District I PO Box 1980, Hobbs, NM 88241-1980 District II

1/14/98

State of New Mexico Energy, Minerais & Natural Resources Department

Form C-101 Revised February 10, 1994 Instructions on back

PO Drawer DD, Artesia, NM 88211-0719 OIL CONSERVATION DIVISION Submit to Appropriate District Office District III PO Box 2088 State Lease - 6 Copies 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87504-2088 Fee Lease - 5 Copies District IV PO Box 2088, Santa Fe, NM 87504-2088 _ AMENDED REPORT APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE Operator Name and Address. 1 OGRID Number Mallon Oil Company 13925 P. O. Box 3256 API Number Carlsbad, NM 88220 2 0 1358 **30 - 0** 39 **-** 22756 * Property Code COM. DIV. ' Well No. Simms 22323 1 Surface Location UL or lot no. Section Township Range Lot Ida Feet from the North/South line Feet from the East/West time County J 13 30N 4 W n/a 1730 South 1820 East Rio Arriba 8 Proposed Bottom Hole Location If Different From Surface UL or lot no. Section Township Range Lot Ida Feet from the North/South line Feet from the 1820 East/West line County Rio Arriba J 1.3 30N 4 W n/a 1730 South East Proposed Pool 1 18 Proposed Pool 2 SWD; Entrada 96436 n/a Work Type Code 12 Well Type Code 13 Cable/Rotary 14 Lease Type Code 15 Ground Level Elevation D S R P 7023 GT. 14 Multiple 17 Proposed Depth 1 Formation " Contractor " Soud Date No 9570 Entrada ASAP Proposed Casing and Cement Program Hole Size Casing Size Casing weight/foot Setting Depth Sacks of Cement **Estimated TOC** Existing 12-11/4" 9-5/8 32.30 277' 275 Existing /8" 15.50 8731' 640 6-1/4" 4.00 9.50 8731'<u>-9570'</u> 100 833<u>1 linear</u>| top 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. Despen to Entrada and convert to SWD.

The Producing Gallup perfs 7541'-7634', will be cut squeezed and Pictured Cliffs 3709'-3715' cmt squeezed, drill out CIRC at 8460' and cmt squeeze, Dakota perfs 8484'8530', Drill out to btm 5-1/2" csg at 8731', Drill 4-3/4" O.H. to 9750' (Entrada) and ream 4-3/4" hole to 6-1/4" hole. The drill fluid will be 8.4 ppg Polymir mud, 3 K BOP system with Kelly Valve, Log open hole CNL/FN/CR from T.D. to bum of csg. Run 4.00×9.50 1b N-80 Hydrill Slim Hole liner from 8331'-9570' and cemented top to btm. of my knowledge and belief. OIL CONSERVATION DIVISION Signature: 1-2298 Printed name Duane C. Winkler DEPUTY OIL & GAS INSPECTOR, DIST. #3 Title: Operations Manager 1999

Conditions of Approval:

Attached:

505-885-4596

C-101 Instructions

21

23

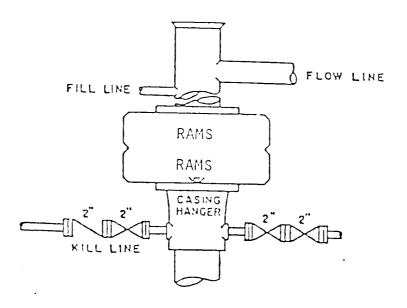
Measurements and dimensions are to be in feet/inches. Wer ocations will refer to the New Mexico Principal Meridian.

Measure	ments and dimensions are to be in feet/inches. Wer ocatio		
	IS AN AMENDED REPORT CHECK THE BOX LABLED DED REPORT* AT THE TOP OF THIS DOCUMENT.		
1	Operator's OGRID number. If you do not have one it will be assigned and filled in by the District office.		
2	Operator's name and address		
3	API number of this well. If this is a new drill the OCD will assign the number and fill this in.		
4	Property code. If this is a new property the OCD will assign the number and fill it in.		
5	Property name that used to be called 'well name'		
6 .	The number of this well on the property.		
7	The surveyed location of this well New Mexico Principal Meridian NOTE: If the United States government survey designates a Lot Number for this location use that number in the 'UL or lot no.' box. Otherwise use the OCD Unit Letter.		
8	The proposed bottom hole location of this well at TD		
9 and 10 The proposed pool(s) to which this well is beeing drilled.			
11	Work type code from the following table: N New well E Re-entry D Drill deeper P Plugback A Add a zone		
12	Well type code from the following table: O Single oil completion G Single gas completion M Mutiple completion I Injection well S SWD well W Water supply well C Carbon dioxide well		
13	Cable or rotary drilling code C Propose to cable tool drill Propose to rotary drill		
14	Lease type code from the following table: F Federal S State P Private N Navejo J Jicarilla U Ute I Other Indian tribe		
15	Ground level elevation above sea level		
16	Intend to mutiple complete? Yes or No		

Proposed total depth of this well

17

- 18 Geologic formation at TD
- 19 Name of the intended drilling company if known.
- 20 Anticipated spud date.
 - Proposed hole size ID inches, proposed casing OD inches, casing weight in pounds per foot, setting depth of the casing or depth and top of liner, proposed camenting volume, and estimated top of cament
- Brief description of the proposed drilling program and BOP program. Attach additional sheets if necessary.
 - The signature, printed name, and title of the person authorized to make this report. The date this report was signed and the telephone number to call for questions about this report.



BOP STACK

3000 PSI WORKING PRESSURE

BOP ARRANGEMENT

MALLON OIL COMPAN

ENGINEERING CHART

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Simms No. 1	<u> </u>	DATE 5/19/97
Proceed Completion for Inject	:::::::::::::::::::::::::::::::::::::::	av Winkler
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	2-7/8 x 2.65 Hydrill tog lined	with PVC
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		<u> </u>
	9-5/3" csg at 277'. Circ cmt to	surface.
	3709'-3715' Pictured Cliffs	
		i
	Cement squeeze and pressure test 3722', 3945', 3972' Pictured C	
	Cement squeezed with 50 sks, pro	
	tested 2000 psi.	
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3	7541'-7634' Gallup	
	Cement squeeze and pressure tes	=
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	8331 4" liner ton, cement ton	433:1
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	0251 0251 2	
	8367'-8375' Dakota, cement sque	
[6]	8484'-8530' Dakota, cement sque	ezed with 50 sks
000	18633'-8636' Dakota, cement sque	ezed with 35 sks
	8670'-8683' Dakota, cement sque	· · · · ·
	test	1 1 1
	5-1/2" csg at 8731', cement top	2337' balc
——————————————————————————————————————		1 1 1 1 1
	9300' Guiberson UNI VI packer n	ickel coated
	9400'-9550' Entrada	
0		
		1 1 1 1
	4" liner bottom 9570'	_
	Circ cmt to top liner	