

Jones, William V., EMNRD

From: Kim Tyson [kimt@forl.com]
Sent: Tuesday, January 31, 2012 10:07 AM
To: Jones, William V., EMNRD
Subject: FW: Shell Federal No. 2 - SWD Permit

William,

We drilled new 7 7/8" hole from 10,020' to 11,450'. Our 5 1/2" casing is set @ 10,678' w/ two DV Tools one at 10,645' and one at 7023'.

If you need any additional information or have any questions please call me at 432-687-1777 or e-mail me at kimt@forl.com.

Thanks for your help.

Kim Tyson

From: Kim Tyson [mailto:kimt@forl.com]
Sent: Wednesday, January 25, 2012 10:21 AM
To: 'Jones, William V., EMNRD'
Subject: RE: Shell Federal No. 2 - SWD Permit

William,

Thank you so much for your help on this. Cory our drilling engineer has already received BLM approval to drill and set casing deeper. I will let you know the depth on the casing as soon as we get it set.

Kim Tyson

From: Jones, William V., EMNRD [mailto:William.V.Jones@state.nm.us]
Sent: Wednesday, January 25, 2012 9:54 AM
To: kimt@forl.com
Cc: Dade, Randy, EMNRD; Shapard, Craig, EMNRD
Subject: RE: Shell Federal No. 2 - SWD Permit

Awesome,

Thank you for this.

Shouldn't be a problem from the OCD viewpoint – deeper in the Devonian always sounds better for SWD.

I'm sure you guys are dealing with the BLM and OCD district office as to the deeper casing seat and deeper open hole.

As soon as you run casing, let me know what depth you set it at and I will revise (amend) the permit.
I see no need for redoing the notifications in this case.

Will Jones
New Mexico
Oil Conservation Division
Images Contacts

From: Kim Tyson [mailto:kimt@forl.com]
Sent: Wednesday, January 25, 2012 8:22 AM
To: Jones, William V., EMNRD
Subject: Shell Federal No. 2 - SWD Permit
Importance: High

William,

The drilling engineer said that we hit the top of the Devonian this morning at a depth of 10,667'. The engineer for this well told me that we will only go as deep as 11,500'. We will not go any deeper than that. I have listed all of the information below that you requested.

Shell Federal No. 2
API No. 30-015-22717
SWD Permit No. SWD-1252

This SWD permit was originally approved on 10-26-2010. Fasken requested a one year extension on this permit that will expire on 10-26-2012.

Below is a list of offset operators that were notified when we applied for the SWD permit.

Fasken Oil and Ranch, Ltd.
Vernon E. Faulconer, Inc.
Three Rivers Operating Co., LLC

The surface owner is the Bureau of Land Management.

Other notified parties were the New Mexico Oil Conservation Division in Artesia, NM.

If you have any questions or need any additional information please call me at 432-687-1777 or e-mail me at kimt@forl.com.

Thank you for your help concerning this matter.

Kim Tyson