<u>District I</u> 1625 N. Frenc <u>District II</u>	ch Dr., Hob	bs, NM 88	240 18192021	2223 En	State ergy Miner	of Ne als and	w Mex Natura	kico al Resou	rces]	Form C-101 Revised June 10, 2003	
1301 W. Gran	nd Avenue,	Artesia, N	MQ 9 8210 TS	v3	63/					ubmit to a	appropi	riate District Office	
1000 Rio Bra	zos Road, A	Aztec, NM	10 17410 JUN 20	1150 - 1150 -	≥1220 Sc						Sta	te Lease - 6 Copies	
District IV 1220 S. St. Fr	ancis Dr., S	Santa Fe, N	2 87505 RECE	RTESIA	Sant	a Fe, N					F	ee Lease - 5 Copies	
		1	E OCD									ÆNDED REPORT	
APP	LICAT	ION F	OR PERMIT			ENTI	ER, DI	EEPEN,	PLUGBAC	CK, OR OGRID			
Mewbourne	e Oil Con	npany	Operator/Nami	e and Addres	s						Number 744		
P.O. Box 5	270									³ API N	umber	0416	
Hobbs, Nev	w Mexico arty Code	8824	1		⁵ Property	. Nome			30 - 0	<u>S- '</u>	<u>5 </u>	845	
гюр	aty Code				Winchester		ate				#		
					⁷ Surface	Locat	tion						
UL or lot no.	Section	Township	Range	Lot I		rom the		South line	Feet from the	East/Wes	# line	County	
K	36	198	28E		18	1880		uth	1980	West		Eddy	
			⁸ Proposed	l Botton	n Hole Loc	ation I	f Differ	rent From	n Surface		1		
UL or lot no.	Section	Township	1	Lot I	1	rom the	1	outh line	Feet from the	East/Wes	st line	County	
	•	1											
	⁹ Proposed Pool 1							I	¹⁰ Proposed Pool 2				
		W	inchester Morre	ow									
		1.01		-			ł			***************************************			
l .	Type Code			12 Well Type Code			13 Cable/Rotary		14 Lease Type Code		Ground Level Elevation		
	N Iultiple		G 17 Proposed Depth		R 18 Formation		19 Co		S Contractor	S Contractor		3293, 20 Spud Date	
1	No		11,600'		Morrow			Unknown		ASAP			
1		1		Propos	sed Casing	and Ce	ement l	Program					
Hole S	ize	(Casing Size		Casing weight/foot		Setting Depth		Sacks of Cement		Estimated TOC		
17 1/2	2		13 3/8"		48#		350'		400		Circ to surface		
12 ¼"		8 5/8"		32#			2500'		1200		Circ to surface		
7 7/8"			5 1/2"		17#		11,600'		1000		500' above Wolfcamp		
		, ,.											
Set	134	18	Casina	abo	u Sa	11	<u>@</u>	3 <i>ca</i>	-350	,			
22 Describe	the propos	ed progran	n. If this application	n is to DEEI	PEN or PLUG B	ACK, giv	e the data	on the prese	ent productive zon	e and propo	sed new	productive zone.	
Describe	the blowo	ut preventi	on program, if any.	Use additio	nal sheets if nece	essary.							
BOP Program	: 2k 13 5/8	" Annular	preventer from surf	ace casing to	intermediate T	D. 3k 11"	Double-1	am hydraul	ic BOP and 3k 11	" Annular p	reventer	from intermediate	
	casing to	TD. Rotat	ng head, PVT, Flow	w Monitor a	nd mud/gas sepa	rator fron	the Wol	fcamp to TE).				
Mud Program	: 0-350'	Fresh w	ater spud mud with	lime for pH	control and LC	M as need	led for see	page.					
	350-2500	' Brine w	ater with lime for p	H control an	d LCM as neede	d for seep	age.						
	2500-TD	8.6-10#	cut brine with caus	tic for pH co	ontrol, starch for	WL contr	rol and 12	CM as neede	d for seepage.				
²³ I hereby cer	tify that the	informatio	n given above is tr	ie and comp	lete to the best	B		OII CO	ONSERVAT	וח אחני	плет	ONI	
of my knowled	dge and boli	ief.	4		4	1/9	<u>r / _ </u>		TISLIC VAI	ION D	1 4 191	ON	
Signature:	40	Lai	the-	*		Appro	ved by:		sion u	r Ge	in	,	
Printed name:	F.C. Lat	han	···			Title:			District	r Le Supe	w	oor	
Title: Drillir	ng Forem	an				Appro	val Date:	HIN	·	xpiration D		IIIN 9 c 20a	
E-mail Addres	ss:							JUN	₩ 0 Z003			AOIA P D TA	
Date: 06/16/	2003		Phone: (50	5) 393-59	905	Conditi	ions of Ap	proval:					
						Attache	ed 🔲						

* * * *

DISTRICT I 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 and Natural Resources Department

Form C-102 Revised March 17, 1999 instruction on back Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

OIL CONSERVATION DIVISION P.O. Box 2088

Santa Fe, New Mexico 87504-2088

□ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API	Number]i	Pool Code		Pool Name						
						Wind	chester Mo	rrow				
Property	Code		Property Name									
			WINCHESTER "36" STATE									
OGRID No. 14744			Elevation 3293									
					Surface Loc	ation						
L or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line WEST	County EDDY			
K	36	195	28E		1880	SOUTH	1980					
	L	<u> </u>	Bottom	Hole Loc	eation If Diffe	rent From Sur	face	A	<u> </u>			
L or let No.	Section	Township	Range	Lot idn	Feet from the	North/South line	Feet from the	East/West line	County			
Dedicated Acre	s Joint o	r infili (Consolidation (Code Or	der No.		L	<u> </u>				
			NON-STAN			JNTIL ALL INTER APPROVED BY	THE DIVISION	EEN CONSOLID				

Lathan Printed Name Drilling Foreman 06/16/2003 Date SURVEYOR CERTIFICATION I hereby certify that the well location sh on this plat was plotted from field notes of N.32°36'56.0" actual surveys made by me or under my W.104°07'57.3" supervison, and that the same is true and correct to the best of my belief. 1980 6/10/2003 Lease#E-5073 Date Surveyed RLS 3640 1650' 1980' 2310' 2310' 1980'1650 990, 660, 330,

Mewbourne Oil Company BOP Schematic for 12 1/4" Hole

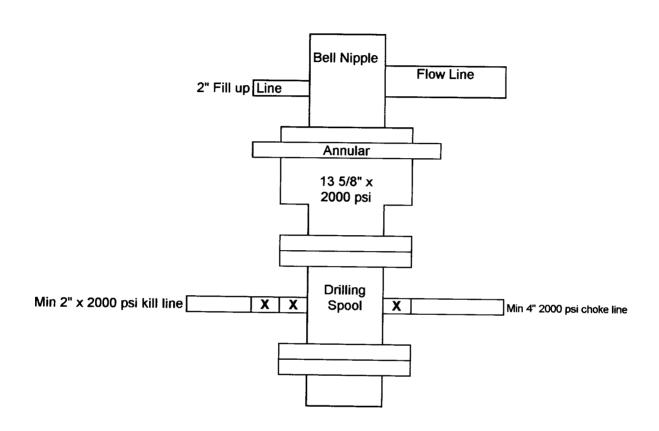
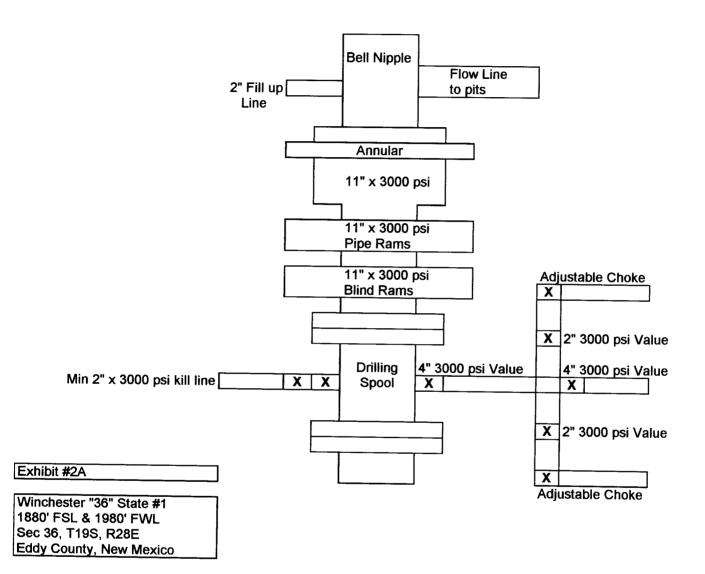


Exhibit #2

Winchester "36' State #1 1880' FSL & 1980' FWL Sec 36, T19S, R28E Eddy County, New Mexico



Hydrogen Sulfide Drilling Operations Plan Mewbourne Oil Company

Winchester "36" State #1
1880' FSL & 1980' FWL
Section 36 - T19S - R28E
Eddy County, New Mexico
API# 30-015-

1. Hydrogen Sulfide Training

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will have received training from a qualified instructor in the following areas prior to entering the drilling pad area of the well:

- A. The hazards and characteristics of hydrogen sulfide gas.
- B. The proper use of personal protective equipment and life support systems.
- C. The proper use of hydrogen sulfide detectors, alarms, warning systems, briefing areas, evacuation procedures.
- D. The proper techniques for first aid and rescue operations.

Additionally, supervisory personnel will be trained in the following areas:

- A. The effects of hydrogen sulfide on metal components. If high tensile tubular systems are utilized, supervisory personnel will be trained in their special maintenance requirements.
- B. Corrective action and shut in procedures, blowout prevention, and well control procedures while drilling a well.
- C. The contents of the Hydrogen Sulfide Drilling Operations Plan.

There will be an initial training session prior to encountering a know hydrogen sulfide source. The initial training session shall include a review of the site specific Hydrogen Sulfide Drilling Operations Plan.

2. Hydrogen Sulfide Safety Equipment and Systems

All hydrogen sulfide safety equipment and systems will be installed, tested, and operational prior to drilling below the intermediate casing.

A. Well Control Equipment

- 1. Flare line with automatic igniter or continuous ignition source.
 2. Choke manifold with minimum of a manifold with minimum of
- Choke manifold with minimum of one adjustable choke.
 Blowout preventers against a sixty of the s
- Blowout preventers equipped with blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit
- 4. Auxiliary equipment including rotating head and annular type blowout preventer.

B. Protective Equipment for Essential Personnel

Thirty minute self contained work unit located at briefing area as indicated on well site diagram.

C. <u>Hydrogen Sulfide Protection and Monitoring Equipment</u>

Two portable hydrogen sulfide monitors positioned on location for optimum

coverage and detection. The units shall have audible sirens to notify personnel when hydrogen sulfide levels exceed 20 ppm.

- D. <u>Visual Warning Systems</u>
 - 1. Wind direction indicators as indicated on the well site diagram.
 - Caution signs shall be posted on roads providing access to location. Signs shall be painted a high visibility color with lettering of sufficient size to be readable at reasonable distances from potentially contaminated areas.
- 3. Mud Program

The mud program has been designed to minimize the amount of hydrogen sulfide entrained in the mud system. Proper mud weight, safe drilling practices, and the use of hydrogen sulfide scavengers will minimize hazards while drilling the well.

4. Metallurgy

All tubular systems, wellheads, blowout preventers, drilling spools, kill lines, choke manifolds, and valves shall be suitable for service in a hydrogen sulfide environment when chemically treated.

5. Communications

Communications in company vehicles and tool pushers are either two way radios or cellular phones.

6. Well Testing

Drill stem testing is not an anticipated requirement for evaluation of this well. A drill stem test is required, it will be conducted with a minimum number of personnel in the immediate vicinity. The test will be conducted during daylight hours only.

Upon review of past drilling in this area, no appreciable amounts of H2S should be encountered while drilling this well. This plan will be kept in place while drilling, however, to increase the overall safety for the personnel on site.

F.C. Lathan

Drilling Foreman