

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 Pure Resources, L. P. 500 W. Illinois Midland, Texas 79701		OGRID Number 150628
Property Code <b>34373</b>		API Number <b>30-025-36924</b>
Property Name <b>RED CLOUD "8" STATE</b>		Well No. <b>1</b>
Proposed Pool 1 <b>Rock Lake Morrow North</b>	Proposed Pool 2 San Simon; Strawn, Southwest (Gas) / San Simon; Wolfcamp (Oil) / San Simon; Strawn, South (Gas) / Wildcat; Atoka	

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	8	22S	35E		660	South	1,980	West	Lea

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Proposed Bottom Hole Location If Different From Surface									

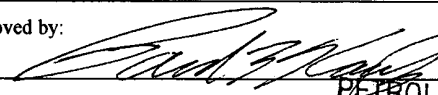
Additional Well Information					
Work Type Code N	Well Type Code G	Cable/Rotary R (0'-13,500')	Lease Type Code S	Ground Level Elevation 3,591'	Spud Date
Multiple No	Proposed Depth 13,500'	Formation Morrow	Contractor Nabors	ASAP	
Depth to Groundwater N/A, No wells listed on State Engr. Web Site		Distance from nearest fresh water well >1 Mile		Distance from nearest surface water > 1 Mile	
Pit: Liner: Synthetic <input checked="" type="checkbox"/> 12_mils thick Clay <input type="checkbox"/> Pit Volume: 2000_bbls			Drilling Method:		
Closed-Loop System <input type="checkbox"/>			Fresh Water <input checked="" type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <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"	54.5# K-55	1,400'	1,125sx "C"	Surface
12-1/4"	9-5/8"	40# J-55 & HCK-55	5,800'	1,700sx "C" 2 Stgs.	Surface
8-3/4"	7"	26# P 110	11,650'	660sx "H"	TOC @ 5,300'
6-1/8"	4-1/2" Liner	13.5# P110	13,500', TOL 11,450'	160sx "H"	(CIR to TOL)

22 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.

Pure Resources, L. P. is proposing to drill and complete this well into the principal targeted Grama Ridge; Morrow, East (Gas) Pool with alternate plug back pools being the San Simon; Strawn, Southwest (Gas) / Wildcat; Atoka (Gas) / San Simon; Wolfcamp (Oil) / San Simon; Strawn, South (Oil) pools. The 7" intermediate casing depth may vary-intent is to set at the top of Wolfcamp zone as determined by mud logging. The pit contents will be handled according to NMOCDC guidelines. See attached Casing/Cement program & BOP Schematic, mud program, site layout plat, and additional topographical maps, vicinity maps and plats.

**Permit Expires 1 Year From Approval Date Unless Drilling Underway**

23 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 NMOCDC guidelines <input checked="" type="checkbox"/> , a general permit <input type="checkbox"/> , or an (attached) alternative OCD-approved plan <input type="checkbox"/> .	<b>OIL CONSERVATION DIVISION</b>	
	Approved by: 	
Printed name: Alan W. Bohling	Title: <b>PETROLEUM ENGINEER</b>	
Title: Regulatory Agent	Approval Date:	Expiration Date:
E-mail Address: abohling@pureresources.com	<b>OCT 28 2004</b>	
Date: 10/25/2004	Phone: (432) 498-8662	Conditions of Approval Attached <input type="checkbox"/>

Pure Resources, L.P.  
Red Cloud "8" State No. 1  
Unit "N" Section 8  
T22S - R35E Lea County, NM  
10/20/04

- 1) Set 20" conductor 40' below GL and cement to surface with ready-mix cement.
- 2) Drill 17-1/2" hole to 1,400'. Run and set 1400' of 13-3/8" 54.5# K55 LTC casing. Cement with:
  - a) Lead Cement: ±825 sx of 35:65 Poz:Class C cement + 2% CaCl<sub>2</sub> + 6% bentonite + ¼ pps celloflakes.
  - b) Tail Cement: 300 sx of Class C cement + 1% CaCl<sub>2</sub>. Circulate cement to surface.
- 3) Drill 12-1/4" hole to 5800'. Run and set 5800' of 9-5/8" 40# J55 and HCK55 LTC casing. Cement in two stages with DV tool at ±3800'. Circulate cement to surface by pumping:
  - a) 1<sup>st</sup> Stage Lead Cement: ±450 sx Interfill "C" + ¼ pps celloflakes
  - b) 1<sup>st</sup> Stage Tail Cement: 200 sx Class C + 0.5% Halad R-447
  - c) 2<sup>nd</sup> Stage Lead Cement: ±950 sx Interfill "C" + ¼ pps celloflakes
  - d) 2<sup>nd</sup> Stage Tail Cement: 100 sx Class C neat
- 4) Drill 8-3/4" to 11,650'. Run and set 11,650' of 7" 26# P110 LTC casing. Cement with:
  - a) Lead Cement: ±460 sx Interfill "H" + ¼ pps celloflakes
  - b) Tail Cement: 200 sx 50:50 Poz:Class H + 2% bentonite + 0.5% Halad R-9 + 0.2% CFR3 + 5% Salt.

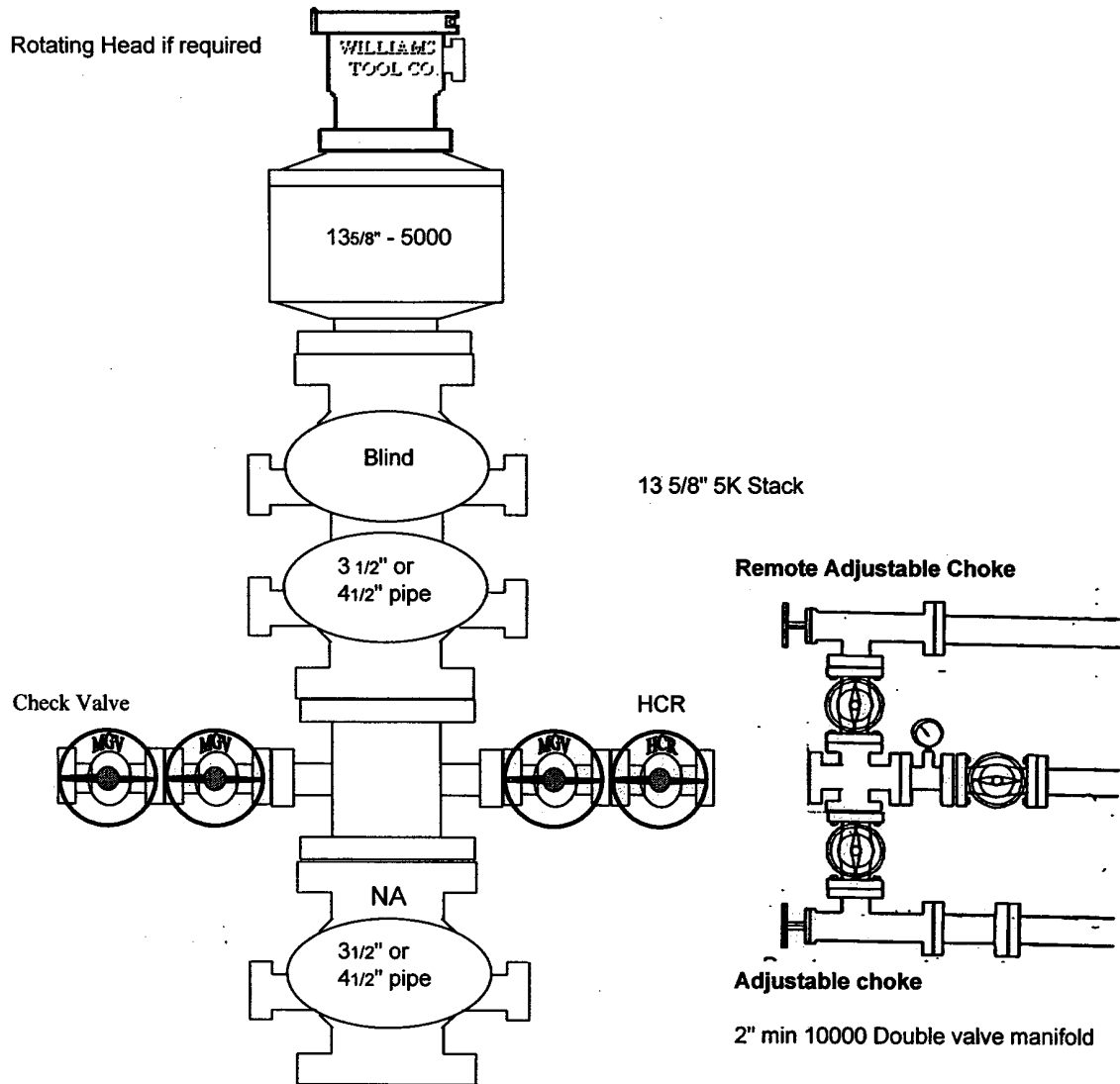
Estimated TOC @ 5300' from surface.

- 5) Drill 6-1/8" hole to 13,500'. Run and set 2050' of 4-1/2" 13.5# P110 LTC liner from TD back to 11,450'. Cement with:
  - a) ±160 sx of Super H Cement + 0.5% Halad R344 + 0.4% CFR3 + 5 pps gilsonite + 1 pps salt + 0.2% HR7.

Estimated TOC at liner top.

# BOPE Schematic

Red Cloud "8" State No. 1



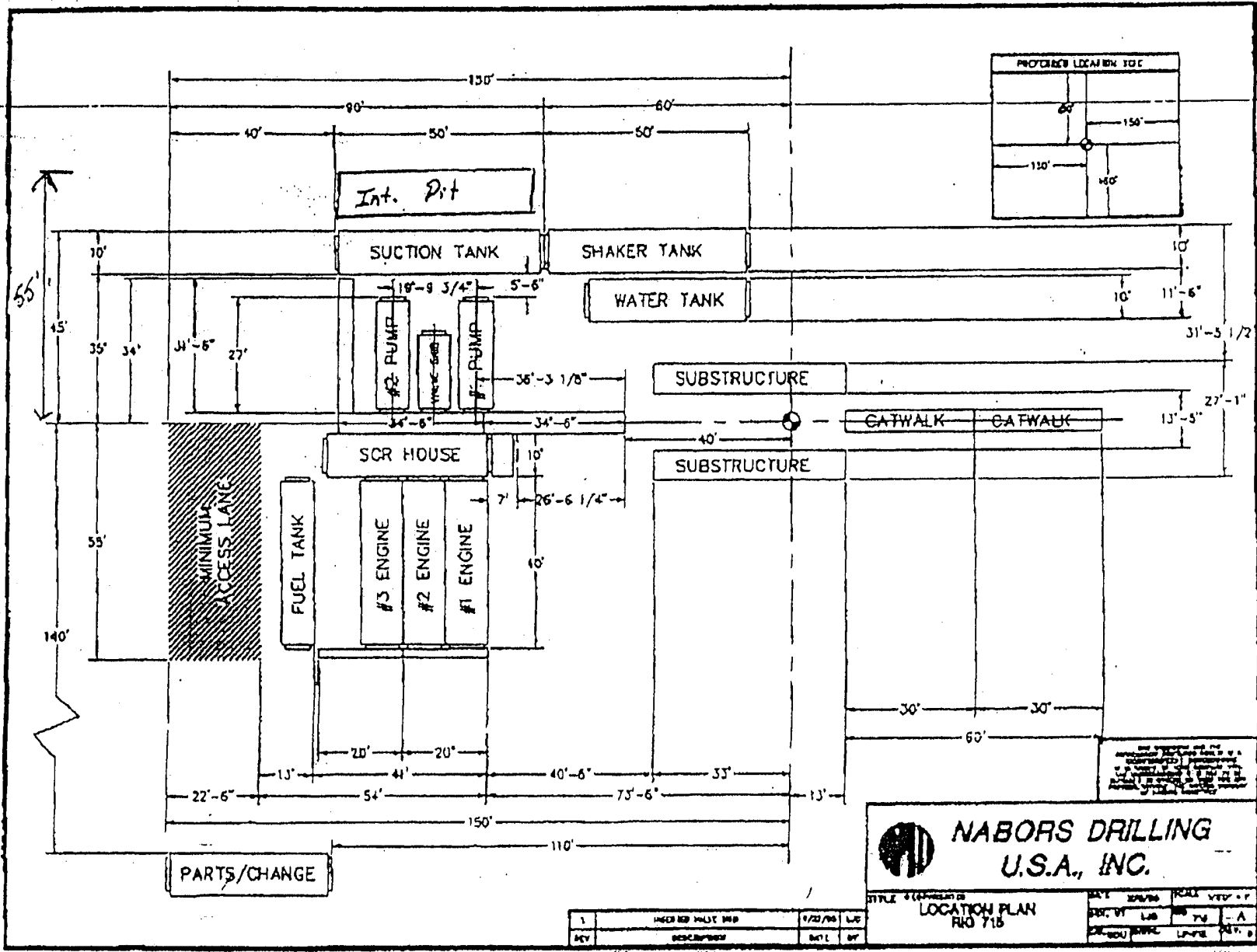
## Other instructions:

1. Keep inside BOP and full-open TIW safety valve on the rig floor at all times. Test when pressure testing BOP's. All test will be charted, low pressure test will be held for minimum of 1 minute, high pressure test will be held for a minimum of 5 minutes.
2. Test plug of same manufacture of wellhead will be kept on location with spare O-rings.
3. Before all trips in and out, fill out trip sheet's and monitor trip tank every 5 stand's of drill pipe and every stand of drill collars pulled and document on trip sheet to ensure the hole is taking the proper amount of fluid. Fill the hole periodically if drill string is on the bank for extended period of time.
4. All trips should be made at moderate speeds to prevent excessive surge and swab pressures.
5. Open HCR valve and close blind ram's while changing out bit or lower part of BHA. Inform rig crew before opening ram's.
6. Mud pits will be marked and monitored, upon any gain in pit volume due to a kick, stop drilling, raise kelly slowly with mud pump running, kick out pump and check for flow.
7. On drilling breaks, drill 1'- 3' of break and check for flow.
8. Record slow pump rates on both pumps daily, and record on IADC sheet.
9. Observe flowline for flow during logging operations. Keep hole loaded if hole is seeping.
10. BOP and choke manifold will be mechanically checked on each trip and pressure tested every 4 weeks or as dictated by length
11. BOP drills will be held weekly on each tour.
12. Double valve active annulus. Bull plug on one side is acceptable.

**Red Cloud "8" State No. 1  
Section 8-T22S-R35E  
Lea County, New Mexico  
10/25/04**

Recommended Mud Properties

<b>MD (feet)</b>	<b>Mud Type</b>	<b>Fluid Density (ppg)</b>	<b>Viscosity (sec/1000 cc)</b>	<b>PV (cps)</b>	<b>YP (lbs/100 ft2)</b>	<b>API WL (cm3/30 min)</b>	<b>pH</b>	<b>Solids (%)</b>
0 - 1400'	FW / Spud	8.4	26-32	4-8	8-16	NC	9.5	<5
1400' - 5800'	Brine Water	10.0	26-30	1-3	1-3	NC	10.0	<5
5800' - 11,650'	Fresh Water	8.4 - 8.8	28-30	1-3	1-3	NC	10.0	<5
11,650 - 13,500	Brine / Polymer	8.5 - 12.0	32-42	8-16	8-16	6 - 15	9.5-10.0	<5



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**NABORS DRILLING U.S.A., INC.**

LOCATION PLAN  
RIO 715

REV	DESCRIPTION	DATE	BY
1	ISSUED FOR CONSTRUCTION	1/20/90	LJC

DATE	BY	SCALE	VER.
1/20/90	LJC	AS SHOWN	A

Pure Resources, L. P.  
Red Cloud "8" State Well No. 1  
660' FSL & 1,980' FWL  
UL N, Sec. 8, T-22-S, R-35-E  
Lea County, New Mexico

**H2S and Safety Statement**

Although Pure Resources, L. P. is not aware of any known presence of H2S in the area of this well and does not anticipate encountering any H2S during the drilling of this well, we are taking precautions to ensure the safety of all workers and personnel on this location and its immediately surrounding area.

Attached to this APD is a copy of Pure Resources, L. P. "Contingency Plan - Drilling Operations", standard to our drilling operations and operating policies and relevant to this well.

*Handwritten:*  
KUB  
10/25/04

State of New Mexico

Energy, Minerals and Natural Resources Department

DISTRICT I  
1000 N. FRANKLIN DR., ALBUQU, NM 87102

DISTRICT II  
1001 W. GRAND AVENUE, ALBUQU, NM 87102

DISTRICT III  
1000 The Plaza Bld., Albuq, NM 87410

OIL CONSERVATION DIVISION  
1220 SOUTH ST. FRANCIS DR.  
Santa Fe, New Mexico 87505

Form C-102  
Revised JUNE 10, 2003  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

DISTRICT IV  
1000 N. ST. FRANCIS DR., SANTA FE, NM 87505  
**WELL LOCATION AND ACREAGE DEDICATION PLAT**  AMENDED REPORT

APl Number <b>30-025-36924</b>	Pool Code <b>7769083955</b>	Well Name <b>Rock Lake Morrow North</b> <small>Grana Ridge; Morrow, East - (Gas)</small>
Property Code <b>34373</b>	Property Name <b>RED CLOUD "8" STATE</b>	Well Number <b>1</b>
OCESD No. <b>150628</b>	Operator Name <b>PURE RESOURCES, L.P.</b>	Elevation <b>3591'</b>

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	8	22-S	35-E		660	SOUTH	1980	WEST	LEA

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

Dedicated Acres <b>320</b>	Joint or EORR	Consolidation Code	Order No.
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**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>GEODETIC COORDINATES NAD 27 NME</p> <p>Y=510770.1 N X=790742.7 E</p> <p>LAT.=32°24'02.52" N LONG.=103°23'28.81" W</p>	<p><b>OPERATOR CERTIFICATION</b></p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Alan W. Bohling</i> Signature</p> <p>Alan W. Bohling Printed Name</p> <p>Regulatory Agent Title</p> <p>October 25, 2004 Date</p>
	<p><b>SURVEYOR CERTIFICATION</b></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>OCTOBER 10, 2004</p> <p>Date Surveyed <span style="float: right;">JR</span></p> <p>Signature &amp; Seal of Professional Surveyor</p>
	<p>04.11.1273</p>
	<p>Certificate No. GARY KIDSON 12841</p>

State of New Mexico

Energy, Minerals and Natural Resources Department

DISTRICT I  
1000 N. BRANCH RD., BOHLEN, NM 87040

DISTRICT II  
1000 W. GRAND AVENUE, ALBUQUERQUE, NM 87102

DISTRICT III  
1000 N. BRANCH RD., ALBUQUERQUE, NM 87410

DISTRICT IV  
1000 W. GRAND AVENUE, ALBUQUERQUE, NM 87102

OIL CONSERVATION DIVISION  
1220 SOUTH ST. FRANCIS DR.  
Santa Fe, New Mexico 87505

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WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT

API Number	Pool Code 97091	Pool Name San Simon; Strawn, Southwest (Gas)
Property Code	Property Name RED CLOUD "8" STATE	Well Number 1
OCRD No. 150628	Operator Name PURE RESOURCES, L.P.	Elevation 3591'

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	8	22-S	35-E		660	SOUTH	1980	WEST	LEA

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				
<table border="1"> <tr> <td>Dedicated Acres 320</td> <td>Joint or InHH</td> <td>Consolidation Code</td> <td>Order No.</td> </tr> </table>										Dedicated Acres 320	Joint or InHH	Consolidation Code	Order No.
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<p>GEODETIC COORDINATES NAD 27 NME Y=510770.1 N X=790742.7 E LAT.=32°24'02.52" N LONG.=103°23'28.81" W</p>	<p><b>OPERATOR CERTIFICATION</b></p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Alan W. Bohling</i> Signature</p> <p>Alan W. Bohling Printed Name</p> <p>Regulatory Agent Title</p> <p>October 25, 2004 Date</p>
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	<p>04.11.1273</p>
	<p>Certificate No. CARY KIDSON 12041</p>



State of New Mexico

Energy, Minerals and Natural Resources Department

DISTRICT I  
1000 N. FRANKLIN DR., ALBUQU, NM 87102

DISTRICT II  
1001 N. CHASE AVENUE, ALBUQU, NM 87102

DISTRICT III  
1000 N. FRANKLIN DR., ALBUQU, NM 87102

DISTRICT IV  
1000 N. FRANKLIN DR., ALBUQU, NM 87102

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WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT

API Number	Pool Code /	Pool Name Wildcat; (Atoka)
Property Code	Property Name RED CLOUD "8" STATE	Well Number 1
OCRD No. 150628	Operator Name PURE RESOURCES, L.P.	Elevation 3591'

Surface Location

UL or lot No.	Section	Township	Range	Lot 1/4	Feet from the	North/South line	Feet from the	East/West line	County
N	8	22-S	35-E		660	SOUTH	1980	WEST	LEA

Bottom Hole Location if Different From Surface

UL or lot No.	Section	Township	Range	Lot 1/4	Feet from the	North/South line	Feet from the	East/West line	County

Deeded Acres 320	Joint or Well	Consolidation Code	Order No.
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<p style="text-align: center;">GEODETC COORDINATES NAD 27 NME</p> <p style="text-align: center;">Y=510770.1 N X=790742.7 E</p> <p style="text-align: center;">LAT.=32°24'02.52" N LONG.=103°23'28.81" W</p>	<p style="text-align: center;">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 style="text-align: center;"><i>Alan W. Bohling</i></p> <p>Signature</p> <p>Alan W. Bohling Printed Name</p> <p>Regulatory Agent Title</p> <p>October 25, 2004 Date</p>
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	<p style="text-align: center;">04.11.1273</p>
	<p>Certificate No. GARY EDGON 12641</p>



State of New Mexico

Energy, Minerals and Natural Resources Department

DISTRICT I

1400 N. MICHIGAN DR., BOHNE, NM 87004

DISTRICT II

1001 N. GRAND AVENUE, ARTISIA, NM 87003

DISTRICT III

1000 Elbe Terrace Rd., Artesia, NM 87410

DISTRICT IV

1000 N. ST. FRANCIS DR., SANTA FE, NM 87505

OIL CONSERVATION DIVISION  
1220 SOUTH ST. FRANCIS DR.  
Santa Fe, New Mexico 87505

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WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT

API Number	Pool Code 53690	Pool Name San Simon; Wolfcamp (Oil)
Property Code 3	Property Name RED CLOUD "8" STATE	Well Number 1
OCED No. 150628	Operator Name PURE RESOURCES, L.P.	Elevation 3591'

Surface Location

UR or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	8	22-S	35-E		660	SOUTH	1980	WEST	LEA

Bottom Hole Location if Different From Surface

UR or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

Dedicated Acre	Joint or InHH	Consolidation Code	Order No.
160			

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State of New Mexico

Energy, Minerals and Natural Resources Department

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1000 N. BRANCO BL., ALBUQ., NM 87410

DISTRICT II  
1000 N. CHASE AVENUE, ALBUQ., NM 87410

DISTRICT III  
1000 N. BRANCO BL., ALBUQ., NM 87410

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WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT

APT Number <b>30-025-36924</b>	Pool Code 96837	Pool Name San Simon; Strawn, South (Oil)
Property Code <b>34373</b>	Property Name RED CLOUD "8" STATE	Well Number 1
OCED No. 150628	Operator Name PURE RESOURCES, L.P.	Elevation 3591'

Surface Location

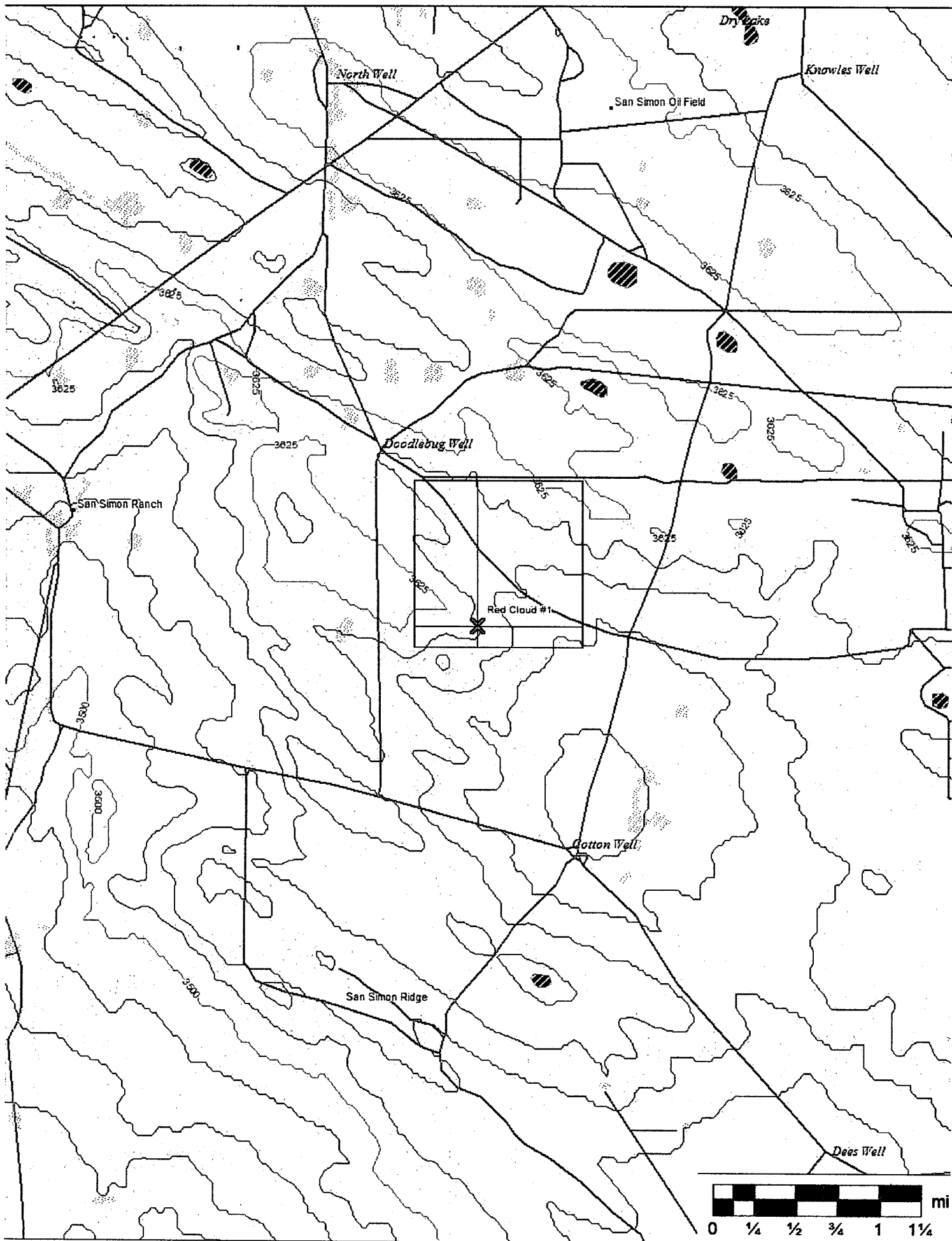
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N	8	22-S	35-E		660	SOUTH	1980	WEST	LEA

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
Dedicated Acres: 40 Joint or InHH: Consolidation Code: Order No.:									

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	<p>04.11.1273</p>
	<p>Certificate No. GARY KIDSON 12641</p>





**CONTINGENCY PLAN  
DRILLING OPERATIONS**

**RED CLOUD "8" STATE #1  
SECTION 8, TOWNSHIP 22S, RANGE 35E  
GRAMMA RIDGE MORROW FIELD  
LEA COUNTY, NEW MEXICO  
10/26/04**

# **CONTINGENCY PLAN**

## **INDEX**

1. Scope & Objective
2. Location Information / Map
3. Emergency Notification / Evacuation Plan
4. Emergency Procedures and Responsibilities
5. Igniting Well Instructions
6. Training Procedures and Materials
7. Well Location Layout and Equipment

## **SCOPE & OBJECTIVE**

### SCOPE

This contingency plan establishes guidelines for the public, all company employees, and contract employees whose work activities may involve exposure to Hydrogen Sulfide gas (H<sub>2</sub>S).

### OBJECTIVE

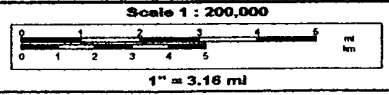
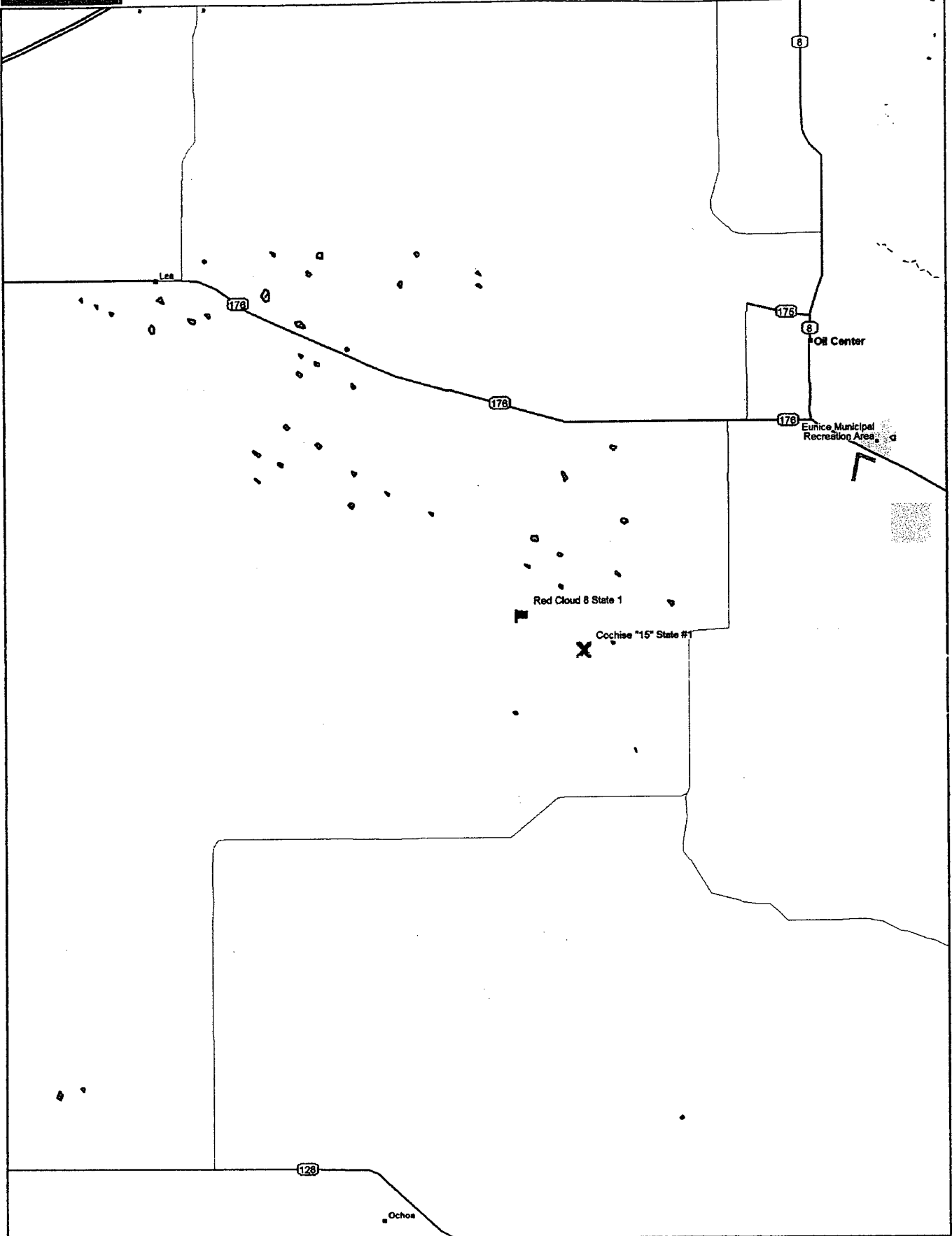
1. Prevent any and all accidents, and prevent the uncontrolled release of Hydrogen Sulfide into the atmosphere.
2. Provide proper evacuation procedures.
3. Provide immediate and adequate medical attention should an injury occur.

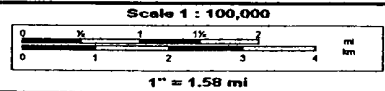
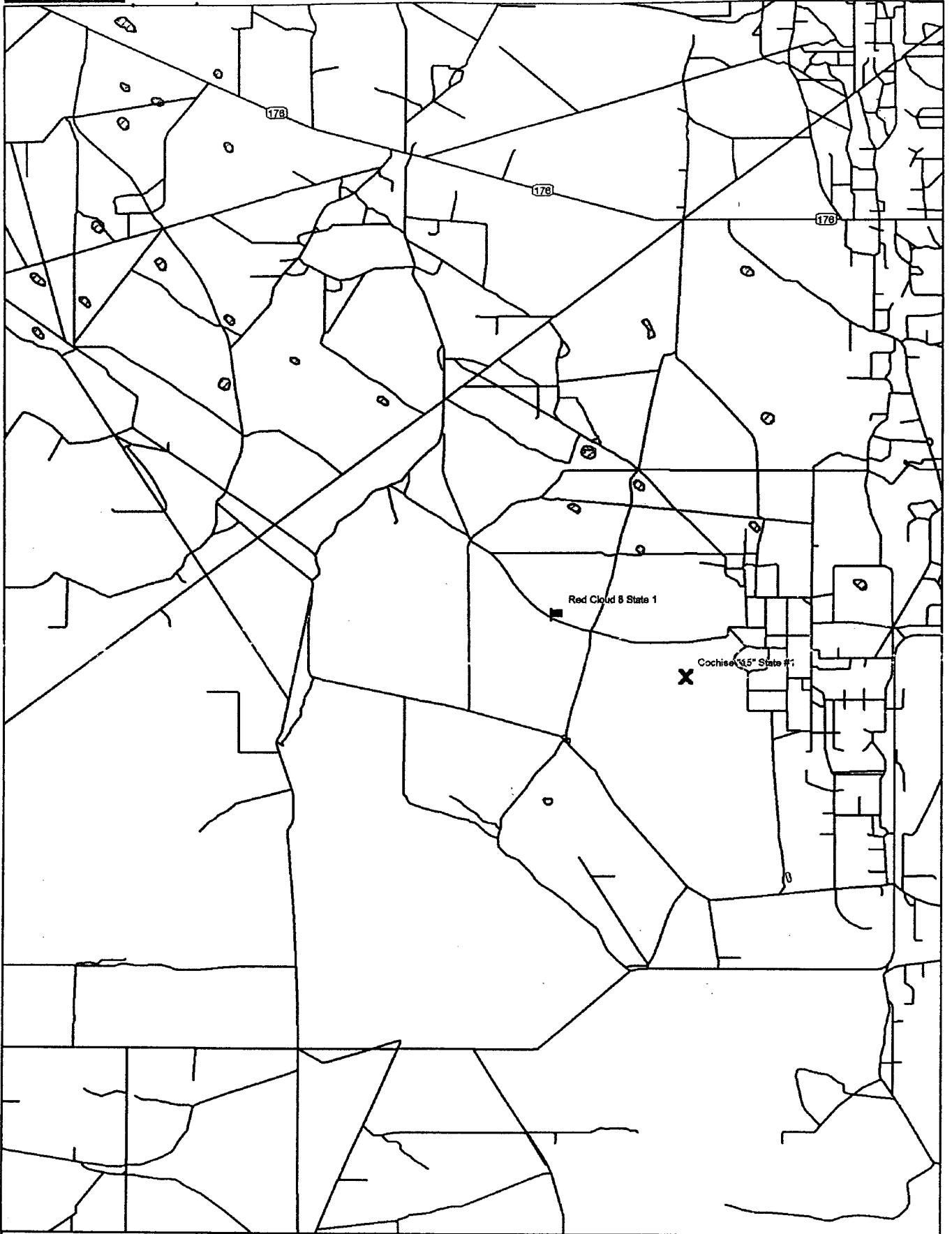
## **DIRECTIONS TO LOCATION**

From the intersection of Weaver and Delaware Basin roads go West along Delaware Basin Road 0.85 miles. Turn North onto caliche road and go 0.2 miles NW to an East West road. Go West 1.0 miles to a tee intersection and go approximately 0.15 mile. Turn west and go 0.53 miles. Turn South (which is on the East side of Rock Lake) and go 700' to a tee intersection. Go 0.28 miles West to a Y in the road, take caliche rock to the right (NW) and go 700' to the Y. Continue to follow the Nabors 715 sign to the location.



MAP





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Maps

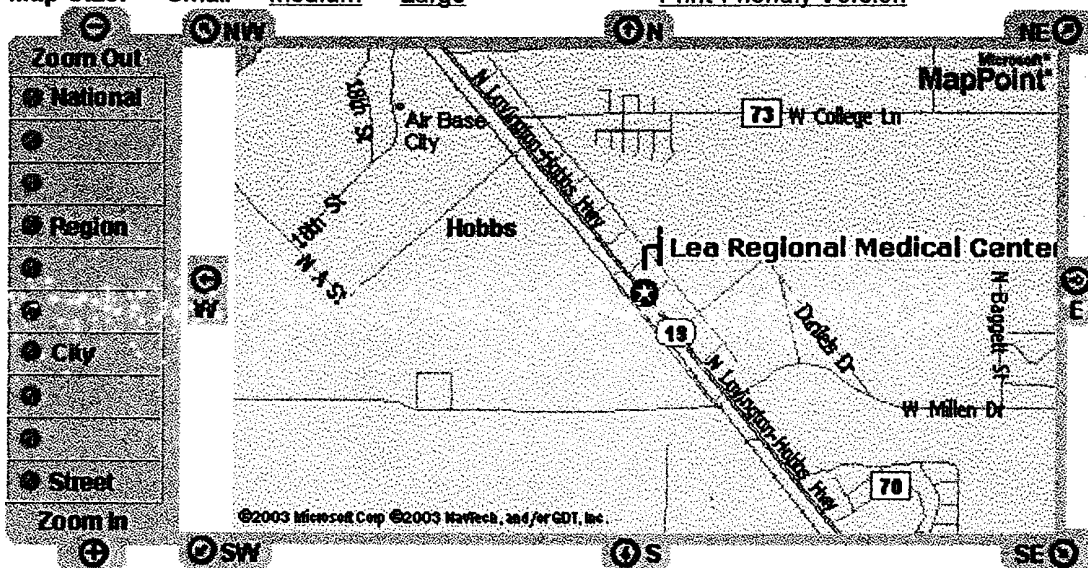
**Lea Regional Medical Center**  
5419 North Lovington Highway, Hobbs, NM 88240  
(505) 392-7993  
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Appears in the Category:

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## EMERGENCY PROCEDURES AND RESPONSIBILITIES

It is the PURE RESOURCES policy in all operations to do everything possible to insure the safety of its employees and the contractor's employees on the job site; additionally, to provide for the safety and comfort of persons near the operations by protecting the environment to the fullest degree possible.

The primary purpose of the procedures outlined herein is to guide the personnel on location in the event that Hydrogen Sulfide (H<sub>2</sub>S) reaches the surface.

**TO PROTECT THEIR OWN SAFETY AND THE SAFETY OF OTHERS,  
ALL PERSONNEL ON THE JOB SITE WILL RIGIDLY ADHERE TO  
THIS PLAN.**

Initial Suspected Problem Zone: Wolfcamp, Bone Springs, Atoca, and Strawn

Expected Concentration: ±5 ppm

**ROE @ 100 ppm = 2 feet**

**ROE @ 500 ppm = 1 foot**

The plan should be implemented before drilling into any of the above listed zones.

The cementing, casing and mud program are contained in the PURE RESOURCES Drilling Program.

## EMERGENCY NOTIFICATION / EVACUATION PLAN

### EVACUATION PLAN

The following general plan has been developed in the event that any public evacuation becomes necessary.

1. PURE RESOURCES has requested and has been assured the support of the various public safety entities in the area.
2. Any evacuation will be conducted by the Lea County Sheriff's Department and supported by the State Police Department, Highway Patrol Division.
3. Assistance from other public safety entities may be requested if required.
4. The included maps detail the area of the well site including the inventory or the public within the radius of exposure of the well.
5. In the event that there is any suspected problem on the well, the well site supervisor will notify the Lea County Sheriff's office 505-395-2121 (Hobbs) or 505-394-2020 (Eunice) for ALERT STATUS.
6. ALERT STATUS will require that available public support personnel will proceed to the Lea County Sheriff's office in Hobbs or Eunice, NM and standby for instructions.
7. If isolation and evacuation are necessary, then units will be dispatched to points marked on the map with instructions to maintain road blocks.
8. Evacuation teams will then proceed to sectors to be evacuated. Evacuation procedure will follow appropriate consideration for wind conditions.
9. Personnel from on site will establish safe perimeters using H2S detectors.
10. The New Mexico Oil Conservation Division and other authorities will be notified as soon as possible.
11. Other supplemental contractors will be contacted and called in as needed.

## EMERGENCY NOTIFICATION / EVACUATION PLAN

### PURE RESOURCES EMERGENCY COMMUNICATION LIST

In the event of communication failure, personnel contacted for well control incidents may be called in order as listed below until satisfactory communication is accomplished. Please give a reasonable amount of time for response before the next contact is called.

Name	Title	Office Number	Home Number	Cell Phone	Pager
1. Ray Matthew	Engineer	432-498-8672	432-697-0201	432-557-0623	
2. Jerry Orndorff	Superintendent	432-498-8664	432-550-5407	432-631-4295	432-620-2898
3. Jim Harrison	Manager	432-620-5661	432-699-4476	432-556-7414	
4. Les Sinclair	Engineer	432-620-5603	432-685-3254	432-664-7650	
5. Jay Waldrop	HES	432-498-2654	432-523-9778	432-556-3547	
6.					
7.					

# EMERGENCY NOTIFICATION / EVACUATION PLAN

## MIDLAND WORKOVER/CONCENTRIC DEPARTMENT

### Home/Cellular/Pager Numbers

<u>NAME</u>	<u>HOME</u>	<u>CELL</u>	<u>PAGER</u>
<u>Russ Gianni</u>	<u>432-684-4712</u>	<u>432-425-5744 or 664-4603</u>	
<u>Donny Leek</u>	<u>432-399-4489</u>	<u>432-634-4862 or 634-4823</u>	

### CONTRACT DRILLING FOREMEN

<u>Simon Barrera</u>	<u>325-728-9024</u>	<u>325-242-1369</u>	
<u>Harvey Brooks</u>	<u>432-524-6040</u>	<u>432-556-6300</u>	
<u>Billy Gaches</u>	<u>505-564-2679</u>	<u>505-320-1856 or 330-6530</u>	
<u>Mike Jolley</u>	<u>405-360-0273 or 843-5666</u>	<u>405-834-1207</u>	
<u>Danny Kiser</u>	<u>806-788-0960</u>	<u>806-632-0759</u>	
<u>Keith McKelvy</u>	<u>432-550-6307</u>	<u>432-528-9611</u>	
<u>Jerry Morgan</u>	<u>432-943-2860</u>	<u>432-661-5061</u>	
<u>Mike Pellessier</u>		<u>580-513-4858</u>	
<u>Kenneth Poole</u>		<u>432-634-9431</u>	<u>432-499-4947</u>
<u>Otis Swindle</u>	<u>432-550-2894</u>	<u>432-634-4013</u>	
<u>Mike Tarpley</u>	<u>432-263-6731</u>	<u>432-556-2227</u>	<u>432-498-3757</u>
<u>Tony Vickery</u>	<u>432-367-6130</u>	<u>432-634-6077</u>	
<u>James Wilson</u>	<u>903-962-4315</u>	<u>903-539-3970</u>	



**EMERGENCY NOTIFICATION / EVACUATION PLAN**

EMERGENCY CALL LIST

Medical Support

<u>Agency</u>	<u>Location</u>	<u>Telephone Number</u>
AXIOM Medical	Houston	281-419-7063
Nor-Lea General Hospital	Hobbs	505-392-6314

# EMERGENCY NOTIFICATION / EVACUATION PLAN

## EMERGENCY CALL LIST

### Public Support

<u>Agency</u>	<u>Location</u>	<u>Telephone Number</u>
Nor-Lea General Hospital	Hobbs	505-392-6314
Ambulance	Eunice	505-394-2020
Fire Department	Eunice	505-394-2020

# EMERGENCY NOTIFICATION / EVACUATION PLAN

## EMERGENCY CALL LIST

### Supplemental Equipment

#### MUD COMPANY

Buckeye	432-682-7422	Midland
Halliburton/Baroid	432-682-4305	Midland

#### SAFETY COMPANY

Safety International	432-580-3770	Odessa
Callaway Safety	505-392-2973	Hobbs

#### CEMENTING COMPANY

BJ Services	432-683-2781	Midland
BJ Services	505-392-6711	Hobbs
Halliburton	505-392-7062	Hobbs

#### PUMP TRUCKS / WATER HAULERS

Basic Energy	505-392-6498	Hobbs
Pool	505-392-2577	Hobbs
Key	505-393-9171	Hobbs

# EMERGENCY NOTIFICATION / EVACUATION PLAN

## EMERGENCY CONDITIONS

### Operating Conditions

#### A. Emergency Procedures and Definition of Warning Flags.

1. Condition:                   YELLOW ---- NORMAL OPERATION
2. Condition:                   ORANAGE -- POTENTIAL DANGER--- CAUTION

##### a.       Cause for condition:

- Circulating up drilling breaks
- Trip gas after trip
- Circulating out gas on choke
- Poisonous gas present, but below threshold concentrations

##### b.       Safety actions:

- Check safety equipment and keep it with you
- Be alert for a change in conditions
- Follow instructions

3. Conditions                   RED ----- EXTREME DANGER

##### a.       Cause for conditions

- Uncontrolled flow from the well with lethal concentrations of H<sub>2</sub>S

##### b.       Safety Actions

- Masks On. All personnel will have protective breathing equipment with the All personnel will stay in safe briefing area unless instructed to do otherwise
- The decision to ignite the well is the responsibility of the company represent and should be made only as a last resort, when it is clear that:
  - i Human life is endangered
  - ii There is no hope of controlling the well under prevailing conditions.
- Order evacuation of local people within the danger zone.

## **EMERGENCY PROCEDURES AND RESPONSIBILITIES**

### **DRILLING CREW ACTIONS**

1. All personnel will don their protective breathing apparatus. The drilling crew will take necessary precaution as indicated in OPERATING PROCEDURES.
2. The Buddy System will be implemented. All personnel will act upon direction from the Operator's Representative.
3. If there are nonessential personnel on location, they will move off location.
4. Entrance to the location will be patrolled, and the proper condition flag will be displayed at the entrance to the location.

### **IN THE EVENT OF AN ACCIDENTAL RELEASE OF POTENTIALLY HAZARDOUS VOLUME OF H<sub>2</sub>S, THE FOLLOWING PROCEDURES WILL BE TAKEN.**

1. All personnel on location will be accounted for and emergency search should begin for missing.
2. All search missions will be conducted under fresh air masks in teams of two. Should the search team need to approach the well, safety harness and rope should be used.
3. All individual companies and agencies should be contacted according to the EMERGENCY CALL LIST.
4. An assigned crew member will blockade the entrance to the location. No unauthorized personnel will be allowed entry to the location.
5. The Operator's Representative will remain on location and attempt to regain control of well.
6. The Company's designated representatives will begin evacuation of those persons in immediate danger.

## EMERGENCY PROCEDURES AND RESPONSIBILITIES

### NOTE

When Hydrogen Sulfide might be encountered, NO personnel on location will be permitted sleep in vehicles.

# EMERGENCY PROCEDURES AND RESPONSIBILITIES

## RESPONSIBILITY

In the event of a release of potentially hazardous amounts of H<sub>2</sub>S, all personnel will immediately proceed upwind to the nearest designated safe area and don their protective breathing equipment. The PURE RESOURCES representative will immediately, upon assessing the situation, set plan into action by taking the proper procedures to contain the gas and notify the appropriate people and agencies.

If the PURE RESOURCES representative is incapacitated or not on location, this responsibility will fall to the drilling toolpusher.

## PURE RESOURCES

1. In an emergency situation, the Drill Site Supervisor on duty will have complete responsibility and will take whatever action is deemed necessary in an emergency situation to insure the safety of personnel, to protect the well and to prevent property damage.
2. Advise the Superintendent when procedures as specified herein have been met, will inform of emergencies and deviation from the plan, and see that procedures are observed at all times.
3. Advise each contractor, service company, and all others entering the site that Hydrogen Sulfide may be encountered and the potential hazards that may exist.
4. Authorize the evacuation of local residents if Hydrogen Sulfide threatens their safety.
5. Keep the number of persons on location to minimum during hazardous operations.
6. Assess the situation when alarm sounds, and issue work orders. When conditions warrant order all personnel to "Safe Briefing Areas".
7. Direct corrective actions to control flow of gas.
8. Has full responsibility for the decision to ignite the well. The decision will be made on a case-by-case basis.

## **EMERGENCY PROCEDURES AND RESPONSIBILITIES**

### **DRILLING COMPANY**

1. The Toolpusher will assume all responsibilities of the Drill Site Supervisor in an emerg situation in the event that the Drill Site Supervisor becomes incapacitated.
2. The Toolpusher will order the Driller to secure the rig if time permits.



## **EMERGENCY PROCEDURES AND RESPONSIBILITIES**

### **EQUIPMENT TO BE PROVIDED BY SAFETY COMPANY**

1. One safety trailer containing an 8 bottle air cascade system
2. 750 feet of air line hose
3. Four breathing air manifolds
4. Four 30 minute rescue units
5. Five work/escape units
6. One filler hose for the work/escape and rescue units
7. One location sign with flags
8. Two briefing area signs
9. Two windsocks
10. One electronic monitor with three sensor heads, warning light and siren.

## **EMERGENCY PROCEDURES AND RESPONSIBILITIES**

### **TEMPORARY SERVICE PERSONNEL**

All service personnel, such as cementing crews, logging crews, specialists, mechanics and welders will furnish their own safety equipment as required to comply with OSHA and PUJ RESOURCES.

### **VISITORS**

Visitors and nonessential personnel will be prohibited from remaining in, or entering a contaminated area where Hydrogen Sulfide concentration in the atmosphere exceeds 15 ppm.

## IGNITING WELL INSTRUCTIONS

THE DECISION TO IGNITE THE WELL IS THE RESPONSIBILITY OF THE PURE RESOURCES REPRESENTATIVE. In the event he is incapacitated or unavailable, it becomes the responsibility of the drilling rig superintendent.

The decision to ignite the well should be made only as a last resort and in the situation where it is clear that:

1. Human life is in danger
2. There is no hope of controlling the well under current conditions.

The PURE RESOURCES Drilling Manager should be notified as soon as possible. The fire phase of evacuation should be initiated immediately.

Once the decision has been made the following procedures should be followed:

1. Four people, wearing self-contained breathing apparatus will be needed for the actual lighting of the well. They must first establish the flammable parameter by using an explosion meter. This should be established at 30% to 40% of the lower flammable limits.
2. After the flammable perimeter has been established and everyone removed from the area the ignition team should select a site upwind of the well, from which to ignite. The site should offer the maximum protection and have a clear path for retreat from the area.
3. The ignition team should have safety belts and lanyards attached and manned before attempting ignition. If the leak is not ignited on the first attempt, move in 20 to 30 feet and fire again. Continue to monitor with the explosion meter and never fire from an area within 75% of the lower explosive limit (LEL). If having trouble igniting the well, try firing 40 degrees to 90 degrees on either side of the well.
4. After ignition or attempted ignition, the toxic perimeter must be established and evacuation continued until the well is contained.
5. All personnel will act only as directed by the person in charge of the operations.

# TRAINING PROCEDURES AND MATERIALS

## SAFETY TRAINING

1. Hydrogen Sulfide Safety Training will be provided to all personnel at 1,000 feet above expected H<sub>2</sub>S formation. The training sessions will cover, but will not be limited to the following.
  - a. General information on H<sub>2</sub>S and SO<sub>2</sub> gas
  - b. Hazards of H<sub>2</sub>S and SO<sub>2</sub> gas
  - c. Safety equipment on location
  - d. Proper use and care of personal protective equipment
  - e. Operational procedures in dealing with H<sub>2</sub>S gas
  - f. Evacuation procedures
  - g. Chemicals to be used in mud to control H<sub>2</sub>S
  - h. First aid, reviving and H<sub>2</sub>S victim, toxicity, etc.
  - i. Designated Safe Briefing Areas (S.B.A.)
  - j. Metallurgical considerations

NOTE: Once H<sub>2</sub>S Safety Procedures are established on location, no beards or facial hair which will interfere with face seal or mask will be allowed on location
2. When H<sub>2</sub>S alarm is activated:
  - a. Mask up
  - b. Raise tool joints above the rotary table and shut down pump
  - c. Close in hydrill
  - d. Go to Safe Briefing Area

# TRAINING PROCEDURES AND MATERIALS

## PHYSICAL EFFECTS OF HYDROGEN SULFIDE POISONING

### The Principal Hazard Is Death by Inhalation

When the amount of gas absorbed into the bloodstream exceeds that which is readily oxidized, systemic poisoning results, with a general action on the nervous system. Labored respiration occurs shortly and respiratory paralysis may follow immediately at concentrations of 700 ppm and above. This condition may be reached almost without warning as the originally detected odor of H<sub>2</sub>S may have disappeared due to olfactory paralysis. Death then occurs from asphyxiation unless the exposed person is removed immediately to fresh air and breathing is stimulated by artificial respiration. Other levels of exposure may cause the following symptoms individually or in combination:

1. Headache
2. Dizziness
3. Excitement
4. Nausea or gastro-intestinal disturbances
5. Dryness and sensation of pain in nose, throat, and chest
6. Coughing
7. Drowsiness

All personnel should be alerted to the fact that detection of H<sub>2</sub>S solely by sense of smell is highly dangerous, as the sense of smell is rapidly paralyzed by the gas. 10 ppm of H<sub>2</sub>S detected should be treated as if it were 700 ppm.

## TRAINING PROCEDURES AND MATERIALS

**REMEMBER:**

After the well is ignited, burning Hydrogen Sulfide (H<sub>2</sub>S) will convert to Sulfur Dioxide (S) which is also a highly toxic gas.

**DO NOT ASSUME THE AREA IS SAFE AFTER THE WELL IS IGNITED.**

# TRAINING PROCEDURES AND MATERIALS

## THE USE OF SELF CONTAINED BREATHING EQUIPMENT

1. Respirators shall be inspected frequently at random, to insure that they are properly used, cleaned and maintained.
2. Anyone who may use the respirators shall be trained in how to insure proper face piece seal. They shall wear respirators in normal air and then wear it in a test atmosphere (Note: such items as facial hair – beard or sideburns – and eyeglass temple pieces will not allow a proper seal.) Anyone who may be reasonably expected to wear respirators should have these items removed before entering a toxic atmosphere. A special mask must be obtained for anyone who must wear eye glasses. Contact lenses should not be allowed.
3. Maintenance and care of respirators:
  - a. A program for maintenance and care of respirators shall include the following:
    - Inspection for defects, including leaks checks
    - Cleaning and disinfecting
    - Repair
    - Storage
  - b. Inspection: Self contained breathing apparatus for emergency use shall be inspected monthly for the following and a permanent record kept of these inspections.
    - Fully charged cylinders
    - Regulator and warning device operations
    - Condition of face piece and connections
    - Elastic or rubber parts shall be stretched or massaged to keep them pliable and prevent deterioration.
  - c. Routinely used respirators shall be collected, cleaned and disinfected as frequently as necessary to insure proper protection is provided.
4. A person assigned a task that requires use of self contained breathing equipment should be certified, physically fit for breathing equipment usage by the local physician at least annually.
5. Respirators should be worn:
  - a. When breaking out any line where H<sub>2</sub>S can reasonably be expected.
  - b. When sampling air in areas to determine if toxic concentrations of H<sub>2</sub>S exist.
  - c. When working in areas where over 15 ppm H<sub>2</sub>S has been detected.
  - d. At any time there is a doubt as to the H<sub>2</sub>S concentration in the zone to be entered.

## **TRAINING PROCEDURES AND MATERIALS**

### **TRAINING**

Every person working in any capacity on the lease will be required to review the emergency procedures and will participate in the training program.

PURE RESOURCES will provide personnel to direct the training program and indoctrinate authorized persons on the lease in the proper use of the safety equipment.

The training personnel will work individually with each member until they are satisfied that crew member is familiar with the emergency procedures and the training program. This shall be accomplished prior to an individual's work operation.

Training will include hands on use of all equipment in order to familiarize the trainees with safety equipment.



# TRAINING PROCEDURES AND MATERIALS

## TREATMENT OF HYDROGEN SULFIDE POISONING

### Inhalation

As Hydrogen Sulfide in the blood oxidizes rapidly, symptoms of acute poisoning pass off as soon as inhalation of the gas ceases. It is important, therefore, to get the victim of poisoning to fresh air as quickly as possible. He should be kept at rest and chilling should be prevented. If respiration is slow, labored or impaired, artificial respiration may be necessary.

Most persons overcome by Hydrogen Sulfide may be revived if artificial respiration is applied before heart action ceases. Victims of poisoning should be under the care of a physician as soon as possible. Irritation due to sub acute poisoning may lead to serious complications such as pneumonia. Under those conditions, treatment by the physician necessarily would be symptomatic. The patient should be kept in fresh air.

### Contact with Eyes

Eye contact with liquid and / or gas containing Hydrogen Sulfide will cause painful irritation (conjunctivitis). Keep patient in a darkened room, apply ice compresses to eyes, put ice on forehead, and send for a physician. The irritation caused by exposure to Hydrogen Sulfide requires treatment by a physician, preferably an eye specialist. The prognosis for recovery in these cases is usually good.

### Contact with Skin

Skin absorption is very low. Skin discoloration is possible after contact with liquids containing Hydrogen Sulfide. If such skin contact is suspected, the area should be thoroughly washed.

## TRAINING PROCEDURES AND MATERIALS

### EFFECTS OF HYDROGEN SULFIDE ON METAL

Hydrogen Sulfide dissolves in water to form a weak acid that can cause some pitting, particularly in the presence of oxygen and/or carbon dioxide. However, the most significant action of H<sub>2</sub>S is its contribution to a form of Hydrogen embrittlement known as Sulfide Stress Cracking. Sulfide Stress Cracking is a result of metals being subjected to high stress levels in a corrosive environment where H<sub>2</sub>S is present. The metal will often fail in a brittle manner. Sulfide Stress Cracking of steel is dependent upon and determined by:

1. Strength (hardness) of the steel – the higher the strength, the greater the susceptibility to sulfide stress cracking. Steels having yield strengths up to 95,000 psi and hardness up to Rc22 are generally resistant to sulfide stress cracking. These limitations can be extended slightly higher for properly quenched and tempered materials.
2. Total member stress (load) – higher the stress level (load) the greater the susceptibility to sulfide stress cracking.
3. Corrosive environment – corrosive reactions, acids, bacterial action, thermal degradation, low pH fluid environment.

## TRAINING PROCEDURES AND MATERIALS

### DRILLSITE LOCATION

1. The drilling rig should be situated on location such that the prevailing winds blow across the rig toward the reserve pit or at right angles to a line from the rig to the reserve pit.
2. The entrance to the location should be designed so that it can be barricaded if Hydrogen Sulfide emergency conditions arise. An auxiliary exit (or entrance) should be available in case of a catastrophe, a shift in the wind direction would not preclude escape from the location. Appropriate warning signs and flags should be placed at all location entrances.
3. Once H<sub>2</sub>S safety procedures are established on location, no beards or facial hair which interfere with face seal or mask will be allowed on location.
4. A minimum of two Briefing Areas will be established, not less than 250 feet from the wellhead and in such location that at least one area will be up-wind from the well at all times. Upon recognition of an emergency situation, all personnel should assemble at the designated briefing areas for instructions.
5. A safety equipment trailer will be stationed at one of the briefing areas.
6. Windscreens will be installed and wind streamers (6 to 8 feet above ground level) placed at the location entrance. Windscreens shall be illuminated for night time operations. Personnel should develop wind direction consciousness.
7. The mud logging trailer will be located so as to minimize the danger from gas that breaks out of the drilling fluid.
8. Shale shaker mud tanks will be located so as to minimize the danger from gas that breaks out of the drilling fluid.
9. Electric power plants will be located as far from the well bore as practical so that they may be used under conditions where they otherwise would have to be shut down.
10. When approaching depth where Hydrogen Sulfide may be encountered, appropriate warning signs will be posted on all access roads to the location and at the floor of all stairways to the derrick floor.
11. Appropriate smoking areas will be designated and smoking will be prohibited elsewhere.

## WELL LOCATION LAYOUT AND EQUIPMENT

### SPECIAL EQUIPMENT

1. Flare lines should be as long as practical, securely staked.
2. An electronic Hydrogen Sulfide monitor will be installed with a combination visual and audible alarm system located where it can be seen and/or heard throughout the drilling :
3. The electronic Hydrogen Sulfide monitoring system will be calibrated to activate the low alarm (visual alarm) at a concentration of 10 ppm Hydrogen Sulfide in the atmosphere ; the high alarm at a concentration of 15 ppm Hydrogen Sulfide in the atmosphere.
4. Extra equipment will be available if required to provide adequate respiratory protection all personnel on location.

## **WELL LOCATION LAYOUT AND EQUIPMENT**

### **BLOWOUT PREVENTION EQUIPMENT**

1. A kill line of ample strength and length will be laid to safe point to allow pumping into well in an emergency situation.
2. The closing unit should be located a safe distance from the well bore and positioned for maximum utilization based on the prevailing wind direction.
3. BOP equipment will be tested in accordance with standard company practice.

## WELL LOCATION LAYOUT AND EQUIPMENT

### DRILL STEM TEST

1. A drill stem tests of Hydrogen Sulfide zones will be approved by the New Mexico Oil Conservation Division.
2. Drill stem testing of Hydrogen Sulfide zones will be permitted only during daylight hours.
3. All nonessential personnel will be moved to "Safe Briefing Areas".
4. Put on air masks before formation fluids are expected at the surface and continue "Mask On" until flare are ignited and work areas test no more than 10 ppm Hydrogen Sulfide & the area has been declared safe.

RED CLOUD STATE "8" STATE #1

