Form 3160-3 (November 1983) (formerly 9-331C)

N.M. Oil Cons. DIV-Dist. 2

	4	20DMIL IN LICELETOPEDOC!	com approved.	
	1301	M (offer dostructions on	Budget Bureau No.	1004-0136
TES	.007	W. Grand Avenue	Expires August 31.	1985
		Dillo		

	DEPARTMENT BUREAU OF	OF THE I	NTE AIQ GEMENT	9sia,	NM	88210	5. LEASE DESIGNATION NMLC030	AND SERIAL NO. 0570A
APPLICATION	FOR PERMIT 1	O DRILL, I	DEEPEN,	OR P	LUG	BACK	6. IF INDIAN, ALLOTTE	OR TRIBE NAME
DRIL b. TIPE OF WELL OIL AND GAS WELL WELL OIL OF OPERATOR BURNETT OIL CO 3. ADDRESS OF OPERATOR	L 🖾 3080 ., INC (817/33	DEEPEN 1	SINGLE	PLI	JG BA MULTI FONE 5678	CK	7. UNIT AGREEMENT N 20145 8. FARM OR LEASE NAI STEVE 9. WELL NO. #10 (API# 30 10. FIELD AND POOL, O CEDAR LAP 11. SEC., T., R., M., OR I AND SURVEY OR AR	NS A 0-015- 327 R WILDCAT KE YESO SLE.
At proposed prod. zone	SAME AS S	URFACE	12	2	ESI,	4 37	SEC 13, T1	7S, R30E
APPROXIMATELY Output Output	6 MILES EAST OF	LOCO HILLS	T OFFICE* NEW ME) 16. NO. OF	ACRES IN	ZZ LZ (17. NO. 0	12. COUNTY OR PARISH EDDY F ACRES ASSIGNED	13. STATE NM
LOCATION TO NEAREST PROPERTY OR LEASE LIN (Also to nearest drig.	E, FT.	330'	200			10 11	40	
18. DISTANCE FROM PROPOS TO NEAREST WELL, DRI OR APPLIED FOR, ON THIS	LLING, COMPLETED,	330'	19. PROPOSI	525	0'	20. ROTARY OR CABLE TOOLS ROTARY		
21. ELEVATIONS (Show wheth 3701' GR	ner DF, RT, GR, etc.)	Ro	well Cont	rolled W	/ater B	asin	MAY 12,	
23.	P	ROPOSED CASI	NG AND CE	MENTING	PROGR	AM		
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER F	00T	SETTING D	EPTH		QUANTITY OF CEMEN	T
12.1/4"	8 5/8"	24#		500		1) Sks(Circ. to Surfa	ce)
7 7/8" 5,1/2" 15.50# 5200' +/-1500 Sks in 2 Stages (If water flows are encountered cementing program may vary.)								

UNITED STA

A 12 1/4" hole will be drilled to Rustler Anhydrite. We will set 8 5/8" casing @ this depth & cement to surface. After a 18 hour cement wait, casing & BOP will be tested before drill out of the shoe. A 7 7/8" hole will be drilled to approx. 5200' to effectively test the Cedar Lake Yeso interval. The 5 1/2" casing will be run and set @ TD and cemented to 600' above highest potential producing horizon(approx. 2100'.) We will perforate and treat productive intervals as recommended by service company.

> APPROVAL SUBJECT TO General requirements and SPECIAL STIPULATIONS ATTACHED

SIGNED Muling Mandiff	PETROLEUM ENGINEER	DATE MARCH 14, 2005
(This space for Federal or State office use)		
PERMIT NO.	APPROVAL DATE	
APPROVED BY S/LESLE A. THEISS	FIELD MANAGER	MAY 0 6 2003

APPROVAL FOR 1 YEAR

DISTRICT I P.O. Box 1980, Hobbs, NM 88241-1980

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised February 10, 1994 Submit to Appropriate District Office

to Appropriate District Office State Lease - 4 Copies

DISTRICT II P.O. Drawer DD, Artesia, NM 86211-0719

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT III

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

Fee Lease - 3 Copies

DISTRICT IV WELL LOCATION AND ACREAGE DEDICATION PLAT ☐ AMENDED REPORT P.O. BOX 2068, SANTA FE, N.M. 87504-2088 Pool Name Pool Code API Number Well Number Property Name STEVENS A 10 Operator Name Elevation OGRID No. 3701' BURNETT OIL COMPANY

Surface Location

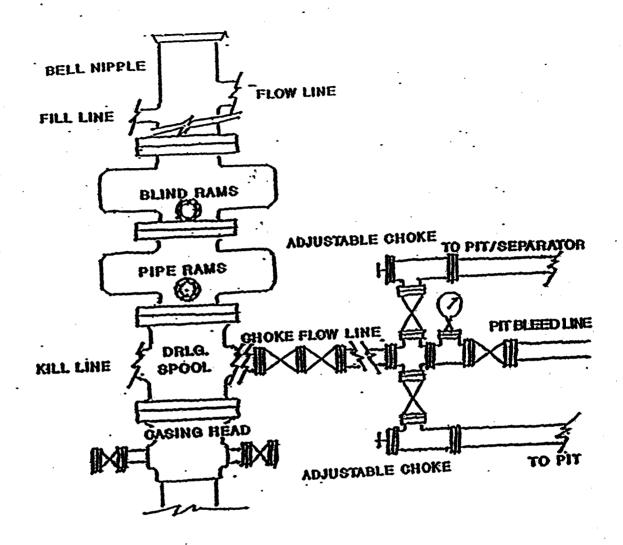
UL or lot No.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West line	County
L	_13	17-S	30-E		1880	SOUTH	880	WEST	EDDY

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 Acre	B Joint o	or Infill Co	nsolidation	Code Or	der No.	<u> </u>			

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

	OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. Signature
DETAIL 3703.1' 3703.7' 0 3697.3' 3701.2'	STERLING RANDOLPH Printed Name PETROLEUM ENGINEER Title MARCH 14, 2003 Date SURVEYOR CERTIFICATION
SEE DETAIL	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. JANUARY 24, 2003 Date Surveyed L.A. Signature & Seal of the
1880	Professional Surveyor 1/27/03 MARIE SURVEYOR 1/27/03 Certificate No. RONALD EIDSON 3230 GART BRISON 12641



BURNETT OIL CO., INC.

BLOWOUT PREVENTER & CHOKE MANIFOLD DIAGRAM 2000 PSI WORKING PRESSURE SERIES 600 FLANGES

STEVENS A #10 EXHIBIT E

- (8) Abnormal pressures or hazards: No abnormal pressures or potential hazards are anticipated. The maximum anticipated bottom hole pressure is 1000#. The maximum anticipated bottom hole temperature is 91°F.
- (9) Other facets of the operation to be pointed out: None.

(B) HYDROGEN SULFIDE DRILLING PROGRAM

- (1) Hydrogen Sulfide Training
 All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will receive training from a qualified instructor in the following areas prior to commencing drilling operations on this well:
 - a. The hazards and characteristics of Hydrogen Sulfide (H2S).
 - b. The proper use and maintenance of personal protective equipment and life support systems.
 - c. The proper use of H2S detectors, alarms, warning systems, briefing areas, evacuation procedures and prevailing wind.
 - d. The proper techniques for first aid and rescue procedures.

In addition, supervisory personnel will be trained in the following areas:

- a. The effects of H2S on metal components. If high tensile tubulars are to be used, personnel will be trained in their special maintenance requirements.
- b. Corrective action and shut-in procedures when drilling or reworking a well, blowout prevention and well control procedures.
- c. The contents and requirements of the H2S Drilling Operations Plan and the Public Protection Plan (if applicable.)

There will be an initial training session just prior to encountering a known or probable H2S zone (within 3 days or 500 feet) and weekly H2S and well control drills for all personnel in each crew. The initial training session shall include a review of the site specific H2S Drilling Operations Plan and the Public Protection Plan (if applicable). This plan shall be available at the wellsite. All personnel will be required to carry documentation that they have received the proper training.

(2) H2S SAFETY EQUIPMENT AND SYSTEMS

Note: all H2S safety equipment and systems will be installed, tested and operational when drilling reaches a depth of 500 feet above, or three days prior to penetrating the first zone containing or reasonably expected to contain H2S.

a. Well Control Equipment:

- 1. Choke manifold with a minimum of one remote-controlled choke.
- 2. Blind rams and pipe rams to accommodate all pipe sizes with a properly sized closing unit.

b. Protective equipment for essential personnel:

- 1. Mark II Surviveair (or equivalent) 30 minute units located in the dog house and at the primary briefing area(to be determined.)
- c. H2S detection and monitoring equipment:
- 1. Three(3) portable H2S monitors positioned on location for best coverage and response. These units have warning lights and audible sirens when H2S levels of 20 PPM are reached.

d. Visual warning systems:

- 1. Wind direction indicators will be positioned for maximum visibility.
- 2. Caution/Danger signs shall be posted on roads providing direct access to location. Signs will be painted a high visibility yellow with black lettering of sufficient size to be readable at reasonable distance from the immediate location. Bilingual signs will be used when appropriate.

e. Mud program:

1. The mud program has been designed to minimize the volume of H2S circulated to the surface. Proper mud weight, safe drilling practices and the use of H2S scavengers will minimize hazards when penetrating H2S bearing zones.