.63 | 10 | 3.3 | LgGS  | ...         | 43  |
| PDE | 2003 | 06 | 21 | 020309.56 | 32.67 | -104.50 | 5  | 3.6 | LgGS  | ...         | 28  |
| PDE | 2004 | 05 | 23 | 092205.28 | 32.53 | -104.57 | 5  | 4.0 | mbGS  | 3F.         | 41  |
| PDE | 2004 | 05 | 24 | 213628.56 | 34.47 | -106.90 | 5  | 3.5 | MLGS  | .F.         | 310 |
| PDE | 2004 | 06 | 22 | 085528.23 | 32.53 | -104.58 | 5  | 3.7 | LgGS  | .F.         | 42  |
| PDE | 2004 | 08 | 26 | 184518.62 | 32.58 | -104.50 | 5  | 3.4 | MLGS  | ...         | 33  |
| PDE | 2004 | 10 | 28 | 025904.82 | 32.60 | -104.50 | 5  | 3.0 | LgGS  | ...         | 31  |
| PDE | 2004 | 11 | 14 | 212749.90 | 33.25 | -106.20 | 5  | 3.5 | LgGS  | ...         | 191 |
| PDE | 2005 | 10 | 30 | 025734.81 | 34.07 | -106.98 | 5  | 2.4 | MLGS  | .F.         | 292 |
| PDE | 2005 | 12 | 19 | 202740.37 | 32.53 | -104.55 | 5  | 4.1 | MwSLM | 3FM         | 40  |
| PDE | 2005 | 12 | 22 | 143011.67 | 32.58 | -104.57 | 5  | 3.6 | LgGS  | .F.         | 37  |
| PDE | 2006 | 01 | 27 | 100456.45 | 32.59 | -104.55 | 5  | 2.7 | LgGS  | ...         | 35  |
| PDE | 2006 | 01 | 27 | 160745.84 | 32.55 | -104.58 | 5  | 3.1 | LgGS  | ...         | 40  |
| PDE | 2006 | 02 | 04 | 195510.68 | 32.58 | -104.62 | 5  | 2.7 | MLGS  | ...         | 42  |
| PDE | 2006 | 03 | 04 | 171458.25 | 30.29 | -103.67 | 5  | 2.7 | LgGS  | ...         | 280 |
| PDE | 2006 | 03 | 20 | 175529.12 | 32.60 | -104.56 | 5  | 3.0 | MLGS  | ...         | 36  |
| PDE | 2006 | 04 | 08 | 180835.23 | 31.95 | -101.42 | 5  | 2.9 | MLGS  | ...         | 279 |
| PDE | 2006 | 08 | 12 | 104909.67 | 32.90 | -100.89 | 5  | 2.8 | LgGS  | .F.         | 312 |
| PDE | 2007 | 05 | 23 | 051655.15 | 34.07 | -106.94 | 5  | 3.4 | MLGS  | 3F.         | 289 |
| PDE | 2008 | 01 | 29 | 102453.24 | 32.90 | -100.84 | 5  | 3.3 | LgGS  | .F.         | 317 |
| PDE | 2008 | 02 | 18 | 1415      | 32.27 | -101.42 | 0  | 2.1 | LgGS  | .C. .... E. | 269 |
| PDE | 2008 | 04 | 16 | 090604.36 | 33.66 | -106.06 | 5  | 2.7 | MLGS  | ...         | 196 |
| PDE | 2008 | 05 | 23 | 180305.86 | 32.50 | -104.60 | 5  | 2.7 | LgGS  | ...         | 45  |
| PDE | 2008 | 07 | 18 | 173109.40 | 32.89 | -100.84 | 5  | 2.7 | LgGS  | ...         | 317 |
| PDE | 2008 | 12 | 28 | 205659.99 | 30.44 | -103.36 | 5  | 2.6 | MLGS  | ...         | 271 |
| PDE | 2009 | 01 | 30 | 014121.66 | 32.50 | -104.61 | 5  | 2.7 | LgGS  | ...         | 46  |
| PDE | 2009 | 06 | 05 | 171732.94 | 31.35 | -105.98 | 0  | 2.4 | MLEPT | .F.         | 227 |
| PDE | 2009 | 06 | 05 | 181023.63 | 31.35 | -105.98 | 0  | 2.6 | MLEPT | .F.         | 227 |
| PDE | 2009 | 08 | 20 | 015723.10 | 34.03 | -106.87 | 5  | 2.7 | MLGS  | 3F.         | 282 |
| PDE | 2009 | 08 | 30 | 003100.29 | 34.22 | -106.89 | 5  | 2.5 | MLGS  | .F.         | 293 |
| PDE | 2009 | 08 | 30 | 063947.47 | 34.16 | -106.86 | 5  | 2.6 | MLGS  | .F.         | 289 |
| PDE | 2009 | 08 | 30 | 070943.72 | 34.19 | -106.88 | 5  | 2.1 | MLGS  | .F.         | 291 |
| PDE | 2009 | 11 | 17 | 185306.84 | 32.43 | -104.64 | 5  | 3.0 | LgGS  | ...         | 54  |
| PDE | 2010 | 01 | 27 | 045933.05 | 32.90 | -100.83 | 5  | 3.1 | LgGS  | .F.         | 318 |
| PDE | 2010 | 02 | 21 | 095539.77 | 32.57 | -104.61 | 5  | 2.8 | LgGS  | ...         | 41  |
| PDE | 2010 | 03 | 28 | 000355.08 | 32.44 | -104.50 | 4  | 4.1 | MwRMT | 3FM         | 44  |
| PDE | 2010 | 04 | 11 | 195632.67 | 32.41 | -101.06 | 5  | 2.9 | LgGS  | ...         | 300 |

|       |      |    |    |           |       |         |    |     |       |     |     |
|-------|------|----|----|-----------|-------|---------|----|-----|-------|-----|-----|
| PDE   | 2010 | 04 | 12 | 002005.97 | 32.94 | -100.88 | 5  | 2.8 | LgGS  | ... | 314 |
| PDE   | 2010 | 05 | 09 | 071807.37 | 34.04 | -106.83 | 5  | 2.1 | MLGS  | .F. | 279 |
| PDE   | 2010 | 05 | 27 | 204721.87 | 31.11 | -105.58 | 5  | 3.7 | MLGS  | ... | 223 |
| PDE   | 2010 | 05 | 31 | 215819.17 | 32.52 | -104.61 | 5  | 4.0 | MLGS  | ... | 44  |
| PDE   | 2010 | 08 | 08 | 011238.07 | 32.90 | -100.85 | 5  | 3.4 | MwRMT | 2FM | 316 |
| PDE   | 2010 | 08 | 25 | 020514.32 | 32.95 | -100.86 | 5  | 2.8 | LgGS  | ... | 315 |
| PDE   | 2010 | 08 | 29 | 124836.61 | 32.91 | -100.92 | 5  | 2.6 | LgGS  | ... | 310 |
| PDE-W | 2010 | 10 | 09 | 074227.63 | 32.93 | -100.89 | 5  | 3.1 | LgGS  | ... | 313 |
| PDE-W | 2010 | 10 | 26 | 065629.79 | 32.92 | -100.85 | 5  | 3.1 | LgGS  | ... | 316 |
| PDE-W | 2010 | 11 | 01 | 091058.42 | 33.00 | -100.82 | 5  | 2.8 | LgGS  | ... | 320 |
| PDE-W | 2011 | 01 | 11 | 043415.77 | 34.39 | -106.99 | 5  | 2.7 | MLGS  | ... | 312 |
| PDE-W | 2011 | 02 | 17 | 182534.41 | 30.11 | -103.30 | 5  | 3.3 | LgGS  | ... | 307 |
| PDE-W | 2011 | 03 | 01 | 033012.76 | 32.88 | -100.84 | 5  | 3.1 | LgGS  | 2F. | 317 |
| PDE-W | 2011 | 03 | 01 | 063159.89 | 32.84 | -100.80 | 5  | 2.5 | LgGS  | ... | 321 |
| PDE-W | 2011 | 03 | 12 | 152200.86 | 32.88 | -100.90 | 5  | 3.0 | LgGS  | ... | 312 |
| PDE-W | 2011 | 03 | 14 | 001948.80 | 32.96 | -100.81 | 5  | 3.0 | LgGS  | ... | 320 |
| PDE-W | 2011 | 03 | 28 | 091211.95 | 32.91 | -100.82 | 5  | 3.0 | LgGS  | ... | 320 |
| PDE-W | 2011 | 04 | 06 | 233835.45 | 34.40 | -107.02 | 5  | 3.2 | MLGS  | ... | 315 |
| PDE-W | 2011 | 04 | 25 | 165631.88 | 32.82 | -100.84 | 5  | 2.5 | LgGS  | ... | 317 |
| PDE-W | 2011 | 04 | 28 | 010341.97 | 30.74 | -105.71 | 6  | 4.4 | mbGS  | .F. | 264 |
| PDE-W | 2011 | 04 | 28 | 035625.61 | 30.74 | -105.78 | 10 | 4.0 | mbGS  | ... | 268 |
| PDE-W | 2011 | 04 | 28 | 045834.59 | 30.68 | -105.75 | 9  | 3.6 | MwRMT | .FM | 272 |
| PDE-W | 2011 | 04 | 28 | 074903.45 | 30.82 | -105.80 | 5  | 3.1 | LgGS  | ... | 262 |
| PDE-W | 2011 | 04 | 28 | 075418.94 | 30.58 | -105.85 | 5  | 2.7 | LgGS  | ... | 286 |
| PDE-W | 2011 | 04 | 30 | 010716.82 | 30.76 | -105.75 | 10 | 4.6 | MDUNM | ... | 265 |
| PDE-W | 2011 | 05 | 02 | 114328.24 | 30.73 | -105.72 | 10 | 4.2 | MwRMT | 2FM | 266 |
| PDE-W | 2011 | 05 | 02 | 115836.35 | 30.74 | -105.70 | 10 | 3.3 | MLGS  | ... | 264 |
| PDE-W | 2011 | 05 | 02 | 134032.64 | 30.69 | -105.75 | 10 | 3.3 | MLGS  | ... | 271 |
| PDE-W | 2011 | 05 | 02 | 135536.79 | 30.73 | -105.67 | 5  | 4.4 | mbGS  | 2F. | 264 |
| PDE-W | 2011 | 05 | 03 | 025830.18 | 30.67 | -105.73 | 10 | 3.8 | MwRMT | .FM | 273 |
| PDE-W | 2011 | 05 | 03 | 114203.84 | 30.49 | -105.68 | 10 | 2.8 | MLGS  | ... | 287 |
| PDE-W | 2011 | 05 | 04 | 162627.03 | 30.71 | -105.79 | 10 | 3.7 | MwRMT | .M  | 271 |
| PDE-W | 2011 | 05 | 05 | 052010.02 | 30.79 | -105.76 | 10 | 3.6 | MLGS  | ... | 262 |
| PDE-W | 2011 | 05 | 06 | 002426.09 | 30.75 | -105.73 | 10 | 2.8 | MLGS  | ... | 264 |
| PDE-W | 2011 | 05 | 06 | 004559.26 | 30.81 | -105.71 | 10 | 2.8 | MLGS  | ... | 258 |
| PDE-W | 2011 | 05 | 07 | 045100.88 | 30.64 | -105.73 | 10 | 4.1 | MDUNM | 2F. | 275 |
| PDE-W | 2011 | 05 | 08 | 132449.65 | 30.75 | -105.81 | 10 | 3.1 | MLGS  | ... | 269 |
| PDE-W | 2011 | 05 | 08 | 134616.49 | 30.72 | -105.76 | 10 | 3.2 | MLGS  | ... | 269 |
| PDE-W | 2011 | 05 | 08 | 135758.52 | 30.71 | -105.75 | 10 | 2.9 | MLGS  | ... | 269 |
| PDE-W | 2011 | 05 | 08 | 190732.13 | 30.81 | -105.31 | 10 | 3.0 | MLGS  | ... | 239 |
| PDE-W | 2011 | 05 | 08 | 225459.93 | 30.74 | -105.74 | 10 | 3.3 | MLGS  | ... | 266 |
| PDE-W | 2011 | 05 | 09 | 064019.15 | 30.76 | -105.69 | 10 | 3.9 | MDUNM | .F. | 261 |
| PDE-W | 2011 | 05 | 10 | 184118.44 | 30.72 | -105.72 | 10 | 3.4 | MLGS  | ... | 267 |
| PDE-W | 2011 | 05 | 13 | 124916.26 | 30.76 | -105.45 | 10 | 2.6 | MLGS  | ... | 250 |
| PDE-W | 2011 | 05 | 14 | 220751.11 | 30.82 | -105.74 | 10 | 3.9 | MDUNM | .F. | 259 |
| PDE-W | 2011 | 05 | 17 | 200820    | 30.75 | -105.74 | 10 | 4.2 | MDUNM | ... | 265 |
| PDE-W | 2011 | 05 | 19 | 103523.51 | 30.80 | -105.69 | 10 | 3.4 | MwRMT | .M  | 258 |
| PDE-W | 2011 | 05 | 19 | 115649.90 | 30.72 | -105.59 | 10 | 2.9 | MLGS  | ... | 260 |
| PDE-W | 2011 | 05 | 20 | 231419.06 | 30.20 | -105.55 | 10 | 2.7 | MLGS  | ... | 310 |
| PDE-W | 2011 | 05 | 25 | 100301.09 | 30.70 | -105.63 | 10 | 2.8 | MLGS  | ... | 264 |
| PDE-W | 2011 | 05 | 27 | 014128.20 | 30.80 | -105.76 | 10 | 3.6 | MLGS  | ... | 261 |
| PDE-W | 2011 | 05 | 27 | 014908.92 | 30.98 | -105.78 | 10 | 3.0 | MLGS  | ... | 246 |
| PDE-W | 2011 | 07 | 14 | 102913.60 | 32.93 | -100.81 | 5  | 2.5 | LgGS  | ... | 321 |
| PDE-W | 2011 | 09 | 11 | 183635.11 | 32.74 | -100.84 | 5  | 2.5 | LgGS  | 3F. | 318 |
| PDE-W | 2011 | 09 | 11 | 203158.11 | 32.89 | -100.85 | 5  | 2.8 | LgGS  | 2F. | 316 |
| PDE-W | 2011 | 09 | 12 | 003149.11 | 32.80 | -100.88 | 5  | 2.7 | LgGS  | 2F. | 314 |
| PDE-W | 2011 | 09 | 12 | 022931.34 | 32.73 | -100.85 | 5  | 2.5 | LgGS  | .H. | 317 |
| PDE-W | 2011 | 09 | 12 | 091946.71 | 32.85 | -100.85 | 5  | 2.6 | LgGS  | ... | 316 |
| PDE-W | 2011 | 09 | 12 | 092612.90 | 32.76 | -100.84 | 5  | 2.7 | LgGS  | 2F. | 317 |
| PDE-W | 2011 | 09 | 12 | 141834.05 | 32.82 | -100.87 | 7  | 3.4 | LgGS  | 3F. | 314 |

|       |      |    |    |           |       |         |   |     |      |     |     |
|-------|------|----|----|-----------|-------|---------|---|-----|------|-----|-----|
| PDE-W | 2011 | 09 | 28 | 214637.55 | 32.52 | -104.66 | 5 | 2.7 | LgGS | ... | 48  |
| PDE-W | 2011 | 11 | 24 | 064959.99 | 32.95 | -100.81 | 5 | 2.8 | LgGS | ... | 320 |
| PDE-W | 2011 | 11 | 24 | 231549.01 | 32.94 | -100.85 | 5 | 3.1 | LgGS | ... | 317 |
| PDE-W | 2011 | 12 | 09 | 184733.24 | 32.94 | -100.86 | 5 | 3.5 | LgGS | 3F. | 315 |
| PDE-W | 2011 | 12 | 17 | 144658.46 | 32.81 | -100.85 | 5 | 3.2 | LgGS | 3F. | 316 |
| PDE-W | 2011 | 12 | 29 | 061907.64 | 32.81 | -100.91 | 5 | 2.5 | LgGS | ... | 311 |
| PDE-W | 2011 | 12 | 29 | 114808.28 | 32.88 | -100.83 | 5 | 2.5 | LgGS | .F. | 318 |
| PDE-W | 2012 | 01 | 15 | 092901.68 | 31.23 | -103.61 | 5 | 2.7 | LgGS | 2F. | 181 |
| PDE-W | 2012 | 01 | 24 | 182102.61 | 30.32 | -103.38 | 5 | 3.6 | LgGS | 4F. | 283 |
| PDE-W | 2012 | 02 | 06 | 040024.75 | 32.09 | -104.91 | 5 | 2.7 | LgGS | ... | 98  |
| PDE-W | 2012 | 03 | 06 | 031149.71 | 31.81 | -106.31 | 5 | 2.5 | MLGS | 3F. | 223 |
| PDE-W | 2012 | 03 | 18 | 105722.43 | 32.28 | -103.89 | 5 | 3.1 | LgGS | ... | 63  |
| PDE-Q | 2012 | 04 | 05 | 091115.95 | 31.57 | -106.09 | 5 | 2.9 | MLGS | .F. | 219 |

USGS National Earthquake Information  
 Center  
[USGS Privacy Statement](#) | [Disclaimer](#)

