	DEPARTMEN	T OF THEN	NOTE:		se side) NNLTNict	Expires: February 28, 1995
L'A	BUREAU OF	LAND MANA	GEME!	JT.		
APPI	LICATION FOR P				Avenu	6. IF INDIAN, ALLOTTER OR TRIBE NAME
				rtesia, Nivi	3021U	7. UNIT AGREEMENT NAME
o. TIPE OF WELL	RILL 👿	DEEPEN				T. O.I.I. Addaeder Ages
WELL X	WELL OTHER	RY'S POT	ASI	INGLE ZON	E	8. FARM OR LEASE NAME, WELL NO.
POGO PRODUCT	NG 60100 13	/				PATTON "18" FEDERAL # 8
3. ADDRESS AND TELEPHONE H		(RICHARD	WRIG	HT 432-685-81	40)	30-01-34079
	40 MIDLAND, TEXA				· · · · · · · · · · · · · · · · · · ·	10. FIELD AND POOL, OR WILDCAT
At surface	Report location clearly and					11 000 0 0 0 0000
1980' FSL & At proposed prod. ze	2130' FWL SECTIO	ON 18 T24S-	R3IE	EDDY CO. NM	CEIVED	SECTION 18 T24S-R31E
	Pola	- Lalce D)elau	444		
14. DISTANCE IN MILES Approximate	and direction from NEAD 1y 30 miles Sourt	neast of Ca	r orric	d New Mexico	R 2,2 2005	12. COUNTY OR PARISH 13. STATE
15. DISTANCE FROM PRO	PUSED*			OF ACRES IN LEASE		EDDY CO. NEW MEXICO
LOCATION TO NEARE PROPERTY OR LEASE	LINE, FT.	980 ^{r.}	-	640		40
18. DISTANCE FROM PRO	POSED LOCATION*		19. FH	OPOSED DEPTH	20. ROTA	AT OR CABLE TOOLS
OR APPLIED FOR, ON T		100 T	.	8400'	ROTAR	Y
21. ELEVATIONS (Show w	hether DF, RT, GR, etc.)					22. APPROX. DATE WORK WILL START*
23.						WHEN APPROVED
				CEMENTING PROG	RAM	
SIZE OF HOLE	GRADE SIZE OF CASING	WEIGHT PER F	00Т	SETTING DEPTH		QUANTITY OF CEMENT
ITNESS 17½"	Conductor H-40 13 3/8"	NA 48		915'		t to surface W/Redi-mix circulate cement
11"	J-55 8 5/8"	32 & 24		4200'	1200 S	
7 7/8"	J-55-N-80 4½"	11.6		8400'	1300 s	x.2 stage Est TOC 3500'
Redi-mix 2. Drill 17 with 800 3. Drill 11 8 5/8" 3 casing. surface. 4. Drill 7 11.6# N- Cement i	. Sx. of Class "C" hole to 4200'. J-55 ST&C, 120 Cement with 1200 7/8" hole to 8400 UT&C, 5000' of stages with I	Run and se' cement + 2 Run and se 00' of 8 5/8 Sx. of Clas 0'. Run and 1 4½" 11.6# 0V Tool at 6	t 915 2% Ca t 420 8" 24 ss "C set 3 J-55 6200±	' of 13 3/8" of 13 3/8" of 13 3/8" of 13 3/8" of 13 5/8" of 8 5/8" of 8 5/8" of 4½" of 4½" of 1000' of 1000' of 1000' of 1000'. Cement 1st	48# H-40 le/Sx., c casing as 1000' of ditives, CARLS casing as of 4½" 11 stage wi	t to surface with ST&C casing. Cement irculate cement. follows: 2000' of 8 5/8" 32# J-55 ST&C circulate cement to BAD CONTROLLED WATER BASIN follows: 2400' of 4½" .6# N-80 LT&C casing. th 550 Sx. of Class "H" of Class "C" cement +
IN ABOVE SPACE DESCRIB deepen directionally, give per 24. SIGNED (This space for Federal Permit No.	eral or State office use)	proposal is to deepen, s and measured and the state of th	give data ue verica ue E _ Ag	on present productive 20 I depths. Give blowout po APPROVA ENT GENERAL AND SPEC ATTACHI APPROVAL DATE	L SUBJE REQUIF CIAL STI	
/s/ I	Linda S. C. Runde		5	STATE DIREC	TOR	APR 2 0 2004

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

*See Instructions On Reverse Side

APPROVAL FOR 1 YEAR

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised March 17, 1999

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

STRICT III 000 Rio Brazos Rd., Aztec, NM 87410

CT II

Dr., Hobbs, NM 88240

uth First, Artesia, NM 88210

DISTRICT IV 2040 South Pacheco, Santa Fe, NM 87505

Dedicated Acres

40

Joint or Infill

Consolidation Code

OIL CONSERVATION DIVISION

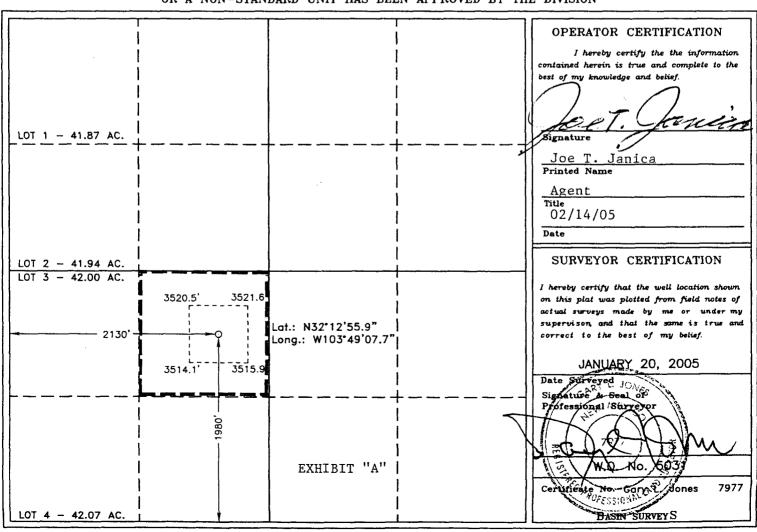
2040 South Pacheco Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

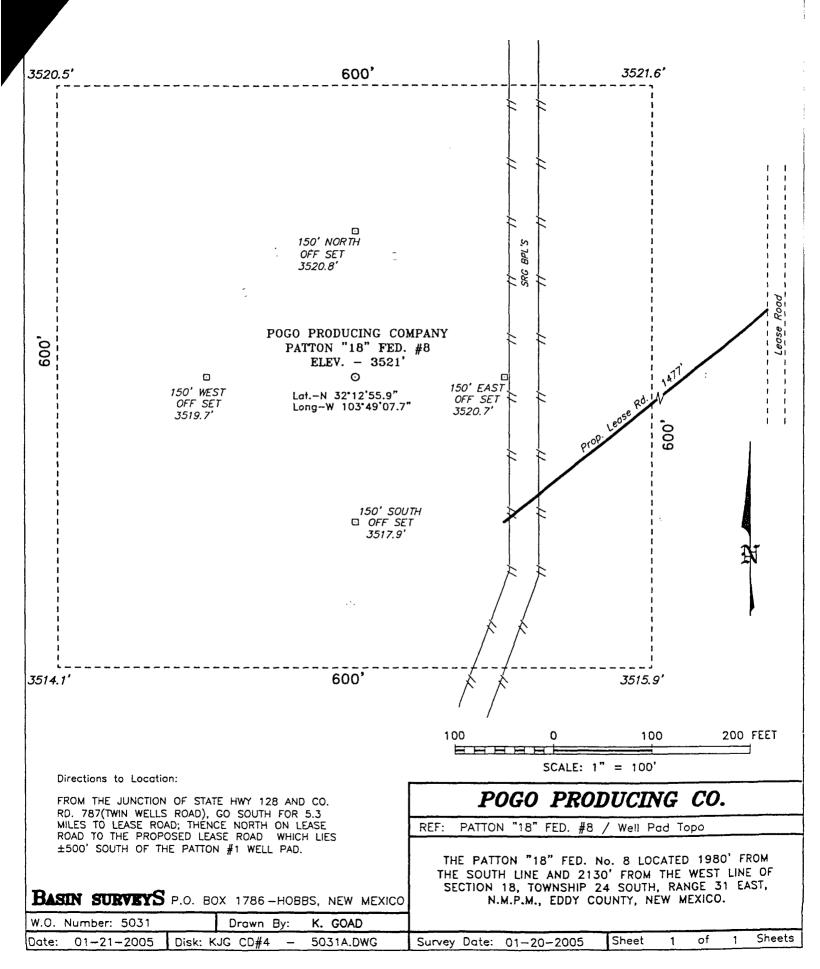
			WELL LO	CATION	AND ACRI	EAGE DEDICATI	ON PLAT		
API	Number			Pool Code	[Pool Name		
Property	Code	Property Name Well N PATTON "18" FEDERAL 8						umber	
ogrid n 17891	0.	Operator Name Elevation POGO PRODUCING COMPANY 3521'							
Surface Location									
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	18	24 S	31 E		1980	SOUTH	2130	WEST	EDDY
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

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

Order No.



TION 18, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M., DY COUNTY, NEW MEXICO.



APPLICATION TO DRILL

POGO PRODUCING COMPANY
PATTON "18" FEDERAL # 8
UNIT "K" SECTION 18
T24S-R31E EDDY CO. NM

In response to questions asked under Section II of Bulletin NTL-6 the following information on the above well is provided for your consideration.

- 1. Location of well: 1980' FSL & 2130' FWL SECTION 18 T24S-R31E EDDY CO. NM
- 2. Ground Elevation above Sea Level: 3521' GR
- 3. Geological age of surface formation: Quaternary Deposits:
- 4. <u>Drilling tools and associated equipment:</u> Conventional rotary drilling rig using drilling mud as a circulating medium to remove solids from hole.
- 5. Proposed drilling depth: 8400'
- 6. Estimated tops of geological markers:

Rustler Anhydrite	500'	Cherry Canyon	51844
Salado Salt	750 '	Brushy Canyon	6421'
Delaware	4274 '	· Bone Spring	81041
Bell Canyon	4299 '	TD	84001

7. Possible mineral bearing formations:

Brushy Canyon Oil
Bone Spring Oil

8. Casing Program:

Hole Size	Interval	OD of Casing	Weight	Thread	Collar	Grade
25"	0-40	20"	NA	NA	NA	Conductor
17½"	0-915	13 3/8"	48 <i>‡</i>	8-R	ST&C	H=40
11"	0-4200'	8 5/8"	32 & 24	8-R	ST&C	J-55
7 7/8"	0-8400	4 ¹ 2''	11.6#	8-R	LT&E	N-80 J-55

APPLICATION TO DRILL

POGO PRODUCING COMPANY
PATTON "18" FEDERAL # 8
UNIT "K" SECTION 18
T24S-R31E EDDY CO. NM

9. CEMENTING & CASING SETTING DEPTHS:

20"	Conductor	Set 40' of 20" conductor pipe and cement to surface with Redi-mix.
13 3/8"	Surface	Set 915' of 13 3/8" 48# H-40 ST&C casing. Cement with 800 Sx. of Class "C" cement + 2% CaCl, + $\frac{1}{2}$ # Flocele/Sx. Circulate cement to surface.
8 5/8"	Intermediate	Set 4200' of 8 5/8" casing as follows: 2000; of 8 5/8" 32# J-55 ST&C, 1200' of 8 5/8" 24# J-55 ST&C. 1000' of 8 5/8" 32# J-55 ST&C casing. Cement with 1200 Sx. of Class "C" cement + additives, circulate cement to surface.
412"	Production	Set 8400' of $4\frac{1}{2}$ " casing as follows: 2400' of $4\frac{1}{2}$ " 11.6# N-80 LT&C, 6000' of $4\frac{1}{2}$ " 11.6# J-55 LT&C, 1000' of $4\frac{1}{2}$ " 11.6# N-80 LT&C casing. Cement in 2 stages DV Tool at 6200'. cement 1st stage with 550 Sx. of Class "H" cement. Cement 2nd stage with 750 Sx. of Class "C" cement + additives. Estimate top of cement 3500' from surface.
nn daarm n	COMPON BOUTEN	additives. Estimate top of cement 3500'from surface.

10. PRESSURE CONTROL EQUIPMENT:

Exhibit "E" shows a 2000 PSI working pressure B.O.P., consisting of a stripper head instead of an annular preventor, blind rams, and pipe rams. This B.O.P. stack is being used because of Substructure height limitations of the drilling rig being used to drill this well. Pressures encountered during drilling are not expected to exceed 1700 PSI at total depth. Pogo requests permission to 3rd party test of the B.O.P., after setting intermediate casing at4200'. The B.O.P. will be tested acccording to API soecifications. Exhibit "E-1" shows a manually operated choke manifold, as no remote B.O.P. equipment will be necessary.

11. PROPOSED MUD CIRCULATING SYSTEM:

DEPTH	MUD WT.	VISC.	FLUID LOSS	TYPE MUD
40-915'	8.4-8.7	29-36	ИС	Fresh water Spud Mud use paper to control seepage.
9-15-4200'	10.1-10.2	29-38	NC	Brine water use paper to control seepage and high viscosity sweeps to clean hole.
4200-8400'	8.4-8.8	29-40	NC*	Fresh water with Dris-pacif water loss control is needed, high visc-osity sweeps to clean hole.

Sufficient mud materials will be kept on location at all times in order to combat lost circulation, or unexpected kicks. In order to run logs, DST's and casing the viscosity and/or water loss may have to be adjusted to meet these needs.

APPLICATION TO DRILL

POGO PRODUCING COMPANY
PATTON "18" FEDERAL # 8
UNIT "K" SECTION 18
T24S-R31E EDDY CO. NM

12. LOGGING, CORING, AND TESTING PROGRAM:

- A. Open hole logs: Dual Induction, SNP, LDT, Gamma Ray; Caliper from TD back to 8 5/8" casing shoe.
- B. Cased hole logs: Gamma Ray, Neutron from 8 5/8" casing shoe back to surface.
- C. Mud logger will be placed on hole at 4200'± and remain on hole to TD.
- D. No Cores or DST's are planned at this time.

13. POTENTIAL HAZARDS:

No abnormal pressures or temperatures are expected. There is no known presence of $\rm H^2S$ in this area. If $\rm H^2S$ is encountered the operator will comply with the provisions of Onshore Oil and Gas Order No. 6. No lost circulation is expected to occur. All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well. Estimated BHP 1850 PSI, and Estimated BHT 145°.

14. ANTICIPATED STARTING DATE AND DURATION OF OPERATION:

Road and location construction will begin after the BLM has approved the APD. Anticipated spud date will be as soon after BLM approval and as soon as a rig will be available. Move in operation and drilling is expected to take 25 days. If production casing is run then an additional 30 days will be needed to complete well and construct surface facilities and/or lay flowlines in order to place well on production.

15. OTHER FACETS OF OPERATIONS:

After running casing, cased hole Gamma Ray, Neutron Collar logs will be run from TD back to all possible productive zones. The <u>Bone Spring</u> formation will be perforated and stimulated in order to establish production. The well will be swab tested and potentialed as an oil well.

- Z_A
- 1. All Company and Contract personnel admitted on location must be trained by a qualified H₂S safety instructor to the following:
 - A. Characteristics of H₂S
 - B. Physical effects an hazzards
 - C. Proper use of safety equipment and life support systems.
 - D. Principle and operation of H_2S detectors, warning system and briefing areas.
 - E. Evacuation procedure, routes and first aid.
 - F. Proper use of 30 minute pressure demand air pack.
- 2. H₂S Detection and Alarm Systems
 - A. H₂S detectors and audio alarm system to be located at bell nipple, end of blooie line (mud pit) and on derrick floor or doghouse.
- 3. Windsock and/or wind streamers
 - A. Windsock at mudpit area should be high enough to be visible.
 - B. Windsock at briefing area should be high enough to be visible.
 - C. There should be a windsock at entrance to location.
- 4. Condition Flags and Signs
 - A. Warning sign on access road to location.
 - B. Flags to be displayed on sign at entrance to location. Green flag, normal safe condition. Yellow flag indicates potential pressure and danger. Red flag, danger, H2S present in dangerous concentration. Only emergency personnel admitted to location.
- 5. Well control equipment
 - A. See exhibit "E" & "E-1"
- 6. Communication
 - A. While working under masks chalkboards will be used for communication.
 - B. Hand signals will be used where chalk board is inappropriate.
 - C. Two way radio will be used to communicate off location in case of emergency help is required. In most cases cellular telephoned will be available at most drilling foreman's trailer or living quarters.
- 7. Drillstem Testing
 - A. Exhausts will be watered.
 - B. Flare line will be equipped with an electric ignitor or a propane pilot light in case gas reaches the surface.
 - C. If the location is near to a dwelling a closed DST will be performed.

- 8. Drilling contractor supervisor will be required to be familiar with the effects H2S has on tubular goods and other mechanical equipment.
- 9. If H_2S is encountered, mud system will be altered if necessary to maintain control of formation. A mud gas seperator will be brought into service along with H_2S scavengers if necessary.

POGO PRODUCING COMPANY
PATTON "18" FEDERAL # 8
UNIT "K" SECTION 18
T24S-R31E EDDY CO. NM

- 1. EXISTING ROADS & PROPOSED ROADS: Area maps; Exhibit "B" is a reproduction of a County General Hi-way Map. Exhibit "C" is a reproduction of a USGS Topographic Map, showing existing and proposed roads. All existing roads will be maintained in a condition equal to or better than current conditions. Any new roads will be constructed to BLM specifications.
 - A. Exhibit "A" shows the proposed well site as staked.
 - B. From Hobbs New Mexico take U.S. Hi-way 62-180 West toward Carlsbad New Mexico go approximately 40 miles to the WIPP road, turn Left on to the WIPP road go South 13 miles to CR-802, turn Right go go 4.2 miles to State Hi-way 128, turn Left go 2.4 miles to CR-787 (Twin Wells Road) turn Right go 5.6 miles turn Right (West) go .4 miles turn Left go .2 miles, turn Right go 1500' to location. location.
 - C. Exhibit "F" shows the routes of new roads, existing roads, proposed powerline, and proposed flowlines.
- 2. PLANNED ACCESS ROADS: Approximately 1500 of new road will be constructed.
 - A. The access roads will be crowned and ditched to a 12' wide travel surface with a 40' Right-of-Way.
 - B, Gradient of all roads will be less than 5.00%.
 - C. If turn-outs are necessary they will be constructed.
 - D. If needed roads will be surfaced with a mimimum of 4" of caliche. This material will be obtained from a local source.
 - E. Center-line for new roads will be flagged. Earth-work will be will be done as field conditions require.
 - F. Culverts will be placed in the access road if they are necessary. The roads will be constructed to utilaze low water crossings for drainage as required by topography.
- 3. LOCATIONS OF EXISTING WELLS IN A ONE MILE RADIUS. EXHIBIT "A-1"
 - A. Water wells One approximately .6 miles East of location.
 - B. Dispusal wells -None known
 - C. Drilling wells -None known
 - D. Producing wells -As shown on Exhibit "A-1"
 - E. Abandoned wells -As shown on Exhibit "A-1"

POGO PRODUCING COMPANY
PATTON "18" FEDERAL # 8
UNIT "K" SECTION 18
T24S-R31E EDDY CO. NM

4. If on completion this well is a producer the operator will lay pipelines and construct powerlines along existing road R-O-W's or other existing R-O-W's. Exhibit "C" shows proposed routes of roads, flowlines and powerlines.

5. LOCATION AND TYPE OF WATER SUPPLY:

Water will be purchased locally from a commercial source and trucked over the access roads or piped to location in flexible lines laid on top of the ground.

6. SOURCE OF CONSTRUCTION MATERIAL:

If possible construction material will be obtained from the excavation of drill site, if additional material is needed it will be obtained from a local source and transported over the access roads as shown on Exhibit "C".

7. METHODS OF HANDLING WASTE MATERIAL:

- A. Drill cuttings will be disposed of in the reserve pits.
- B. All trash, junk and other waste material will be contained in trash cages or trash bins to prevent scattering. When the job is completed all contents will be removed and disposed of in a approved sanitary land fill:
- C. Salts remaining after completion of well will be picked up by the supplier, including broken sacks.
- D. Waste water from living quaters will be drained into holes with a minium of 10'. These holes will be covered during drilling and will be back filled when the well is completed. A Porto-John will be provided for the rig crews. This equipment will be properly maintained during the drilling and completion operations and will be removed when all operations are complete.
- E. Remaining drilling fluids will be allowed to evaporate in the reserve pits until the pits are dry enough to be broken out for furthed drying. If the drilling fluids do not evaporate in a reasonable time they will be hauled off by transports to a state approve disposal site. Later pips will be broken out to speed drying. Water produced during completion will be put in reserve pits. Oil and condensate produced will be put in storage tanks and sold.

8. ANCILLARY FACILITIES:

A. No camps or air strips will be constructed on location.

POGO PRODUCING COMPANY
PATTON "18" FEDERAL # 8
UNIT "K" SECTION 18
T24S-R31E EDDY CO. NM

9. WELL SITE LAYOUT:

- A. Exhibit "D" shows the proposed well site layout.
- B. This Exhibit shows the location of reserve pit, sump pits, and living facilities.
- C. Mud pits in the active circulating system will be steel pits and the reserve pits will be unlined unless subsurface conditions encontered during pit construction indicate that a plastic liner is required to contain lateral migration.
- D. If needed the reserve pits will be lined with polyethelene. The pit liner will be no less than 6 mils thick and the liner will be extended at least 3 feet over the top of the dikes and secured in place to keep edge of liner in place.
- E. The reserve pit will be fenced on three sides and fenced with four strands of barbed wire during drilling and completionphases. The 4th side will be fenced after drilling operations are complete and the drilling rig has moved out. If the well is a producer the mud pits will remain fenced in until the mud has dried up enough to break out the pits and reclaimed according to BLM requirements.

10. PLANS FOR RESTORATION OF SURFACE:

Rehabilitation of the location and reserve pits will be allowed to dry properly, fluids may be moved and disposed of in accordance with article 7-E as previously noted. The pit area will then be leveled and contoured to conform to the original and surrounding area. Drainage systems, if any will be reshaped to the original configuration with provisions made to alleviate furture erosion. In case of the well completed as a producer the drilling pad will be necessary to construct production facilities. After the area has been shaped and contoured top soil from the spoil pile will be placed over the disturbed area to the extent possible so that revegetation procedures can be accomplished to comply with the BLM specifications.

If the well is a dry hole the pad and road area will be contoured to match the existing terrain. Top soil will be spread to the extent possible and revegetation will be carried out according to the BLM specifications.

Should the well be a producer the previously noted procedures will apply to those areas which are not required for production facilities.

POGO PRODUCING COMPANY
PATTON "18" FEDERAL # 8
UNIT "K" SECTION 18
T24S-R31E EDDY CO. NM

11. OTHER INFORMATION:

- A. Topography is relatively flat with little or no dip. Soil consists of shallow, silty clay loams with caliche caprock throughout. Vegetation consists of catclawacacia, mesquite, prickley pear, broom snake weed, creosote, Christmas tree cactus, and various other cactus.
- B. Surface is owned by the U.S. Department of Interior and is administered by the Bureau of Land Management. The surface is leased to ranchers for grazing of live stock.
- C. An archaeological survey will be conducted and the results will be filed with The Bureau of Land Management Carlsbad Field office in Carlsbad NM.
- D. There is a ranch dwelling approximately .8 of a mile to the East of the location.

12. OPERATORS REPRESENTIVE:

Before construction:

TIERRA EXPLORATION, INC. P.O. BOX 2188 HOBBS, NEW MEXICO 88241 JOE T. JANICA OFFICE PHONE 505-391-8503

During and after construction:

POGO PRODUCING COMPANY P.O. BOX 10340 MIDLAND, TEXAS 79702-7340 RICHARD WRIGHT OFFICE PHONE 915-685-8140

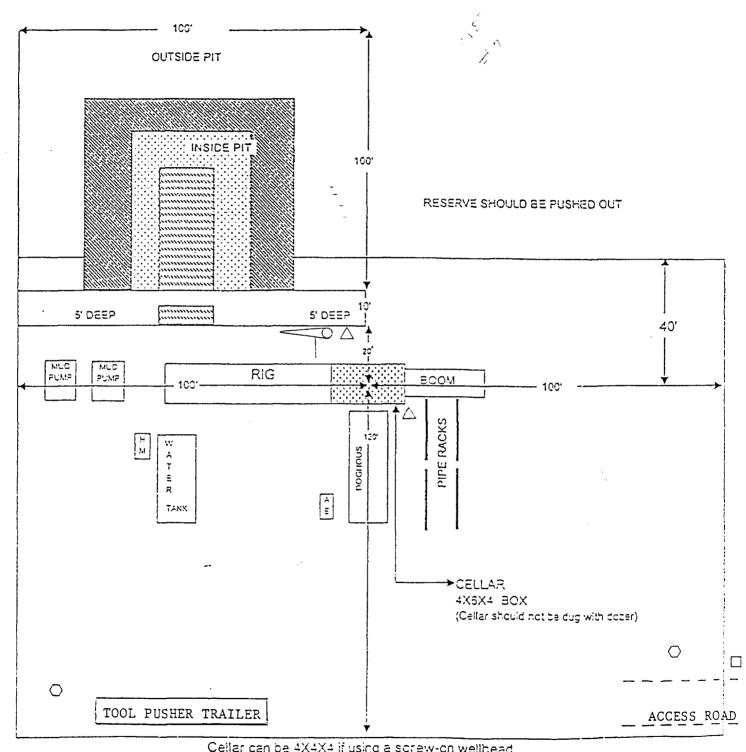
13. CERTIFICATION: I hereby certify that I or persons under my direct supervision have inspected the proposed drill site and access route, that I am familiar with the conditions which currently exist, that the statements made in this plan are to the best of my knowledge, are true and correct, and that the work associated with the operations proposed herein will be performed by POGO PRODUCING COMPANY it's contractors/subcontractors is in the conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provision of U.S.C. 1001 for the filing of a false statement.

NAME : Joe T. Janica Of T. Jennezec

DATE : 02/14/05

TITLE : Agent

FOR EARTH PITS



Cellar can be 4X4X4 if using a screw-on wellhead Working Pits dug 5' below ground level

Wind Direction Indicators (wind sock or streamers)

H2S Monitors

 (alarms at bell nipple and shale shaker)

Briefing Areas

Remote BOP Closing Unit

Sign and Condition Flags

Location Specs

EXHIBIT "D"
RIG LAY OUT PLAT

POGO PRODUCING COMPANY
PATTON "18" FEDERAL # 8
UNIT "K" SECTION 18
T24S-R31E EDDY CO. NM

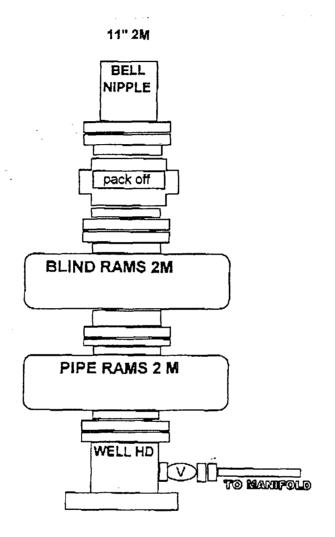


EXHIBIT "E"
SKETCH OF B.O.P. TO BE USED ON

POGO PRODUCING COMAPNY
PATTON "18" FEDERAL # 8
UNIT "K" SECTION 18
T24S-R31E EDDY CO. NM

CHOKE MANIFOLD

3000 PSI WP

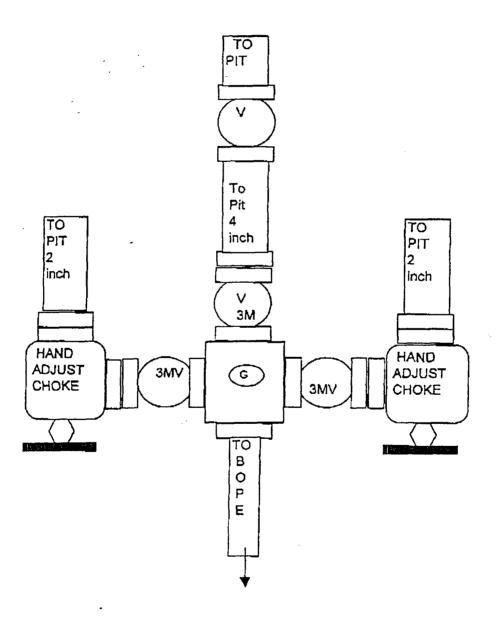


EXHIBIT "E-1"
CHOKE MANIFOLD & CLOSING UNIT

POGO PRODUCING COMPANY
PATTON" 18" FEDERAL # 8
UNIT "K" SECTION 18
T24S-R31E EDDY CO. NM