N.M. Oil Cons. DIV-Dist. 2 1301 W. Grand Avenue Artesia, NM 88210 RECEIVED

Form 3160-3 (August 1999)

0223 DE

DEC 3 _ 2004

Form approved. OMB No. 1004-0136 Expires: November 30, 2000

UNITED STATES	DEC 0
EPARMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT	OCD:A

5. Lease Serial No.

BUREAU OF LAND MANAGEN		A S. Lease Senail	
	ALL VI	<u> </u>	MNM - 109751
APPLICATION FOR PERMIT TO	DRILL OR REENTER	6. If Indian. Allot	tee or Tribe Name
1a. Type of Work DRILL REEN	NTER	7. If Unit or CA	Agreement. Name and No.
1b. Type of Well: Oil Well Gas Well Other	SINGLE ZONE MULTIPLE ZO	NE 8. Lease Name	and Well No.
2. Name of Operator		Rio Bra	vo "5" Federal Com 1
Dominion Oklahoma Texas Exploration & Production	a Inc	9. API Number	
3a. Address	3b. Phone No. (include area code)	 30 - 0	15 - 33877
14000 Quail Spgs Parkway, Okla.City, OK 73134	405-749-1300	10. Field and Poo	l. or Exploratory
Location of Well (Report location clearly and in accordance with any	· ntata massimmanta #1	 ∟a	ike East (Morrow
2201 ENIL 9	KIVUU-3/ANDA	11. Sec. T. R. N	1 or Blk and Survey or Area
At surface 330 FNL 8	& 1200' FEL, ULA LOCATION	'	
At proposed prod. zone	0.40001551		5-19S-27E
	& 1980' FEL, UL B	12 County of Par	ish 13 State
14. Distance in miles and direction from nearest town or post office SUE			
15. Distance from proposed*	16. No. of Acres in lease	Eddy 17. Spacing Unit dedicat	
location to nearest	10. No. of Acres in lease	17. Spacing Only dedicar	ed to this wes
property or lease line, ft. (Also to nearest drig.unit line, if any)	395.08		316.56
18. Distance from proposed location*	19. Proposed Depth	20. BLM/BIA Bond No. o	
to nearest well, drilling, completed, NA			
applied for, on this lease, ft.	10,100'	76S 63050 033	0
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work will start*	23 Estimated	duration
3319' GL	3/15/2004		73 days
	24. Attachments		
The following, completed in accordance with the requirements of Onshor	e Oil and Gas Order No. 1, shall be attached to the	is form:	
1 Well plat certified by a registered surveyor.	4. Bond to cover the operations u	inless covered by an exis	ting bond on file (see
2. A Drilling Plan.	Item 20 above).		
3. A Surface Use Plan (if the location is on National Forest System Land	ds, the 5. Operator certification.		
SUPO shall be filed with the appropriate Forest Service Office).	Such other site specific inform	ation and/or plans as may	be required by the
	authorized officer.		
25. Signature	Name (Printed/Typed)		Date
(alla Unustian !	Carla Christian		9/23/03
Title			
Regulatory Specialist			
Approved by (Signature)	Name (Printed/Typed)		Date
151 RUSS SOKENSEN	151 KUSS SOKENS	ピン	DEC 0 1 2004
FIELD MANAGER	CARLSBAD FIE	LD OFFICE	
Application approval does not warrant or certify that the applicant holds le	egal or equitable title to those rights in the subject	lease which would entitle	the applicant to conduct
operations thereon. Conditions of approval, if any, are attached.	APP	ROVAL FOR	R 1 YEAR
Title 18 U.S.C. Section 1001, make it a crime for any person know			
or fradulent statements or representations as to any matter within it		or againcy or the Offited	Graice any raise, ricurous
*(Instructions on reverse)			

Normal Controlled Water Basin

APPROVAL SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS ATTACHED

If earthen pits are used is association with the drilling of this well, an OCD pit permit must be obtained prior to pit construction.

Dominion Exploration & Production, Inc. 14000 Quail Springs Parkway, #600, Oklahoma City, OK 73134-2600



October 15, 2003

United States Department of the Interior Bureau of Land Management Roswell District Office 2909 West Second Street Roswell, New Mexico 88201

Re: Application for Permit to Drill
Dominion Oklahoma Texas E&P, Inc.
Rio Bravo 5 Fed Com #1
Eddy County, New Mexico
Federal Lease NMNM – 109751

Gentlemen:

Dominion Oklahoma Texas E&P, Inc. respectfully requests permission to drill our Rio Bravo 5 Fed Com 1 located 330' FNL and 1200 FEL of Section 5-T19S-R27E, Eddy County, New Mexico, Federal Lease NMNM-109751. The well is to be directionally drilled to a bottom hole location of 660' FNL & 1,980' FEL of Section 5-T19S-R27E. The proposed well will be drilled to a TVD of approximately 10,100'. The location and work area have been staked approximately 12 miles southeast of Artesia, New Mexico.

In accordance with requirements stipulated in Federal Onshore Oil and Gas Order No. 1 under 43 CFR 3162.1, our Application for Permission to Drill and supporting evidence is hereby submitted.

- 1. Application for Permit to Drill:
 - 1. Form 3160.3, Application for Permit to Drill
 - 2. Form C-102 Location and Acreage Dedication Plat certified by Gary L. Jones, Registered Land Surveyor No. 7977 in the State of New Mexico, dated August 4, 2003.
 - 3. The elevation of the unprepared ground is 3,319 feet above sea level.
 - 4. The geologic name of the surface formation is Rustler.
 - 5. Rotary drilling equipment will be utilized to drill the well to TD 10,100' (TVD), and run casing. This equipment will then be rigged down and the well will be completed with a pulling unit.
 - 6. Proposed total depth is 10,152' TMD (10,100' TVD).

7. Estimated tops of important geologic markers:

San Andres	1,625'	TVD
Bone Spring	4,075	TVD
Wolfcamp	7,025	TVD
Strawn	8,575'	TVD
Atoka	9,200'	TVD
Middle Morrow	9,575'	TVD
Lower Morrow	9,675'	TVD
Chester	9,925'	TVD
Total Depth	10,100'	TVD

8. Estimated depths at which anticipated water, oil, gas or other mineral bearing formations are expected to be encountered:

Primary Objective:

Morrow

9,575' TVD

9. The proposed casing program is as follows:

Surface:

13-3/8" 48#, H-40 ST&C casing set from 0' - 400'.

Intermediate:

9-5/8"

36#, J-55 LT&C casing set from 0' - 2,800'.

Production:

5-1/2"

17#, M-80 casing set from 0' - 10,152'.

10. Casing setting depth and cementing program:

- a. 13-3/8" surface casing set at 400' in 17 1/2" hole. Cement will be circulated to surface w/ Lead of 210 sks (35:65) Poz-Class C cmt + 6% bwoc Bentonite + 3% bwow Sodium Chloride +0.004 gps FP-6L + 95.5% Fresh Water, weight 12.80 ppg, yield 1.86 cf/sk. Tail w/ 150 sks Class C cmt + 1% bwoc Calcium Chloride + 0.004 gps FP-6L + 56.3% Fresh Water, weight 14.80 ppg, yield 1.34 cf/sk. This cement volume is calculated with 80% excess.
- b. 9-5/8" 36# casing set at 2,800' in 12 1/4" hole. A fluid caliper will be ran to determine exact cement volume required. Cement will be circulated to surface w/ Lead of 420 sks (50:50) Poz-Class C cmt + 10% bwoc Bentonite + 5% bwow Sodium Chloride + 0.25 lbs/sk Cello Flake + 0.004 gps FP-6L + 158.3% Fresh Water, weight 11.50 ppg, yield 2.70 cf/sk. Tail w/ 200 sks Class C cmt + 0.004 gps FP-6L + 1% bwoc Calcium Chloride + 56.1% Fresh Water, weight 14.80 ppg, yield 1.33 cf/sk. This cement volume is calculated with 60% excess.

c. 5-1/2" 17# M-80 casing set at 10,152' TVD. Hole will be logged to determine exact cement volume to bring TOC to approximately 4,500'.

Cement with:

730 sks Class C-pozzolan cement (CSE) + 0.5% bwoc FL-25 + 0.5% bwoc FL-52 + 0.004 gps Fp-6L + 78.3% Fresh Water, weight 13.10 ppg, yield 1.59 cf/sk. Actual cement volume will be based on open-hole caliper log.

Pressure Control Equipment 11.

0' - 400'

None

400' - 2.800'

11" 5,000# ram type preventers with one set blind rams and one set pipe rams and a 5,000# annular type preventer. A choke manifold and accumulator with floor and remote operating stations and auxiliary power system.

A kelly cock will be installed and maintained in operable condition and a drill string safety valve in the open position will be available on the rig floor.

2,800' - 10,152' After setting the 9 5/8" casing, the blowout preventers and related control equipment shall be pressure tested to 10,000 psi. Any equipment failing to test satisfactorily shall be repaired or replaced. Results of the BOP test will be recorded in the Driller's Log. The BOP's will be maintained ready for use until drilling operations are completed.

> BOP drills will be conducted as necessary to assure that equipment is operational and each crew is properly trained to carry out emergency duties.

> Accumulatory shall maintain a pressure capacity reserve at all times to provide for the close-open-close sequence of the blind and pipe rams of the hydraulic preventers.

12. Mud Program:

0' - 400' Fresh v

Fresh water/native mud. Lime for pH control (9-10).

Paper for seepage. Wt. 8.7 - 9.2 ppg, vis 32 - 34 sec.

400' - 2,800'

Brine H20. Sweep as necessary, weight 9.2 - 10.0.

2,800' - 8,400'

Fresh Water/mud, weight 8.4 – 11.0. Sweep as

necessary. Control fluid losses in the Wolfcamp zone.

8,400' - 10,152' Brine/mud system, weight 10.0 – 11.5 ppg. Control fluid loss < 10cc.

1. Testing program: Drillstem testing is possible

2. Electric logging program: CNL/LDT/CAL/GR, DLL/CAL/GR.

3. Coring program: Possible sidewall rotary cores.

14. Anticipated starting date is March 15, 2004. It should take approximately 50 days to drill the well and another 15 days to complete.

The Multi-Point Surface Use & Operation Plan is attached. If you need additional information to evaluate this application, please call me at (405) 749-5263.

Sincerely,

DOMINION OKLAHOMA TEXAS E&P, INC.

Carla Christian

Regulatory Specialist



Job Number:

Company: Dominion Exploration & Production Declination:

Lease/Well: Rio Bravo 5 Fed Com 1

Location: Eddy County - Sec 5-19S-27E

Rig Name:

RKB:

G.L. or M.S.L.: 3325' (approx)

State/Country: New Mexico / USA

Grid:

File name: C:\CUST03\SURVEY\DOMINION\RB5FC1.SVY

Date/Time: 22-Aug-03 / 14:13 Curve Name: Proposal 8-22-03

INWELL INC. **DIRECTIONAL DRILLING SERVICES HOUSTON, TEXAS** 281-397-7614 888-397-7614

WINSERVE PROPOSAL REPORT

Minimum Curvature Method Vertical Section Plane 247.07 Vertical Section Referenced to Wellhead Rectangular Coordinates Referenced to Wellhead

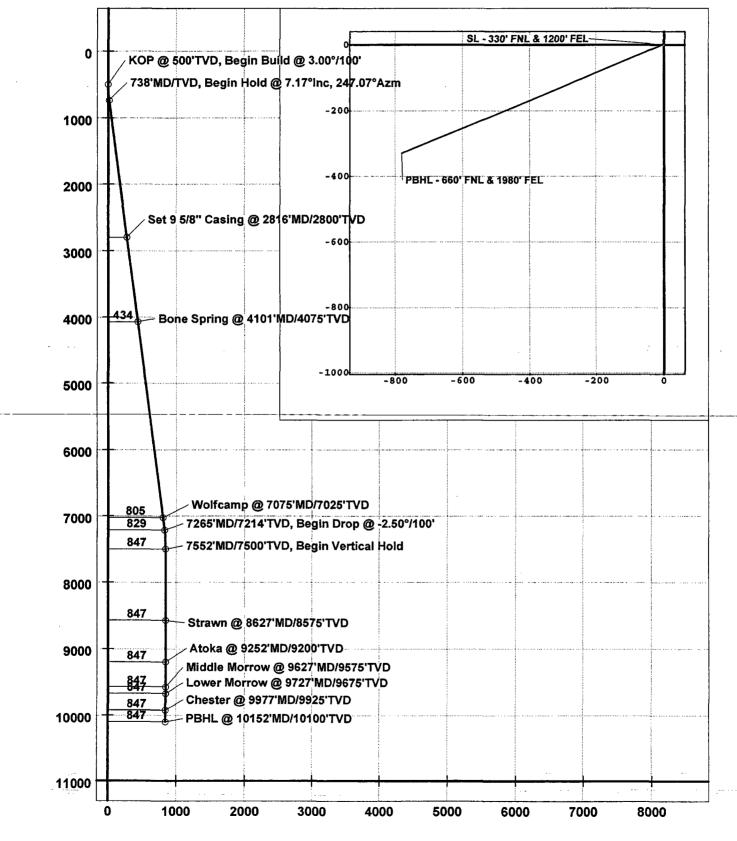
	Measured Depth FT	inci Angle Deg	Drift Direction Deg	True Vertical Depth	Vertical Section FT	N-S FT	E-W FT	C L O Distance FT	S U R E Direction Deg	Dogleg Severity Deg/100	
	KOP @ 500'TVD, Begin Build @ 3.00°/100'										
	500.00	.00	.00	500.00	.00	.00	.00	.00	.00	.00	
با	600.00 700.00	3.00 6.00	247.07 247.07	599.95 699.63	2.62 10.46	-1.02 -4.08	-2.41 -9.64	2.62 10.46	247.07 247.07	3.00 3.00	ري
Γ			Hold @ 7.17°								
	738.85	7.17	247.07	738.22	14.92	-5.81	-13.74	14.92	247.07	3.00	$\ $
_	1738.85 2738.85	7.17 7.17	247.07 247.07	1730.41 2722.60	139.65 264.38	-54.41 -103.01	-128.61 -243.49	139.65 264.38	247.07 247.07	.00 .00	_
	Set 9 5/8"	Casing @	2816'MD/280	OVTVD		-			1.00		
	2816.85	7.17	247.07	2800.00	274.11	-106.81	-252.45	274.11	247.07	.00	
_	3738.85	7.17	247.07	3714.79	389.12	-151.62	-358.36	389.12	247.07	.00	_
	Bone Spri	ng @ 4101	'MD/4075'TV	D							
	4101.89	7.17	247.07	4075.00	434.40	-169.26	-400.07	434.40	247.07	.00	
-	4738.85 5738.85 6738.85	7.17 7.17 7.17	247.07 247.07 247.07	4706.98 5699.18 6691.37	513.85 638.58 763.32	-200.22 -248.82 -297.42	-473.24 -588.11 -702.99	513.85 638.58 763.32	247.07 247.07 247.07	.00 .00 .00	=-1
	Wolfcamp	@ 7075'M	D/7025'TVD								
	7075.11	7.17	247.07	7025.00	805.26	-313.76	-741.62	805.26	247.07	.00	
. [7265'MD/7	214'TVD, E	Begin Drop @	D -2.50°/100'							7
7	7265.73	7.17	247.07	7214.13	829.04	-323.03	-763.52	829.04	247.07	.00	
_	7365.73	4.67	247.07	7313.59	839.34	-327.04	-773.01	839.34	247.07	2.50	_

Measured Depth FT	Incl Angle Deg	Drift Direction Deg	True Vertical Depth	Vertical Section FT	N-S FT	E-W FT	CLO Distance FT	S U R E Direction Deg	Dogleg Severity Deg/100			
7465.73	2.17	247.07	7413.41	845.30	-329.36	-778.49	845.30	247.07	2.50			
7552'MD/7	7552'MD/7500'TVD, Begin Vertical Hold											
7552.34	.00	247.07	7500.00	846.94	-330.00	-780.00	846.94	247.07	2.50			
8552.34	.00	247.07	8500.00	846.94	-330.00	-780.00	846.94	247.07	.00			
Strawn @	Strawn @ 8627'MD/8575'TVD											
8627.34	.00	247.07	8575.00	846.94	-330.00	-780.00	846.94	247.07	.00			
Atoka @ 9	252'MD/92	00'TVD										
9252.34	.00	247.07	9200.00	846.94	-330.00	-780.00	846.94	247.07	.00			
9552.34	.00	247.07	9500.00	846.94	-330.00	-780.00	846.94	247.07	.00			
Middle Mo	rrow @ 96	27'MD/9575	'TVD									
9627.34	.00	247.07	9575.00	846.94	-330.00	-780.00	846.94	247.07	.00			
Lower Mo	rrow @ 972	27'MD/9675'	TVD									
9727.34	.00	247.07	9675.00	846.94	-330.00	-780.00	846.94	247.07	.00			
Chester @	Chester @ 9977'MD/9925'TVD											
9977.34	.00	247.07	9925.00	846.94	-330.00	-780.00	846.94	247.07	.00			
PBHL @ 1	0152'MD/1	0100'TVD										
10152.34	.00	247.07	10100.00	846.94	-330.00	-780.00	846.94	247.07	.00			

Company: Dominion Exploration & Production

Lease/Well: Rio Bravo 5 Fed Com 1
Location: Eddy County - Sec 5-19S-27E
State/Country: New Mexico / USA





DISTRICT I 1825 N. French Dr., Hobbs, NM 88240 DISTRICT II 811 South First, Artesia, NM 88210

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

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV 2040 South Pacheco, Santa Fe, NM 87505

OIL CONSERVATION DIVISION

2040 South Pacheco

Santa Fe, New Mexico 87504-2088

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code 79933	Pool Name Lake East (Morr	ow)			
Property Code	Property Name Well Numb RIO BRAVO "5" FEDERAL COM 1					
OGRID No. 025773	Operator Name Elevation DOMINION OKLAHOMA TEXAS E&P, INC. 3319					

Surface Location

UL or lot No.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West line	County
Α	5	19-5	27-E		330'	NORTH	1200'	EAST	EDDY

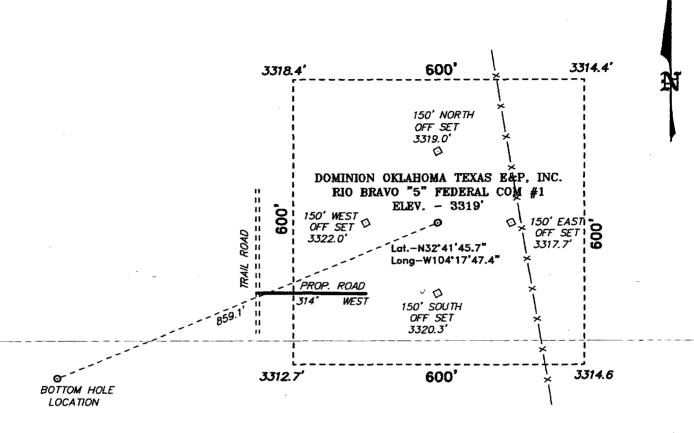
Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West line	County
В	5	19-S	27-E		660'	NORTH	1980'	EAST	EDDY
Dedicated Acres	Joint o	r Infill	Consolidation (Code Or	der No.				
316.56									

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

		DARD UNIT HAS BEEN APPROVED BY THE	
()	<i>V////////////////////////////////////</i>	7//////3318.4°, 0 33314.4°////	OPERATOR CERTIFICATION I hereby certify the the information
	 NMNM 109751	B.H.O 33314.6'	contained herein is true and complete to the best of my knowledge and belief.
	; 	E Lat.: N32*41'45.7" Long.: W104*17'47.4"	Cala Christian
(C-d-b-d			Carla Christian Printed Name
Carlsbad Irrigation District			Regulatory Specialist Title
Leose dtd. 1-30-02			August 27, 2003 Date
Manne Ma			SURVEYOR CERTIFICATION
	 		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 supervison and that the same is true and correct to the best of my belief.
	 		Date Surveyed ANY L. JONES Signature & Seat of Professional Surveyer/Co
			70 0 May 1 2 1 2 1 2 1 2 1 2 1 2 1 2 1 2 1 2 1
	 		JLP BASIN SURVEYS

SECTION 5, TOWNSHIP 19 SOUTH, RANGE 27 EAST, N.M.P.M., EDDY COUNTY. NEW MEXICO.



Directions to Location:

08/05/03

FROM THE INTERSECTION OF US 82 & CO. 206 GO SOUTH ON 206 TO CO RD. 234, THEN SOUTHWEST TO LEASE ROAD WEST, THEW WEST 3 MILES TO LEASE ROAD SW, THEN SW 3/4 MILE, THEN NW, 1/2 MILE TO A LEASE ROAD SOUTHWEST, THEN SW 1.50 MILES TO LOCATION.

BASIN SURVEYS P.O. BOX 1786 - HOBBS, NEW MEXICO

Drawn By: JAMES PRESLEY W.O. Number: 3507 Date: Disk: JLP CD#1

Survey Date: 08/04/03 3507A.DWG

200

Sheet

Sheets

400 FEET

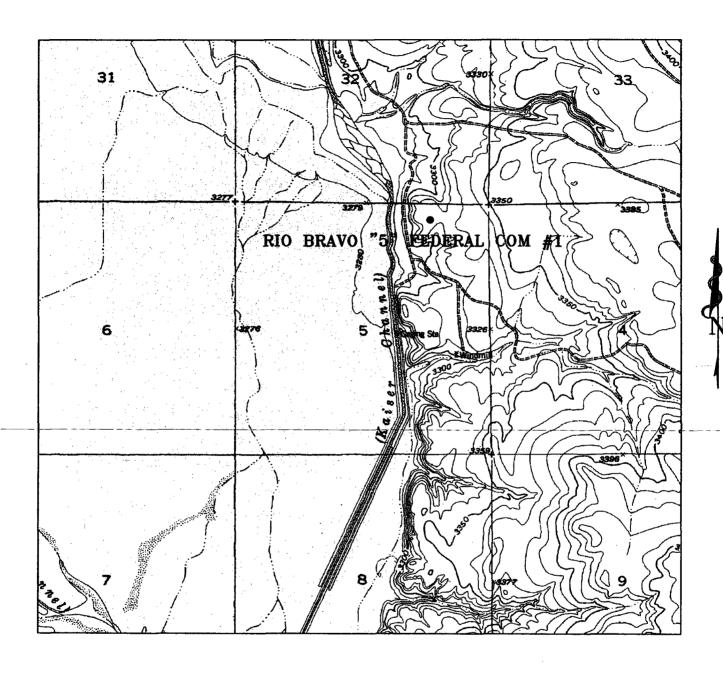
RIO BRAVO "5" FED. COM #1 / Well Pad Topo

SCALE: 1" = 100'

DOMINION OKLAHOMA TEXAS E&P. INC.

THE RIO BRAVO "5" FEDERAL COM. No. 1 SURFACE LOCATION AT 330' FROM THE NORTH AND 1200' FROM THE EAST LINE AND THE BOTTOM HOLE LOCATION AT 660' FROM THE NORTH LINE AND 1980' FROM THE EAST LINE OF SECTION 5, TOWNSHIP 19 SOUTH, RANGE 27 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.

200



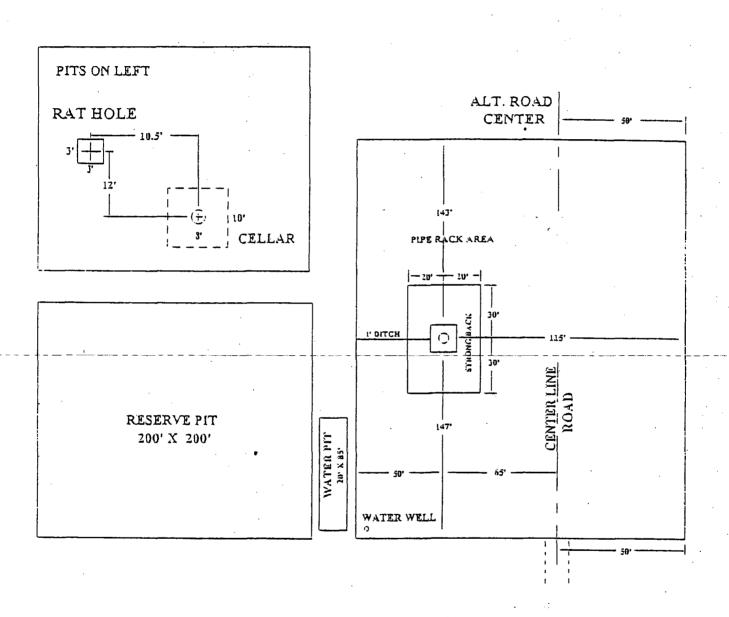
RIO BRAVO "5" FEDERAL COM #1
Surface Location at 330' FNL and 1200' FEL
Bottom Location at 660' FNL and 1980' FEL
Section 5, Township 19 South, Range 27 East,
N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (505) 393-7316 - Office (505) 392-3074 - Fax basinsurveys.com

W.O. Number:	3507AA - JLP CD#1
to of the states to the state of	
Survey Date:	08/04/03
Scale: 1" = 20	000,
Date: 08/05/	03

DOMINION OKLAHOMA TEXAS E&P, INC.



STATEMENT ACCEPTING RESPONSIBILITY FOR OPERATIONS

Operator name:

Dominion Oklahoma Texas Exploration & Production, Inc.

Street or Box:

14000 Quail Springs Parkway, Suite 600

City, State:

Oklahoma City, OK

Zip:

73134

The undersigned accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the leased land or portion thereof, as described below:

Lease No.:

NMNM - 109751

Legal Description of Land:

Sec. 5-19S-27E, Eddy County, NM

Formation(s) (if applicable):

Morrow

Bond Coverage:

Nationwide

BLM Bond File No.:

76S 63050 701

Authorized Signature: (

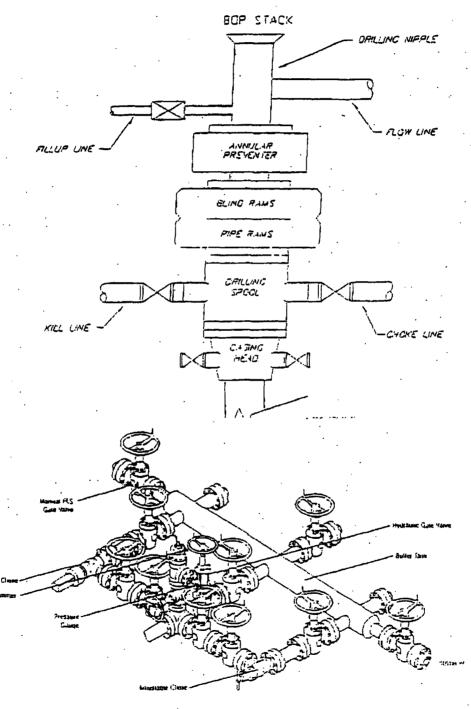
Cala anistian

Title: Regulatory Specialist

Date: September 17, 2003

Exhibit &

TYPICAL 5,000 p.s.i. BLOWOUT PREVENTER & CHOKE MANIFOLD SCHEMATIC



Typical Choke Manifold Designed for Land Orrilling Applications



-**Dear M**in Maraett -- Dear Min Maraett

December 7, 2004

RECEIVED

DEC 1 0 7004

Mr. Bryan Arrant Oil Conservation Division, District II Office 1301 W. Grand Avenue Artesia, NM 88210

Re:

Rio Bravo "5" Federal Com 1

330' FNL & 1200' FEL, Surface Location, Section 5-19S-27E, UL A 660' FNL & 1980' FEL, Bottom Hole Location, Sec. 5-19S-27E, UL B

Eddy County, New Mexico H2s Contingency Plan

Dear Mr. Arrant:

Sources at Dominion Oklahoma Texas E&P, Inc. have relayed information to me that they believe there will not be enough H2S anticipated from the surface to the Chester Formation, TD of 10,100', to meet the requirements for the submission of a contingency plan per rule 118.

Sincerely,

DOMINION OKLAHOMA TEXAS E & P, INC.

Carla Christian

Regulatory Specialist