

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 **RECEIVED** Submit to appropriate District Office
1220 South St. Francis Dr.
Santa Fe, NM 87505 **JUL 08 2005** ☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUG BACK, OR ADD A ZONE

¹ Operator Name and Address Pure Resources, L. P. 500 W. Illinois Midland, Texas 79701		² OGRID Number 150628
³ Property Code 34952	⁴ Property Name ESPERANZA "24"	⁵ API Number 30 - 34205
⁹ Proposed Pool 1 Carlsbad; Morrow, South (Pro Gas) (73960)		¹⁰ Proposed Pool 2 Carlsbad; Strawn, South (Gas) (74120) & Carlsbad; Wolfcamp, South (Gas) (74200)

7 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	24	22S	26E		1,685	North	1,935	West	EDDY

8 Proposed 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
C	24	22S	26E		750	North	1,400	West	EDDY

Additional Well Information

¹¹ Work Type Code N	¹² Well Type Code G	¹³ Cable/Rotary R	¹⁴ Lease Type Code P	¹⁵ Ground Level Elevation 3,171'
¹⁶ Multiple No	¹⁷ Proposed Depth 11,968' MD 11,800' TVD	¹⁸ Formation Morrow	¹⁹ Contractor Nabors	²⁰ Spud Date When Approved
Depth to Groundwater Avg. Depth per State Engineer's Site is 77'		Distance from nearest fresh water well Per the State Engineer's Site: >1,000'.		Distance from nearest surface water Per the State Engineer's Site: >1,000'.
Pit: Lincr. Synthetic <input checked="" type="checkbox"/> 12 mils thick Clay <input type="checkbox"/> Pit Volume: 2,000 bbls Drilling Method: Closed-Loop System <input type="checkbox"/> Fresh Water <input checked="" type="checkbox"/> Brine <input checked="" type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>				

21 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"	48# H-40	400'	475sx	Surface
12-1/4"	9-5/8"	36# J-55	1,950'	850sx	Surface
8-3/4"	7"	26# P-110 HC	9,000' MD 8,900' TVD	1,390sx	1,700'
6-1/8"	4-1/2" Liner	11.6# P-110 HC	8,700' MD-11,968' MD	260sx	Liner fully cmt'd.

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. respectfully submits this application to Directionally Drill & Complete this 11,968' MD well in the Carlsbad; Morrow, South (Pro Gas) Pool (73960). Should this zone not be economically viable, we would plug back to either the Strawn or Wolfcamp to test and, if economic, produce. 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 NMOCD guidelines. Please see the attached—Casing/Cement and Mud Program sheet, BOP Schematic (13-5/8" 10K Stack), site layout plat, C-102 Plat(s), Directional Planning Report, Contingency Plan(s) and additional maps and plats.

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 NMOCD guidelines ☒, a general permit ☐, or an (attached) alternative OCD-approved plan ☐.

Printed name: Alan W. Bohling

Title: Regulatory Agent

E-mail Address: abohling@pureresources.com

Date: 07/06/2005

Phone: (432) 498-8662

OIL CONSERVATION DIVISION

Approved by:

TIM W. GUM
DISTRICT II SUPERVISOR

Title:

Approval Date: **JUL 14 2005**

Expiration Date: **JUL 14 2006**

Conditions of Approval Attached ☐

12641

DISTRICT I

1625 N. FRENCH DR., DOBBS, NM 88240

DISTRICT II

1201 W. GRAND AVENUE, ARTECHA, NM 86210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

State of New Mexico

Energy, Minerals and Natural Resources Department

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code 73960	Pool Name Carlsbad; Morrow, South (Pro Gas)
Property Code	Property Name ESPERANZA 24	Well Number 1
OGED No. 150628	Operator Name PURE RESOURCES, LP	Elevation 3171'

Surface Location

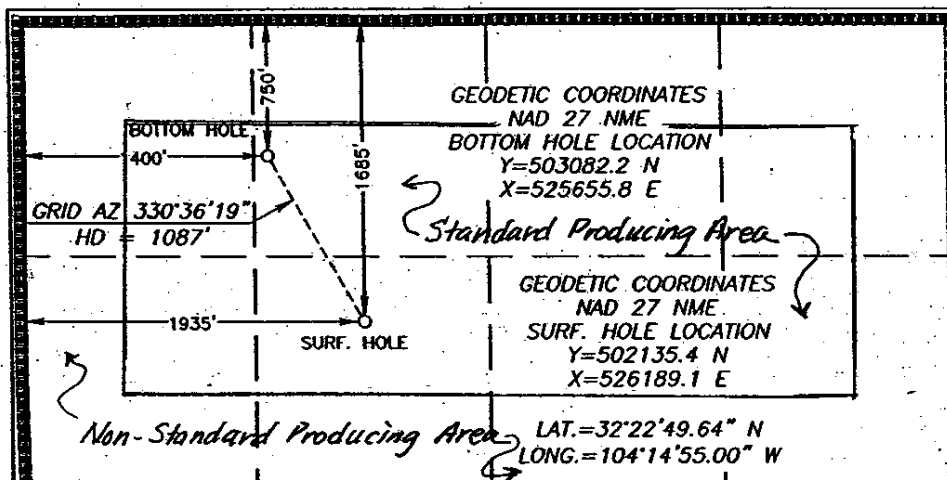
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	24	22-S	26-E		1685	NORTH	1935	WEST	EDDY

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
C	24	22-S	26-E		750	NORTH	1400	WEST	EDDY

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
320			

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



Project Area = 320 acres

OPERATOR CERTIFICATION

I hereby certify the the information
contained herein is true and complete to the
best of my knowledge and belief.

Alan W. Bohling
Signature

Alan W. Bohling

Printed Name

Regulatory Agent

Title

July 6, 2005

Date

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
supervision, and that the same is true and
correct to the best of my belief.

MAY 31, 2005

Date Surveyed LA REV: 6/10/05

Signature & Seal of
Professional Surveyor

05.11.0759

Certificate No. GARY EIDSON

12641

DISTRICT I
1625 N. FRENCH DR., HOHES, NM 88240

DISTRICT II
1301 W. GRAND AVENUE, ARTESIA, NM 88210

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

DISTRICT IV
1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department

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

Form C-102
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WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code 74120	Pool Name Carlsbad; Strawn, South (Gas)
Property Code	Property Name ESPERANZA 24	Well Number 1
OGRID No. 150628	Operator Name PURE RESOURCES, LP	Elevation 3171'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	24	22-S	26-E		1685	NORTH	1935	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
C	24	22-S	26-E		750	NORTH	1400	WEST	EDDY

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
320			

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 BOTTOM HOLE LOCATION Y=503082.2 N X=525655.8 E</p> <p>GEODETIC COORDINATES NAD 27 NME SURF. HOLE LOCATION Y=502135.4 N X=526189.1 E</p> <p>LAT.=32°22'49.64\" N LONG.=104°14'55.00\" W</p>	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Alan W. Bohling</i> Signature Alan W. Bohling Printed Name Regulatory Agent Title July 6, 2005 Date</p> <p>SURVEYOR CERTIFICATION</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>MAY 31, 2005</p> <p>Date Surveyed LA REV: 6/10/05 Signature & Seal of Professional Surveyor</p> <p>05.11.0759</p> <p>Certificate No. GARY KIDSON 12641</p>
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DISTRICT I
1625 N. FRENCH DR., HOBBES, NM 88240

DISTRICT II
1301 W. GRAND AVENUE, ARTESIA, NM 88210

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

DISTRICT IV
1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department

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
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WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code 74200	Pool Name Carlsbad; Wolfcamp, South (Gas)
Property Code	Property Name ESPERANZA 24	Well Number 1
OGRID No. 150628	Operator Name PURE RESOURCES, LP	Elevation 3171'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	24	22-S	26-E		1685	NORTH	1935	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
C	24	22-S	26-E		750	NORTH	1400	WEST	EDDY

Dedicated Acres 320	Joint or Infill	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 BOTTOM HOLE LOCATION Y=503082.2 N X=525655.8 E</p> <p>GEODETIC COORDINATES NAD 27 NME SURF. HOLE LOCATION Y=502135.4 N X=526189.1 E</p> <p>LAT.=32°22'49.64\" N LONG.=104°14'55.00\" W</p>	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Alan W. Bohling</i> Signature Alan W. Bohling Printed Name Regulatory Agent Title July 6, 2005 Date</p> <p>SURVEYOR CERTIFICATION</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>MAY 31, 2005</p> <p>Date Surveyed LA REV: 6/10/05 Signature & Seal of Professional Surveyor</p> <p>05.11.0759</p> <p>Certificate No. GARY EIDSON 12641</p>
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Supplemental Information
Operational Procedures
07/06/2005

Well: **Esperanza "24" #1**

Section 13 - T22S - R26E
1,685' FNL & 1,935' FWL (Surface Location)
750' FNL & 1,400' FWL (BHL)
Eddy County, New Mexico

1. Drilling Contractor: Nabors Drilling USA, Rig #715

2. Well Control Equipment: (Attachment "B" – BOPE Schematic)

- 2.1. The equipment represented by the attached schematic, a 135/8" – 10,000 psi WP BOP stack, will be installed prior to drilling out the 133/8" surface casing shoe and will be the BOPE utilized throughout the remainder of the drilling operations.
- 2.2. The accumulator system controlling BOPE functions will be capable of closing each ram type preventer and the annular preventer within 30 seconds.
- 2.3. Upon installation of the BOPE to the 133/8" casing set at 400', the casing and BOP will be pressure tested to 500 psi, using rig pumps, before drilling the casing shoe. Upper and lower kelly cocks and safety valves with subs to fit all drill string connections in use will be available on the rig floor and will also undergo pressure testing. A Rotating Head will be in-place but the rubber will not be installed until well conditions dictate its use.
- 2.4. Upon installation of the BOPE to the 95/8" intermediate casing set @ 1950', the BOP, HCR valve, choke manifold, upper and lower kelly cocks, and safety valves will be pressure tested by a third party contractor to 3000 psi (high) and 250 psi (low). The annular preventer will be tested to 1500 psi. The third party contractor will also test the accumulator system performance to assure that it is functioning within specifications. The 95/8" casing will be tested, using rig pumps, to 1500 psi prior to drilling the shoe.
- 2.5. The open-ended vent line from the choke manifold will be constructed of 4 1/2" drill pipe and connections will be strap-welded to prevent separation. The mud-gas separator will be installed after setting the surface casing and will be fully operable prior to drilling below the 95/8" intermediate casing. The flare line from the separator will be constructed of 8" flanged pipe and the vent and flare lines will be secured in place with drilled anchors and steel cabling.
- 2.6. Upon installation of the BOPE to the 7" intermediate/production casing set at approximately 9000' md ($\pm 200'$ below the top of Wolfcamp), the BOP, HCR valve, choke manifold, upper and lower kelly cocks and safety valves will be pressure tested by a third party contractor to 5000 psi (high) and 250 psi (low). The annular preventer will be tested to 1500 psi. Prior to drilling the 7" shoe, the casing will be tested to 3000 psi. The third party contractor will also test the accumulator system performance to assure that it is functioning within specifications.

- 2.7. Subsequent pressure testing of the BOPE after setting the 7" casing will be done at two week intervals; test procedures will be the same as those listed in Paragraph 2.6 above.
- 2.8. In addition to the aforementioned testing, functional tests of all equipment will be performed as follows:
- 2.8.1. Operator's supervisor will conduct daily BOP drills with rig crews; during these drills, the accumulator system, pipe rams, HCR valve and the remote adjustable and manual chokes will be operated to assure proper mechanical functioning. Any problems will be immediately resolved and drilling operations will not proceed until equipment is in proper working order.
 - 2.8.2. The annular preventer will be functionally tested on a weekly basis and the blind rams will be functionally tested after each trip out of the hole during drilling operations.
- 2.9. A wireline lubricator and/or "pack-off" system of sufficient length to pull all tools from the hole and allow the well to be safely shut-in will be utilized during open hole logging operations.

3. Well Monitoring:

- 3.1. The PVT, Flow Indicator, Pump Stroke Counter and H₂S sensor equipment will be installed and operational prior to spudding the well. The PVT will be utilized when circulation is maintained in the steel pits, which will be the case when prospective hydrocarbon bearing zones are penetrated below the 7" casing depth. Any malfunctioning equipment will be repaired or replaced ASAP.
- 3.2. A Mud Logging Unit will be operational prior to drilling the 95/8" casing shoe at 1800'. The Mud Logger will provide the Operator and Rig supervisors with data regarding formation tops and porosity / permeability of penetrated zones and cuttings analysis, which may forewarn of potential problems. The Mud Logger will record and report relative gas influx ("background gas") into the mud stream while drilling ahead and also "connection gas" and "trip gas". This data will aid supervisors in making decisions regarding mud weight increases.
- 3.3. Trip tanks shall be used each time that trips are made after setting surface casing. Displacement volumes shall be accurately recorded on a *Trip Sheet* and compared to theoretical volumes to timely warn of potential problems due to influx of formation fluids or gas into the wellbore.
- 3.4. When the drill string is out of the hole for open hole logging, a rig crew member will be assigned to visually monitor the mud pits and flow line for indications of influx of formations fluids / gas into the wellbore; the PVT will remain in service and this visual monitoring is an added precaution.

4. Contingency Planning / Safety

- 4.1. An Emergency Response Plan (Attachment "C") and a H₂S Contingency Plan (Attachment "D") will be in place upon commencement of operations. All Operator and Rig personnel will be trained in the plans' objectives and their specific responsibilities should the plans be implemented.
- 4.2. Safety meetings will be held on a regular basis and prior to any non-routine activities or prior to a significant operation, such as running casing, nipping-up BOPE, open hole logging, etc.
- 4.3. Local law enforcement and emergency response personnel will be apprised of upcoming operations and will be involved in coordinating any emergency response involving the public.

5. Nearest Resident:

The distance from the wellbore stake to the nearest residence/business is 650' along a 133 degree azimuth. No water well known within 1000' as most in area on city water system.

Casing/Cement and Mud Program Sheet

Esperanza "24" #1

API No. _____

1,685' FNL & 1,935' FWL

UL F, Sec. 24, T-22-S, R-26-E

Eddy County, New Mexico

Proposed Casing and Cement Program:

Hole Size	Casing Size	Wt #/ft	Grade	Connect	Setting Depth	Cement Volume	Estimated TOC
25"	20"	N/A	N/A	N/A	40'	Redi-mix	Surface
17-1/2"	13-3/8"	48	H40	STC	400'	475 sx	Surface
12-1/4"	9-5/8"	36	J55	STC	1,950'	850 sx	Surface
8-3/4"	7"	26	P110HC	LTC	9,000' MD 8,900' TVD	1,390 sx	1,700'
6-1/8"	4-1/2" Liner	11.6	P110HC	LTC	8,700' MD 11,968' MD	260 sx	Linner will be fully cemented with cnt. across lap into 7" Csg.

Note: 7" Intermediat Casing depth may be adjusted per drilling results-intent is to set at the top of the Wolfcamp zone, which will be determined by mud logging as drilling progresses.

Propose Mud Program

Interval	Type	Weight
0' - 400'	FW / Spud Mud	8.4 - 9.0
400' - 1,950'	FW w/ LCM as needed	8.4 - 9.0
1,950' MD - 9,000' MD	FW w/ LCM as needed	8.4 - 9.2
9,000' MD - 11,968' MD	Brine 35+ vis, FL 6-8 across zones of interest	9.8 - 11.0

By: AWB

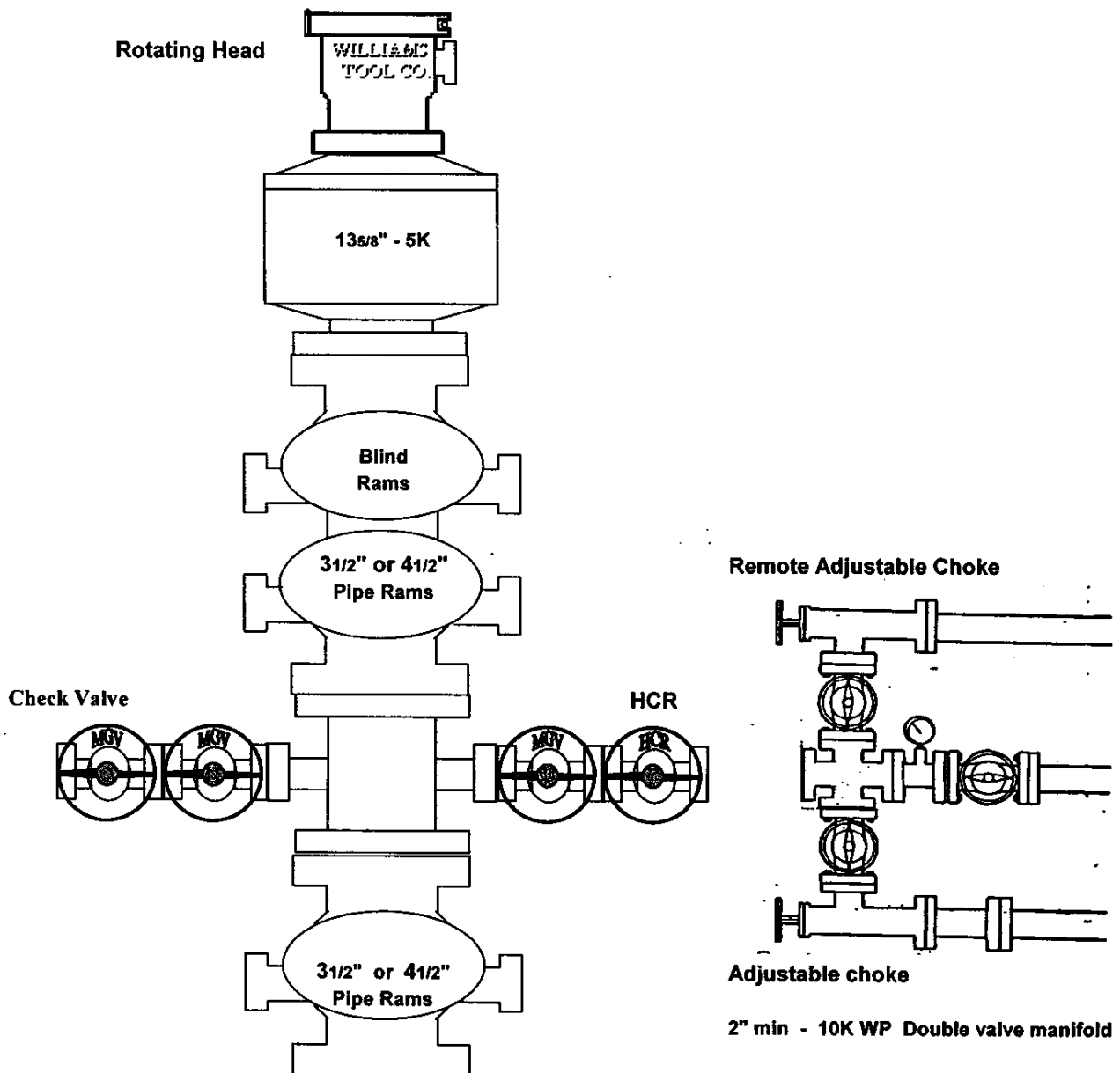
H:\NEW MEXICO FORMS\ESPERANZA 24 #1 REG FORMS\ESPERANZA 24 #1 - Casing & Cement Program Wellsheet.xls 7/7/2005

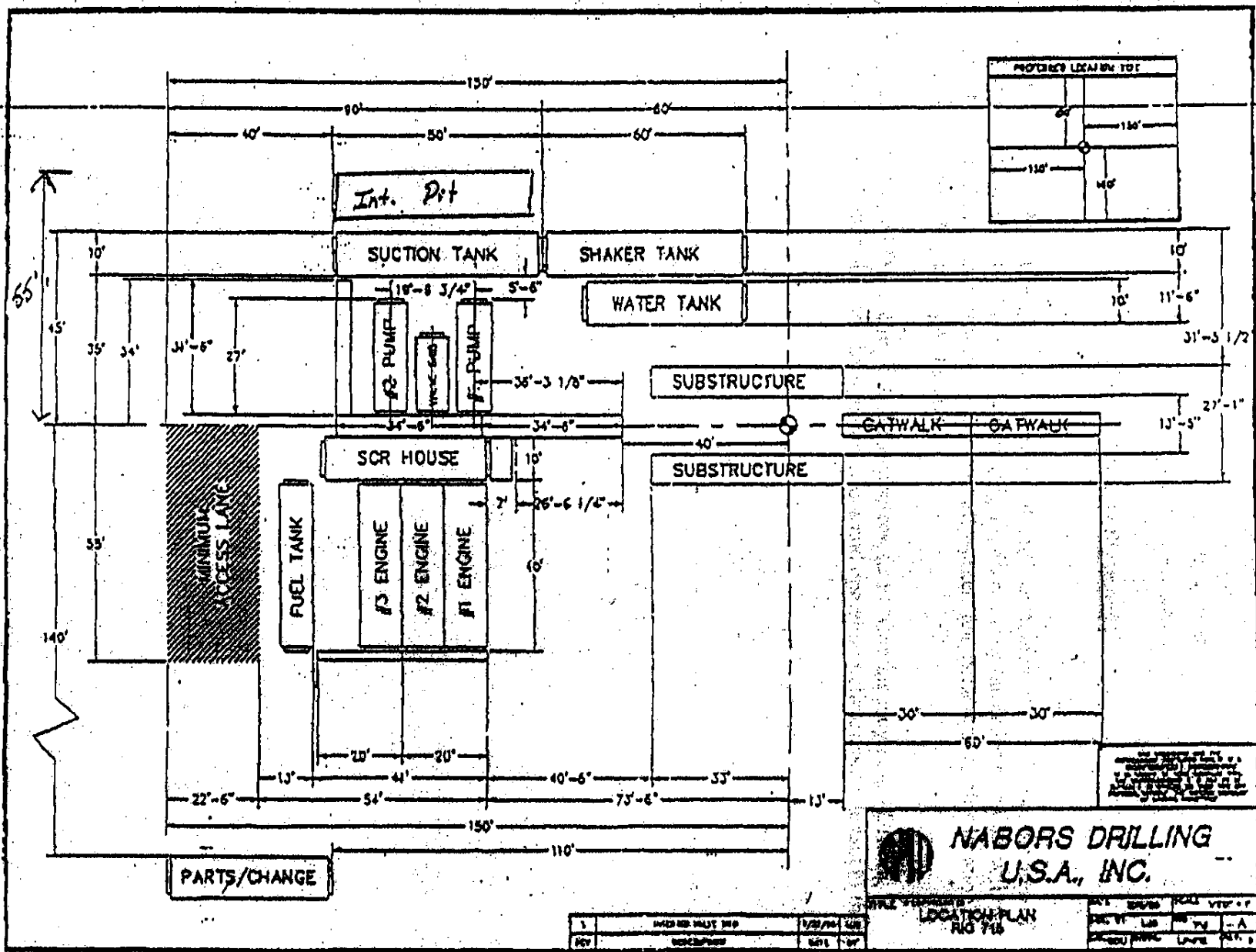
BOPE Schematic

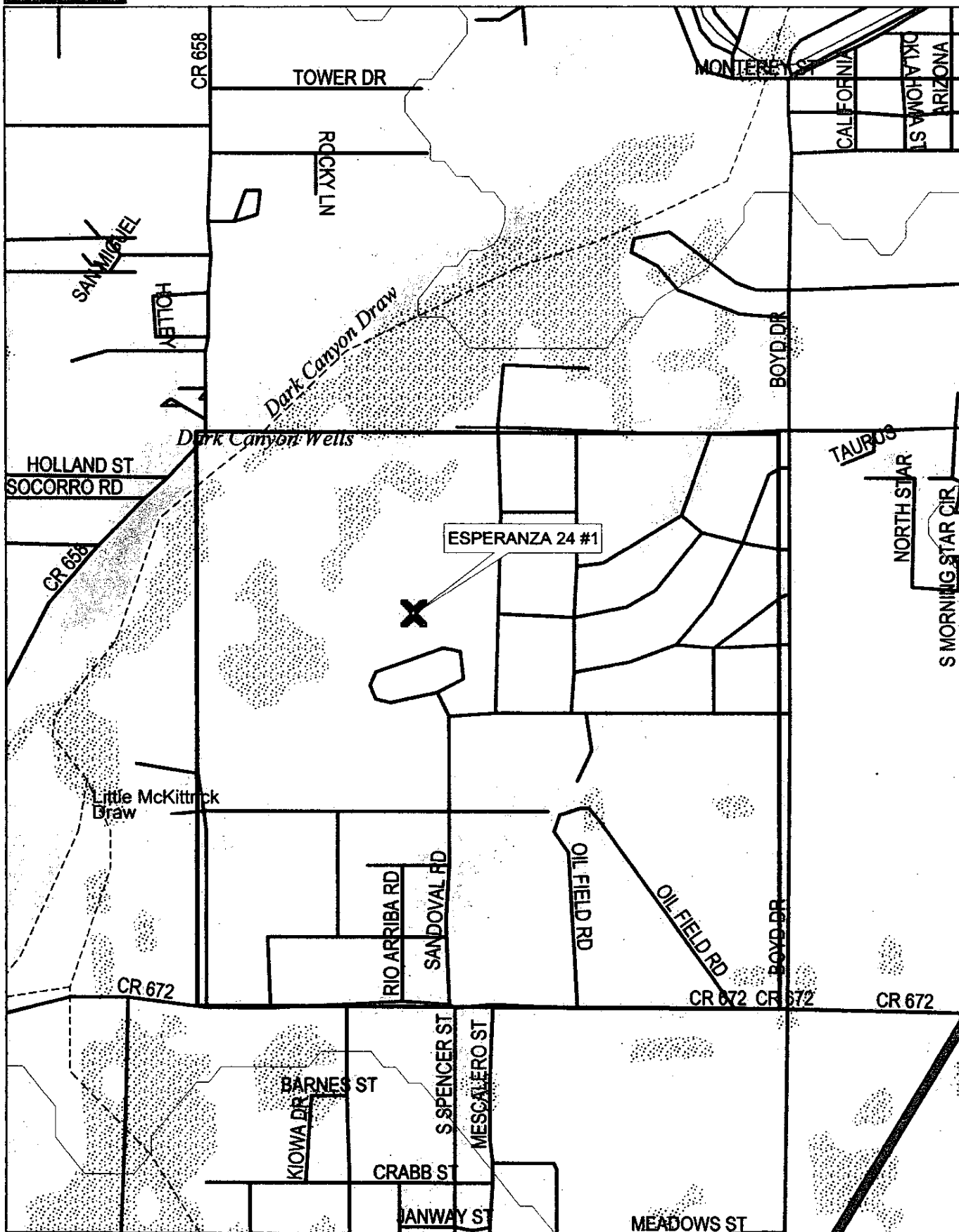
Esperanza "24" #1

13 5/8" - 10K PSI

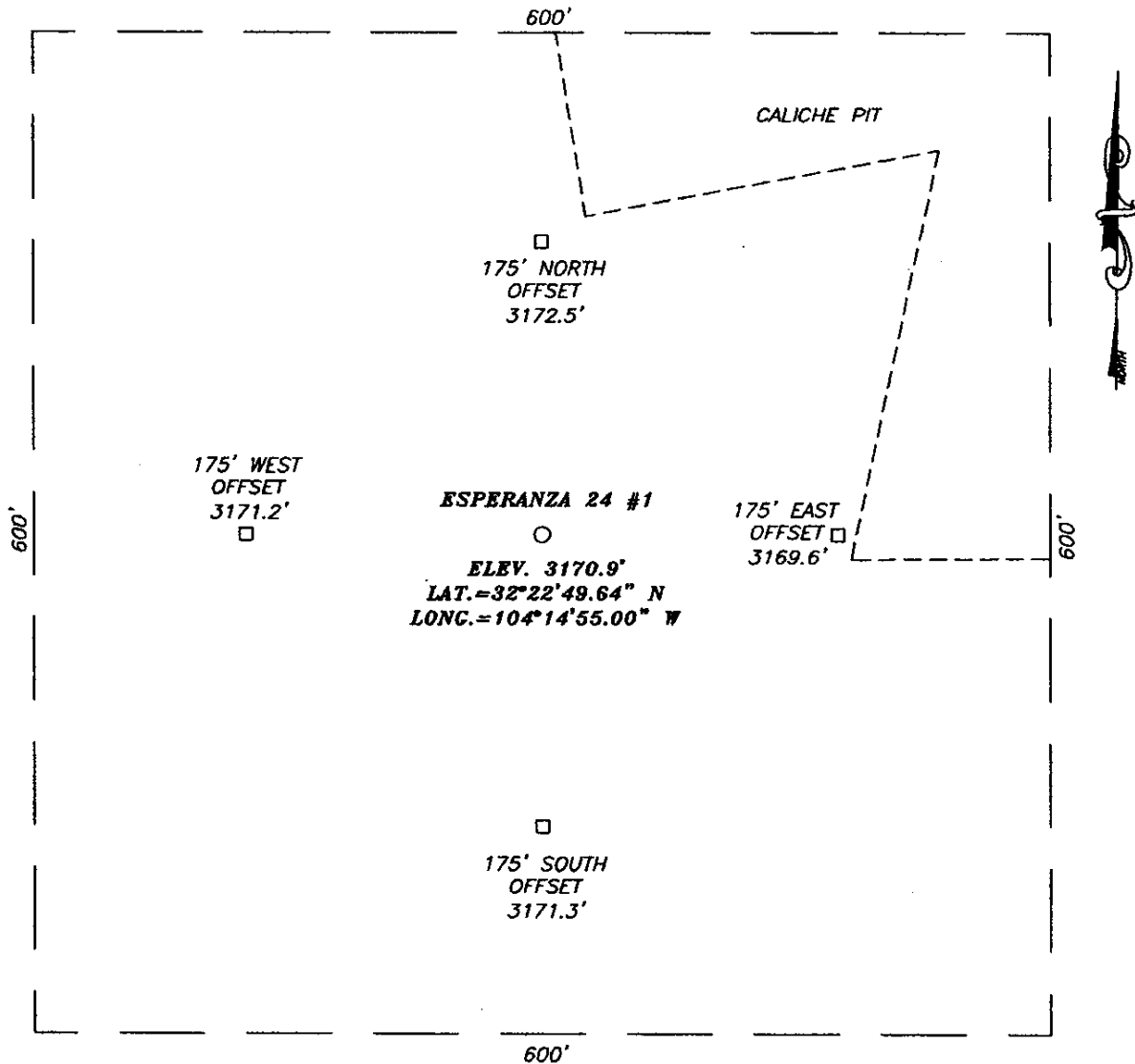
**1,685' FNL and 1,935' FWL
Section 24 - T22S - R26E
Eddy County, New Mexico**





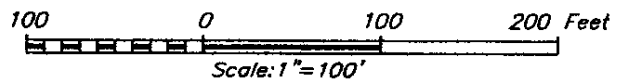


SECTION 24, TOWNSHIP 22 SOUTH, RANGE 26 EAST, N.M.P.M.,
 EDDY COUNTY, NEW MEXICO



DIRECTIONS TO LOCATION

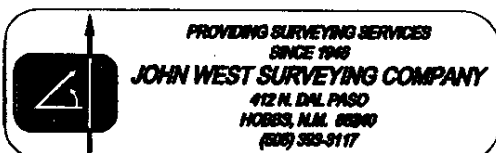
FROM THE INTERSECTION OF HIGHWAY 62-180 & ROSE ST. GO WEST ON ROSE ST. APPROX. 1.5 MILES. TURN LEFT AND GO SOUTH APPROX. 0.4 MILES. THIS LOCATION IS APPROX. 0.2 MILES WEST OF TRAIL ROAD.



PURE RESOURCES, L.P.

ESPERANZA 24 #1 WELL
 LOCATED 1685 FEET FROM THE NORTH LINE
 AND 1935 FEET FROM THE WEST LINE OF SECTION 24,
 TOWNSHIP 22 SOUTH, RANGE 26 EAST, N.M.P.M.,
 EDDY COUNTY, NEW MEXICO.

Survey Date: 5/31/05	Sheet 1 of 1 Sheets
W.O. Number: 05.11.0759	Dr By: LA
Date: 6/1/05	Rev 1: N/A
Disk: CD#4	05110759
Scale: 1"=100'	



PURE Resources

Esperanza 24-1 Section 24, T22-S, R26-E Eddy County, New Mexico

COMPANY DETAILS

PURE Resources
500 W. Illinois Avenue
Midland, TX 79701

Calculation Method: Minimum Curvature
Error System: Systematic Ellipse
Scan Method: Horizontal Plane
Error Surface: Elliptical + Casing
Warning Method: Error Ratio

PATHFINDER

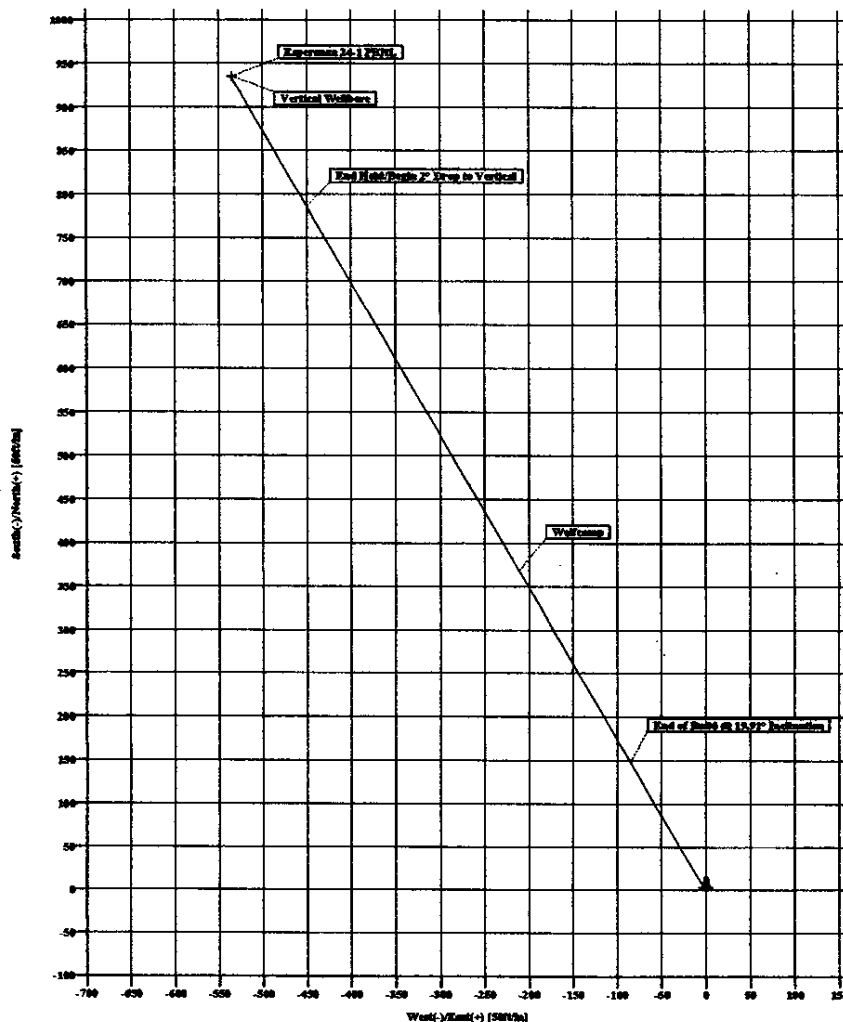
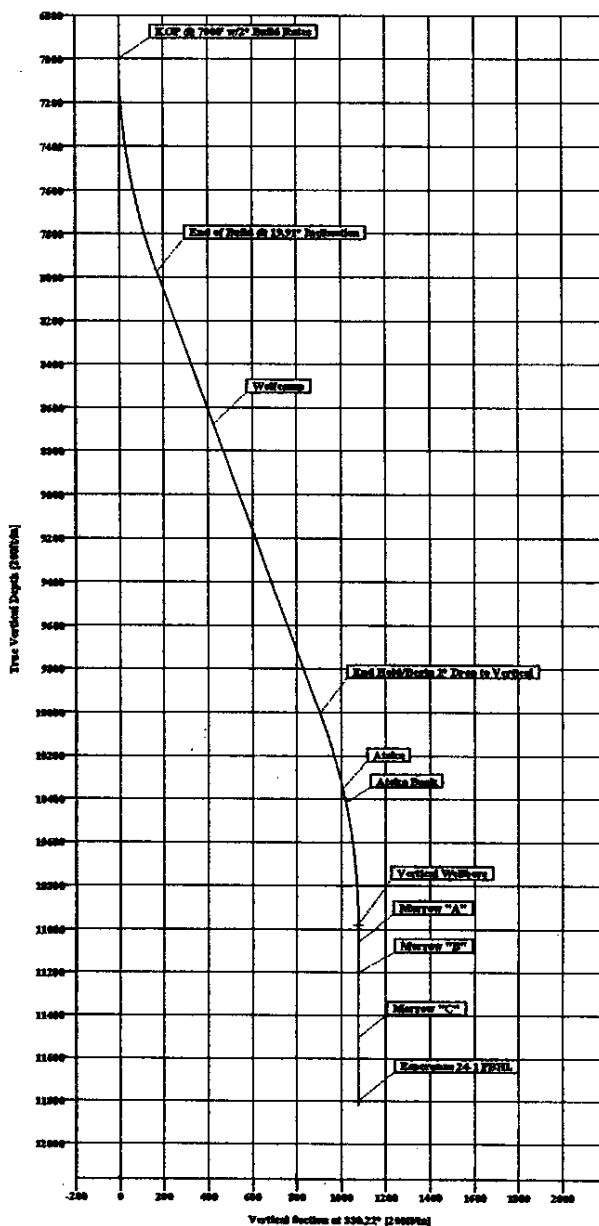
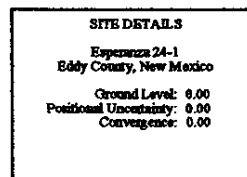
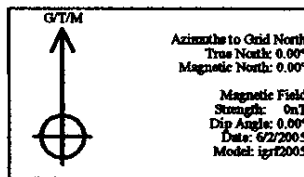
ENERGY SERVICES

FIELD DETAILS

Esperanza
Eddy County, New Mexico
Geodetic System: US State Plane Coordinate System 1927
Ellipsoid: NAD27 (Clarke 1866)
Zone: New Mexico, Eastern Zone
Magnetic Model: igr2005
System Datum: Mean Sea Level
Local North: Grid North

WELLPATH DETAILS

Original Hole
Rig: SITE 0.002
Ref. Datum: Origin
V. Section Angle: Origin +N-S
330.22° 0.00 0.00 0.00
Starting From TVD





Company: PURE Resources				Date: 6/2/2005		Time: 10:01:13		Page: 1		
Field: Esperanza				Co-ordinate(NE) Reference: Well: Esperanza 24-1 Section 24, T22-S,						
Site: Esperanza 24-1				Vertical (TVD) Reference: SITE 0.0						
Well: Esperanza 24-1 Section 24, T22				Section (VS) Reference: Site (0.00N,0.00E,330.22Azi)						
Wellpath: Original Hole				Plan:		Plan #1 060205				
Field: Esperanza Eddy County, New Mexico										
Map System: US State Plane Coordinate System 1927					Map Zone: New Mexico, Eastern Zone					
Geo Datum: NAD27 (Clarke 1866)					Coordinate System: Well Centre					
Sys Datum: Mean Sea Level					Geomagnetic Model: igrf2005					
Site: Esperanza 24-1 Eddy County, New Mexico										
Site Position:		Northing:		ft		Latitude:				
From: Lease Line		Easting:		ft		Longitude:				
Position Uncertainty:		0.00 ft				North Reference:		Grid		
Ground Level:		0.00 ft				Grid Convergence:		0.00 deg		
Well: Esperanza 24-1 Section 24, T22 Eddy County, New Mexico										
Well Position:					Slot Name:					
+N/-S		0.00 ft		Northing:		0.00 ft		Latitude: 30 59 24.512 N		
+E/-W		0.00 ft		Easting:		0.00 ft		Longitude: 105 55 44.137 W		
Position Uncertainty:					0.00 ft					
Wellpath: Original Hole										
Current Datum: SITE		Height		0.00 ft		Drilled From: Surface		0.00 ft		
Magnetic Data: 6/2/2005						Tie-on Depth:		Mean Sea Level		
Field Strength: 0 nT						Above System Datum:		0.00 deg		
Vertical Section: Depth From (TVD)		+N/-S		ft		Declination:		0.00 deg		
ft		ft				Mag Dip Angle:		0.00 deg		
						+E/-W		Direction		
						ft		deg		
0.00		0.00		0.00		0.00		330.22		
Plan: Plan #1 060205										
Principal: No					Date Composed: 6/2/2005		Version: 1			
					Tied-to: From Surface					
Plan Section Information										
MD	Incl	Azim	TVD	+N/-S	+E/-W	DLS	Build	Turn	TFO	Target
ft	deg	deg	ft	ft	ft	deg/100ft	deg/100ft	deg/100ft	deg	
0.00	0.00	330.22	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
7000.00	0.00	330.22	7000.00	0.00	0.00	0.00	0.00	0.00	330.22	
7995.44	19.91	330.22	7975.53	148.60	-85.03	2.00	2.00	0.00	330.22	
10153.35	19.91	330.22	10004.47	786.40	-449.97	0.00	0.00	0.00	0.00	
11148.79	0.00	330.22	10980.00	935.00	-535.00	2.00	-2.00	0.00	180.00	Vertical Wellbore
11968.79	0.00	330.22	11800.00	935.00	-535.00	0.00	0.00	0.00	0.00	Esperanza 24-1 PBHL
Survey										
MD	Incl	Azim	TVD	+N/-S	+E/-W	VS	DLS	Build	Turn	Tool/Comment
ft	deg	deg	ft	ft	ft	ft	deg/100ft	deg/100ft	deg/100ft	
0.00	0.00	330.22	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
100.00	0.00	330.22	100.00	0.00	0.00	0.00	0.00	0.00	0.00	
200.00	0.00	330.22	200.00	0.00	0.00	0.00	0.00	0.00	0.00	
300.00	0.00	330.22	300.00	0.00	0.00	0.00	0.00	0.00	0.00	
400.00	0.00	330.22	400.00	0.00	0.00	0.00	0.00	0.00	0.00	
500.00	0.00	330.22	500.00	0.00	0.00	0.00	0.00	0.00	0.00	
600.00	0.00	330.22	600.00	0.00	0.00	0.00	0.00	0.00	0.00	
700.00	0.00	330.22	700.00	0.00	0.00	0.00	0.00	0.00	0.00	
800.00	0.00	330.22	800.00	0.00	0.00	0.00	0.00	0.00	0.00	
900.00	0.00	330.22	900.00	0.00	0.00	0.00	0.00	0.00	0.00	
1000.00	0.00	3								

PathFinder

Planning Report

Company: PURE Resources
 Field: Esperanza
 Site: Esperanza 24-1
 Well: Esperanza 24-1 Section 24, T22
 Wellpath: Original Hole

Date: 6/2/2005 Time: 10:01:13 Page: 3
 Co-ordinate(NE) Reference: Well: Esperanza 24-1 Section 24, T22-S,
 Vertical (TVD) Reference: SITE 0.0
 Section (VS) Reference: Site (0.00N,0.00E,330.22Az)
 Plan: Plan #1 060205

Survey

MD ft	Incl deg	Azim deg	TVD ft	+N/-S ft	+E/-W ft	VS ft	DLS deg/100ft	Build deg/100ft	Turn deg/100ft	Tool/Comment
6800.00	0.00	330.22	6800.00	0.00	0.00	0.00	0.00	0.00	0.00	
6900.00	0.00	330.22	6900.00	0.00	0.00	0.00	0.00	0.00	0.00	
7000.00	0.00	330.22	7000.00	0.00	0.00	0.00	0.00	0.00	0.00	KOP @ 7000' w/2° Build Ra
7100.00	2.00	330.22	7099.98	1.51	-0.87	1.75	2.00	2.00	0.00	
7200.00	4.00	330.22	7199.84	6.06	-3.47	6.98	2.00	2.00	0.00	
7300.00	6.00	330.22	7299.45	13.62	-7.79	15.69	2.00	2.00	0.00	
7400.00	8.00	330.22	7398.70	24.20	-13.85	27.88	2.00	2.00	0.00	
7500.00	10.00	330.22	7497.47	37.78	-21.61	43.52	2.00	2.00	0.00	
7600.00	12.00	330.22	7595.62	54.34	-31.09	62.60	2.00	2.00	0.00	
7700.00	14.00	330.22	7693.06	73.86	-42.26	85.10	2.00	2.00	0.00	
7800.00	16.00	330.22	7789.64	96.32	-55.12	110.98	2.00	2.00	0.00	
7900.00	18.00	330.22	7885.27	121.70	-69.64	140.21	2.00	2.00	0.00	
7985.44	19.91	330.22	7975.53	148.60	-85.03	171.21	2.00	2.00	0.00	End of Build @ 19.91° Inc
8000.00	19.91	330.22	7979.82	149.95	-85.80	172.76	0.00	0.00	0.00	
8100.00	19.91	330.22	8073.84	179.51	-102.71	206.82	0.00	0.00	0.00	
8200.00	19.91	330.22	8167.86	209.06	-119.62	240.87	0.00	0.00	0.00	
8300.00	19.91	330.22	8261.89	238.62	-136.54	274.92	0.00	0.00	0.00	
8400.00	19.91	330.22	8355.91	268.18	-153.45	308.97	0.00	0.00	0.00	
8500.00	19.91	330.22	8448.93	297.73	-170.36	343.03	0.00	0.00	0.00	
8600.00	19.91	330.22	8543.96	327.29	-187.27	377.08	0.00	0.00	0.00	
8700.00	19.91	330.22	8637.98	356.84	-204.18	411.13	0.00	0.00	0.00	
8740.43	19.91	330.22	8676.00	368.80	-211.02	424.80	0.00	0.00	0.00	Wolfcamp
8800.00	19.91	330.22	8732.01	388.40	-221.10	445.18	0.00	0.00	0.00	
8900.00	19.91	330.22	8826.03	415.96	-238.01	479.24	0.00	0.00	0.00	
9000.00	19.91	330.22	8920.05	445.51	-254.92	513.29	0.00	0.00	0.00	
9100.00	19.91	330.22	9014.08	475.07	-271.83	547.34	0.00	0.00	0.00	
9200.00	19.91	330.22	9108.10	504.62	-288.74	581.39	0.00	0.00	0.00	
9300.00	19.91	330.22	9202.12	534.18	-305.65	615.45	0.00	0.00	0.00	
9400.00	19.91	330.22	9296.15	563.74	-322.57	649.50	0.00	0.00	0.00	
9500.00	19.91	330.22	9390.17	593.29	-339.48	683.55	0.00	0.00	0.00	
9600.00	19.91	330.22	9484.19	622.85	-356.39	717.60	0.00	0.00	0.00	
9700.00	19.91	330.22	9578.22	652.40	-373.30	751.65	0.00	0.00	0.00	
9800.00	19.91	330.22	9672.24	681.96	-390.21	785.71	0.00	0.00	0.00	
9900.00	19.91	330.22	9766.27	711.52	-407.12	819.76	0.00	0.00	0.00	
10000.00	19.91	330.22	9860.29	741.07	-424.04	853.81	0.00	0.00	0.00	
10100.00	19.91	330.22	9954.31	770.63	-440.95	887.86	0.00	0.00	0.00	
10153.35	19.91	330.22	10004.47	786.40	-449.97	906.03	0.00	0.00	0.00	End Hold/Begin 2° Drop to
10200.00	18.98	330.22	10048.46	799.87	-457.68	921.56	2.00	-2.00	0.00	
10300.00	16.98	330.22	10143.58	826.66	-473.01	952.42	2.00	-2.00	0.00	
10400.00	14.98	330.22	10239.71	850.55	-486.68	979.94	2.00	-2.00	0.00	
10500.00	12.98	330.22	10336.74	871.51	-498.67	1004.09	2.00	-2.00	0.00	
10514.62	12.68	330.22	10351.00	874.33	-500.28	1007.34	2.00	-2.00	0.00	Atoka
10581.08	11.35	330.22	10416.00	886.34	-507.16	1021.17	2.00	-2.00	0.00	Atoka Bank
10600.00	10.98	330.22	10434.56	889.52	-508.97	1024.84	2.00	-2.00	0.00	
10700.00	8.98	330.22	10533.05	904.55	-517.58	1042.16	2.00	-2.00	0.00	
10800.00	6.98	330.22	10632.07	916.59	-524.47	1056.04	2.00	-2.00	0.00	
10900.00	4.98	330.22	10731.53	925.63	-529.64	1066.45	2.00	-2.00	0.00	
11000.00	2.98	330.22	10831.28	931.65	-533.08	1073.38	2.00	-2.00	0.00	
11100.00	0.98	330.22	10931.22	934.64	-534.79	1076.83	2.00	-2.00	0.00	
11148.79	0.00	330.22	10980.00	935.00	-535.00	1077.24	2.00	-2.00	0.00	Vertical Wellbore
11200.00	0.00	330.22	11031.21	935.00	-535.00	1077.24	0.00	0.00	0.00	
11229.79	0.00	330.22	11061.00	935.00	-535.00	1077.24	0.00	0.00	0.00	Morrow "A"
11300.00	0.00	330.22	11131.21	935.00	-535.00	1077.24	0.00	0.00	0.00	

PathFinder

Planning Report

Company: PURE Resources
 Field: Esperanza
 Site: Esperanza 24-1
 Well: Esperanza 24-1 Section 24, T22
 Wellpath: Original Hole

Date: 6/2/2005 Time: 10:01:13 Page: 4
 Co-ordinate(N/E) Reference: Well: Esperanza 24-1 Section 24, T22-S,
 Vertical (TVD) Reference: SITE 0.0
 Section (VS) Reference: Site (0.00N,0.00E,330.22Azi)
 Plan: Plan #1 060205

Survey

MD ft	Incl deg	Azim deg	TVD ft	+N/-S ft	+E/-W ft	VS ft	DLS deg/100ft	Build deg/100ft	Turn deg/100ft	Tool/Comment
11369.79	0.00	330.22	11201.00	935.00	-535.00	1077.24	0.00	0.00	0.00	Morrow "B"
11400.00	0.00	330.22	11231.21	935.00	-535.00	1077.24	0.00	0.00	0.00	
11500.00	0.00	330.22	11331.21	935.00	-535.00	1077.24	0.00	0.00	0.00	
11600.00	0.00	330.22	11431.21	935.00	-535.00	1077.24	0.00	0.00	0.00	Morrow "C"
11674.79	0.00	330.22	11506.00	935.00	-535.00	1077.24	0.00	0.00	0.00	
11700.00	0.00	330.22	11531.21	935.00	-535.00	1077.24	0.00	0.00	0.00	
11800.00	0.00	330.22	11631.21	935.00	-535.00	1077.24	0.00	0.00	0.00	
11900.00	0.00	330.22	11731.21	935.00	-535.00	1077.24	0.00	0.00	0.00	
11968.79	0.00	330.22	11800.00	935.00	-535.00	1077.24	0.00	0.00	0.00	Esperanza 24-1 PBHL

Targets

Name	Description Dip. Dir.	TVD ft	+N/-S ft	+E/-W ft	Map Northing ft	Map Easting ft	← Latitude → Deg Min Sec		← Longitude → Deg Min Sec	
Vertical Wellbore		10980.00	935.00	-535.00	935.18	-535.10	30	59	33.689	N 105 55 50.437 W
-Plan hit target										
Esperanza 24-1 PBHL		11800.00	935.00	-535.00	935.18	-535.10	30	59	33.689	N 105 55 50.437 W
-Plan hit target										

Annotation

MD ft	TVD ft	
5211.00	5211.00	Bone Springs
7000.00	7000.00	KOP @ 7000' w/2° Build Rates
7995.44	7975.53	End of Build @ 19.91° Inclination
8740.43	8676.00	Wolfcamp
10153.35	10004.47	End Hold/Begin 2° Drop to Vertical
10514.62	10351.00	Atoka
10581.08	10416.00	Atoka Bank
11228.79	11061.00	Morrow "A"
11369.79	11201.00	Morrow "B"
11674.79	11506.00	Morrow "C"

Pure Resources, L. P.
Esperanza "24" Well No.1
1,685' FNL & 1,935' FWL
UL F, Sec. 24, T-22-S, R-26-E
Eddy 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" and "Emergency Response Plan", both standard to our drilling operations and operating policies in SENM and relevant to this well.



**CONTINGENCY PLAN
DRILLING OPERATIONS**

**ESPERANZA 24 #1
SECTION 24, TRACT T22S, RANGE 26E
CARLSBAD MORROW SOUTH FIELD
EDDY COUNTY, NEW MEXICO
5/16/05**

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

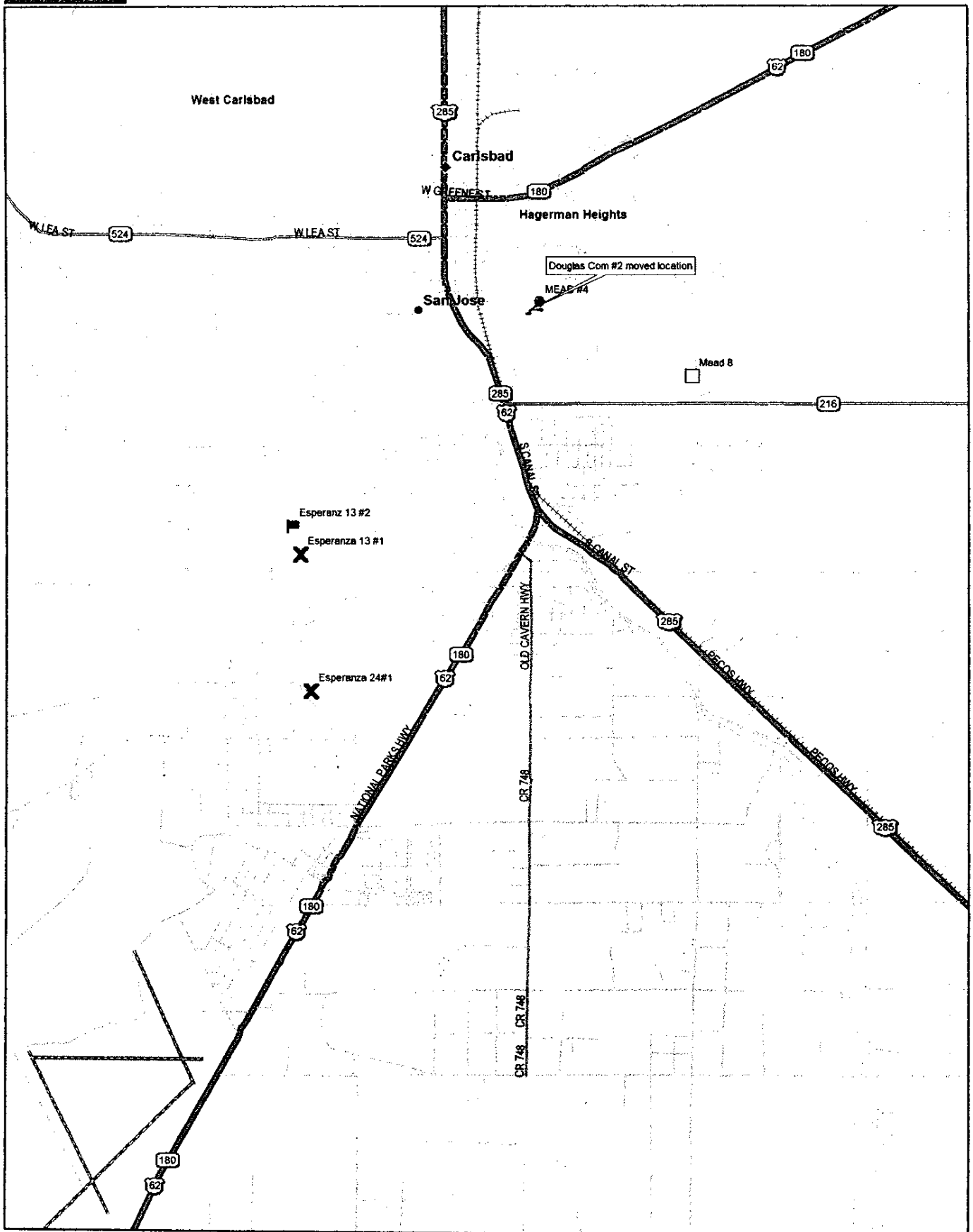
This contingency plan establishes guidelines for the public, all company employees, and contract employees whose work activities may involve exposure to Hydrogen Sulfide gas (H₂S).

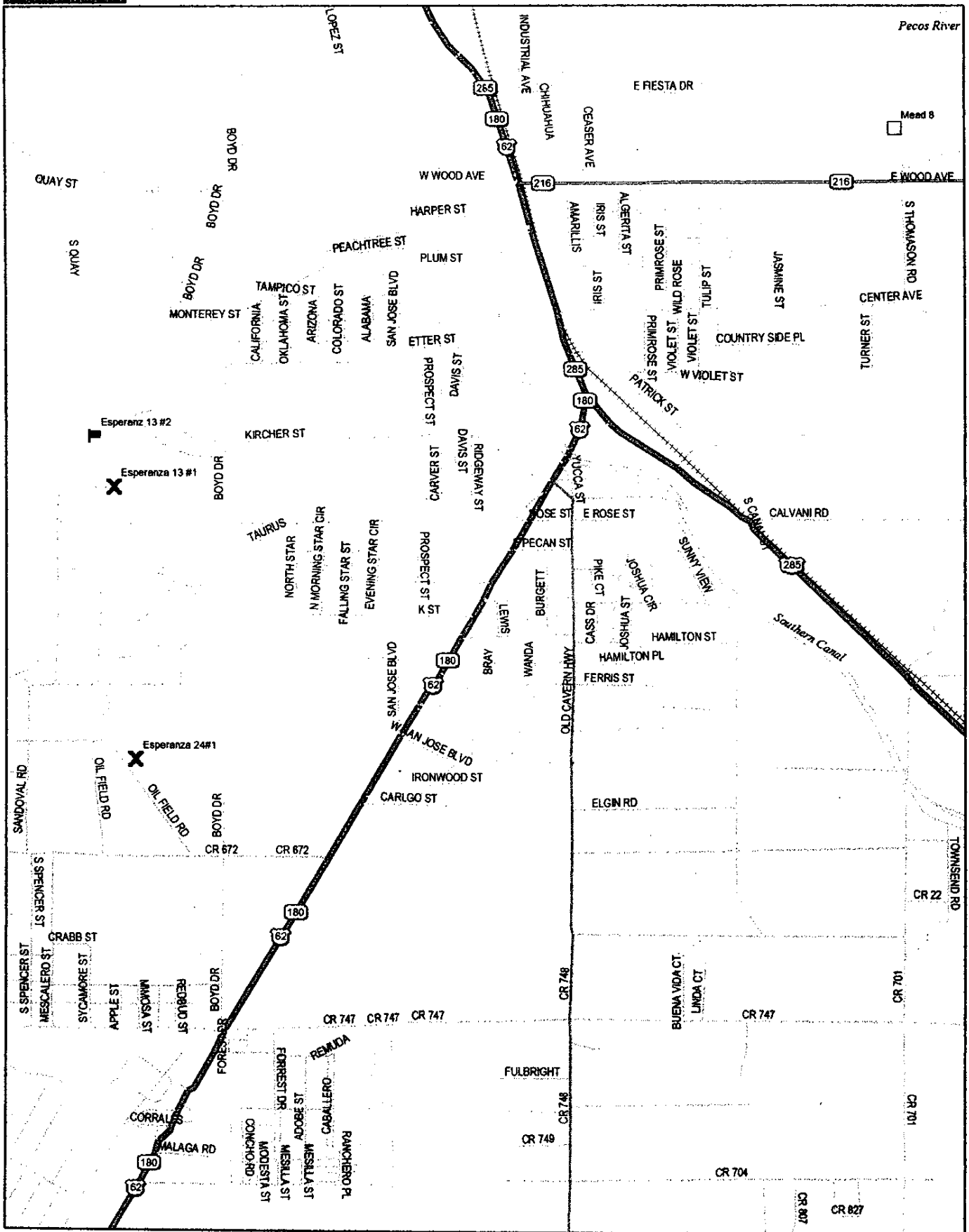
OBJECTIVE

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 Carlsbad, NM at the intersection of Rose and Boyd Street (Approximately 2 miles South and 0.5 miles West of Carlsbad). Go West 0.4 miles on calich road (West side of Boyd Street). Turn right go 0.2 miles to the 13 #1 location. This location is on the west side of the pad.





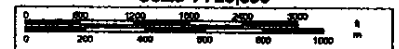
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Scale 1 : 25,000



1" = 2,083.3 ft Data Zoom 13-0

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Web Search:

MSN Yellow Pages



with

verizon

SUPERPAGES.COM

Home → Yellow Pages → Listings → Map

Maps

Carlsbad Medical Center

2430 W Pierce, Carlsbad, NM 88220

(505) 887-4100

(505) 887-4256 (fax)

[business profile](#) | [map](#) | [driving directions](#)

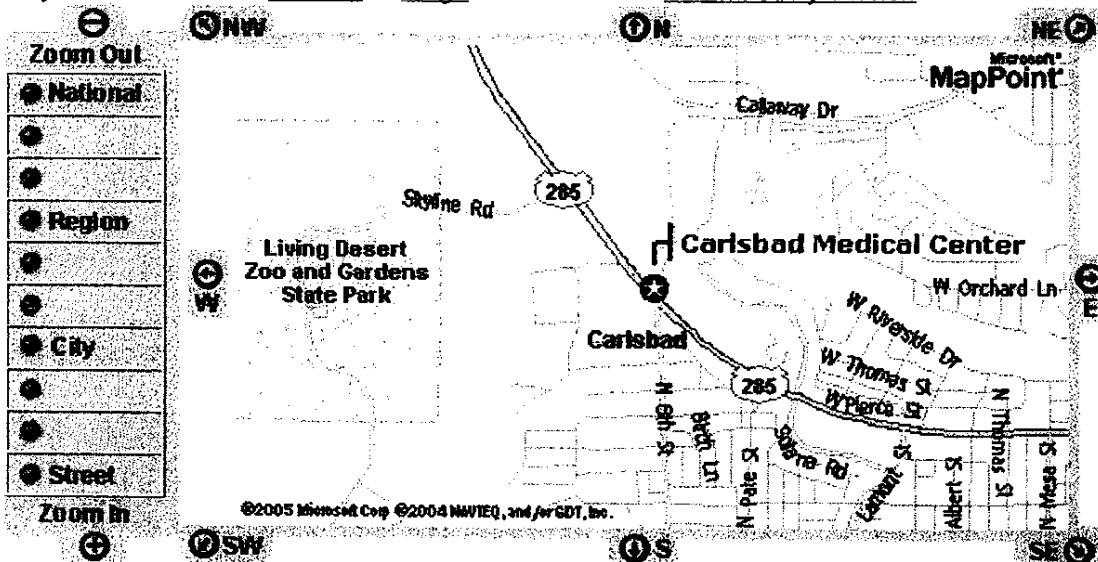
<http://www.carlsbadmedicalcenter.verizonsupersite.com>

Appears in the Categories:

[Hospitals](#), [Physicians & Surgeons](#), [Rehabilitation Services](#), [Surgical Centers](#), [Health & Wellness Programs](#)

Map Size: [Small](#) [Medium](#) [Large](#)

[Print-Friendly Version](#)



Click map to recenter.

Click compass directions to move map.

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MAP

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 (H₂S) 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: Abo Shale and Wolfcamp

Expected Concentration: ± 5 ppm

ROE @ 100 ppm = 2 feet

ROE @ 500 ppm = 1 foot

The plan should be implemented before drilling into the Abo Shale.

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 Eddy 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 Eddy County Sheriff's office 505-887-7551 for ALERT STATUS.
6. ALERT STATUS will require that available public support personnel will proceed to the Eddy County Sheriff's office in Carlsbad, 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	432-553-7414	
4.	Chanin Faromkao	Engineer	432-6205694		432-664-7601	
5.	Jay Waldrop	HES	432-498-2654	432-523-9778	432-556-3547	
6.	Steve Munsell	Engineer	432-620-5671	432-550-7437	432-5572674	
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>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>Doug Bulman</u>	<u>432-520-5256</u>	<u>432-664-0009</u>	
<u>Larry Elvick</u>	<u>432-336-2337</u>	<u>432-631-9971</u>	<u>580-515-0530</u>
<u>Danny Green</u>	<u>432-522-1015</u>	<u>432-230-0571</u>	
<u>Danny Kiser</u>	<u>806-788-0960</u>	<u>806-632-0759</u>	
<u>Joe Harris</u>	<u>432-333-2671</u>	<u>432-664-8808</u>	
<u>Jerry Morgan</u>	<u>432-943-2860</u>	<u>432-661-5061</u>	
<u>Roy Reeser</u>	<u>505-396-7601</u>	<u>505-631-9417</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
Carlsbad Medical Center	Carlsbad	505-887-4100

EMERGENCY NOTIFICATION / EVACUATION PLAN

EMERGENCY CALL LIST

Public Support

<u>Agency</u>	<u>Location</u>	<u>Telephone Number</u>
Carlsbad Medical Center	Carlsbad	505-887-4100
Ambulance	Carlsbad	505-885-3124
Fire Department	Carlsbad	505-885-2111

EMERGENCY NOTIFICATION / EVACUATION PLAN

EMERGENCY CALL LIST

Supplemental Equipment

MUD COMPANY

Buckeye	432-682-7422	Midland
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SAFETY COMPANY

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

BJ Services	432-683-2781	Midland
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BJ Services	505-392-6711	Hobbs
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Halliburton	505-392-7062	Hobbs
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PUMP TRUCKS / WATER HAULERS

Basic Energy	505-392-6498	Hobbs
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Pool		Carlsbad
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Key	505-885-2053	Carlsbad
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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 H₂S
 - b. Safety Actions
 - Masks On. All personnel will have protective breathing equipment with them. 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 representative 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 PTENTIALY HAZARDOUSS VOLUME OF H2S, THE FOLLOWING PROCEDURES WILL BE TAKEN.

1. All personnel on location will be accounted for and emergency search should begin for any 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 the 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 to sleep in vehicles.

EMERGENCY PROCEDURES AND RESPONSIBILITIES

RESPONSIBILITY

In the event of a release of potentially hazardous amounts of H₂S, 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 this 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 personnel's safety, 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 only as a last resort.

EMERGENCY PROCEDURES AND RESPONSIBILITIES

DRILLING COMPANY

1. The Toolpusher will assume all responsibilities of the Drill Site Supervisor in an emergency 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 PURE 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 first 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 with over 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 the expected H₂S formation. The training sessions will cover, but will not be limited to the following.
 - a. General information on H₂S and SO₂ gas
 - b. Hazards of H₂S and SO₂ gas
 - c. Safety equipment on location
 - d. Proper use and care of personal protective equipment
 - e. Operational procedures in dealing with H₂S gas
 - f. Evacuation procedures
 - g. Chemicals to be used in mud to control H₂S
 - h. First aid, reviving and H₂S victim, toxicity, etc.
 - i. Designated Safe Briefing Areas (S.B.A.)
 - j. Metallurgical considerations

NOTE: Once H₂S 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 H₂S 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 H₂S 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 H₂S solely by sense of smell is highly dangerous, as the sense of smell is rapidly paralyzed by the gas. 10 ppm of H₂S detected should be treated as if it were 700 ppm.

TRAINING PROCEDURES AND MATERIALS

REMEMBER:

After the well is ignited, burning Hydrogen Sulfide (H_2S) will convert to Sulfur Dioxide (SO_2), 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 to face 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 H₂S can reasonably be expected.
 - b. When sampling air in areas to determine if toxic concentrations of H₂S exist.
 - c. When working in areas where over 15 ppm H₂S has been detected.
 - d. At any time there is a doubt as to the H₂S 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 all 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 the crew member is familiar with the emergency procedures and the training program. This should 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 the 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 when 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 H₂S 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 H₂S 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 of 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 H₂S safety procedures are established on location, no beards or facial hair which will 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. Windsocks will be installed and wind streamers (6 to 8 feet above ground level) placed at the location entrance. Windsocks 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 it may be used under condition where it 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

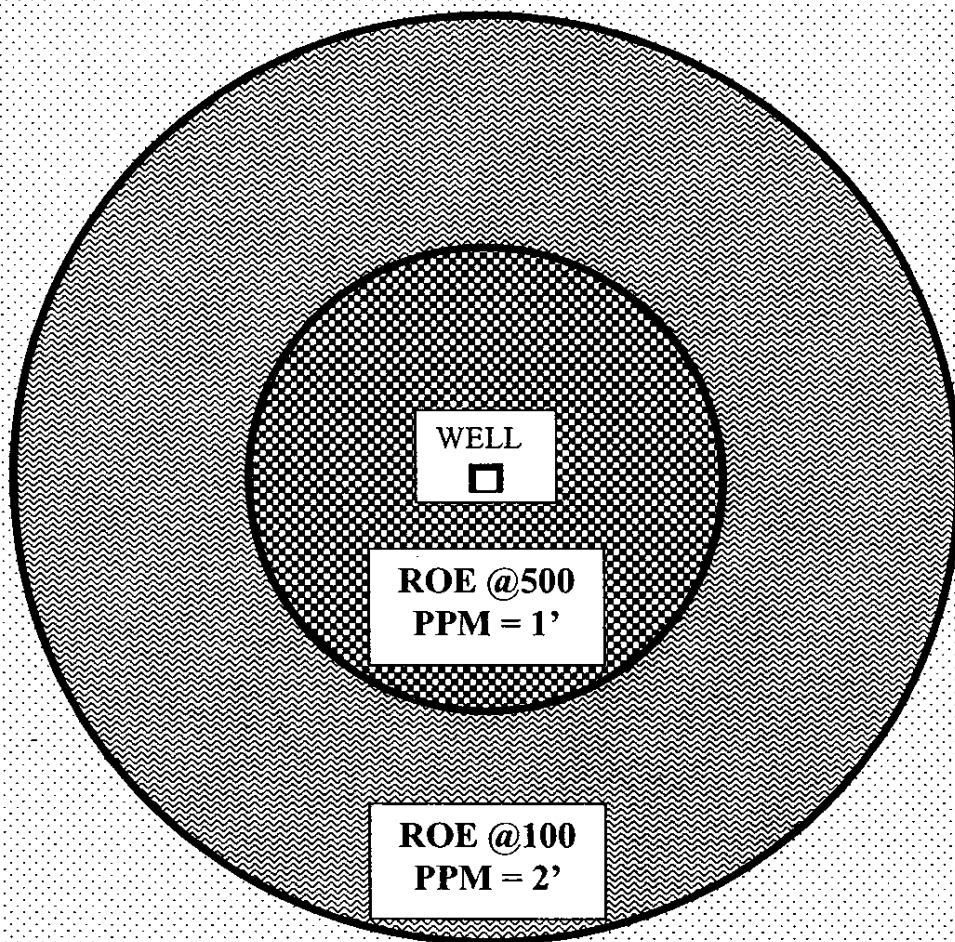
1. Flare lines should be as long as practical, securely staked.
2. An electronic Hydrogen Sulfide monitor will be installed with a combination visual and audible alarm system located where it can be seen and/or heard throughout the drilling area.
3. The electronic Hydrogen Sulfide monitoring system will be calibrated to activate the low alarm (visual alarm) at a concentration of 10 ppm Hydrogen Sulfide in the atmosphere and 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 for 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 the 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.

ESPERANZA 24 #1



SAFE ZONE (UPWIND)

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 "Masks On" until flare are ignited and work areas test no more than 10 ppm Hydrogen Sulfide and the area has been declared safe.

PURE RESOURCES

EMERGENCY RESPONSE PLAN

SOUTHEAST NEW MEXICO

September 2, 2003

Mike Northcutt	Area Foreman	Mobile No. 390-1090	Home	Personal Cell Numbers
Darryl Ruthardt	Asst. Foreman	390-8418	393-5856	
Larry Williams	Route 1	390-8432	806-592-2808	806-891-1282
Bill Jarret	Route 2	390-8427	392-6860	631-3030
Gregg Darr	Route 3	390-8425	806-592-2573	806-215-2034
Dee Tate	Relief / Dyno	390-8431	392-1306	390-3341
Kyle Rowland	Relief	390-8950		390-1701
Sandy Jones	Carlsbad	390-8428	505-885-6148	
Clarence Fite	Eunice	390-9084	394-4707	
Spare/Relief Truck		390-8406		

CHAIN OF COMMAND

Mike Northcutt	390-1090	Area Foreman	
Pete Wilkinson	432-498-8642	432-556-3881	432-682-0600
Jay Ottoson	432-498-2690	432-425-5860	432-694-0861
Ron Lechwar	432-498-8625	432-664-2920	432-697-1549
Tony Best	432-498-8678	432-557-7979	979-690-1064

Lovington Office	Main Line	396-7503	Eunice Office	394-0061
Lovington Office	Line 2	396-6259	Eunice Office	Fax 394-9061
Lovington Office	Line 3	396-6344		
Lovington Office	Line 4	396-6814	Eunice Combination	7541
Lovington Office	Fax	396-5950	Loving Combination	1953
Answering Service		396-9030	Lovington Combination	9156

LOVINGTON PHONE NUMBERS

Lovington Police/Fire/Ambulance	911	Lovington City Manager	396-2884
Lovington Police Department	396-2811	Lovington Water Farm Pumper	704-9170
Lovington Fire Department	396-2359	NMOCD	393-6161
Lovington Ambulance	396-2359	State Police	392-5588
Lovington Sheriff Office	396-3611	Lovington Hospital	396-6611

AERO CARE - flight for life 800-627-2376

EUNICE PHONE NUMBERS

Eunice Police Department	394-2112	Eunice Sheriff Office	394-2020
Eunice Fire Department	394-2111	Eunice State Police	392-5588
Environmental Plus	394-3481	Spill Response in Eunice	
Environmental Plus	Pat 390-7864	Spill Response in Eunice	

HOBBS PHONE NUMBERS

Hobbs Police/Fire/Ambulance	911	Hobbs City Manager	397-9206
Hobbs Police Department	397-9265	Hobbs Hospital	492-5000
Hobbs Fire Department	397-9308	NMOCD	393-6161
Hobbs Sheriff Office	393-2515	State Police	392-5588

JAL PHONE NUMBERS

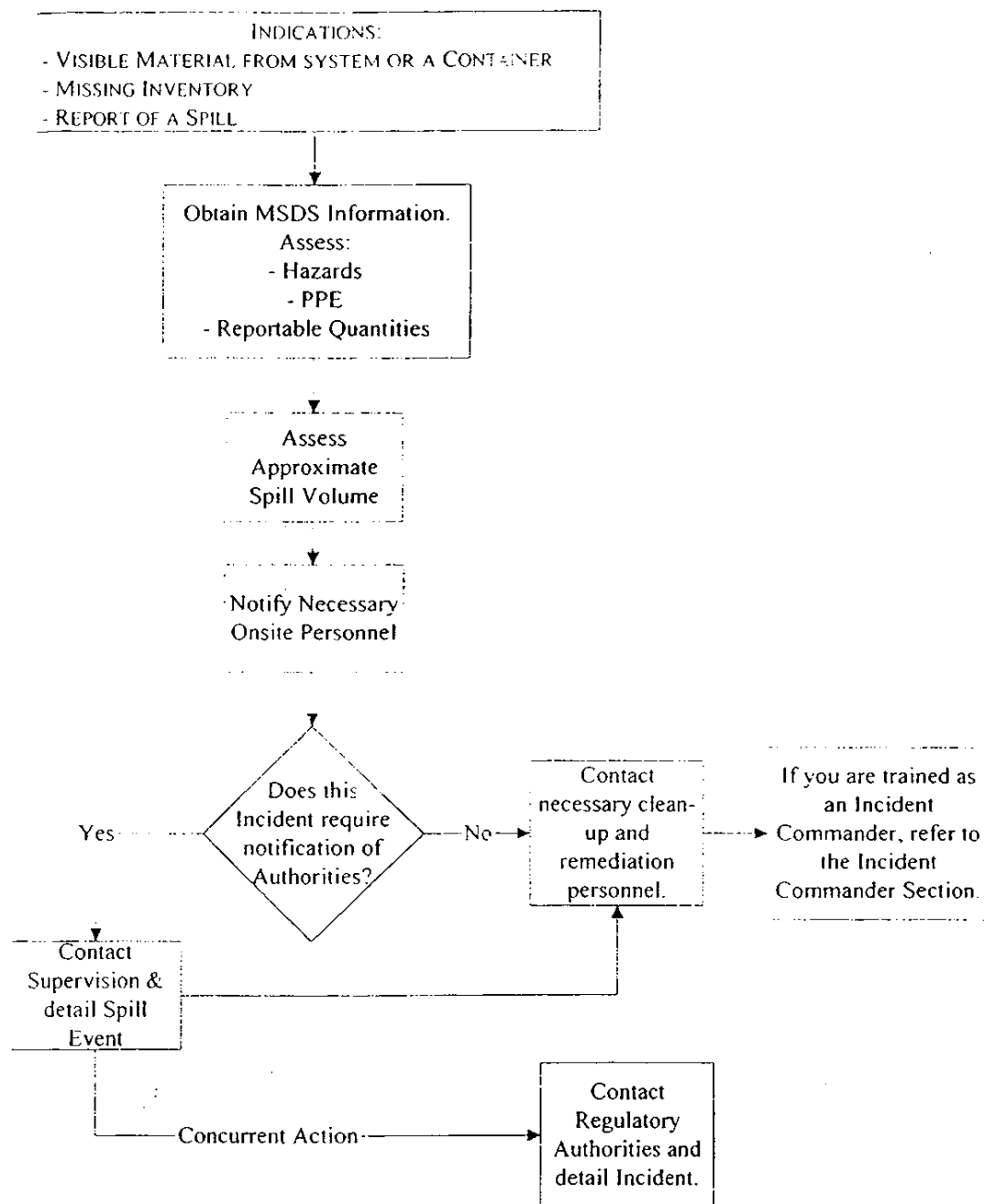
Jal Police/Fire/Ambulance	911		
Jal Police Department	395-2501		
Jal Fire Department	395-2221	NMOCD	393-6161
Jal Sheriff Office	395-2121	State Police	392-5588

CARLSBAD PHONE NUMBERS

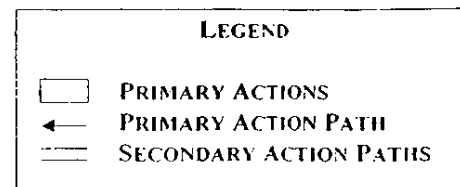
Carlsbad Police/Fire/Ambulance	911	Carlsbad City Manager	887-3798
Carlsbad Police Department	885-2111	Carlsbad Hospital	887-4100
Carlsbad Fire Department	885-3125	NMOCD	393-6161
Carlsbad Sheriff Office	887-7551	State Police	885-3137
Bureau of Land Management	234-5972		

OSHA	800-321-6742
UNOCAL COUNSEL	Mark Jones 281-491-7600
HUMAN RESOURCES	Martha Cavitt 432-498-8608

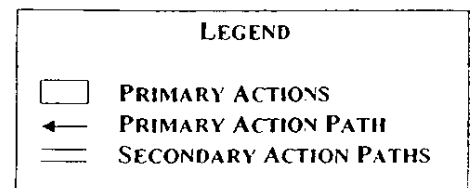
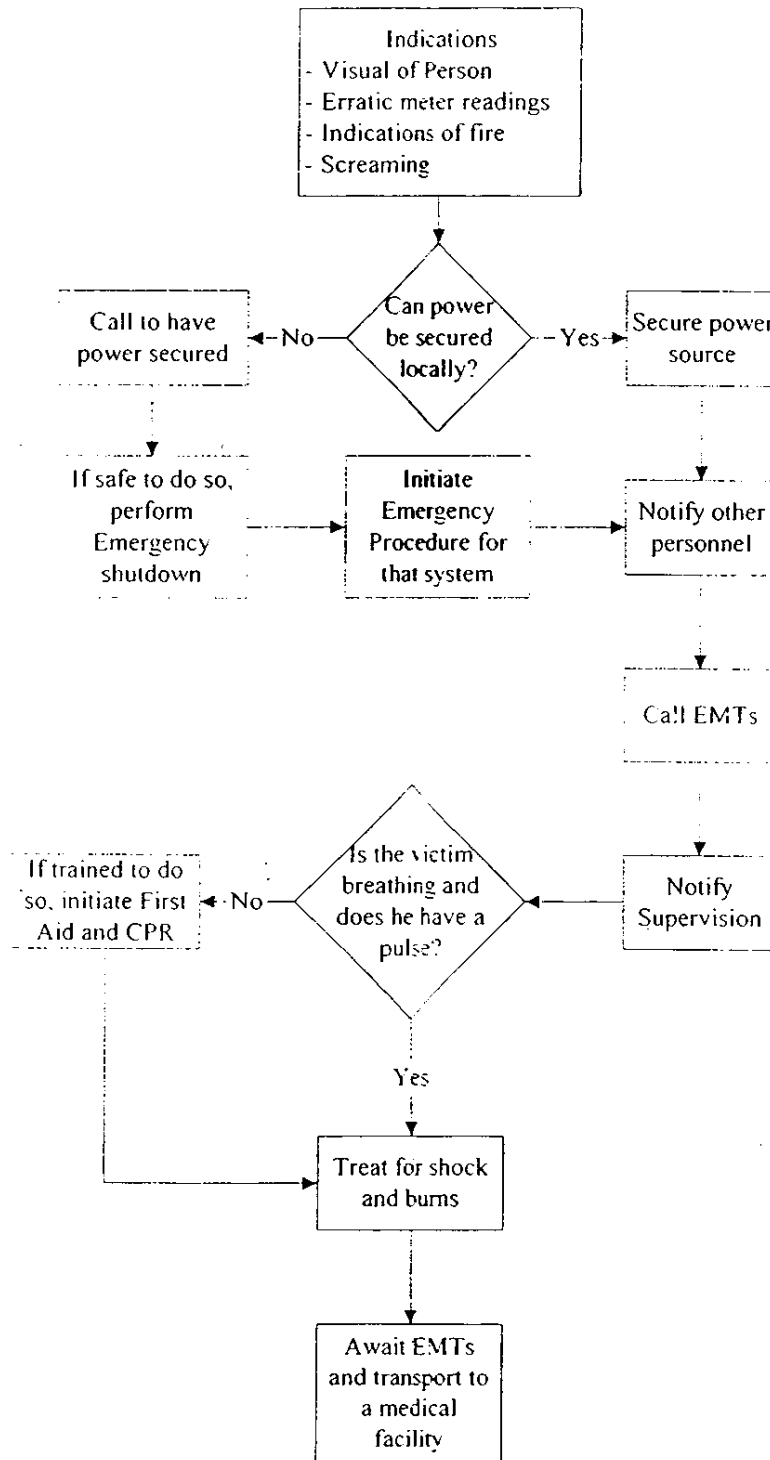
OIL SPILL OR LEAK EMERGENCY PROCEDURE FLOW CHART



* Concurrent Actions are to be taken at the same time as other actions.

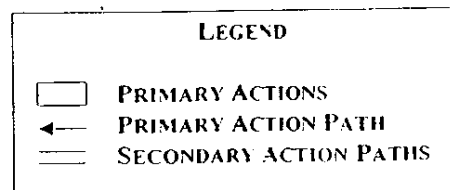
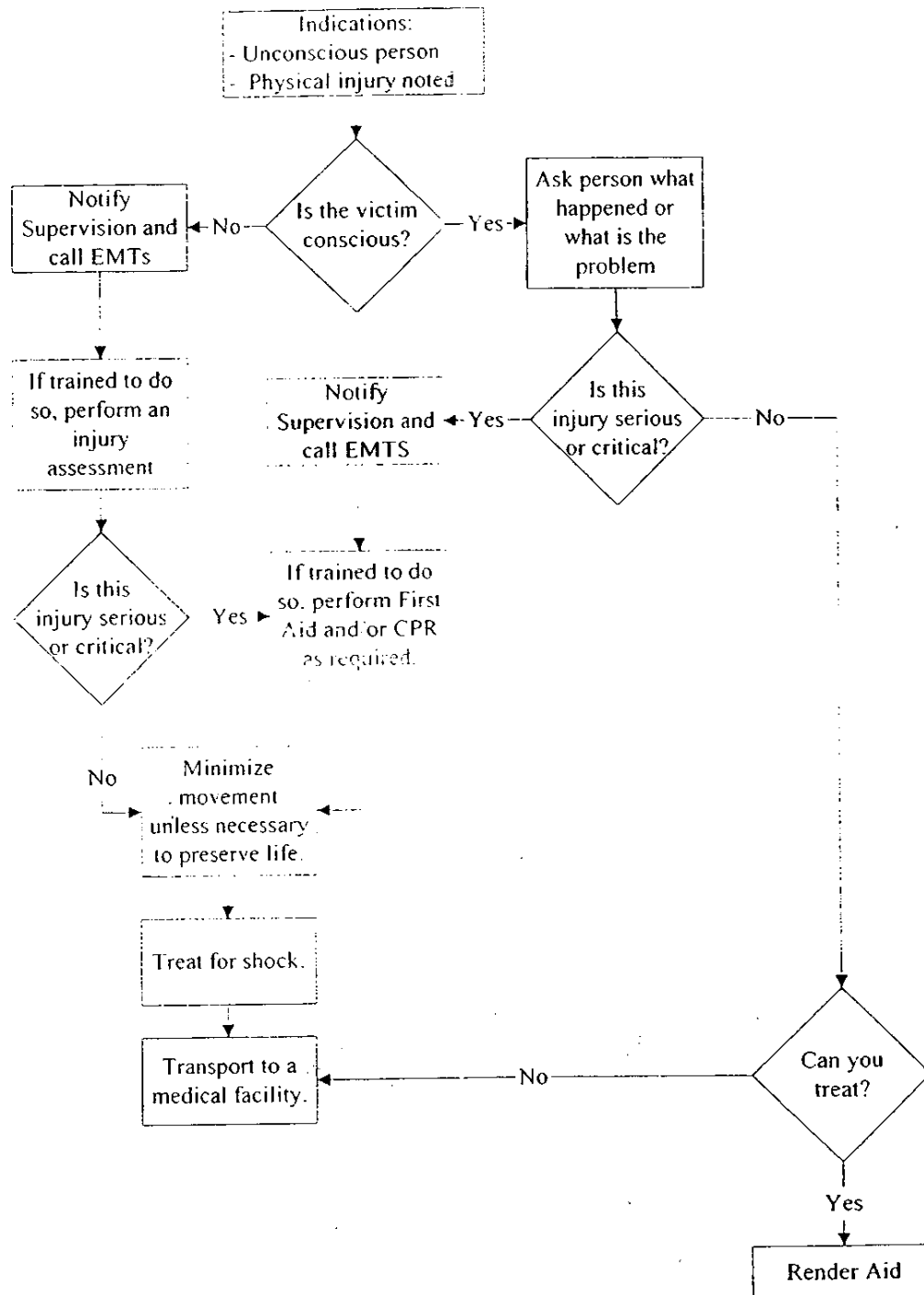


ELECTRICAL SHOCK EMERGENCY PROCEDURE FLOW CHART



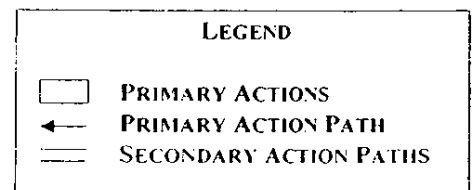
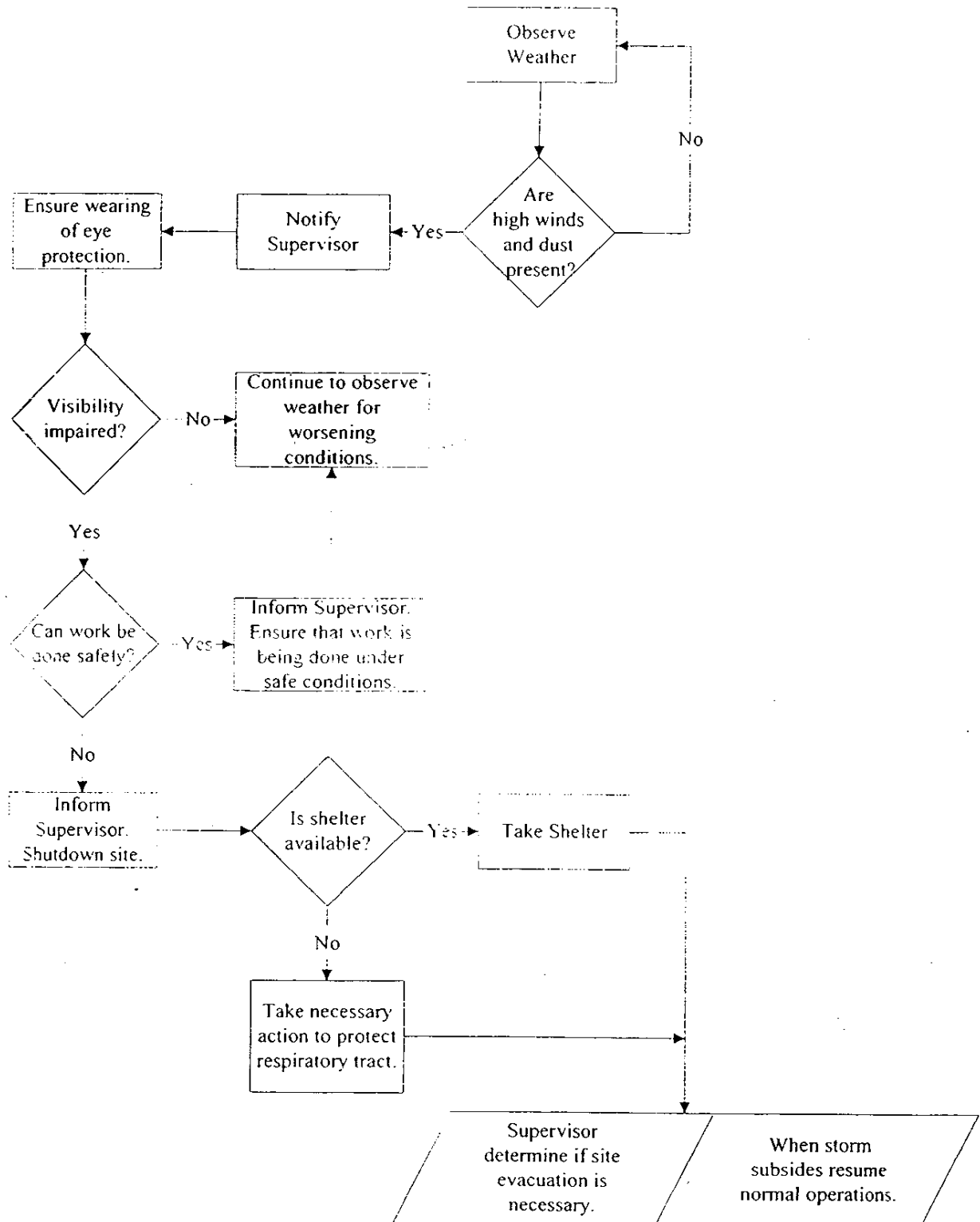
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INJURED PERSON EMERGENCY PROCEDURE FLOW CHART



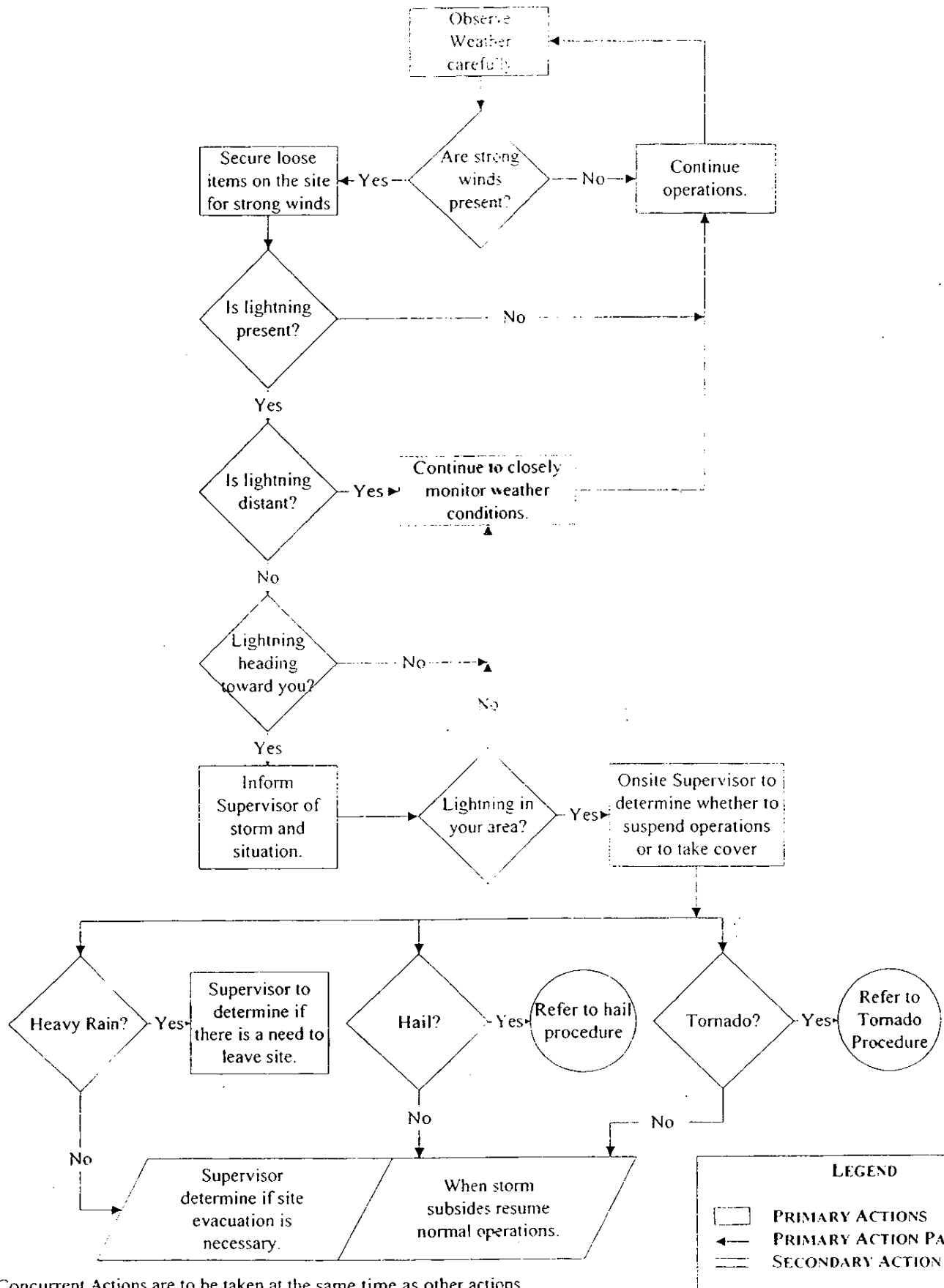
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DUST STORMS EMERGENCY PROCEDURE FLOW CHART



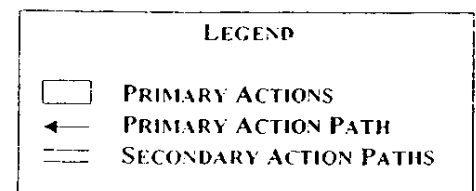
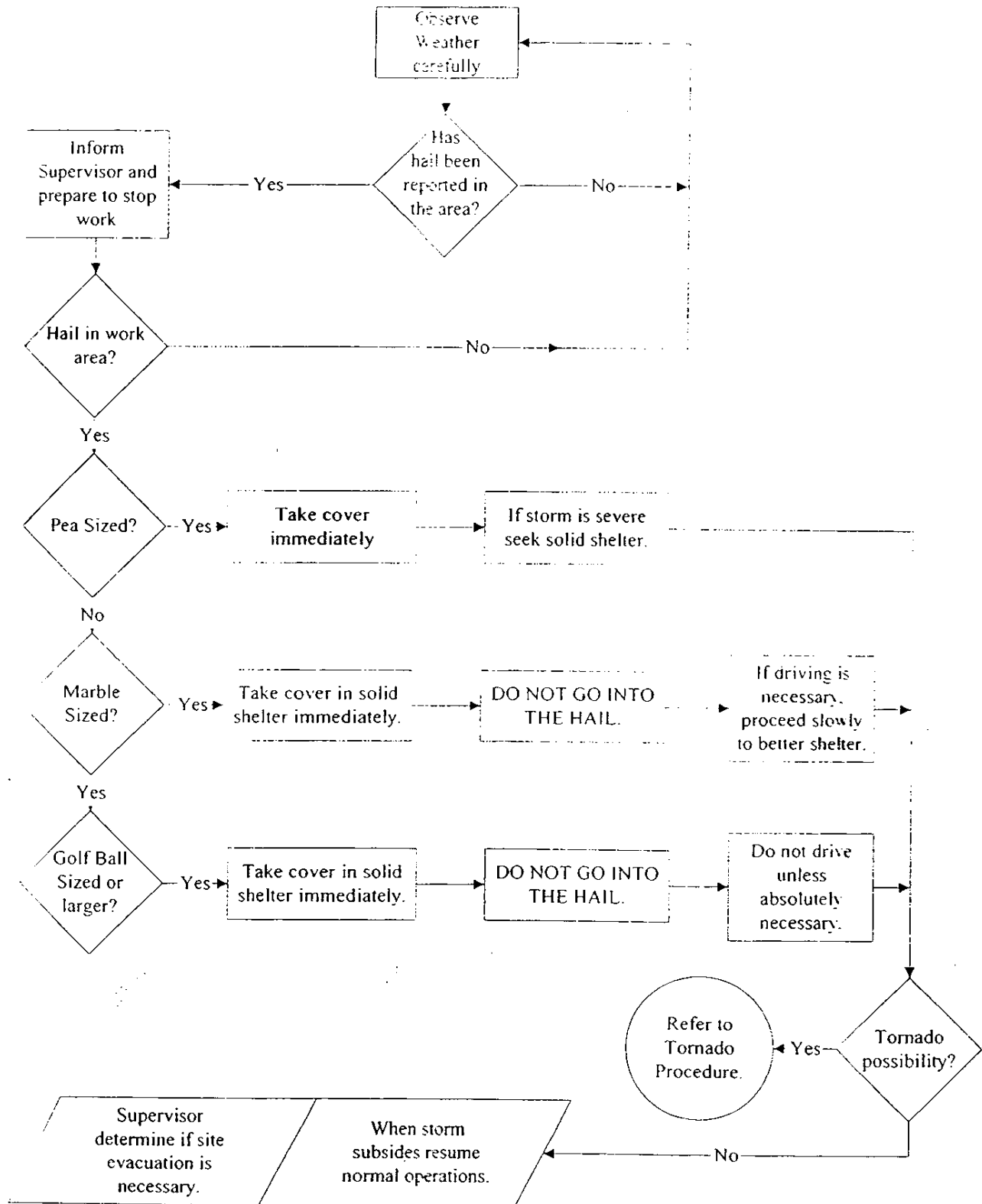
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THUNDERSTORMS EMERGENCY PROCEDURE FLOW CHART



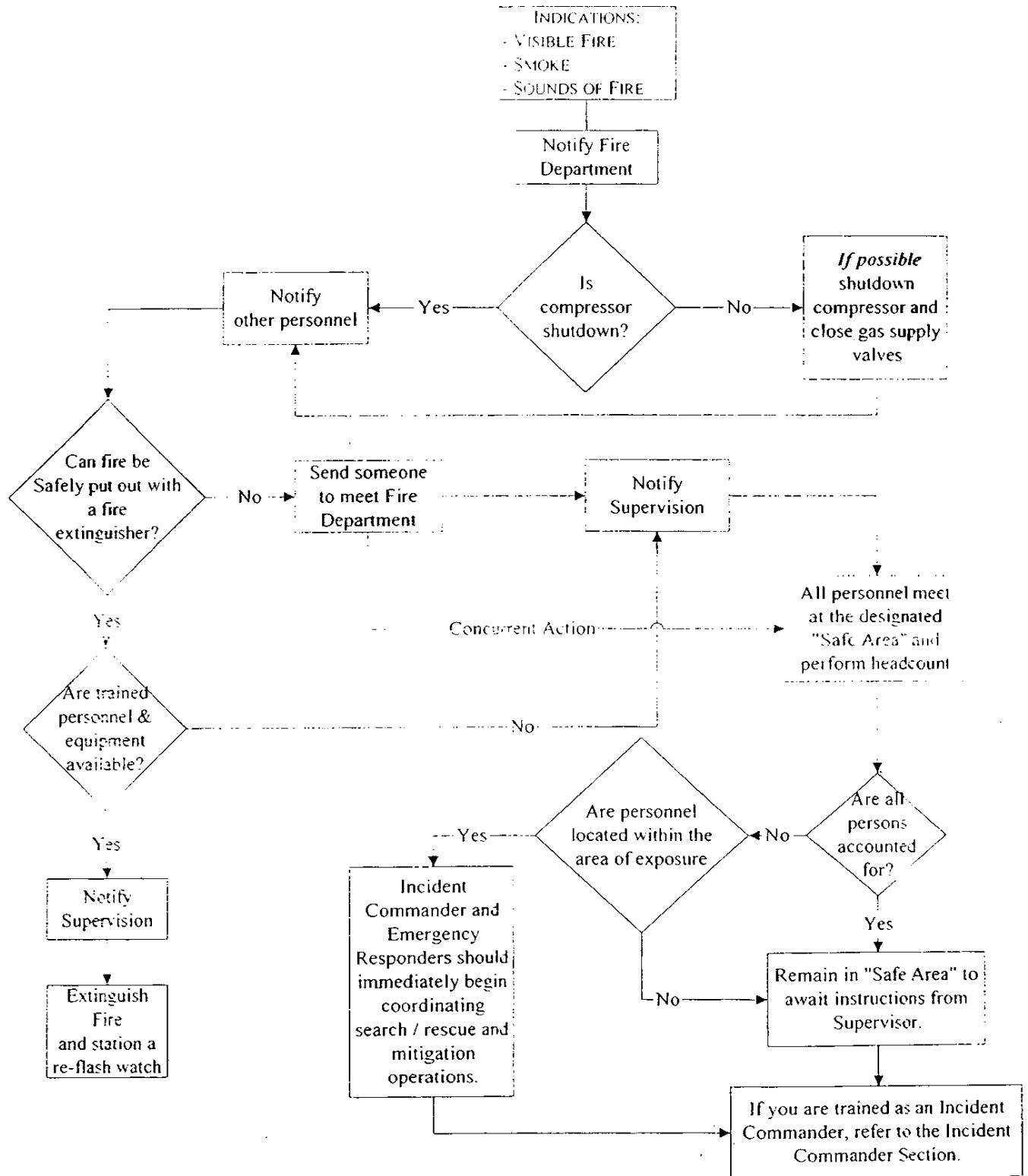
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HAIL EMERGENCY PROCEDURE FLOW CHART

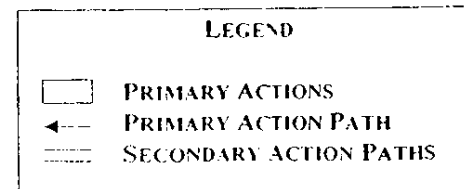


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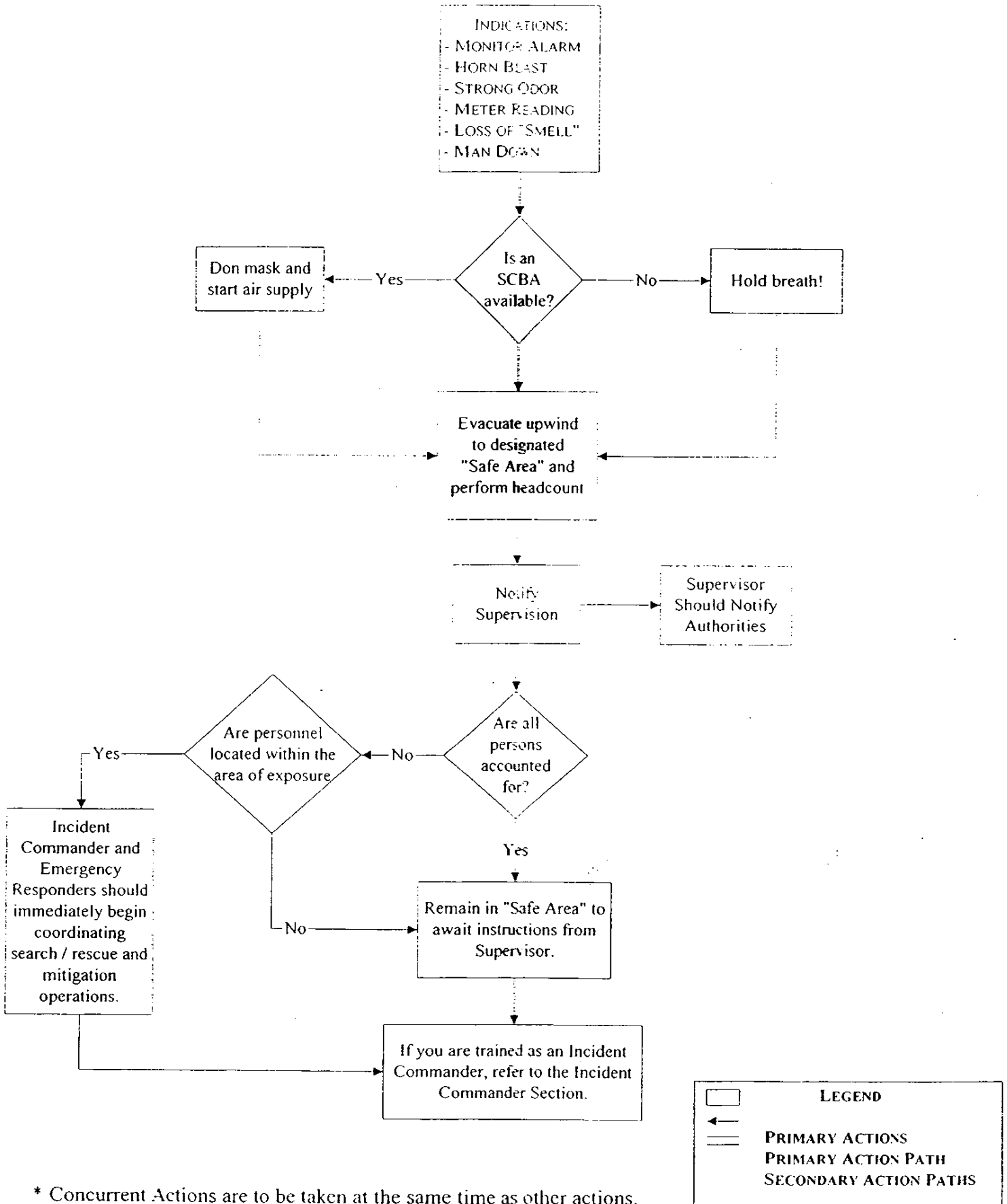
COMPRESSOR GAS LEAK / FIRE EMERGENCY PROCEDURE FLOW CHART



* Concurrent Actions are to be taken at the same time as other actions.

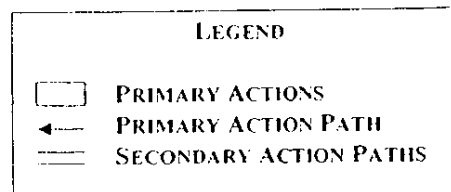
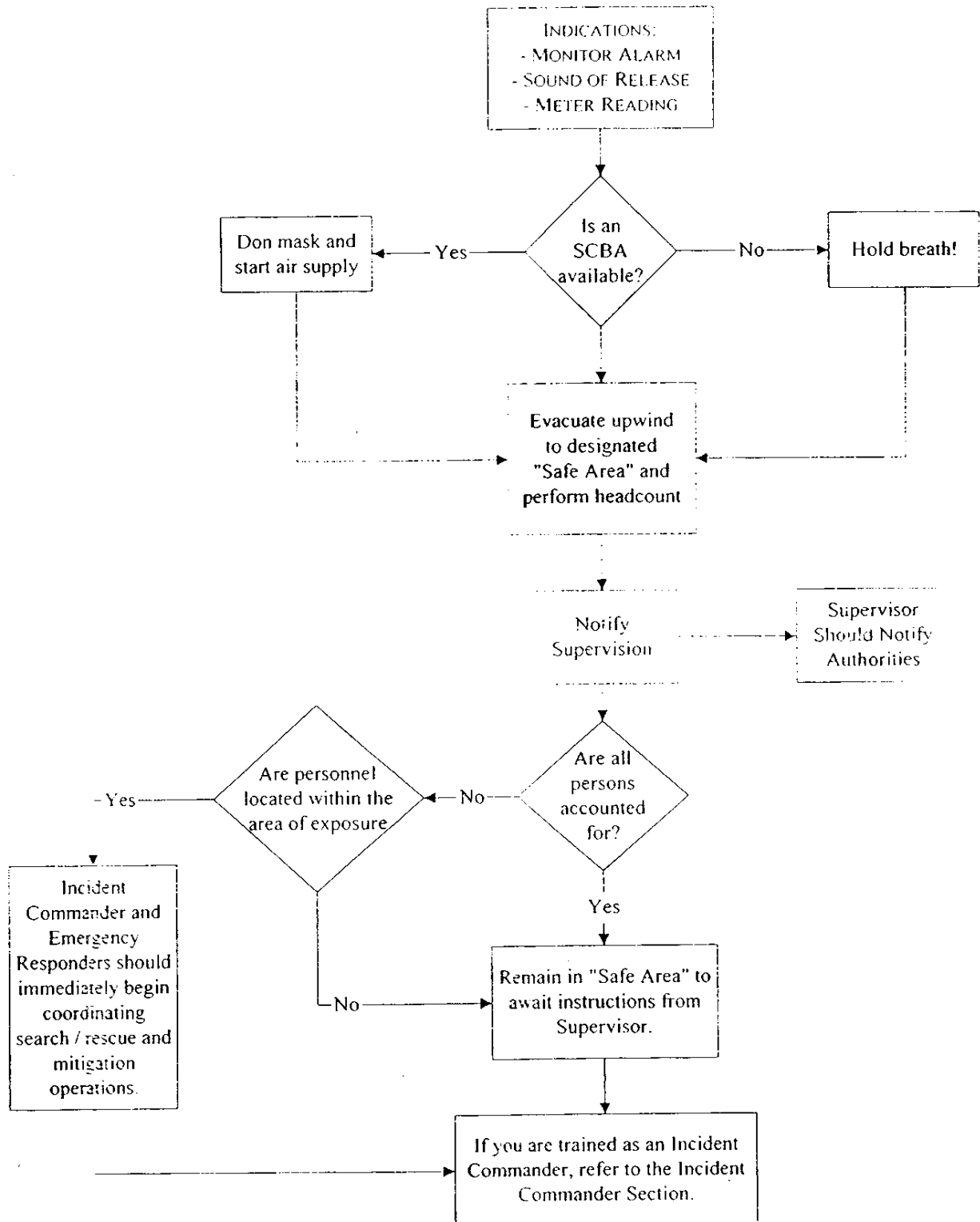


HYDROGEN SULFIDE RELEASE EMERGENCY PROCEDURE FLOW CHART



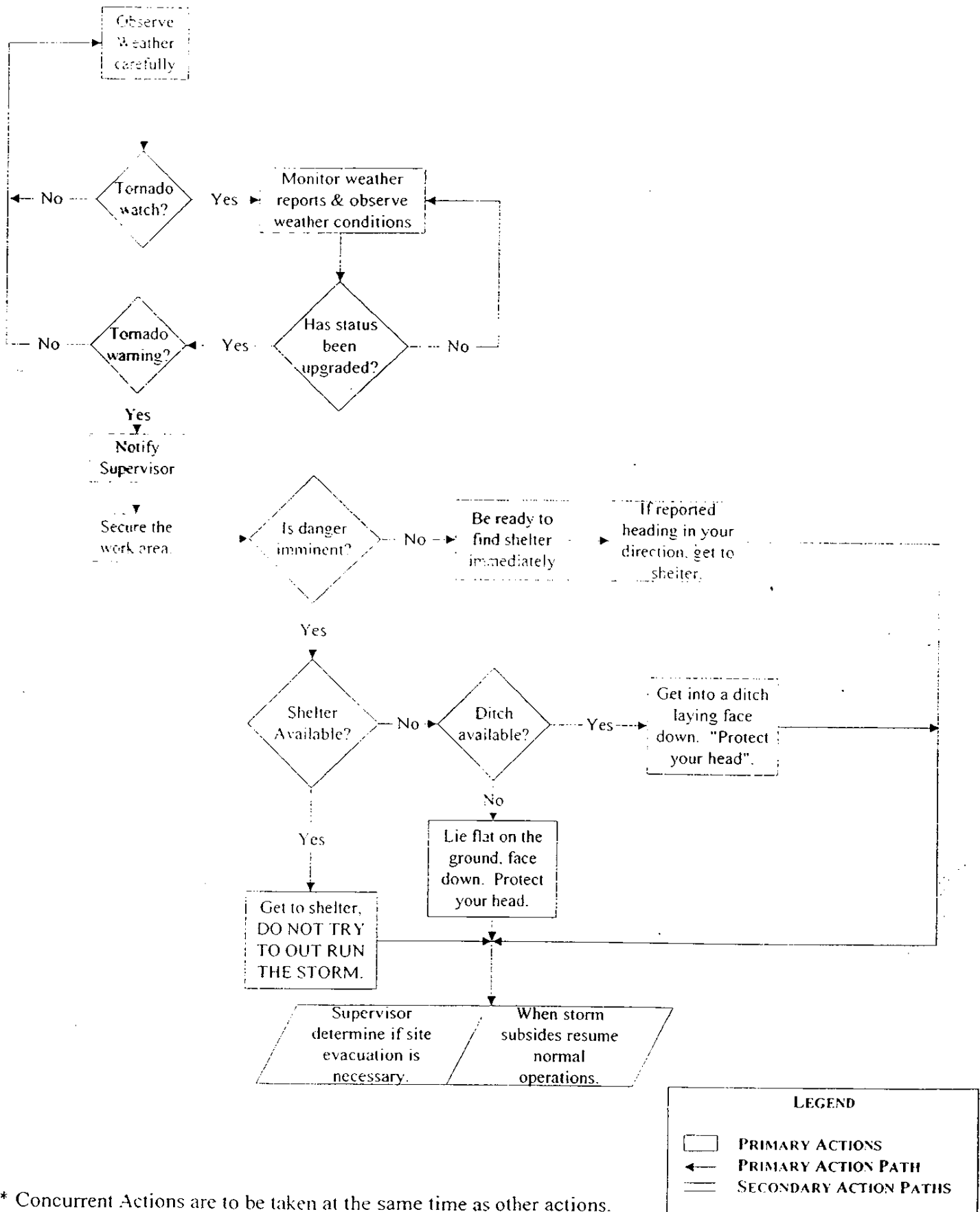
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CO2 RELEASE EMERGENCY PROCEDURE FLOW CHART



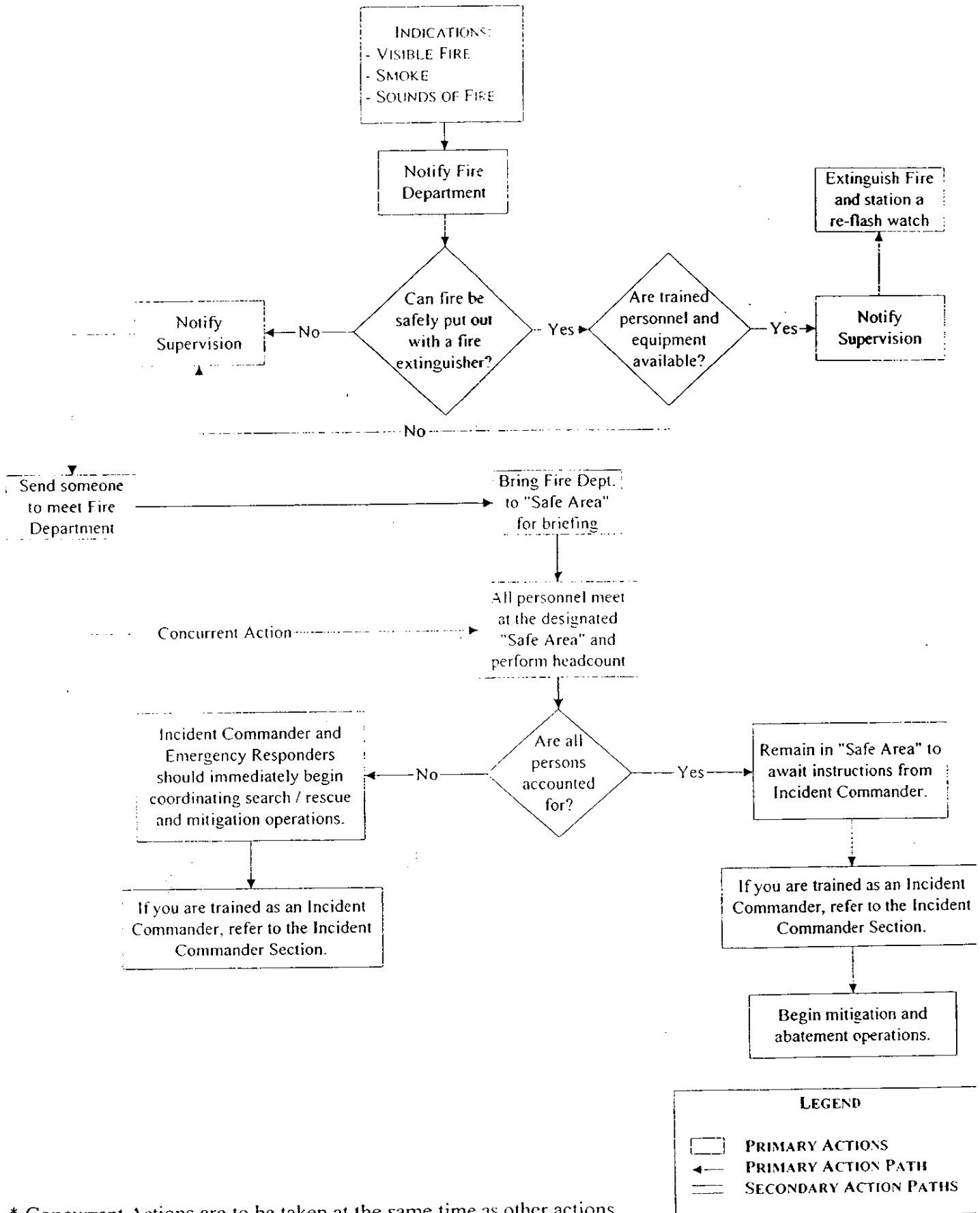
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TORNADOS EMERGENCY PROCEDURE FLOW CHART

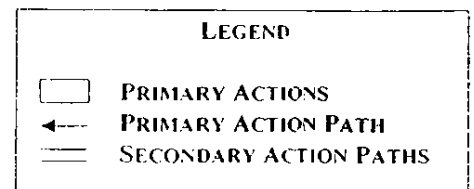
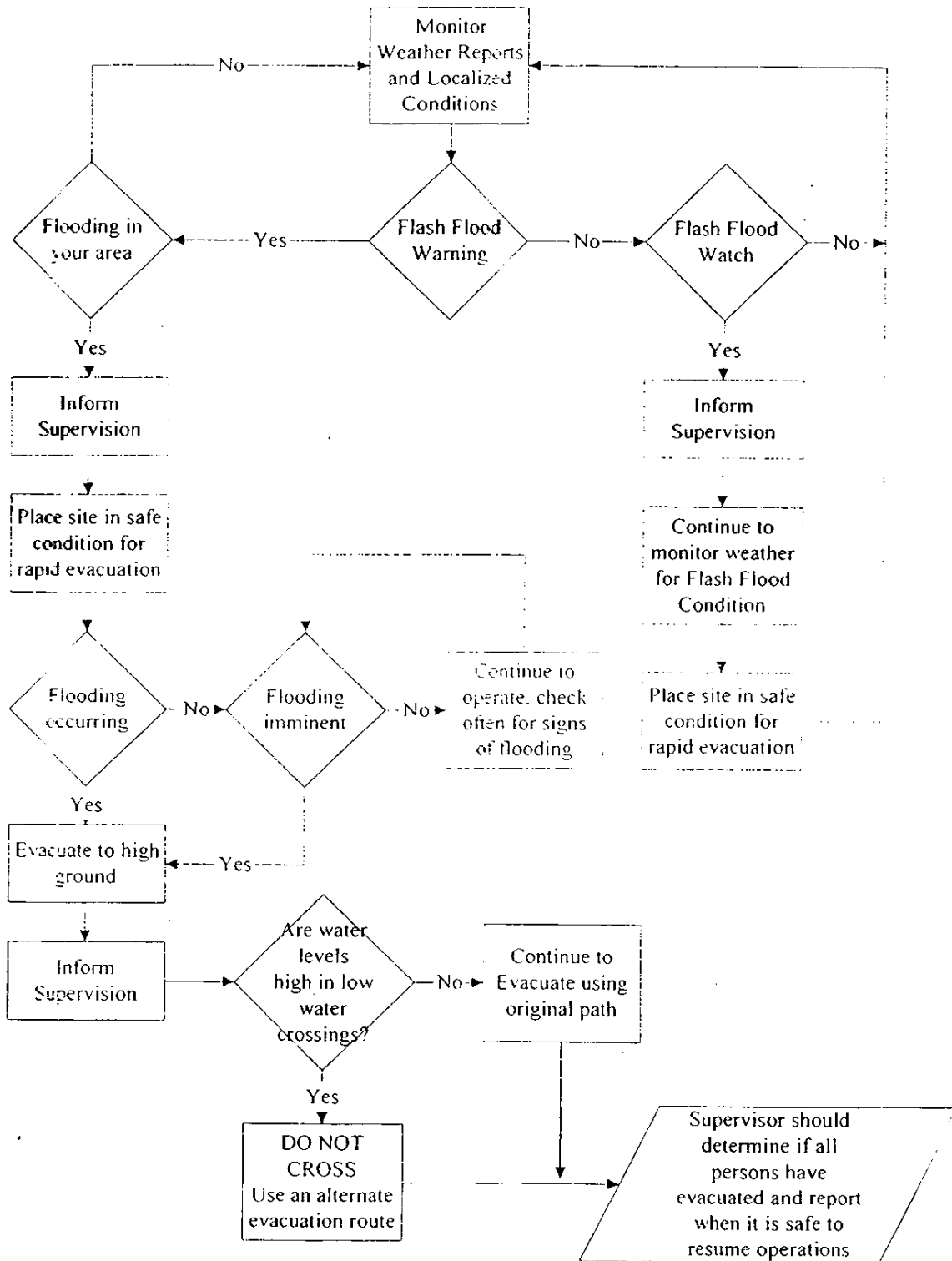


* Concurrent Actions are to be taken at the same time as other actions.

TANK BATTERY FIRE EMERGENCY PROCEDURE FLOW CHART

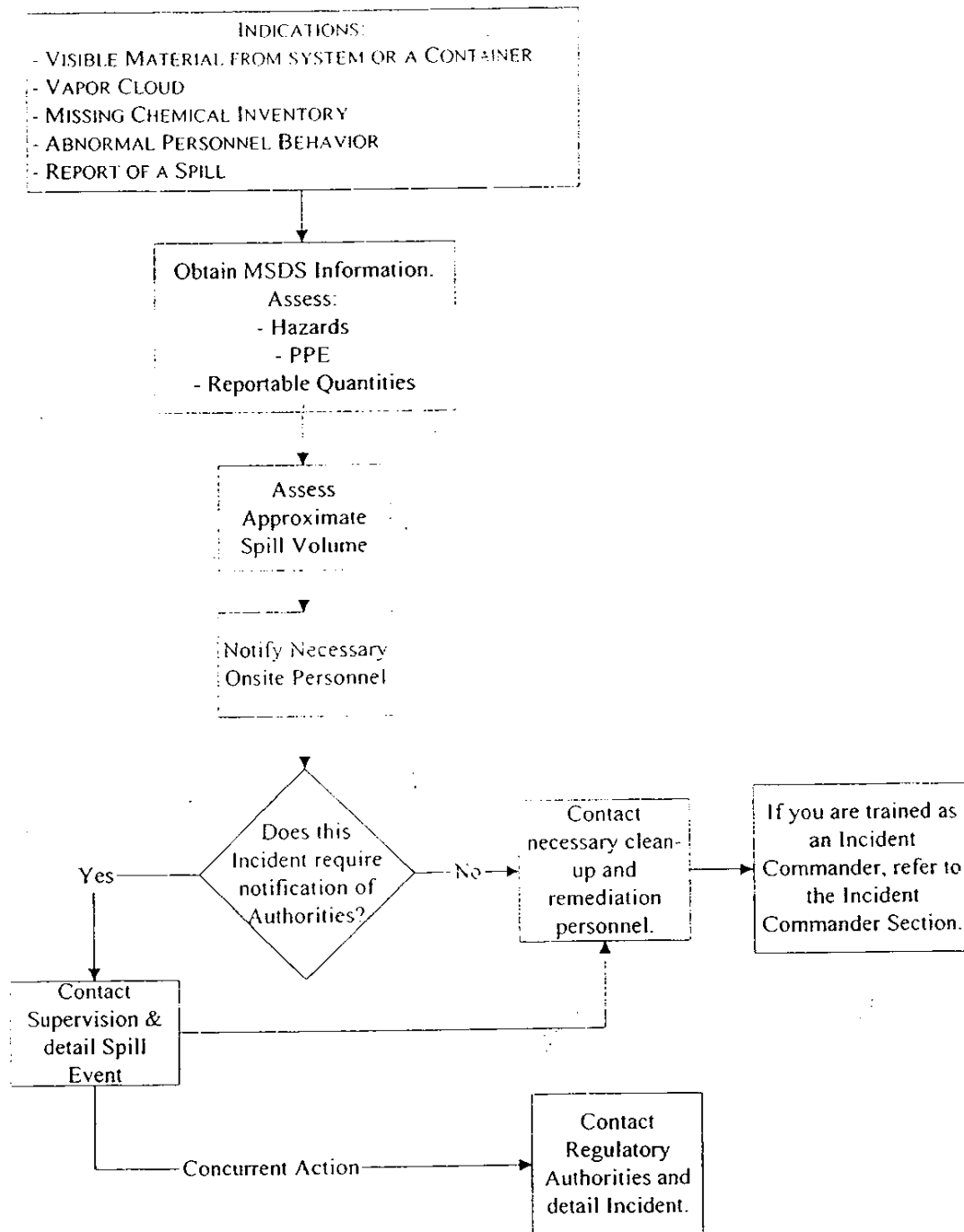


FLOODING EMERGENCY PROCEDURE FLOW CHART

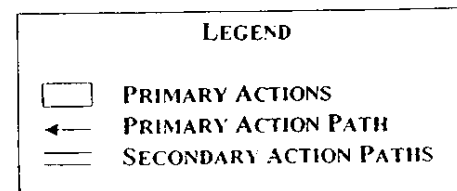


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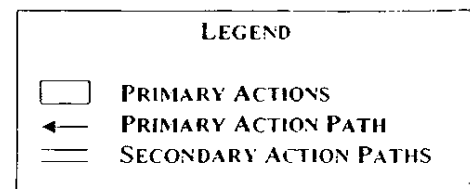
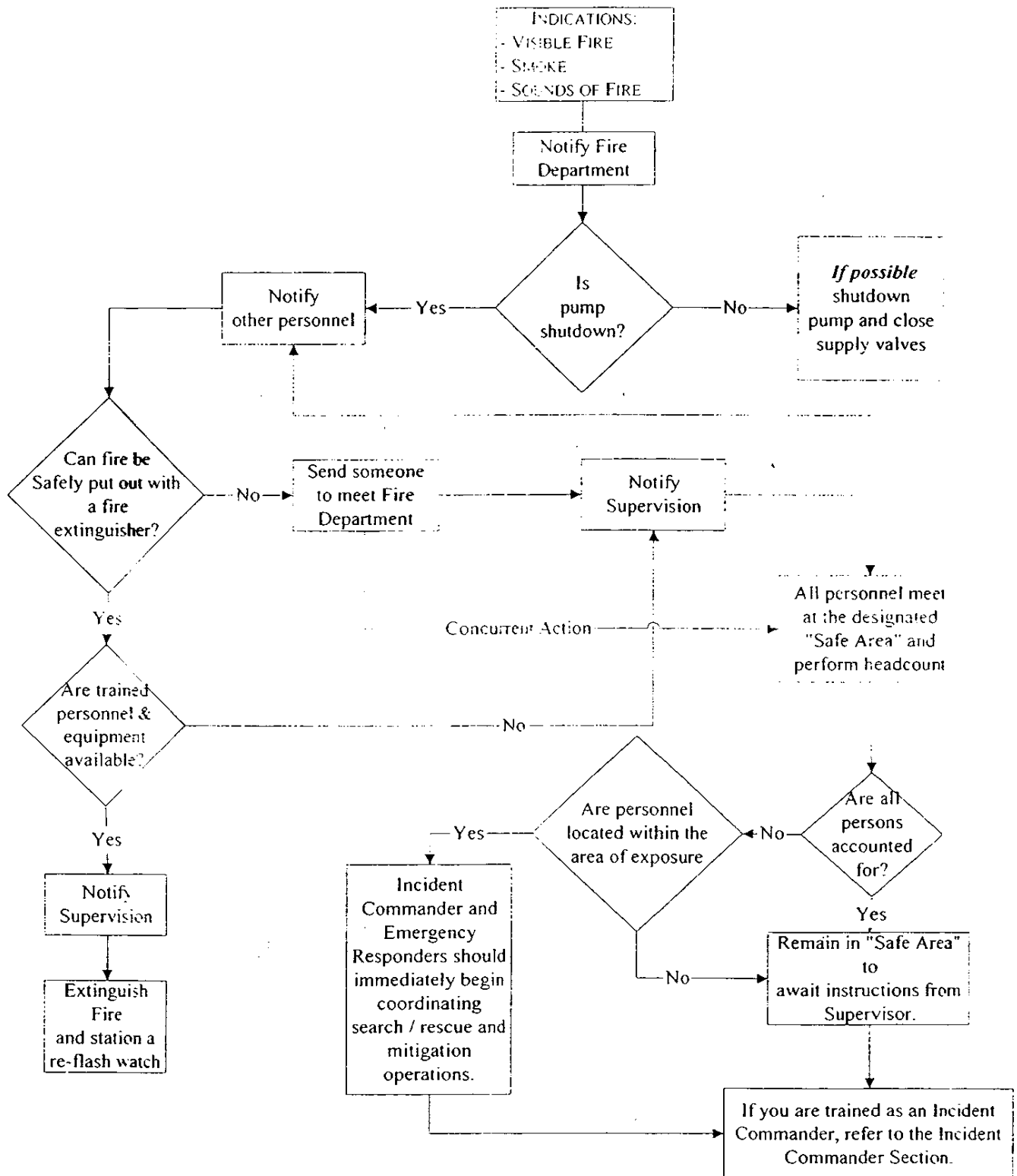
CHEMICAL SPILL OR LEAK EMERGENCY PROCEDURE FLOW CHART



* Concurrent Actions are to be taken at the same time as other actions.

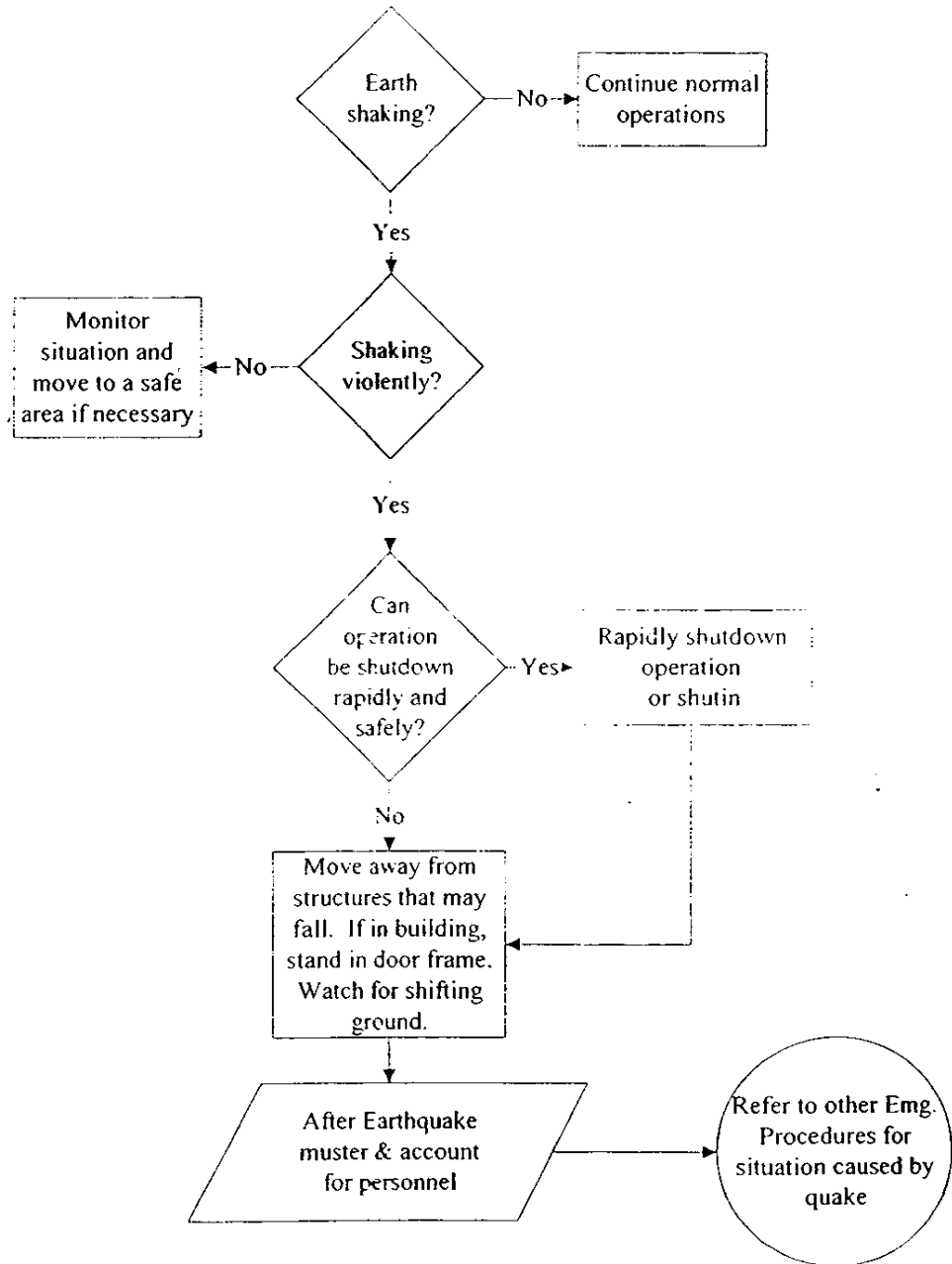


PUMP FIRE NATURAL GAS EMERGENCY PROCEDURE FLOW CHART



* Concurrent Actions are to be taken at the same time as other actions.

EARTHQUAKE EMERGENCY PROCEDURE FLOW CHART

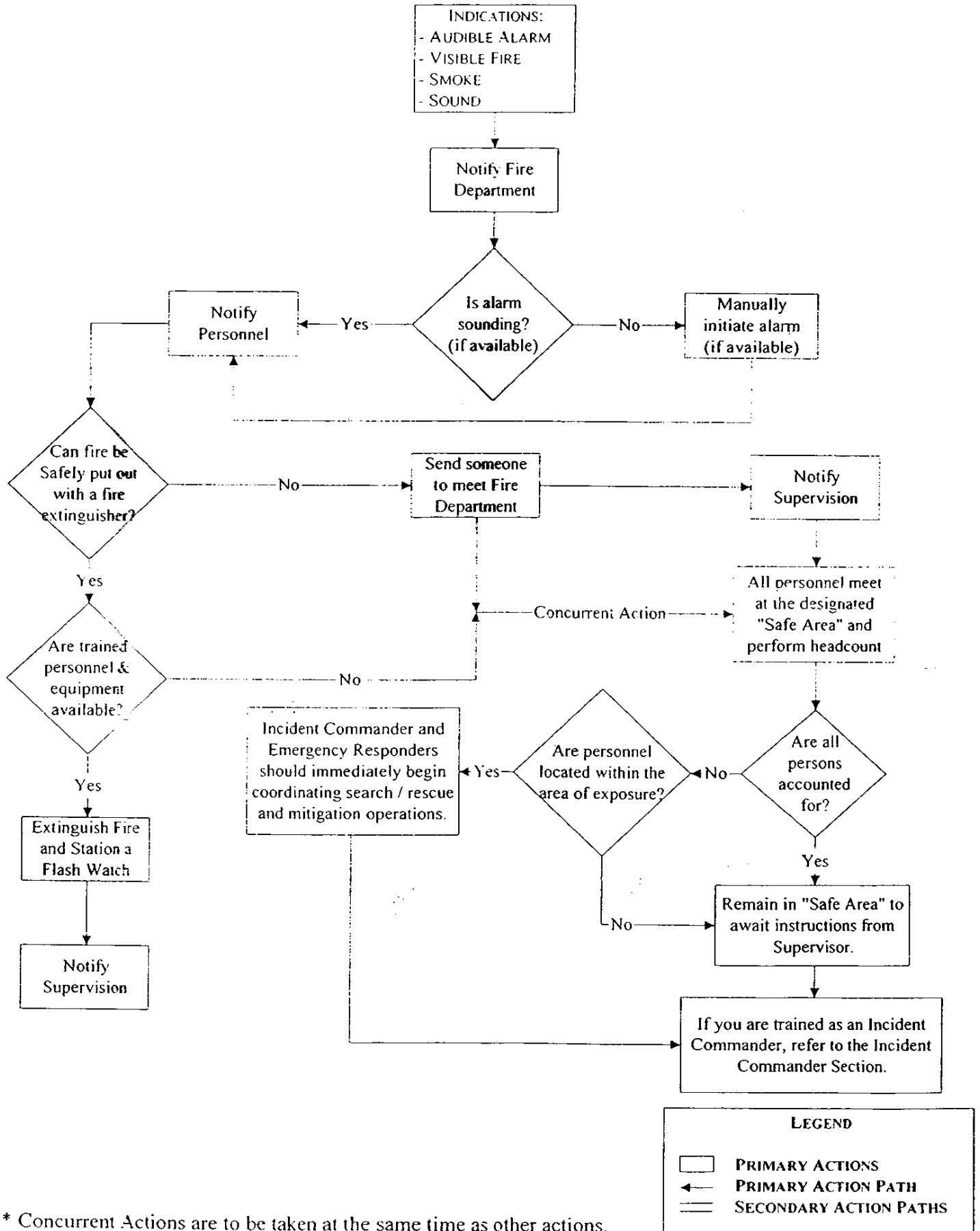


LEGEND

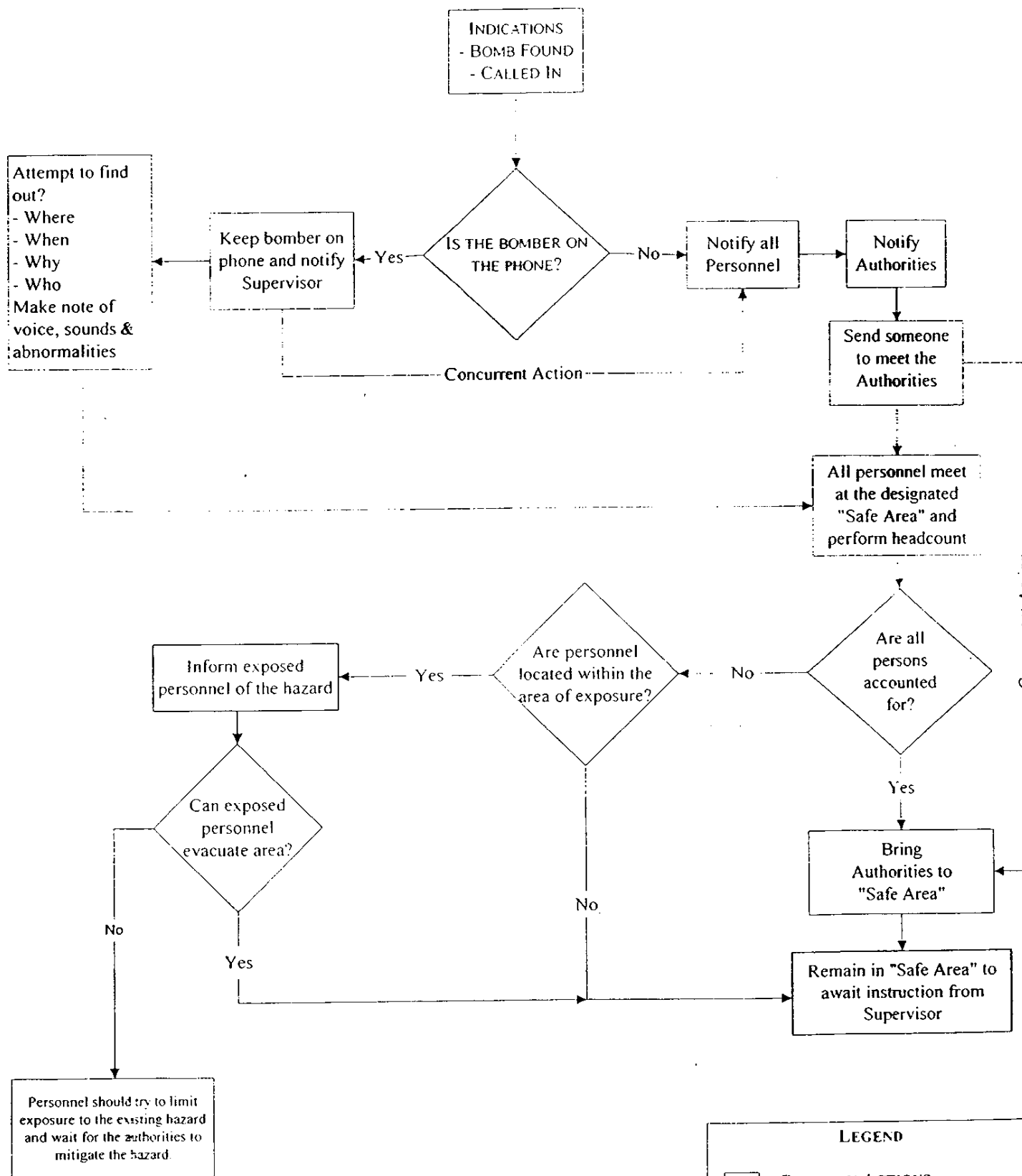
- PRIMARY ACTIONS
- PRIMARY ACTION PATH
- SECONDARY ACTION PATHS

* Concurrent Actions are to be taken at the same time as other actions.

FIRE EMERGENCY PROCEDURE FLOW CHART

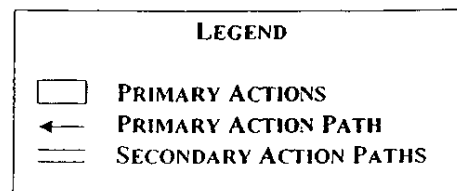
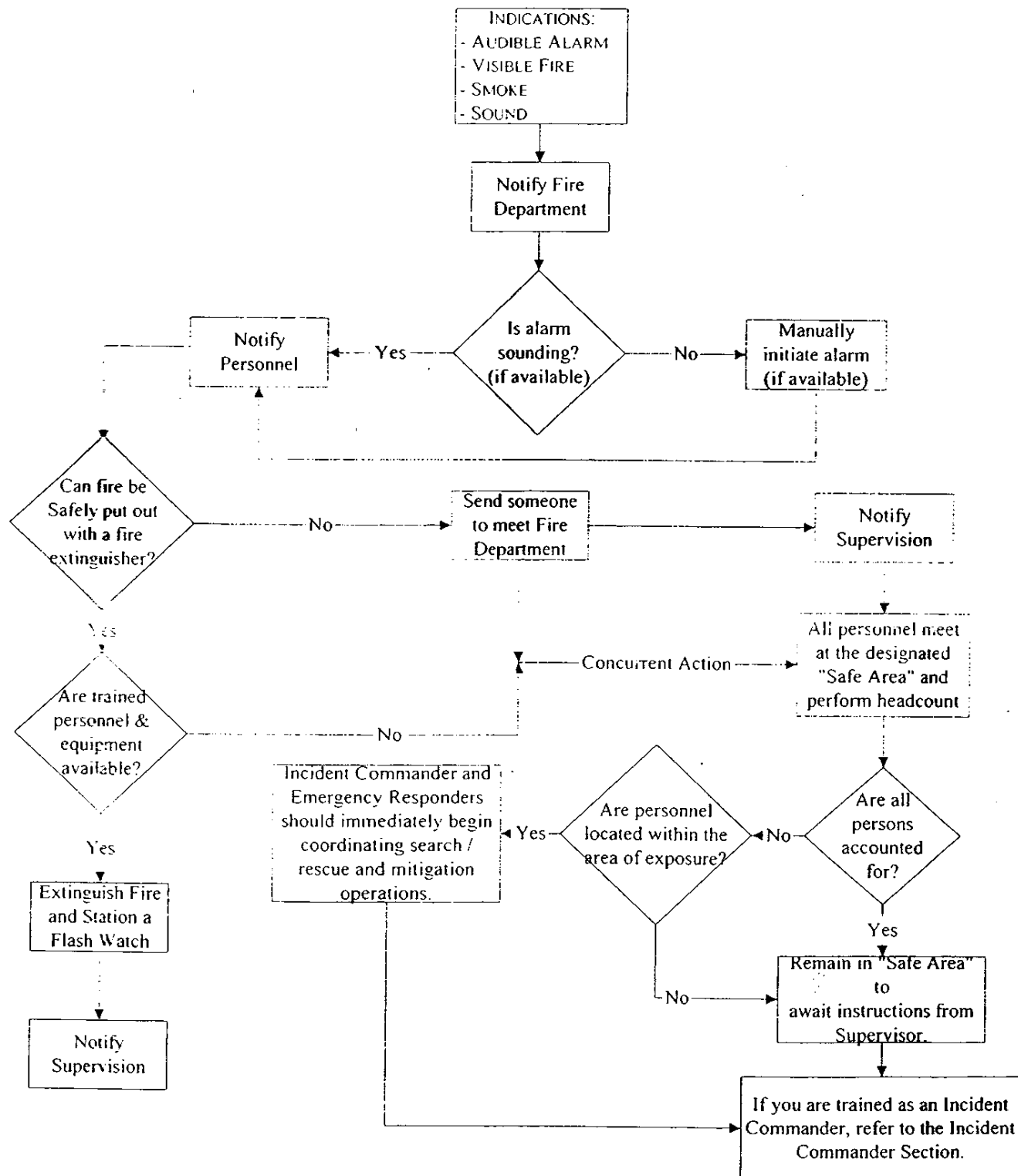


BOMB THREAT EMERGENCY PROCEDURE FLOW CHART



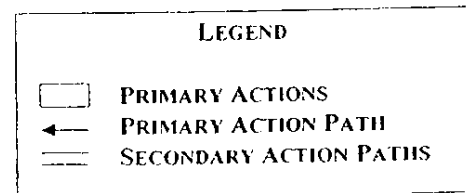
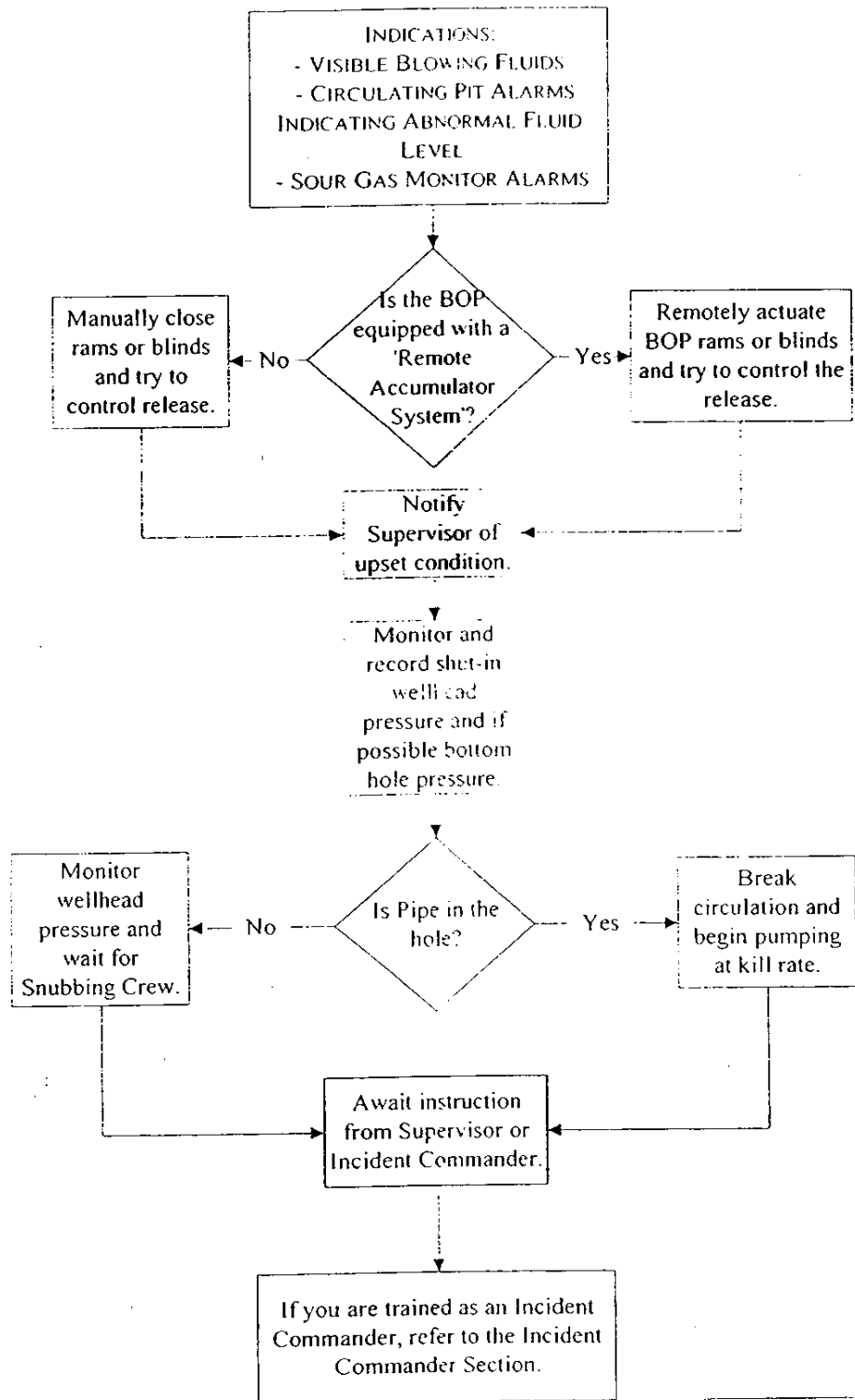
* Concurrent Actions are to be taken at the same time as other actions.

EXPLOSION EMERGENCY PROCEDURE FLOW CHART



* Concurrent Actions are to be taken at the same time as other actions.

WELL BLOWOUT EMERGENCY PROCEDURE FLOW CHART



* Concurrent Actions are to be taken at the same time as other actions.



REQUIREMENTS FOR REPORTING ACCIDENTS, INCIDENTS, AND NEAR MISSES



(Some Local, State, and Federal reporting requirements are not included.
Check additional requirements for your specific location.)

REV. 03/17/03

INCIDENT TYPE/DESCRIPTION <small>Begin reading down this column until you find the descriptions that match your situation. Then read across the page to find the various types of reports you need to make.</small>	Internal Pure/Unocal Notification	PHONE NRC (800) 424-8802 <small>Immediate Verbal</small>	DRUG & ALCOHOL TESTING	WORKMAN'S COMP.	FEDERAL STATE OR LOCAL SPILL REPORT <small>Written/Verbal</small>	DOT Pipeline <small>Call NRC at (800) 424-8802 Immediate Verbal</small>
MAJOR Incidents - (Immediate Reporting)						
Fatality, 3 or more Hospitalized (Employee or Contractor)	1, 6, 7, 9, 10, 11, 13		5	Employees Only		8
Significant fire/explosion/spill/release, property loss, casualty, or liability potentially greater than \$500,000	6, 7, 9, 10, 11, 13	4 - As Needed	5 - As Needed		As Needed	8
Sabotage/Terrorism/Kidnapping/Extortion or life endangering threats	6, 7, 9, 10, 11, 12, 13		5 - As Needed			8 - As Needed
Land Facility Spills/Releases 25 BBLs of oil is "major" if water may be impacted or if a chemical RQ is reached in spill	6, 7, 9, 10, 11, 13	4 - As Needed	5 - As Needed		As Needed	8 - As Needed
Significant news media coverage	3, 6, 7, 9, 10, 11, 13				As Needed	8 - As Needed
SERIOUS Incidents - (within 24 hours reporting)						
Lost Workday Case (LWC) including employees and contractors.	6, 9, 10, 11, 13		5	Employees Only		8
Three or more injured in one incident including employees and contractors.	7, 9, 10, 11		5 - As Needed	Employees Only		8 - If 5 or more injured
Environmental Loss, Spill, or Fire/Explosion (\$50,000 - \$500,000)	7, 9, 11	4 - As Needed	5 - As Needed		As Needed	8 - As Needed
Land Facility Spills/Releases - Any spill where water is impacted, in sensitive area, or over 100 BBLs oil.	7, 9, 11	4 - As Needed	5 - As Needed		As Needed	8 - As Needed
Citation/Notice of Violation with potential fines >\$25,000 (Federal, State, or Local)	7, 9, 11				As Needed	
Theft, Vandalism or other crimes with loss potential >\$25,000	7, 9, 11, 12				As Needed	8 - As Needed
Non HES (equipment, property or process loss): >\$50,000	2, 7, 9, 11		5 - As Needed			8
Near-Miss for any "Major" item.	9, 11		5 - As Needed			
MINOR Incidents - (working hours)						
Restricted Workday Case and Medical Treatment Case, employee or contractor.	7, 9, 11		5	Employees Only		8
First Aid Case, employee or contractor	9, 11		5 - As Needed	As Needed		
Vehicle accident (See "Serious" or "Major" loss if applicable)	7, 9, 11		5			
Fire/explosion/spill/release/hospitalization or other events with casualty/property/liability loss potential under \$50,000	7, 9, 11	4 - As Needed	5 - As Needed		As Needed	
Land Facility Spills/Releases requiring regulatory reporting or causing third party damage claims.	9, 11	4 - As Needed	5 - As Needed		As Needed	8 - As Needed
Non HES (equipment, property or process loss) <\$50,000	2, 9, 11		5 - As Needed			8
Near Miss for any "Serious" item.	9, 11		5 - As Needed			

- 1) All areas must phone OSHA (Area Office or 800-321-6742) within 8 hours.
- 2) "Non HES losses" - Losses or incidents that do not involve Health, Environmental, or Safety issues, i.e., loss of well due to rig or support equipment failure, loss of production due to civil unrest or weather.
- 3) "Media event" - Any time the media responds to an incident, make an oral report to the group Manager and send him a Preliminary Information Fax.
- 4) CALL NRC (National Response Center) if there is any possible impact to water or dry wash.
- 5) Post incident alcohol and drug testing is required for all vehicle accidents and any company or contract employee who is sent from the work place for medical evaluation due to any type of injury or illness. DOT Drug testing for: Spills resulting in a fire or 50 barrels or more of a flammable liquid, or medical treatment or greater injury, or property loss exceeding \$50,000, or an event that is significant in the judgment of the supervisor. (See D.O.T. Drug Testing Handbook, Section 2, page 3)
- 6) Each level of Pure/Unocal management will report to the next level of management through the Executive Manager (Tim Ling). The Executive Manager will report immediately to the CEO. If you cannot contact the next level, you must skip management levels as necessary to insure that immediate notification is achieved.
- 7) Each level of Pure Resources management will report to the next level of management through the President of Pure Resources, LP.
- 8) DOT Pipeline - Report Spills resulting in a fire or 50 barrels or more of a flammable liquid, or medical treatment or greater injury, or property loss exceeding \$50,000, or an event that is significant in the judgment of the supervisor.
- 9) Notify Midland HES Office at 915 498-8600, Ext. 2654 or 8625
- 10) FAX a copy of the Preliminary Incident Information Form within 24 Hours to your reporting office.
- 11) Fill out the Incident Investigation Form when all of the information is gathered and the investigation has been completed. Forward to Midland HES Office.
- 12) Notify Corporate Security Director at (281) 287-7627
- 13) Notify Unocal Associate Counsel or Deputy General Counsel at (281) 491-7600, (Mark Jones)

NOTE: Additional emergency numbers can be found on the back of this form.

Incident Contact List

Pure Resources' 24 Hr. Emergency Number - (432) 498-8600 or (800) 725-6612

Gary Dupriest Permian Oil Asset Manager	(432) 498-2627 Office (432) 664-7600 Cell (432) 694-1318 Home	FAX (432) 498-2607
Jim Mason Permian Oil Production Superintendent	(432) 498-8617 Office (432) 661-4936 Cell (432) 524-2201 Home	FAX (432) 498-2610
Mike Oestmann Permian Gas Asset Manager	(432) 498-8666 Office (432) 557-0103 Cell (432) 683-1188 Home	FAX (432) 498-2622
Tom Morrow Permian Gas Operations Superintendent	(432) 498-2653 Office (432) 664-7670 Cell (432) 679-7523 Home	FAX (432) 498-2622
Jay Ottoson New Mexico Asset Manager	(432) 498-2690 Office (432) 425-5860 Cell (432) 694-0861 Home	FAX (432) 498-2610
Pete Wilkinson New Mexico Operations Superintendent	(432) 498-8642 Office (432) 556-3881 Cell (432) 682-0600 Home	FAX (432) 498-2610
Don Rankin HES Manager	(432) 620-5684 Office (432) 238-2467 Cell	FAX (432) 620-5610
Jay Waldrop Permian Gas and Drilling HES Coordinator	(432) 498-2354 Office (432) 556-3547 Cell (432) 523-9778 Home	FAX (432) 620-5610
Ron Lechwar New Mexico HES Coordinator	(432) 498-8625 Office (432) 634-2239 Cell 1 (432) 664-2920 Cell 2 (432) 697-1549 Home	FAX (432) 620-5610 FAX (432) 697-1549
Mark Garner Permian Oil HES Coordinator	(432) 620-5614 Office (432) 238-0198 Cell (432) 524-6124 Home	FAX (432) 620-5610
Steve Guidry Southeast Onshore Asset Manager	(713) 951-7878 Office (281) 216-4344 Cell (281) 370-8767 Home	FAX (713) 951-7880
Sid Wall Southeast Onshore HES Coordinator - Houston	(713) 951-7844 Office (713) 204-9419 Cell (713) 975-7098 Home	FAX (713) 951-7840
Jim Harrison Permian Oil Drilling Manager	(432) 620-5661 Office (432) 553-7414 Cell (432) 699-4476 Home	FAX (432) 498-8656
Jerry Orndorff Permian Oil Drilling Superintendent	(432) 498-8664 Office (432) 631-4295 Cell (432) 570-8657 Home	FAX (432) 498-8656 FAX (432) 687-0351
Martha Cavitt HR Advisor	(432) 498-8608 Office (432) 664-7682 Cell (432) 689-3144 Home	FAX (432) 498-8697
Tony Best President	(432) 498-8678 Office (432) 557-7979 Cell (979) 690-1064 Home	FAX (432) 498-2607 FAX (979) 690-6065

UNOCAL NUMBERS

Deborah Thompson HR Dept.	(281) 287-5549 Office (832) 656-0282 Cell (281) 360-2977 Home	FAX (281) 287-7339
Christine LeLaurin Media Relations	(281) 287-5793 Office (281) 414-3609 Cell	(If Christine does not answer office phone, have her paged before calling her cell phone number)
Mark Jones Corporate Legal - Sugar Land	(281) 287-7633 Office (713) 823-5716 Cell (281) 265-3821 Home	
Ron Morin Corporate HES Manager - Sugar Land	(281) 287-5092 Office (713) 882-8389 Cell	FAX (281) 287-5150
Chuck Williamson, CEO	(310) 726-7693	FAX (310) 726-7609
George Walker, VP HES	(310) 726-7661	FAX (310) 726-7620
Chuck Strathman Chief Legal Officer	(310) 726-7763	FAX (310) 726-7815
Tony Stewart, Corp. GM HES	(281) 287-5092	FAX (281) 278-5150
Tim Ling, COO	(310) 726-7325 (281) 287-5495	FAX (310) 726-7808 FAX (281) 287-5321



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

July 14, 2005

Pure Resources, L.P.

500 W. Illinois

Midland, TX 79701

Attn: Mr. Alan Bowling or To Whom It May Concern

RE: APPLICATION FOR PERMIT TO DRILL

Esperanza '24' # 1

Section 24, T-22S-R-26-E, 1685' FNL & 1935' FWL

(Surface Location)

Eddy County, New Mexico

Dear Mr. Bowling or To Whom It May Concern,

The application for permit to drill identified above has been filed with this office will need to have the following stipulation (in part) for approval:

Pure resources L.P., is to catch mud samples from the flow line in order to determine the chloride content of the drilling mud. Samples are to be taken from surface down to the setting of the intermediate casing setting depth of @ 1950'.

Results of these tests are to be submitted to our office.

Thank you for your assistance.

Sincerely,

Bryan G. Arrant

PES, District II Artesia NMOCD