

DINERO OPERATING COMPANY

1004 N. BIG SPRING, SUITE 500

P.O. BOX 10505

MIDLAND, TEXAS 79702

(432) 684-5544 Fax - (432) 684-3990

JUN 04 2008

OCD-ARTESIA

30 015 35337

May 30, 2008

Mr. Gerry Guye
District 2
New Mexico Oil and Gas Division
1301 West Grand
Artesia, NM 88210

RE: Big Chief 10
990' FNL 990' FWL
UL D Sec. 22 T22S R 28E
Rule 118 H2S Exposure

Dear Mr. Guye,

Dinero Operating has evaluated this well and we do not expect to encounter hydrogen sulfide in excess of 100 ppm. Please contact me if you have any additional questions.

Sincerely,

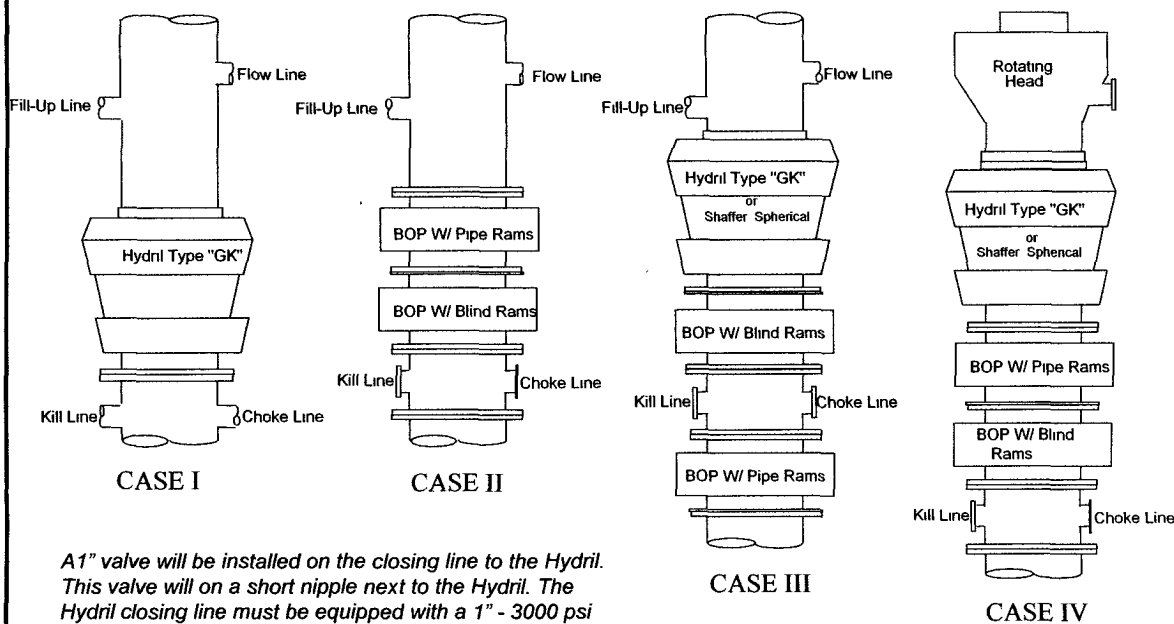

James C. Dewey
President

ACCEPTED FOR RECORD

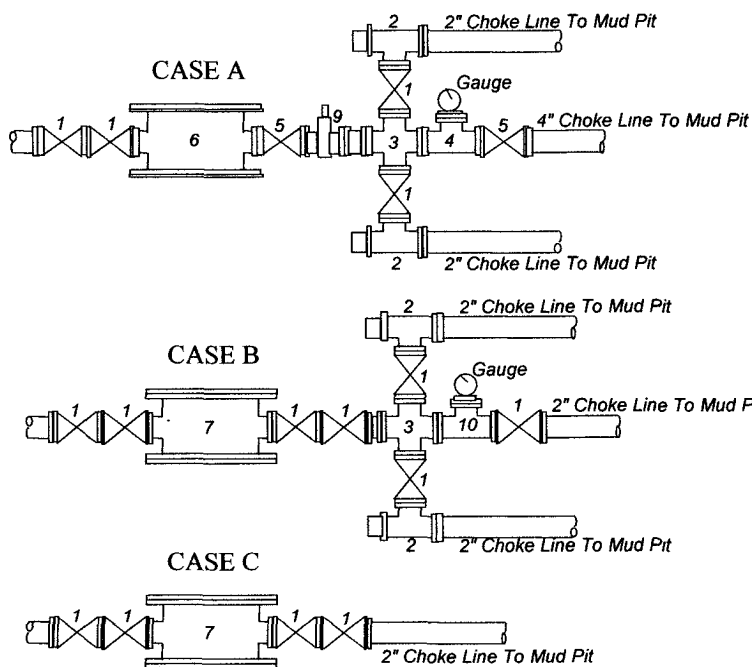
JUN 5 2008

Gerry Guye, Deputy Field Inspector
NMOCD-District II ARTESIA

Dinero Operating
BC 10 Recomplete
MINIMUM BLOWOUT PREVENTER REQUIREMENTS



A1" valve will be installed on the closing line to the Hydril. This valve will be on a short nipple next to the Hydril. The Hydril closing line must be equipped with a 1" - 3000 psi WP plug valve on the nipple into the Hydril.



BOP SIZE	BOP CASE	WORKING PRESSURE	CHOKE CASE
7-1/16"	II	5000	B

***Rotating head required**

Bradenhead:	
Mfr: _____	
Size: _____	Type: _____

Legend

1. 2" flanged all steel valve must be either Cameron "F", Halliburton Low Torque or Shaffer Flo-Seal.
2. 2" flanged adjustable chokes, min 1" full opening & equipped with hard trim.
3. 4" x 2" flanged steel cross
4. 4" flanged steel tee.
5. 4" flanged all steel valve (Type as in no. 1).
6. Drilling Spool with 2" x 4" flanged outlet.
7. Drilling Spool with 2" x 2" flanged outlet
8. 2" x 2" flanged steel cross
9. 4" pressure operated gate valve
10. 2" flanged steel tee

Notes

Choke manifold may be located in any convenient position. Use all steel fittings throughout. Make 90° turns with bull plugged tees only. No field welding will be permitted on any of the components of the choke manifold and related equipment upstream of the chokes. The choke spool and all lines and fittings must be at least equivalent to the test pressure of the preventers required. Independent closing control unit with clearly marked controls to be located on derrick floor near driller's position.