District II 1301 W. Grand Ave., Artesia, NM 88210 Phone: (505) 748-1283 Fax: (505) 748-9720

### State of New Mexico

Form C-101 Permit 24070

## Energy, Minerals and Natural Resources

## Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

APPI	ICATIO	N FOR P	ERMIT	TO DRILL	RE-ENT	ER, DEE	PEN, PL	UGBA	CK, OR A	ADD A ZONE	
			•	ne and Address					2. OGRID N		
	1	DAVID H	ARRINGT PO BO	ON OIL & GA	AS INC				5898		
		N		, TX 79702			<u> </u>	_	3. API Num		
		-		, 111 / 5 / 62			]	de - 1	005-	63813	
4	4. Property Code 5. Prope					Name				5. Well No.	
	35466			NE	W MEXIC	O NAIL				002H	
				7. :	 Surface L	ocation					
UL - Lot	Section	Townshi	p Rang		Feet From		ine Fee	t From	E/W Line	County	
N	13	15S	25E	N 400 S			1	880	W	CHAVES	
				8. 1	Pool Infor	mation					
WILDCAT	; WOLFCA	MP GAS								9748	
· · · · · · · · · · · · · · · · · · ·				Additio	nal Well	Informati	on				
9. Work	Type	10. We	Il Type	T	Cable/Rotary	imioi mati	12. Leas	se Type	13. Grou	und Level Elevation	
New V		G/					Sta			3414	
14. M	ultiple	15. Propo	osed Depth	1	6. Formation		17. Co	ontractor		18. Spud Date	
	<sub>N</sub>	8	890	0 Wolfcamp						3/10/2006	
	h to Ground w			Distance from nearest free			l		Distance to	nearest surface water	
)	500			2.000.00	> 1000			J		> 1000	
Pit: Liner:	Synthetic 🔀	20	mils thick	Clay Pit V	olume: <u>6000</u>		rilling Metho				
Closed	Loop System					Fr	esh Water	Brine I	Diesel/Oil-base	ed 🔀 Gas/Air 🗌	
			19.	Proposed C							
	Hole Size	Casing '		Casing Weig	ht/ft S	Setting Depth		acks of Co		Estimated TOC	
Surf	12.25	8.62		32		1100		1450		0	
Prod	7.875	5.5		17	<u> </u>	8890 91			5 0		
			Casin	g/Cement P	rogram: 2	Additiona	l Comme	ents			
				0.00	0001 7		6 6 0 1 TOT				
Water dept	$h = 500^{\circ}$ . Wa	ash out zon	ies @ appro	oximately 850	-900'. Peneti	ration Point	- 660' FSL				
				roposed Blo		T			1		
	Type		Wo	rking Pressure		Te	est Pressure		<del>                                     </del>	anufacturer	
D0	ubleRam			5000		<u> </u>	5000		<u> </u>	/eatherford	
			en above is tr	ue and complete	o the	OII	CONSI	FRVAT	TION DI	VISION	
	owledge and b		ill be constri	icted according	to	OIL	CONSI		I ION DI	V151014	
NMOCD gu	idelines 🔀, a j			(attached) alter	native						
OCD-appro	ved plan ∟⊥ me: Electro	nicelly file	d hu Dann	. I adford		oproved By: tle: Geolog		rant			
Title: Man		meany me	a by Dailli	Leatora		oproved Dat		)6 I1	Expiration F	Date: 3/20/2007	
	lress: dledfo	rd@arring	tonoil.com		1,1	- pro . 5 d 15 d 1		- II	piration L		
Date: 3/17			, , , , , , , , , , , , , , , , , , , ,	2-682-6685	C	onditions of	f Approval	Attached			

## **Permit Conditions of Approval**

Operator: DAVID H ARRINGTON OIL & GAS INC, 5898 Well: NEW MEXICO NAIL #002H

**API:** 

30-05-34700

OCD Reviewer	Condition			
BArrant	Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines			
BArrant	Will require a directional survey with the C-104			
BArrant	Please notify OCD time of spud & time to witness the cementing to surface of all casings strings.			
BArrant	As noted, operator to drill surface hole with fresh water mud.			
BArrant	Approval from Santa Fe is required providing another well is drilled in the same proration unit to produce from the same formation.			

## **Permit Comments**

Operator: DAVID H ARRINGTON OIL & GAS INC , 5898 Well: NEW MEXICO NAIL #002H

API:

Created By	Comment	Comment Date			
BArrant	Please provide similar information that I requested for the New Mexico Nail # 1H. Also, I assume that additional 'hard copy' information has been submitted to our office similar to the new Mexico Nail # 1H??? Many Thanks, Bryan G. Arrant				
BArrant	Spoke to Ms. Ann Ritchie to provide requested information.	3/8/2006			

#### State of New Mexico

Form C-102

Energy, Minerals, and Natural Resources Department

Revised August 15, 2000 Submit to Appropriate District Office

State Lease - 4 copies

## **OIL CONSERVATION DIVISION**

**DISTRICT III** 

DISTRICT II

1000 Rio Brazos Rd., Aztec, NM 87410

1301 W. Grand Avenue, Artesia, NM 88210

1220 South St. Francis Dr.

Fee Lease - 3 copies

DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe, New Mexico 87505

AMENDED REPORT

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

30-015-	<sup>1</sup> Pool Code 75250	Cottonwood Creek; Wolfcamp		
<sup>4</sup> Property Code	NEW	5 Property Name MEXICO NAIL	<sup>6</sup> Well Number 2H	
70GRID №. 5898	DAVID H. ARRI	<sup>8</sup> Operator Name  NGTON OIL & GAS, INC.	Elevation 3414'	

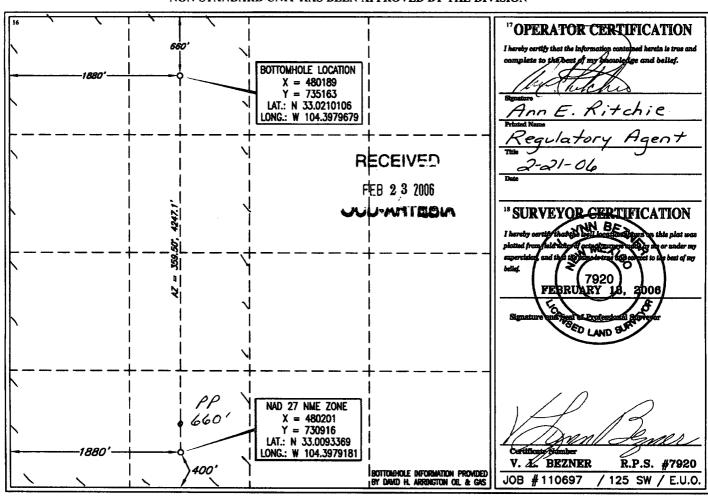
### <sup>10</sup> Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	13	15 SOUTH	25 EAST, N.M.P.M.	-	400'	SOUTH	1880'	WEST	CHAVES

### " 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	13	15 SOUTH	25 EAST, N.M.P.M.		660'	NORTH	1880'	WEST	CHAVES
12 Dedicated Acre	s 13 Ja	int or Infili	14 Consolidation Code	<sup>15</sup> Order N	o.				

#### NO ALLOWABLE WELL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



## **New Mexico Nail 2H Cottonwood Creek Field Chaves County, New Mexico**

Surface 400' FSL 1880' FWL **Lateral Terminus** 

660' FNL 1880' FWL

w/ 200 sx Premium Plus w/ 10 pps DiamondSeal

0.25% WG-17 (14.0 / 1.53) and

& 2% CaCl<sub>2</sub> (12.4 / 2.04) and

100 sx Premium Plus Thixset w/ 1% Thixset A,

650 sx Light Premium Plus w/ 5 pps gilsonite

500 sx Premium Plus w/ 2% CaCl<sub>2</sub> (14.8 / 1.34)

Tubb @ 3250'

Abo Shale @ 3950'

Abo Reef @ 4240'

Wolfcamp @ 4850'

S-13

T15S, R25E

Bit Size: 12-1/4"

8-5/8" 32# J55 LTC @ 900'

(9.5 / 7.65) and

**Cement Circulated** 

Bit Size: 7-7/8"

**Proposed Wellbore** 

API: 30-0??-?????

GL: 3414' 2-3/8" 4.7# J55 EUE 8rd Tbg On-Off Tool @ 4297' w/ 1.87" F nipple Lokset Pkr @ 4300' 10' 2-3/8" pup 1.87" F nipple 10' 2-3/8" pup 1.78" R nipple W/L entry guide 4247' VS Bit Size: 7-7/8" EOL @ 8900'

Wolfcamp Shale @ 5050'

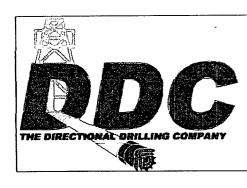
KOP: 4340'

10.5° BUR

5-1/2" 17# P110 LTC @ 8890' w/ 490 sx Interfill C w/ 1/4# pps flocele (11.9 / 2.45) and 425 sx Howco Acid Soluble Cement w/ 0.7% Halad 344, 0.2% FWCA & 0.2% HR-601 (15.0 / 2.48)

Cement Circulated (Assumed 8.5" AHS)

KB: 3433'



Measured

inci

Job Number:

Company: David H. Arrington Oil & Gas

Lease/Well: New Mexico Nail #2H

**Location: Chaves County** 

Rig Name: RKB:

Drift

G.L or M.S.L:

State/Country: New Mexico

Declination:

Grid:

File name: C:\PROPOS~1\ARRING~1\NMNAJL~1\PLAN.SVY

Dogleg

Date/Time: 21-Feb-06 / 17:13
Curve Name: Preliminary Plan

### THE DIRECTIONAL DRILLING COMPANY

#### WINSERVE PROPOSAL REPORT

Minimum Curvature Method
Vertical Section Plane 359.50
Vertical Section Referenced to Wellhead
Rectangular Coordinates Referenced to Wellhead

True

Vertical

Depth FT	Angle Deg	Direction Deg	Vertical Depth	Section FT	N-S FT	E-W FT	Severity Deg/100
KOP, Begin	10.53°/100' Cu	ırve					
4335.88	.00	359.50	4335.88	.00	.00	.00	.00
4385.88	5.26	359.50	4385.81	2.30	2.30	02	10.53
4435.88	10.53	359.50	4435.32	9.16	9.16	08	10.53
4485.88	15.79	359.50	4483.99	20.54	20.54	18	10.53
4535.88	21.06	359.50	4531.41	36.34	36.34	32	10.53
4585.88	26.32	359.50	4577.18	56.43	56.43	49	10.53
4635.88	31.59	359.50	4620.91	80.63	80.63	70	10.53
4685.88	36.85	359.50	4662.24	108.74	108.73	95	10.53
4735.88	42.12	359.50	4700.81	140.52	140.52	-1.23	10.53
4785.88	47.38	359.50	4736.31	175.71	175.71	-1.53	10.53
4835.88	52.65	359.50	4768.42	214.01	214.00	-1.87	10.53
4885.88	57.91	359.50	4796.89	255.10	255.09	-2.23	10.53
Penetration	<b>Point</b>						
4891.78	58.54	359.50	4800.00	260.11	260.10	-2.27	10.53
4935.88	63.18	359.50	4821.47	298.62	298.61	-2.61	10.53
4985.88	68.44	359.50	4841.95	344.21	344.20	-3.00	10.53
5035.88	73.71	359.50	4858.16	391.49	391.48	-3.42	10.53
5085.88	78.97	359.50	4869.96	440.06	440.05	-3.84	10.53
5135.88	84.24	359.50	4877.25	489.51	489.49	-4.27	10.53
5185.88	89.50	359.50	4879.98	539.42	539.40	-4.71	10.53
End of Curv	/e						
5190.58	90.00	359.50	4880.00	544.12	544.10	-4.75	10.53

Measured Depth FT	inci Angle Deg	Drift Direction Deg	True Vertical Depth	Vertical Section FT	N-S FT	E-W FT	Dogleg Severity Deg/100
5390.58	90.00	359.50	4880.00	744.12	744.09	-6.49	.00
5590.58	90.00	359.50	4880.00	944.12	944.08	-8.24	.00
5790.58	90.00	359.50	4880.00	1144.12	1144.08	-9.98	.00
5990.58	90.00	359.50	4880.00	1344.12	1344.07	-11.73	.00
6190.58	90.00	359.50	4880.00	1544.12	1544.06	-13.47	.00
6390.58	90.00	359.50	4880.00	1744.12	1744.05	-15.22	.00
6590.58	90.00	359.50	4880.00	1944.12	1944.05	-16.97	.00
6790.58	90.00	359.50	4880.00	2144.12	2144.04	-18.71	.00
6990.58	90.00	359.50	4880.00	2344.12	2344.03	-20.46	.00
7190.58	90.00	359.50	4880.00	2544.12	2544.02	-22.20	.00
7390.58	90.00	359.50	4880.00	2744.12	2744.02	-23.95	.00
7590.58	90.00	359.50	4880.00	2944.12	2944.01	-25.69	.00
7790.58	90.00	359.50	4880.00	3144.12	3144.00	-27.44	.00
7990.58	90.00	359.50	4880.00	3344.12	3343.99	-29.18	.00
8190.58	90.00	359.50	4880.00	3544.12	3543.99	-30.93	.00
8390.58	90.00	359.50	4880.00	3744.12	3743.98	-32.67	.00
8590.58	90.00	359.50	4880.00	3944.12	3943.97	-34.42	.00
8790.58	90.00	359.50	4880.00	4144.12	4143.96	-36.16	.00
Proposed B	HL						
8893.56	90.00	359.50	4880.00	4247.10	4246.94	-37.06	.00

## TRUE VERTICAL DEPTH (Ft)

4336' KOP, Begin 10.53°/100' Curve 58.54° at 4892'MD 4800'TVD Penetration Point 90° at 5191'MD 4880'TVD End of Curve NORTH - SOUTH (Ft) 90° at 8894'MD 4880'TVD Proposed BHL WEST-EAST (Ft) Proposed BHL 4247' N & 37' W Surface Location Penetration Point 260' N & 2' W End of Curve 



Company: David H. Arrington Oil & Gas Lease/Well: New Mexico Nail #2H Location: Chaves County State/Country: New Mexico



David H. Arrington Oil & Gas Inc.
New Mexico Nail 2H
SHL - 400' FSL & 1880' FWL
Penetration Point - 660' FSL & 1880' FWL
BHL - 660' FNL & 1880' FWL
S13, T15S, R25E
Chaves County, NM

1. Ground elevation above sea level: 3414'

2. Proposed drilling depth: 8900' TMD

3. Estimated tops of geological markers:

Tubb	3250'
Abo Shale	3950'
Abo Reef	4240'
Wolfcamp	4850'
Wolfcamp Shale	5050'

4. Possible mineral bearing formations:

Abo/Wolfcamp

Gas/Oil

5. Casing Program

<u>Hole size</u>	Interval	OD of Casing	<u>Weight</u>	<u>Thread</u>	<u>Grade</u>	TOC	
12-1/4"	40' — 900'	8-5/8°	32#	LTC	J55	Surf	
7-7/8"	900' 8900'	5-1/2"	17#	LTC	P110	Surf	

Drill 7-7/8" vertical hole to ~4340' and begin 10.53 BUR. Land curve @ ~ 4880' TVD and drill ahead to a total measured depth of ~ 8900'. Run 5-1/2" production string to TD and cement to surface.

6. Cementing and Setting Depth

String	Depth	Sks		Slurry
8-5/8" Surface	900'	200	Lead-1:	Premium Premium Plus w/ 10 pps DiamondSeal
		100	Lead-2:	Premium Plus Thixset w/ 1% Thixset A & 0.25% WG-17
		650	Lead-3:	Light Premium Plus w/ 5 pps gilsonite & 2% CaCl <sub>2</sub>
		500	Tail:	Premium Plus w/ 2% CaCl2
5-1/2" Production	8900'	490	Lead:	Interfill C w/ 1/4 pps Flocele
		425	Tail:	Howco Acid Soluble Cement w/ 0.7% Halad 344, 0.2%
				FWCA & 0.2% HR-601

Both casing strings will be cemented to surface.

7. Pressure Control Equipment:

After setting 8-5/8" casing and installing 5000 psi casing head, NU 11" 5000 psi double ram BOP and 5000 psi annular BOP, and test with clear fluid to 3000 psi using 3<sup>rd</sup> party testers.

### 8. Proposed Mud Circulating System

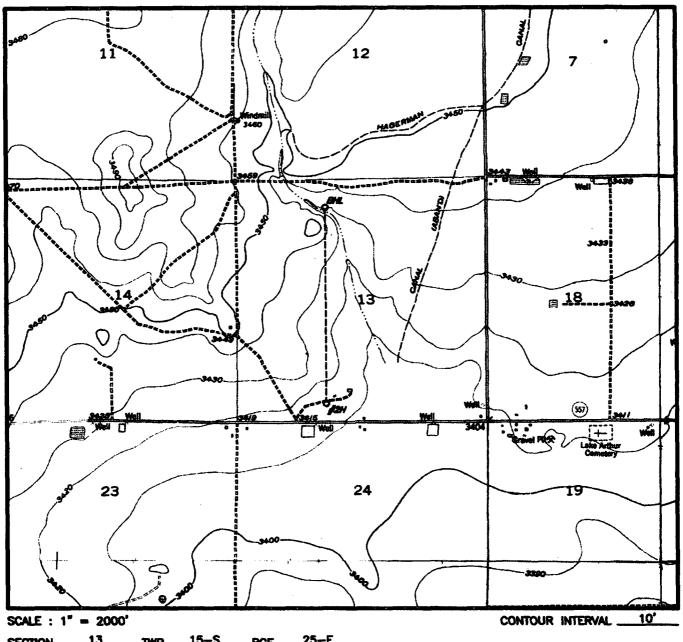
Interval	Mud Wt.	Visc.	FL	Type Mud System
40' - 900'	8.5 - 8.6	32 – 38	NC	Fresh water gel/lime slurry. Add paper for seepage. If losses occur, utilize 15-25 lb/bbl LCM. If necessary, spot LCM pill for losses. If not regained, dry drill to depth.
900' - 8900'	8.4 - 9.3	28 -38	NC-12	Fresh water-cut brine. Drill out w/ fresh water using paper and high viscosity sweeps for seepage and hole cleaning. At ~ 3,700' add brine to mud. Mud up at ~4,600' utilizing starch/PAC system. Add XCD polymer as necessary in lateral portion for hole stability and cleaning.

### **Proposed Drilling Plan:**

Drill 12-1/4" surface hole to 900'. Run 8-5/8" and cement to surface.

Drill 7-7/8" production hole to  $\sim$ 4340' and build curve w/ 10.5°/100' BUR to  $\sim$ 90° inclination. Drill 7-7/8" lateral to  $\sim$ 8900'. Run 5-1/2" casing and cement to surface.

## LOCATION & ELEVATION VERIFICATION MAP



SECTION 13 TWP 15-S RGE 25-E

SURVEY NEW MEXICO PRINCIPAL MERIDIAN

COUNTY CHAVES STATE NM

DESCRIPTION 400' FSL & 1880' FWL

ELEVATION \_\_\_\_\_\_3414'

OPERATOR DAVID H. ARRINGTON OIL & GAS

LEASE NEW MEXICO NAIL #2H

U.S.G.S. TOPOGRAPHIC MAP

ESPUELA, NEW MEXICO

SCALED LAT. LAT.: N 33.0093369

LONG. LONG.: W 104.3979181



### TOPOGRAPHIC LAND SURVEYORS

Surveying & Mapping for the Oil & Gas Industry

2903 N. BIG SPRING MIDLAND, TX. 79705 (800) 767-1653 March 13, 2006

Bryan Arrant, Geologist New Mexico Oil Conservation Division 1301 W. Grand Ave. Artesia, NM 88210

RE: David H. Arrington Oil & Gas, Inc., New Mexico Nail #1H & 2H, Section 13, T15S, R25E, Chaves County, New Mexico

Dear Bryan,

Please see attached the new Location & Elevation Verification Map for the above referenced wells, which shows the town of Lake Arthur. I was concerned that there was some type of shed/house/dwelling in the SW/4 of Section 13 – one of the Arrington employees went to the location shown on the map and has identified it as a broken down shed/barn. So, according to his notes the closest dwelling would be in the Lake Arthur area in the NW/4 of Section 19.

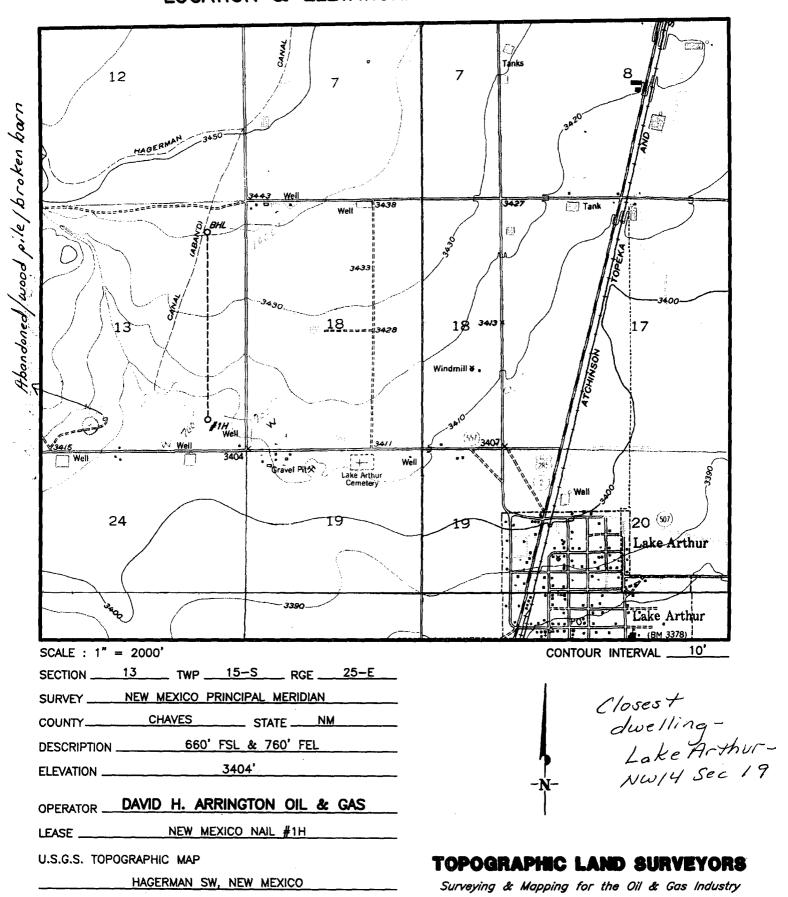
I have enclosed the H2S Operations Plan in the event these are required in the permitting of the referenced wells. Please let me know if you need any further information in order to permit the New Mexico Nail #1H and #2H as above. Thank you.

Yours truly,

Ann E. Ritchie, Regulatory Agent **David H. Arrington Oil & Gas, Inc.** 

c/o P.O. Box 953 Midland, TX 79702 432 684-6381 ann.ritchie@wtor.net

## LOCATION & ELEVATION VERIFICATION MAP



2903 N. BIG SPRING MIDLAND, TX. 79705 (800) 767-1653

SCALED LAT. LAT.: N 33.0100652

LONG. LONG.: W 104.3893611

## Hydrogen Sulfide Drilling Operations Plan

for

David H. Arrington Oil & Gas, Inc.'s

New Mexico Nail # 14 660' FSL & 760' FEL (SL) Section 13, T155, R25E Chaves County, NM

#### ONE - 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:

- The hazards and characteristics of hydrogen sulfide (H2S);
- The proper use and maintenance of personal protective equipment and life support systems;
- The proper use of H2S detectors, alarms, warning systems, briefing areas, evacuation procedures, and prevailing winds; and,
- The proper techniques of first aid and rescue procedures.

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

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

There will be an initial training session just prior to encountering a known or probable H2S zone (within 3 days or 500') 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. This plan shall be available at the well site. All personnel will be required to carry documentation that they have received the proper training.

#### TWO - 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 penetration of the first zone containing, or reasonably expected to contain, H2S.

#### 1. Well Control Equipment:

- Flare line with flare igniter;
- Choke manifold with one remote hydraulic choke installed;
- Blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit;
- Auxiliary equipment to include an Annular Preventer.

Page 1

#### 2. Protective equipment for essential personnel:

 The designated safety expert will provide 5-minute escape units located in the doghouse, and 30-minute air units at briefing areas.

#### 3. H2S detection and monitoring equipment:

Three portable H2S monitors will be positioned on location for the best coverage and response. These units have warning lights and audible sirens when triggered by H2S levels > 20 PPM.

 One portable SO2 monitor will be positioned near flare line during H2S flaring operations.

#### 4. Visual warning systems:

Wind direction indicators will be placed in accordance with the directives issued by the designated H2S expert.

 Caution/Danger signs shall be posted on roads providing direct access to the location. Signs will be painted a high visibility yellow with black lettering of sufficient size to be legible from the immediate location.

#### 5. Mud Program:

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

#### 6. Metallurgy:

- All drill strings, casing, tubing, wellhead, blowout preventers, drilling spools kill lines, choke manifold and line valves shall be suitable for H2S service.
- All elastomers used for packing and seals shall be H2S trimmed.

#### 7. Communications:

 Radio and telephone communications will be available in company vehicles and rig doghouse.

#### 8. Well Testing:

 Drill stem testing will be performed with a minimum number of personnel necessary to safely and adequately conduct the test. The drill stem testing of any known formation that contains H2S will be conducted during daylight hours.

## Hydrogen Sulfide Drilling Operations Plan

for

David H. Arrington Oil & Gas, Inc.'s

New Mexico Nail, #2H Section 13, TISS, RASE; 400'FSLY 1880'FWL (SL) Chaves County, New Mexico

#### ONE - 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:

- The hazards and characteristics of hydrogen sulfide (H2S);
- The proper use and maintenance of personal protective equipment and life support systems;
- The proper use of H2S detectors, alarms, warning systems, briefing areas, evacuation procedures, and prevailing winds; and,
- The proper techniques of first aid and rescue procedures.

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

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

There will be an initial training session just prior to encountering a known or probable H2S zone (within 3 days or 500') 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. This plan shall be available at the well site. All personnel will be required to carry documentation that they have received the proper training.

#### TWO - 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 penetration of the first zone containing, or reasonably expected to contain, H2S.

#### 1. Well Control Equipment:

- Flare line with flare igniter:
- Choke manifold with one remote hydraulic choke installed;
- Blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit;
- Auxiliary equipment to include an Annular Preventer.

Page 1

#### 2. Protective equipment for essential personnel:

• The designated safety expert will provide 5-minute escape units located in the doghouse, and 30-minute air units at briefing areas.

#### 3. H2S detection and monitoring equipment:

 Three portable H2S monitors will be positioned on location for the best coverage and response. These units have warning lights and audible sirens when triggered by H2S levels > 20 PPM.

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#### 4. Visual warning systems:

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#### 5. Mud Program:

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

#### 6. Metallurgy:

- All drill strings, casing, tubing, wellhead, blowout preventers, drilling spools kill lines, choke manifold and line valves shall be suitable for H2S service.
- All elastomers used for packing and seals shall be H2S trimmed.

#### 7. Communications:

Radio and telephone communications will be available in company vehicles and rig doghouse.

#### 8. Well Testing:

 Drill stem testing will be performed with a minimum number of personnel necessary to safely and adequately conduct the test. The drill stem testing of any known formation that contains H2S will be conducted during daylight hours.

# New Mexico Office of the State Engineer POD Reports and Downloads

Township: 158 Ra

Range: 25E

Sections: 13

NAD27 X: 482825

Y: 731179

Zone: C

Search Radius: 0.5

County: CH

Basin:

Number:

Suffix:

Owner Name: (First)

(Last)

Non-Domestic

Domestic

All

POD / Surface Data Report

Avg Depth to Water Report

Water Column Report

Clear Form

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Help

WATER COLUMN REPORT 03/08/2006

(quarters are 1=NW 2=NE 3=SW 4=SE)

(quarters are biggest to smallest)										Depth	Depth	Water	(in	feet)
POD Number	Tws	Rng	Sec	q	qq	:	Zone	X	Y	Well	Water	Column		
RA 09291	158	25E	13	1	1 1					250	100	150		
RA 06251	158	25E	1.3	2	4 4					160	55	105		
RA 00233 CLW206250	155	35E	13	3	3 4									
RA 00233 CLW206181	155	25E	13	3	4 3					990				
RA 00523	15 <i>S</i>	25E	13	4	4	57				992				
RA 02349	155	25E	13	4	4 4	1/10				100				

Record Count: 6