# OCD-ARTESIA

ATS-08-613 EA-08-1021

Form 3160 -3 (April 2004)

AUG - 6 2008

OCD-ARTESIA

FORM APPROVED OMB No 1004-0137 Expires March 31, 2007

6 If Indian, Allotee or Tribe Name

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** 

5. Lease Serial No NMLC-062996B

OR REENTER

Ia Typeofwork- DRILL REENTE	.R	7 If Unit or C	A Agreement, Name and No		
Ib Type of Well Oil Well Gas Well Other	Single Zone Multi		ne and Well No Jederal Com #1		
2 Name of Operator	М	9 API Well I			
Mack Energy Corporation 1383			015-36526		
3a Address	3b PhoneNo (include area code)	10 Field and P	ool, or Exploratory		
P.O. Box 960 Artesia, NM 88211-0960	(575)748-1288	County Lin	e Tank;Abo		
4 Location of Well (Report location clearly andinaccorounce with any	State requirements*)	II Sec, T R	M or Blk and Survey or Area		
At surface 355 FNL & 330 FEL					
At proposed prod zone 355 FNL & 330 FWL		Sec. 17 T16	6S R29E		
14 Distance in miles and direction from nearest town or post office*		12 County or	Parish 13 State		
10 miles northwest of Loco Hills, NM		Eddy	NM		
15 Distance from proposed* location to nearest property or lease line, ft (Also to nearest drlg unit line, if any) 330	16. No of acres in lease	17 Spacing Unit dedicated	to this well		
, ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	19 Proposed Depth	20 BLM/BIA Bond No. on	I/DIA Bond No. on file		
18 Distance from proposed location* to nearest well, drilling, completed,	MD 11,430'	20 BLW/BIA Bond No. on	inc		
applied for, on this lease, ft N/A	TVD 7,062'	NMB000286			
2.1 Elevations (Show whether DF, KDB, RT, GL, etc.)	22 Approximate date work will star				
3671' GR	5/25/08	35 days	35 days		
	24. Attachments		,		
The following, completed in accordance with the requirements of Onshore	e Oil and Gas Order No 1, shall be at	tached to this form			
Well plat certified by a registered surveyor     A Drilling Plan	4. Bond to cover the ltem 20 above),	e operations unless covered	by an existing bond on file (see		
A Surface Use Plan (if the location is on National Forest System I SUPO shall be filed with the appropriate Forest Service Office)		pecific information and/or p	lans as may be required by the		
25. Signature Leny W. Shanall	Name (Printed'/Typed) Jerry W. Sherrell		Date 4/25/08		
Title Production Clerk		-			
Approved by (Signature) /s/ James Stovall	Name (Printedl/Typed)/S/ J	ames Stovall	Date AUG 0 4 200		
Title FIELD MANAGER	Office CARLS	BAD FIELD O	FFICE		
Application approval does not warrantor certify that the applicant holds	lega brequitable title to those rights	in the subject lease which w	ould entitle the applicant to		
conduct operations thereon.  Conditions of approval, if any, are attached		APPROVAL E	OR TWO VEADO		

\*(Instructions on page 2)

ROSWELL CONTROLLED WATER BASIN

States any false, fictitious or fraudulent statements or representations as to any matter within its juris

SEE ATTACHED FUR CONDITIONS OF APPROVAL

Title 18 U.S.C Section 1001 and Tide 43 U.S.C Section 1212, make it a crime for any person known NOTE: NEW PIT RULE Menartment or agency of the United 19-15-17 NMAC PART 17 A form C-144 must be approved before starting drilling operations.

APPROVAL FOR TWO YEARS

GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS **ATTACHED** 



DISTRICT I 1625 N. FRENCH DR., HOBBS, NM 68240

1301 W. GRAND AVENUE, ARTESIA, NM 68210

DISTRICT II

#### State of New Mexico Minerals and Natural Resources Department

1220 SOUTH ST. FRANCIS DR.

AUG 1 4 2008 4 OCD-ARTESIA

Form C-102

Revised October 12, 2005 Submit to Appropriate District Office

> State Lease - 4 Copies Fee Lease - 3 Copies

# OIL CONSERVATION DIVISION

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

Santa Fe, New Mexico 87505

DISTRICT IV WELL LOCATION AND ACREAGE DEDICATION PLAT ☐ AMENDED REPORT 1220 S. ST. FRANCIS DR., SANTA FE. NM 87606 API Number Pool Code Pool Name 97197 County Line Tank; Abo Property Code Property Name Well Number COWBOYS FEDERAL COM 1 OGRID No. Operator Name Elevation MACK ENERGY CORPORATION 3671 013837

#### Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/EAST line	County
Α	17	16-S	29-E		355	NORTH	330	EAST	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/EAST line	County
	D	17	16-S	29-E		355	NORTH	330	WEST	EDDY
	Dedicated Acres	Joint o	r Infill Co	nsolidation	Code Ore	ler No.	·			·
į	<b>1</b> 60								,	

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

GRID AZ.=269'58'45"  B.H.  BOTTOM HOLE LOCATION  Y=701347.0 N  X=570348.1 E  BOTTOM HOLE LOCATION  Y=701348.7 N  X=574963.1 E  LAT.=32.927845' N  LONG.=104.089021' W  Point of Penetration	
3674 3' 3675.5'  O	

#### OPERATOR CERTIFICATION

I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Signature

Sherrell Jerry W. Printed Name

#### 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.

manning, APRIL CI 1, 12008.

Date Surveyed

Signature & Seal of

Surveyor

**%**08:11...0449 <u>निमन्द्रपुर</u> Certificate No. IGARY CO. EIDSON 12641

RONALD J. EIDSON 3239

DSS

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

#### 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 October 12, 2005 Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT III

DISTRICT II

1000 Rio Brazos Rd., Aztec, NM 87410

1301 W. GRAND AVENUE, ARTESIA, NM 88210

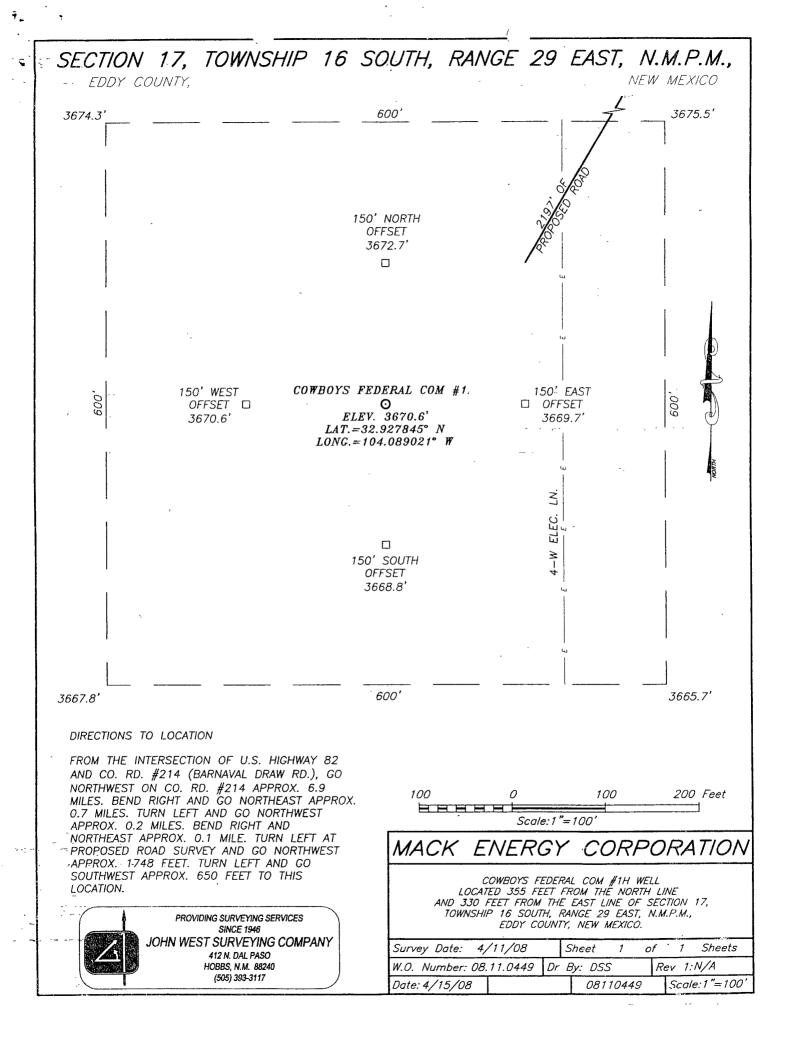
DISTRICT IV 1220 S. ST. FRANCIS DR., SANTA FE, NM 87606	WELL LOCATION AND	ACREAGE DEDICATION PLAT	☐ AMENDED REPOR
API Number	Pool Code	Pool Name	
	97197	County Line Tank; Abo	. 7
Property Code	Prop	perty Name	Well Number
	COWBOYS	FEDERAL COM	1
OGRID No.	Oper	rator. Name	Elevation
013837	MACK ENERG	Y CORPORATION	3671'

#### Surface Location County Feet from the UL or lot No. Section Township Range Lot Idn North/South line Feet from the East/EAST line 16-S 29-E 355 **NORTH** 330 **EAST EDDY** Α 17

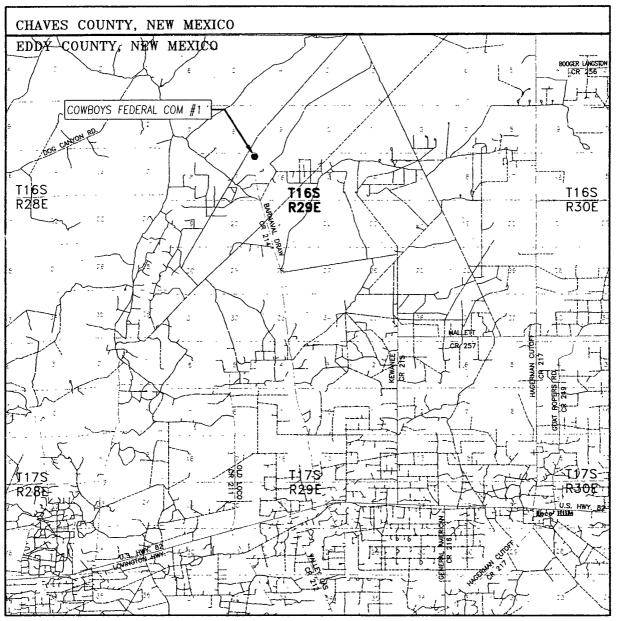
#### Bottom Hole Location If Different From Surface UL or lot No. Section Township Range Lot Idn Feet from the North/South line Feet from the East/EAST line County D 17 16-S 29-E 355 NORTH 330 WEST **EDDY** Joint or Infill Consolidation Code Dedicated Acres Order No. 160

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

<u> </u>		
330, 120	GRID AZ.=269'58'45"	OPERATOR CERTIFICATION  I hereby certify that the information
В.Н.	HOREZ. DIST.=4615.27 S.L. SEE DETAIL	herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land
	GEODETIC COORDINATES  Y=701347.0 N GEODETIC COORDINATES  Y=701347.0 N GEODETIC COORDINATES	including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a
	X=570348.1 E SURFACE LOCATION	compulsory pooling order heretofore entered by the division.
	Y=701348.7 N X=574963.1 E	Jany 4! Shend 424-08
	LAT.=32.927845* N LONG.=104.089021* W	Signature Date
	2010.2104.000021 11	Jerry W. Sherrell Printed Name
<u> </u>		SURVEYOR CERTIFICATION
	3674.3' 3675 5'	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
· .	0 009	true and correct to the best of my belief.
	600' 3667.8' 3665.7' DETAIL	APRIL CI V, 2008.
		Date Surveyed DSS  Signature & Seal of Professional Surveyor C
		(3239)
		150000 Other 41705
		Certificate No. GARK & EDSON 12641 RONALD J. EIDSON 3239



# VICINITY MAP



SCALE: 1" = 2 MILES

SEC. 17 TWP. 16-S RGE. 29-E

SURVEY N.M.P.M.

COUNTY EDDY STATE NEW MEXICO

DESCRIPTION 355' FNL & 330' FEL

ELEVATION 3671'

OPERATOR MACK ENERGY CORPORATION

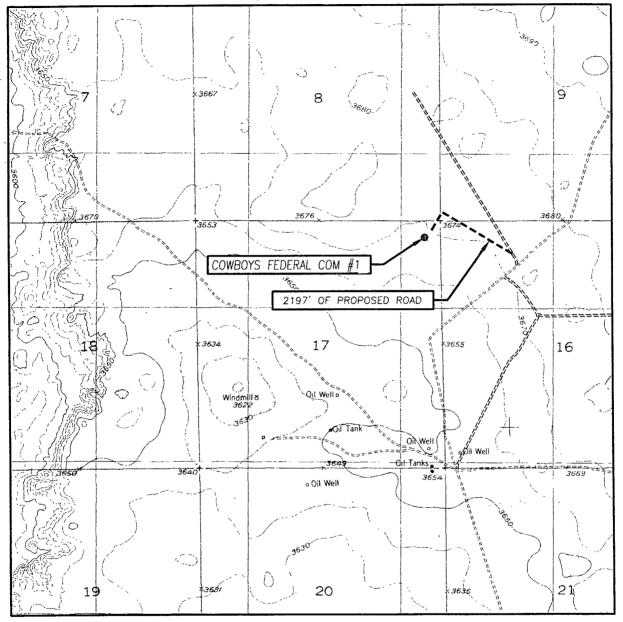
LEASE COWBOYS FEDERAL COM



PROVIDING SURVEYING SERVICES
SINCE 1946
DHN WEST SURVEYING COMP

JOHN WEST SURVEYING COMPANY 412 N. DAL PASO HOBBS, N.M. 88240 (505) 393-3117 монен

# LOCATION VERIFICATION MAP



SCALE: 1" = 2000'

CONTOUR INTERVAL: -- BASIN WELL, N.M. - 10'.

SEC. 17 TWP. 16—S RGE. 29—E

SURVEY N.M.P.M.

COUNTY EDDY STATE NEW MEXICO

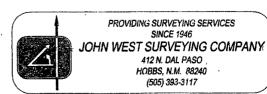
DESCRIPTION 355' FNL & 330' FEL

ELEVATION 3671'

OPERATOR MACK ENERGY CORPORATION LEASE COWBOYS FEDERAL COM

U.S.G.S. TOPOGRAPHIC MAP

BASIN WELL, N.M.



#### **DRILLING PROGRAM**

#### 1. Geologic Name of Surface Formation

Quaternary

#### 2. Estimated Tops of Important Geologic Markers:

Quaternary	Surface
San Andres	2220'
Glorieta	3750'
Tubb	4960'
Abo	5730'
Wolfcamp	7310'

#### 3. Estimated Depths of Anticipated Fresh Water, Oil and Gas:

Water Sand	150'	Fresh Water
San Andres	2220	Oil/Gas
Abo	5730'	Oil/Gas
Wolfcamp	7310' ·	Oil/Gas

No other formations are expected to give up oil, gas or fresh water in measurable quantities.

Setting 13 3/8" casing to 380' and circulating cement back to surface will protect the surface fresh water sand. Salt Section will be protected by setting 9 5/8" casing to 1800' and circulating cement back to surface. Any shallower zones above TD, which contain commercial quantities of oil and/or gas, will have cement circulated across them by cementing 5 1/2" production casing, sufficient cement will be pumped to circulate back to surface.

#### 4. Casing Program:

Hole Size	Interval	OD Casing	Wt, Grade, Jt, cond, collapse/burst/tension
17 ½"	0-380'	13 3/8"	48#, H-40, ST&C, New, 3.984/3.380/3.46
12 ¼"	0-1800;	9 5/8"	36#, J-55, ST&C, New, 2.137/3.767/3.52
8 3/4"	0-1600'	5 1/2" HCP 5 1/2"	17#, 1\(\delta\)-110, LT&C, New, 9.27/3.01/2.35
8 3/4"	1600`-6200`		17#, L-80, LT&C, New, 1.642/2.19/2.09
8 3/4"	6200-11,430'	5 1/2"	17#, HCL-80, Buttress, New, 2.425/2.19/4.73
		,	

per operator

Drilling Program Page 1

#### 5. Cement Program:

13 3/8" Surface Casing: Class C, 300sx, yield 1.32.

9 5/8 Intermediate Casing: Class C, 850sx, yield 1.32.

5 1/2" Production Casing: Class C, 2500sx, yield 1.32.

#### 6. Minimum Specifications for Pressure Control:

The blowout preventer equipment (BOP) shown in Exhibit #9 will consist of a double ram-type (3000 psi WP) minimum preventer. This unit will be hydraulically operated and the ram type preventer will be equipped with blind rams on top of 4 1/2" drill pipe rams on bottom. The BOP will be nippled up on the 13 3/8" surface casing and tested to 1000 psi using the rig pump. The BOP will then be nippled up on the 8 5/8" intermediate casing and tested by a 3<sup>rd</sup> party to 2000 psi and used continuously until TD is reached. All BOP's and accessory equipment will be tested to 2000 psi before drilling out of intermediate casing. Pipe rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment (Exhibit #10) will include a Kelly cock and floor safety valve and choke lines and choke manifold (Exhibit #11) with a minimum 3000 psi WP rating.

#### 7. Types and Characteristics of the Proposed Mud System:

The well will be drilled to TD with a combination of brine, cut brine and polymer mud system. The applicable depths and properties of this system are as follows:

DEPTH	TYPE	WEIGHT	VISCOSITY	WATERLOSS
0-380'	Fresh Water	8.5	28	N.C.
380-1800'	Brine	10	30	N.C.
1800'-TD	Cut Brine	9.1	29	N.C.

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept at the well site at all times.

#### 8. Auxiliary Well Control and Monitoring Equipment:

- A. Kelly cock will be kept in the drill string at all times.
- B. A full opening drill pipe-stabbing valve with proper drill pipe connections will be on the rig floor at all times.

#### 9. Logging, Testing and Coring Program:

Su /

- A. The electric logging program will consist of GR-Dual Laterolog, Spectral Density, Dual Spaced Neutron, CSNG Log and will be ran from T.D. to 9 5/8 casing shoe.
- B. Drill Stem test is not anticipated.
- C. No conventional coring is anticipated.
- D. Further testing procedures will be determined after the 5 1/2" production casing has been cemented at TD based on drill shows and log evaluation.

#### 10. Abnormal Conditions, Pressures, Temperatures and Potential Hazards:

No abnormal pressures or temperatures are anticipated. The estimated bottom hole at TD is 120 degrees and estimated maximum bottom hole pressure is 3250 psig. Low levels of Hydrogen sulfide have been monitors in producing wells in the area, so H2S may be present while drilling of the well; a plan is attached to the Drilling program. No major loss of circulation zones has been reported in offsetting wells.

#### 11. Anticipated Starting Date and Duration of Operations:

Road and location work will not begin until approval has been received from the BLM. The anticipated spud date is May 25, 2008. Once commenced, the drilling operation should be finished in approximately 35 days. If the well is productive, an additional 30 days will be required for completion and testing before a decision is made to install permanent facilities.

# **Mack Energy**

Eddy County Cowboys Federal Com #1 Cowboys Federal Com #1 Original Hole

Plan: Plan #1

# **Pathfinder Survey Report**

24 April, 2008

#### **Mack Energy Corporation**





Easting Latittude Longitude 574963 100 32° 55' 40 241 N 104° 5' 20 475 W

-5200 -5000 -4800 -4600 -4400 -4200 -4000 -3800 -3600 -3400 -3200 -3000 -2800 -2600 -2400 -2200 -2000 -1800 -1600 -1400 -1200 -1000 -800

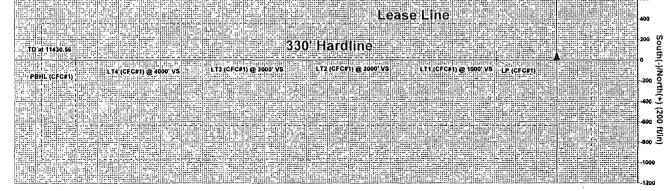


SECTION DETAILS										
Sec	: MD	Inc	Azi	TVD	+N/-S	+E/-W	DLeg	TFace	VSec	Target
1	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
2	6488.90	0.00	0.00	6488,90	0.00	0 00	0 00	0.00	0.00	
3	7392.10	90.32	269.98	7061.85	-0 20	-576,16	10,00	269.98	576 16	
4	7815.95	90.32	269.98	7059.48	-0.35	-1000.00	0.00	0.00	1000 00	LT1 (CFC#1) @ 1000' VS
5	7848.55	90.81	269.98	7059.16	-0.36	-1032,60	1.50	0.00	1032.60	
6	8816.05	90.81	269,98	7045.50	-0.70	-2000.00	0.00	0.00	2000 00	LT2 (CFC#1) @ 2000' VS
7	8819.41	90.86	269.98	7045.45	-0.70	-2003.36	1 50	0.00	2003.36	
8	9816 16	90.86	269.98	7030.50	-1.05	-3000.00	0.00	0.00	3000 00	LT3 (CFC#1) @ 3000' VS
9	9843 25	91.27	269.98	7030.00	-1.06	-3027 09	1.50	0.00	3027.09	
10	10816.40	91 27	269.98	7008.50	-1.40	-4000.00	0.00	0.00	4000,00	LT4 (CFC#1) @ 4000 VS
	10819.16	91,31	269.97	7008.44	-1.40		1.50	-11.67	4002.75	,
	11430.56	91 31	269.97	6994.50	-1.70		0.00	0.00	4614.00	PBHL (CFC#1)

Northing 701348 700

Name	ORE TARGET	+N/-S	+E/-W	
				Shape
PBHL (CFC#1)	6994.50	-1.70	-4614.00	Point
LT4 (CFC#1) @ 4000' VS	7008.50	-1.40	-4000.00	Point
LT3 (CFC#1) @ 3000' VS	7030,50	-1.95	-3000.00	Point
LT2 (CFC#1) @ 2000' VS	7045.50	-0.70	-2000.00	Point
LT1 (CFC#1) @ 1000' VS	7059.50	-0.35	-1000.00	Point
LP (CFC#1)	7061.85	-0.20	-576,16	Point

#### West(-)/East(+) (200 ft/in)



Vertical Section at 269.98° (200 ft/in)

**Project: Eddy County** Site: Cowboys Federal Com #1H Well: Cowboys Federal Com #1H Wellbore: Original Hole

Plan: Plan #1 (Cowboys Federal Com #1H/Original Hole

ENERGY SERVICES

Ellipsoid: Clarke 1866 Zone: New Mexico East 3001

System Datum: Mean Sea Level Local North: Grid

PROJECT DETAILS: Eddy County
Geodetic System. US State Plane 1927 (Exact solution)
Datum: NAD 1927 (NADCON CONUS)

Plan, Plan #1 (Cowboys Fede	eral Com #1H/Original Hole)
Created By. Mark Freeman	Date 13-28, April 24 2008
Checked.	Date

# WHS Pathfinder Survey Report

Wellibore: Comboys Federal Com#1H Wellbore: Original Hole Project: Plan,#1  Map System: US State Plane 1927 (Exact solution) Geo Datum: NAD 1927 (NADCON CONUS) Map Zone: New Mexico East 3001  Site State Plane 1927 (Exact solution) Map Zone: New Mexico East 3001  Site Position: New Mexico East 3001  Well Cowboys:Federal Com.#1H: Site Position Uncertainty: 0.00 ft Slot Radius:  Well Position Uncertainty 0.00 ft Wellhead Elevation:  Well Position Uncertainty 0.00 ft Wellhead Elevation:  Well Position Uncertainty 0.00 ft Wellhead Elevation:  Well Sample Date  Magnetics Model Name Sample Date  Madit Notes:  Phase: PLAN  Phase: PLAN	Model Name Samp	Phan#1  Phase:  On:  Depth From (TVD)  0.00	Survey:Tool   Program	inc: (2)	0.00	200.00 0.00 0.00 300.00 0.00 0.00	0.00	_	0.00	0.00 0.00 0.00	0.00 0.00 0.00 0.00 ,
od:	5/4,963.100 it Longitude: on: ft Ground Level:	5/4,963.100 π ft  Declination (1) 8.24	5/4,953.100 π ft  Declination (1) 8.24  Tie On Dept (1) (1) (1) (1) 0.00 0.00	## Ground Leving titude: ## Ground Leving from Ground Leving From Ground Leving From Ground Event From Ground Event From Ground Event From Ground Leving From Ground Event From Ground Leving From Ground Event From Ground Event From Ground From	Tooi:Name  Too:Name  Too:Name  Tooi:Name  Tie On Depth:  Tooi:Name  Tooi:Name	## Ground Levi ## 60.8  ### ## ## ## ## ## ## ## ## ## ## ## #	Tool Name  Tool Name  N/S  N/S  N/S  N/S  N/S  N/S  N/S  N/	Colination   Congitude:	Tool:Name  NVS  NVS  NVS  (ft)  Tool:Name  NVS  (ft)  0.00	Tool Name   Longitude:	Tool Name   Congrue
User Db   32° 55′ 40 241 N 104° 5′ 20 475 W 0.13° 32° 55′ 40 241 N 104° 5′ 20.475 W 3,671 00 ft	A STATE OF S	Field Strength (hij) 49,318	Streng (n.i)	(Streingth (hin) 49,318	(nin) 49,318	(mm) 49,318 49,318	(hT) (hT) 49,318 49,318	((ntr.)) 49,318 49,318  DLeg ((7/100ft)) 00 00	((7/100ft) 00 00	(htt.) 49,318 49,318 (j./100tt) 00 00 00 00	((inti)) 49,318 49,318 (inti)

# WHS Pathfinder Survey Report

Company: | Mack\*Energy| | Local Co-ordinate Reference: | Well\*Cowboys|Federal Com #1H | Project: | Eddy/County| | TVD Reference: | EST/RKB:@ 3689/50ft | E

Planned Survey							
MD	inc	Azi	TVD	N/S	E/Ŵ	/:Sec	DLeg :
(ft)	Inc. (°)	(°)	(ft), 315 F	(n) 24 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	(ft)	(ft) % % **	(°/100ft)
1,200.00	0.00	0.00	1,200.00	0.00	0 00	0.00	0 00
1,300.00	0.00	0.00	1,300.00	0.00	0.00	0 00	0.00
1,400 00	0 00	0 00	1,400.00	0.00	0.00	0.00	. 0.00
1,500.00	0 00	0 00	1,500.00	0.00	0 00	0 00	0.00
1,600.00	0.00	0.00	1,600 00	0.00	0.00	0.00	0.00
1,700.00	0 00	0.00	1,700 00	0.00	0.00	0.00	0.00
1,800.00	0.00	0 00	1,800.00	0.00	0.00	0.00	0.00
1,900.00	0.00	0.00	1,900.00	0.00	0.00	. 0.00	0.00
2,000.00	0.00	0 00	2,000.00	0 00	0.00	0.00	0 00
2,100.00	0.00	0.00	2,100.00	0 00	0.00	0.00	0 00
2,200 00	0.00	0 00	2,200.00	0 00	0.00 :	0.00	0.00
2,300.00	0.00	0.00	2,300.00	0 00	0.00	0.00	0.00
2,400.00	0 00	- 0.00	2,400.00	0 00	0 00	00.00	0.00
2,500.00	0.00	. 0 00	2,500.00	. 000	0 00	0.00	0.00
2,600.00	0 00	0.00	2,600.00	0 00	0.00	0.00	0.00
2,700 00	0 00	0.00	2,700 00	0.00	0 00	0.00	0.00
2,800.00	0.00	0.00	2,800.00	0 00	0.00	0.00	0.00
2,900.00	0.00	0.00	2,900.00	0 00	0.00	0.00	0.00
3,000.00	0.00	0.00	3,000.00	0.00	0 00	0 00 ̃	0.00
3,100.00	0.00	0.00	3,100.00	0.00	0.00	0 00	0.00
3,200.00	0.00	0.00	3,200.00	0.00	0.00	0 00	0.00
3,300.00	0.00	0.00	3,300 00	0.00	0.00	0.00	0.00
3,400 00	0 00	0.00	3,400 00	0 00	0 00	0.00	0.00
3,500.00 3,600.00	0.00 0.00	0 00 -0 00	3,500.00 3,600.00	0.00 0.00	0.00 0.00	0.00	0.00
3,700.00	0.00	0 00	3,700 00	0.00	•	0.00	0.00
3,800 00	0 00	0.00	3,800.00	0.00	0 00	0.00	0.00
3,900.00	0.00	0.00	3,900.00	0 00	0.00	0.00	0.00
4,000 00	0 00	0 00	4,000 00	0.00	0.00	0.00	0 00
4,100 00	0.00	0.00	4,100.00	0 00	0.00	0.00	0 00
4,200.00	0 00 0.00	0 00 0.00	4,200.00	0.00	~ 0 00	0.00	0.00
4,300.00 4,400 00	0.00	0.00	4,300.00 4,400.00	0.00 0.00	0 00 0 00	0.00 0.00	0.00
4,500.00	0 00	0.00	4,500 00	0 00	0.00	0.00	0 00
4,600.00	0.00	0.00	4,600.00	0.00	0.00	0.00	0.00
4,700 00 4,800.00	0 00	0.00	4,700.00	0 00	0 00	0.00	0.00
4,900.00	0.00	0 00 0.00	4,800.00 4,900.00	0 00 0.00	0.00 0.00	0 00	0.00 0 00
						0.00	
5,000.00	0.00	0 00	5,000 00	0.00	0.00	0 Ó0	0 00
5,100 00	0.00	0.00	5,100.00	0.00	0 00	0.00	0.00
5,200.00	0 00	0.00	5,200.00	0.00	0.00	0.00	0.00
5,300.00	0 00	0.00	5,300.00	0 00	0.00	0.00	0.00
5,400.00	0 00	0.00	5,400.00	, 0.00	0.00	0.00	0 00
- 5,500.00	0.00	0.00	5,500 00	0 00	0.00	0 00	0.00

# **WHS**Pathfinder Survey Report

Company: # Mack Energy: Local Co-ordinate Reference: Well Cowboys Federal Com #1H
Project: Eddy County: TVD Reference: EST-RKB@ 3689 50ft
Site: Cowboys Federal Com #1H
Well: Cowboys Federal Com #1H
Well: Cowboys Federal Com #1H
North Reference: Grid
Wellbore: Original Hole: Survey Calculation Method: Minimum Curvature
Design: #1 Database: EDM:2003:16 (Single; User Db)

Design Control	257 4 2 5 2 7 F. C.		Database.		STEDIVI 2003.10 (3	ingle joseli Du	A Company
Planned Survey	1.00 - 1.00 in	100	187 A 187 A 187 A 187		endan menderakan dan	CONTACTOR	4800-2012
					Alali Yesi Basa		
MD's	Inc	Azir	* TVD	* N/S ≛	e⁄ <b>w</b> ∗	V. Seč∜:	DLeg
(f) (f)		F (8) 72 F 53	(ft) (c)	(ft)	(ft) (*15.7%)		(°/100ft) 💯 📢
5,600 00	0.00	0.00	5,600 00	0.00	0.00	0 00	0 00
5,700 00	0 00	0 00	5,700.00	0.00	0.00	0.00	0.00
5,800.00	0 00	0 00	5,800 00	0.00	0 00	0.00	0.00
5,900.00	0.00	0.00	5,900.00	0.00	0.00	0.00	0 00
6,000.00	0.00	0.00	6,000.00	0 00	0.00	0 00	0.00
6,100.00	0.00	0.00	6,100.00	0.00	0.00	0.00	0.00
6,200 00	0.00	0.00	6,200 00	0.00	0.00	0.00	0.00
6,300 00	0.00	0 00	6,300.00	0.00	0.00	0.00	0.00
6,400.00	0.00	0 00	6,400.00	0.00	0.00	0.00	0.00
						-	
6,488.90	0.00	0.00	6,488.90	0.00	0.00	0 00	0.00
6,500 00	1.11	269.98	6,500.00	0.00	-0.11	. 0.11	10 00
6,550.00	6.11	269.98	6,549 88	0.00	-3.25	- 3.25	10.00
6,600 00	11.11	269 98	6,599 31	0.00	-10 74	`·10.74	10 00
6,650 00	16.11	269 98	6,647.89	-0 01	22 50	- 22.50	10 00
6,700.00	21 11	269 98	6,695 26	-0.01	-38 45	38.45	10.00
6,750.00	26 11	269.98	6,741.06	-0 02	-58.47	58 47	10.00
6,800.00	31.11	269.98	6,784.94	-0.03	-82.40	82 40	10.00
6,850.00	36.11	269 98	6,826.57	-0.04	-110.07	110.07	10.00
6,900.00	41 11	269.98	6,865 62	-0.05	-141 26	141.26	10.00
6,950.00	46.11	269.98	6,901 81	-0.06	-175 74	175.74	10.00
7,000.00	51.11	269.98	6,934 86	-0.07	-213 24	213.24	10 00
7,050 00	56.11	269.98	6,964 52	-0.09	-253 48	253 48	10.00
7,100.00	61.11	269 98	6,990 55	-0.10	-296 14	296.14	10.00
7,150 00	66.11	269 98	7,012.77	-0 12	-340.92	340 92	10 00
7,200.00	71.11	269.98	7,031 00			•	
7,250.00	76 11	269.98		-0.14	-387 46	387 46	10.00
7,250.00	81 11 -	269.98	7,045.10 7,054.97	-0 15 -0.17 -	-435.41 484.41	435.41 484.41	10.00 10 00
7,350.00	86.11	269.98	7,060.54	-0.17			10.00
7,392.10	90 32	269 98	7,061.85	-0.19	-534.09 -576 16	534.09 576 16	10.00
7,400 00	90.32	269.98	7,061 80	-0.20	-584 06	584 06	0 00
7,500.00	90 32	269 98	7,061 25	-0 24	-684 06	684.06	0.00
7,600 00	90.32	269 98	7,060 69	-0.27	-784.05	784 05	0 00
7,700.00	90.32	269 98	7,060 13	-0 31	-884.05	884 05	0 00
7,800.00	90.32	269.98	7,059 57	-0.34	-984 05	984 05	0.00
7,815.95	90.32	269 98	7,059.48	-0.35	-1,000.00	1,000.00	0.00
7,848 55	90 81	269 98	7,059.16	-0.36	-1,032 60	1,032 60	1.50
7,900 00	90.81	269.98	7,058 43	-0 38	-1,084.04	1,084 04	0.00
8,000.00	90 81	269 98	7,057.02	-0.41	-1,184 03	1,184.03	0.00
8,100.00	90.81	269.98	7,055 61	-0.45	-1,284.02	1,284.02	0.00
8,200.00	90.81	269.98	7,054.20	-0.48	-1,384 01	1,384.01	0.00
8,300.00	90 81	269.98	7,052.79	-0.52	-1,484 00	1,484.00	0.00
8,400 00	90.81	269.98	7,051.37	-0.55	-1,583.99	1,583.99	0.00
8,500.00	90 81	269 98	7,049 96	-0 59	-1,683.98	_ 1,683 98	0.00
8,600 00	90.81	269.98	7,048.55	-0.62	-1,783.97	1,783.97	0 00
		** * ** ** ****************************			.,	.,	

**WHS** Pathfinder Survey Report

Company: I.B. Mack Energy
Project: Eddy,County
Site: Cowboys Federal Com #1H
Wellbore: Original Hole
Design: Plan #1

Local Co-ordinate Reference: | Welli Cowboys Federal Com #1H |
TVD Reference: | EST RKB @ 3689 50ft |
MD Reference:	EST RKB @ 3689 50ft
North Reference:	Grid
Survey Calculation Method:	Minimum Curvature
Database:	EDM 2003 16 Single User Db

Planned Survey							
MD (ft)	inc (°)	Azi (°)	TVD (ft)	N/S (ft)	, E/W (ft)	( × V : Sec	DLeg /100ft)
8,700.00	90.81	269 98	7.047.14	-0.66	-1,883.96	1,883.96	0.00
8,800.00	90.81	269.98	7,045.73	-0 69	-1,983 95	1,983.95	0.00
8,816.05	90.81	269 98	7,045.50	-0.70	-2,000.00	2,000 00	0.00
8,819.41	90 86	269 98	7,045.45	-0.70	-2,003 36	2,003.36	1 50
8,900 00	90.86	269 98	7,044 24	-0 73	-2,083.94	2,083.94	0.00
9,000.00	90.86	269.98	7,042 74	-0.76	-2,183.93	2,183.93	0.00
9,100.00	90.86	269.98	7,041 24	-0.80	-2,283.92	2,283 92	0.00
9,200.00	90.86	269.98	7,039 74	-0 83	-2,383 91	2,383.91	0.00
9,300 00	90.86	269 98	7,038.24	-0.87	-2,483.90	2,483.90	0.00
9,400 00	90.86	269.98	7,036 74	-0 90	-2,583.89	2,583.89	0.00
9,500.00	90.86	269.98	7,035 24	-0 94	-2,683.88	2,683 88	0.00
9,600 00	90.86	269 98	7,033 74	-0 97	-2,783.86	- 2,783.86	0.00
9,700 00	90.86	269.98 -	7,032 24	-1.01	-2,883.85	2,883.85	0.00
9,800.00	90 86	269.98	7,030 74	-1 04	-2,983.84	2,983.84	0.0
9,816.16	90 86	- 269.98 -	7,030.50	-1 05	-3,000 00	3,000 00	0.0
9,843 25	91.27	269.98	7,030 00	-1.06	-3,027.09	3,027.09	1.50
9,900 00	91.27	269 98	7,028.74	-1 08	-3,083 82	3,083.82	0.00
10,000.00	91.27	269.98	7,026.53	-1.11	-3,183.80	3,183.80	0.0
10,100 00	91.27	269 98	7,024 33	-1.15	-3,283.77	3,283.77	0.0
10,200 00	91.27	269.98	7,022.12	-1 18	-3,383 75	3,383.75	0.00
10,300.00	91 27	269 98	7,019.91	-1 22	-3,483.72	3,483 72	0.00
10,400.00	91.27	269.98	7,017 70	-1.25	-3,583 70	3,583.70	0.00
10,500.00	91 27	269.98	7,015.49	-1 29 ´	-3,683.68	3,683.68	0.0
10,600 00	91.27	269.98	7,013.28	-1.32	-3,783.65	3,783 65	- 0 0
10,700.00	91.27	269 98 .	7,011 07	-1 36	-3,883.63	3,883 63	0.0
10,800.00	91.27	269.98	7,008 86	-1.39	-3,983.60	3,983.60	0.00
10,816 40	91.27	269.98	7,008.50	-1.40	-4,000.00	4,000.00	0.0
10,819.16	91.31	269.97	7,008 44	-1 40	-4,002.75	4,002 75	1.5
10,900 00	91.31	269.97	7,006.60	-1.44 <sup>-</sup>	-4,083.58	4,083 58	0.0
11,000 00	91 31	269.97	7,004 32	-1.49	-4,183 55	4,183 55	0 0
11,100.00	91.31	269.97	7,002.04	-1.54	-4,283.52	4,283 52	0.00
11,200 00	91.31	269.97	6,999.76	-1.59	-4,383 50	4,383 50	0.00
11,300 00	91 31	269 97	6,997.48	-1.64	-4,483 47	4,483 47	0.0
11,400 00	91.31	269 97	6,995 20	-1 68	-4,583 45	4,583.45	0.0
11,430.56	91.31	269.97	6,994.50	-1 70	-4,614.00	4,614.00	0.00

#### WHS

#### Pathfinder Survey Report

Target Name	p Angle D	ip Dir.	TVD (ft)	+N/-S (ft)*	+E/-W * (ft)	Northing (ft) /-	Easting:	Latitude	:Longitude
LT4 (CFC#1) @ 4000 - plan hits target - Point	0.00	0 00	7,008.50	-1.40	-4,000 00	701,347.304	570,963.100	32° 55' 40.317 N	104° 6' 7.406 W
LT1 (CFC#1) @ 1000 - plan hits target - Point	0 00	0 00	7,059.50	-0.35	-1,000 00	701,348.351	573,963 100	32° 55' 40.261 N	104° 5' 32.208 W
LT3 (CFC#1) @ 3000 - plan hits target - Point	0 00	0.00	7,030.50	-1.05	-3,000.00	701,347.653	571,963 100	32° 55′ 40.298 N	104° 5′ 55 673 W
LT2 (CFC#1) @ 2000 - plan hits target - Point	0 00	0 00	7,045.50	-0.70	-2,000.00	701,348 002	572,963 100	32° 55' 40 280 N	104° 5' 43 941 W
LP (CFC#1) - plan hits target - Point	0.00_	0 00	7,061.85	-0.20	-576.16	701,348.500	574,386.940	32° 55' 40 253 N	104° 5' 27 235 W
PBHL (CFC#1) - plan hits target - Point	0 00	0.00	6,994.50	-1 70	-4,614 00	701,347 000	570,349.100	32° 55' 40.327 N	104° 6′ 14.610 W

Checked By:	Approved By:	Dat	e:

# Attachment to Exhibit #9 NOTES REGARDING THE BLOWOUT PREVENTERS

Cowboys Federal Com #1 Eddy County, New Mexico

- 1. Drilling nipple to be so constructed that it can be removed without use of a welder through rotary table opening, with minimum I.D. equal to preventer bore.
- 2. Wear ring to be properly installed in head.
- 3. Blow out preventer and all fittings must be in good condition, 2000 psi WP minimum.
- 4. All fittings to be flanged.
- 5. Safety valve must be available on rig floor at all times with proper connections, valve to be full 2000 psi WP minimum.
- 6. All choke and fill lines to be securely anchored especially ends of choke lines.
- 7. Equipment through which bit must pass shall be at least as large as the diameter of the casing being drilled through.
- 8. Kelly cock on Kelly.
- 9. Extension wrenches and hands wheels to be properly installed.
- 10. Blow out preventer control to be located as close to driller's position as feasible.
- 11. Blow out preventer closing equipment to include minimum 40-gallon accumulator, two independent sources of pump power on each closing unit installation all API specifications.

Ţ

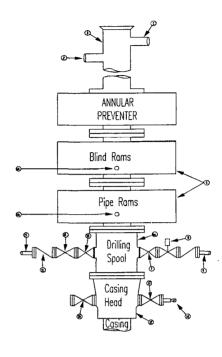
#### **Mack Energy Corporation**

#### **Minimum Blowout Preventer Requirements**

3000 psi Working Pressure 3 MWP EXHIBIT #10

**Stack Requirements** 

NO	Item's	Min.	Min.
NO	items	1	
		I.D.	Nominal
1	Flowline	İ	2"
2	Fill up line	<u> </u>	2"
3	Drilling nipple		
4	Annular preventer		
5	Two single or one dual hydraulically operated rams		
6a	Drilling spool with 2" min. kill line and 3" min choke line outlets		2" Choke
6b	2" min kill line and 3" min choke line outlets in ram. (Alternate to 6a above)		
7	Valve Gate Plug	3 1/8	
8	Gate valve-power operated	3 1/8	
9	Line to choke manifold		3"
10	Valve Gate Plug	2 1/16	
11	Check valve	2 1/16	
- 12	Casing head		
13	Valve Gate Plug	1 13/16	
14	Pressure gauge with needle valve		
15	Kill line to rig mud pump manifold		2"



#### **OPTIONAL**

16	Flanged Volve	1.12/16	
10	Flanged Valve	1 13/10	

#### CONTRACTOR'S OPTION TO FURNISH

- All equipment and connections above bradenhead or casinghead. Working pressure of preventers to be 2000 psi minimum.
- 2 Automatic accumulator (80 gallons, minimum) capable of closing BOP in 30 seconds or less and, holding them closed against full rated working pressure.
- 3 BOP controls, to be located near drillers' position
- Kelly equipped with Kelly cock.
- Inside blowout preventer or its equivalent on derrick floor at all times with proper threads to fit pipe being used.
- 6 Kelly saver-sub equipped with rubber casing protector at all times.
- 7. Plug type blowout preventer tester
- 8: Extra set pipe rams to fit drill pipe in use on location at all times.
- Type RX ring gaskets in place of Type R.

#### MEC TO FURNISH:

- Bradenhead or casing head and side valves.
- Wear bushing If required.

#### GENERAL NOTES

- I Deviations from this drawing may be made only with the express permission of MEC's Drilling Manager.
- 2. All connections, valves, fittings, piping, etc., subject to well or pump pressure must be flanged (suitable clamp connections acceptable) and have minimum working pressure equal to rated working pressure of preventers up through choke valves must be full opening and suitable for high pressure mud service
- Controls to be of standard design and each marked, showing opening and closing position
- Chokes will be positioned so as not to hamper or delay changing of choke beans Replaceable parts for adjustable choke, or bean

- sizes, retainers, and choke wrenches to be conveniently located for immediate use
- 5 All valves to be equipped with hand-wheels or handles ready for immediate use
- 6. Choke lines must be suitably anchored
- 7. Handwheels and extensions to be connected and ready for
- Valves adjacent to drilling spool to be kept open. Use outside valves except for emergency.
- 9 All seamless steel control piping (2000 psi working pressure) to have flexible joints to avoid stress. Hoses will be permitted
- Casinghead connections shall not be used except in case of emergency
- 11. Does not use kill line for routine fill up operations

#### **Mack Energy Corporation**

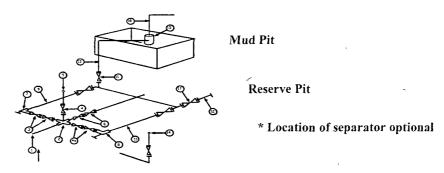
Exhibit #11

MIMIMUM CHOKE MANIFOLD

3,000, 5,000, and 10,000 PSf Working Pressure

3M will be used

3 MWP - 5 MWP - 10 MWP



**Below Substructure** 

#### Mimimum requirements

			18	шинши	a require	ments					
		3,000 MWP 5,000 MWP						10,000 MWP			
No.		I.D.	NOMINAL	Rating	I.D.	Nominal	Rating	1.D.	Nominal	Rating	
l	Line from drilling Spool		3"	3,000		3"	5,000		3"	10,000	
2	Cross 3" x 3" x 3" x 2"			3,000			5,000				
2	Cross 3" x 3" x 3" x 2"									10,000	
3	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000	
4	Valve Gate Plug	1 13/16		3,000	1 13/16		5,000	1 13/16		10,000	
4a	Valves (1)	2 1/16		3,000	2 1/16		5,000	2 1/16		10,000	
5	Pressure Gauge			3,000			5,000			10,000	
6	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000	
7	Adjustable Choke (3)	2"		3,000	2"		5,000	2"		10,000	
8	Adjustable Choke	1"		3,000	1"		5,000	2"		10,000	
9	Line		3"	3,000		3"	5,000		3"	10,000	
10	Line		2"	3.000		2"	5,000		2"	10,000	
11	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000	
12	Line		3"	1,000		3"	1,000		3"	2,000	
13	Line		3"	1,000		3"	1,000		3"	2,000	
14	Remote reading compound Standpipe pressure quage			3,000			5,000		-	10,000	
15	Gas Separator		2' x5'			2' x5'			2' x5'		
16	Line		4"	1,000		4"	1,000		4"	2.000	
17	Valve Gate	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000	

- (1) Only one required in Class 3M
- (2) Gate valves only shall be used for Class 10 M
- (3) Remote operated hydraulic choke required on 5,000 psi and 10,000 psi for drilling

#### **EQUIPMENT SPECIFICATIONS AND INSTALLATION INSTRUCTION**

- All connections in choke manifold shall be welded, studded, flanged or Cameron clamp of comparable rating
- 2 All flanges shall be API 6B or 6BX and ring gaskets shall be API RX or BX. Use only BX for 10 MWP
- 3. All lines shall be securely anchored.
- 4 Chokes shall be equipped with tungsten carbide seats and needles, and replacements shall be available
- 5 Choke manifold pressure and standpipe pressure gauges shall be available at the choke manifold to assist in regulating chokes As an alternate with automatic chokes, a choke manifold pressure gauge shall be located on the rig floor in conjunction with the standpipe pressure gauge.
- 6 Line from drilling spool to choke manifold should bee as straight as possible. Lines downstream from chokes shall make turns by large bends or 90 degree bends using bull plugged tees

# Mack Energy Corporation Onshore Order #6 Hydrogen Sulfide Drilling Operation Plan

#### I. 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:

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

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

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

There will be an initial training session just prior to encountering a known or probable H2S zone (within 3 days or 500 feet) and weekly H2S and well control drills for all personnel in each crew. The initial training session shall include a review of the site specific H2S Drilling Operations Plan and the Public Protection Plan. The concentrations of H2S of wells in this area from surface to TD are low enough that a contingency plan is not required.

# Mack Energy Corporation Onshore Order #6 Hydrogen Sulfide Drilling Operation Plan

#### I. 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:

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

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

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

There will be an initial training session just prior to encountering a known or probable H2S zone (within 3 days or 500 feet) and weekly H2S and well control drills for all personnel in each crew. The initial training session shall include a review of the site specific H2S Drilling Operations Plan and the Public Protection Plan. The concentrations of H2S of wells in this area from surface to TD are low enough that a contingency plan is not required.

#### II. H2S SAFETY EQUIPMENT AND SYSTEMS

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

#### 1. Well Control Equipment:

- A. Flare line.
- B. Choke manifold.
- C. Blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit.
- D. Auxiliary equipment may include if applicable: annular preventer & rotating head

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

A. Mark II Survive air 30-minute units located in the doghouse and at briefing areas, as indicated on well site diagram.

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

A. 1 portable H2S monitors positioned on location for best coverage and response.

These units have warning lights and audible sirens when H2S levels of 20 PPM are reached.

#### 4. Visual warning systems:

- A. Wind direction indicators as shown on well site diagram (Exhibit #8).
- B. Caution/Danger signs (Exhibit #7) shall be posted on roads providing direct access to location. Signs will be painted a high visibility yellow with black lettering of sufficient size to be readable at a reasonable distance from the immediate location. Bilingual signs will be used, when appropriate. See example attached.

#### 5. Mud program:

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

#### 6. Metallurgy:

- A. All drill strings, casings, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold and lines, and valves shall be suitable for H2S service.
- B. All elastomers used for packing and seals shall be H2S trim.

#### 7. Communication:

- A. Radio communications in company vehicles including cellular telephone and 2-way radio.
- B. Land line (telephone) communication at Office.

#### 8. Well testing:

- A. Drill stem testing will be performed with a minimum number of personnel in the immediate vicinity, which are necessary to safely and adequately conduct the test. The drill stem testing will be conducted during daylight hours and formation fluids will not be flowed to the surface. All drill-stem-testing operations conducted in an H2S environment will use the closed chamber method of testing.
- B. There will be no drill stem testing.

#### EXHIBIT #7

#### WARNING

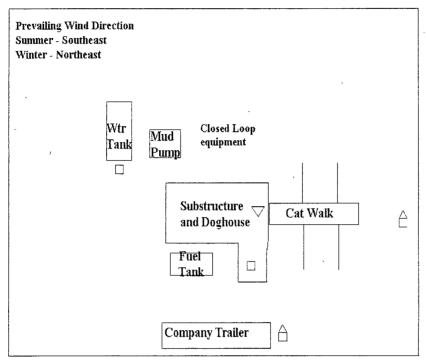
#### YOU ARE ENTERING AN H2S

AUTHORIZED PERSONNEL ONLY

- 1. BEARDS OR CONTACT LENSES NOT ALLOWED
- 2. HARD HATS REQUIRED
- 3. SMOKING IN DESIGNATED AREAS ONLY
- 4. BE WIND CONSCIOUS AT ALL TIMES
- 5. CHECK WITH MACK ENERGY FOREMAN AT OFFICE

MACK ENERGY CORPORATION 1-575-748-1288

# DRILLING LOCATION H2S SAFTY EQUIPMENT Exhibit # 8



- ── H2S Monitors with alarms at the bell nipple
- ☐ Wind Direction Indicators
- Safe Briefing areas with caution signs and breathing equipment min 150 feet from

#### Mack Energy Corporation Call List, Eddy County

Artesia (575)	Cellular	Office	Home
Jim Krogman.	746-5515	748-128,8	746-2674
	746-7889		
Donald Archer	748-7875	748-1288	748-2287
Chris Davis	746-7132	748-1288	
Kevin Garrett.	746-7423	.748-1288	
Agency Call I	<u>.ist (575)</u>		
Artesia			. •
	State Police		746-2703
	City Police		746-2703
	Sheriff's Office		746-9888
	Ambulance		911
	Fire Department		746-2701
	LEPC (Local Emergency Planning C	Committee	746-2122
	NMOCD		748-1283
Carlsb	ad	_	
	State Police		885-3137
	City Police		885-2111
	Sheriff's Office		887-7551
	Ambulance		911
	Fire Department		885-2111
	LEPC (Local Emergency Planning C	Committee	887-3798
	Bureau of Land Management		
•	New Mexico Emergency Response (	Commission	(505)476-9690
	24 Hour		(505)827-9126
	Natonal Emergency Response Cente	r (Washingto	n)(800)424-8802
Emerg	ency Services		
8	Boots & Coots IWC	1-800-256-96	588 or (281)931-8884
	Cudd pressure Control		
	Halliburton		
	B. J. Services		746-3569
	Flight For Life-Lubbock, TX		(806)743-9911
•	Aerocare-Lubbock, TX		
	Med Flight Air Amb-Albuquerque, N		
	Lifeguard Air Med Svc. Albuquerque		
,	Entogadia i in wied ove. inouqueiqu	·, 1 1171	(303)212-3113

#### SURFACE USE AND OPERATING PLAN

#### 1. Existing & Proposed Access Roads

- A. The well site and elevation plat for the proposed well is shown in Exhibit #1. It was staked by John West Engineering, Hobbs, NM.
- B. All roads to the location are shown in Exhibit below. The existing lease roads are illustrated and are adequate for travel during drilling and production operations. Upgrading existing roads prior to drilling well will be done where necessary.
- C. Directions to Location: From the intersection of Hwy 82 and CR 214 go NW on CR 214 6.9 miles, bend right/NE 0.7 miles, turn left/NW 0.2 miles, bend right/NE 0.1 miles, turn left/NW 1748', turn left to location 650' SW.
- D. Routine grading and maintenance of existing roads will be conducted as necessary to maintain their condition as long as any operations continue on this lease.

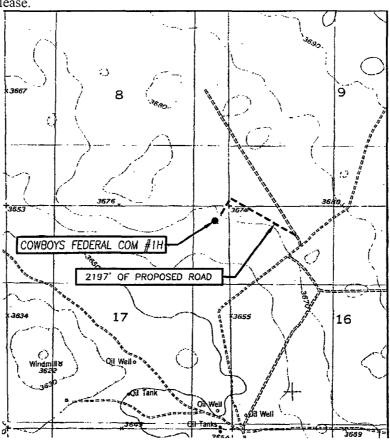


Exhibit #4

## 2. Proposed Access Road: 2197

Exhibit #3 shows the \*\*\overline{\chi} of new access road to be constructed. The road will be constructed as follows:

- A. The Maximum width of the running surface will be 14'. The road will be crowned and ditched and constructed of 6" rolled and compacted caliche.

  Ditches will be at 3:1 slope and 4 feet wide. Water will be diverted where necessary to avoid ponding, prevent erosion, maintain good drainage, and to be consistent with local drainage patterns.
- B. The average grade will be less than 1%.
- C. No turnouts are planned.
- D. No culverts, cattleguard, gates, low water crossings or fence cuts are necessary.
- E. Surfacing material will consist of native caliche. Caliche will be obtained from the nearest BLM approved caliche pit.
- F. The proposed access road as shown in Exhibit #3 has been centerline flagged by John West Engineering, Hobbs, New Mexico.

#### 3. Location of Existing Wells & Proposed flow lines for New Wells:

Exhibit #4 shows all existing wells within a one-mile radius of this well. Proposed flow lines, will stay on location production facility will be constructed.

#### 4. Location of Existing and/or Proposed Facilities:

- A. Mack Energy Corporation does not operate a production facility on this lease.
- B. If the well is productive, contemplated facilities will be as follows:
  - 1) Abo Completion: Will be sent to the Cowboys Federal Com TB located at the #1 well. The Facility is shown in Exhibit #5.
  - 2) The tank battery and facilities including all flow lines and piping will be installed according to API specifications.
  - 3) Any additional caliche will be obtained from a BLM approved caliche pit. Any additional construction materials will be purchased from contractors.

4) It will be necessary to run electric power if this well is productive. Power will be run by CVE and they will send in a separate plan for power.

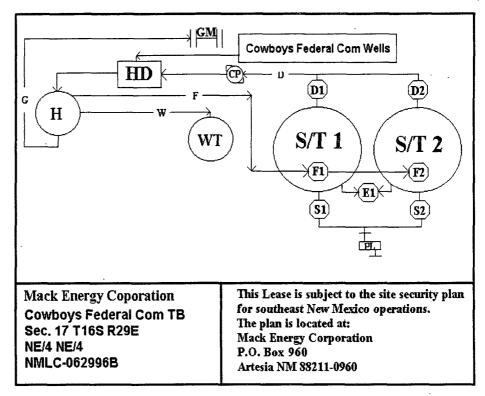


Exhibit #5

- A. If the well is productive, rehabilitation plans are as follows:
  - 1) Topsoil removed from the drill site will be used to recontour the surrounding area to the original natural level, as nearly as possible, and reseeded as per BLM specifications.

#### 5. Location and Type of Water Supply:

The well will be drilled with combination brine and fresh water mud system as outlined in the drilling program. The water will be obtained from commercial water stations in the area and hauled to location by transport truck over the existing and proposed access roads shown in Exhibit #4. If a commercial fresh water source is nearby, fasline may be laid along existing road ROW's and fresh water pumped to the well. No water well will be drilled on the location.

#### 6. Source of Construction Materials:

All caliche required for construction of the drill pad and proposed new access road (approximately 2500 cubic yards) will be obtained from a BLM approved caliche pit.

#### 7. Methods of Handling Water Disposal:

- A. Drill cuttings not retained for evaluation purposes will be disposed into the steel tanks and hauled to an approved facility.
- B. Drilling fluids will be contained in steel tanks using a closed loop system.
- C. Water produced from the well during completion may be disposed into a steel tank. After the well is permanently placed on production, produced water will be collected in tanks (fiberglass) until pumped to an approved disposal system; produced oil will be collected in steel tanks until sold.
- D. Garbage and trash produced during drilling or completion operations will be collected in a trash bin and hauled to an approved landfill. All water and fluids will be disposed of into an approved facility. No toxic waste or hazardous chemicals will be produced by this operation.
- E. After the rig is moved out and the well is either completed or abandoned, all waste materials will be cleaned up within 30 days. In the event of a dry hole only a dry hole marker will remain.

#### 8. Ancillary Facilities:

No airstrip, campsite or other facilities will be built as a result of the operation on this well.

#### 9. Well Site Layout:

- A. The drill pad layout, with elevations staked by John West Engineering, is shown in Exhibit #6. Dimensions of the pad are shown. Topsoil, if available, will be stockpiled per BLM specifications. Because the pad is almost level no major cuts will be required.
- B. Diagram below shows the proposed orientation of the location. No permanent living facilities are planned, but a temporary foreman/toolpusher's trailer will be on location during the drilling operations.

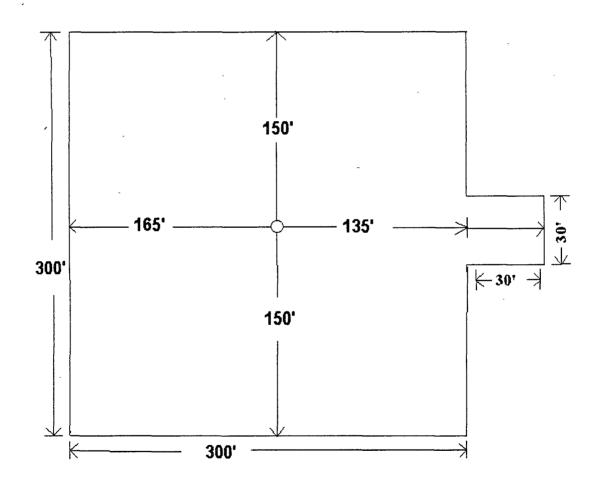


Exhibit #6

#### 10. Plans for Restoration of the Surface:

- A. Upon completion of the proposed operations, if the well is completed, any additional caliche required for facilities will be obtained from a BLM approved caliche pit.
- B. In the event of a dry hole. Topsoil removed from the drill site will be used to recontour the area to its original natural level and reseeded as per BLM specifications.

#### 11. Surface Ownership:

The well site and lease is located entirely on Federal surface. We have notified the surface lessee of the impending operations. According to BLM the lease is Bogel Limited Company, Lewis Derrick, P.O. Box 460 Dexter, NM 88230.

#### 12. Other Information:

- A. The area around the well site is grassland and the topsoil is sandy. The vegetation is native scrub grass with sagebrush.
- B. There is no permanent or live water in the immediate area.
- C. A Cultural Resources Examination has been requested and will be forwarded to your office in the near future.

#### 13. Lessee's and Operator's Representative:

The Mack Energy Corporation representative responsible for assuring compliance with the surface use plan is as follows:

Jerry W. Sherrell Mack Energy Corporation P.O. Box 960 Artesia, NM 88211-0960 Phone (575) 748-1288 (office)

#### **CERTIFICATION**

I hereby certify that I, or person under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this APD are to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by Mack Energy Corporation and its contractors and subcontractors in conformity with this plan and the terms and conditions which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

Date: 4-24-08

Signed:

Jerry W. Sherrell

# PECOS DISTRICT CONDITIONS OF APPROVAL

OPERATOR'S NAME:

LEASE NO.:

WELL NAME & NO.:

SURFACE HOLE FOOTAGE:

BOTTOM HOLE FOOTAGE

LOCATION:

COUNTY:

Mack Energy Corporation

NMLC-062996B

Cowboys Federal Com # 1

355' FNL & 330' FEL

355' FNL & 330' FWL

Section 17, T. 16 S., R 29 E., NMPM

Eddy County, New Mexico

#### TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

General Provisions
Permit Expiration
Archaeology, Paleontology, and Historical Site
Noxious Weeds
Special Requirements
Playas
⊠ Construction
Notification
Topsoil
Closed Loop System
Federal Mineral Material Pits
Well Pads
Roads
<b>⊠</b> Road Section Diagram
∑ Drilling
Production (Post Drilling)
Well Structures & Facilities
Pipelines
Electric Lines
Closed Loop System/Interim Reclamation
Final Abandonment/Reclamation

#### I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

#### II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

#### III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

#### IV. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

#### V. SPECIAL REQUIREMENT(S)

**Mitigation Measures:** The mitigation measures include the Pecos District Conditions of Approval, the standard stipulations for access roads and some of the locations will need stipulations on them for nearby playas. The wells that need mitigation for playas and hydrological concerns are listed below:

Cowboys Federal Com. #1: This well pad location needs to have a berm placed around the east, south, and western side of the proposed location. This will help to minimize erosion or loss of sediments into the nearby playa as well as reduce the chance of contaminating the playas in case of a spill of any hydrocarbons or salts on the well pad location itself.

Cowboys Federal Com. #1: V-door East

#### VI. CONSTRUCTION

#### A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (505) 234-5972 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

#### B. TOPSOIL

The operator shall stockpile the topsoil of the well pad. The topsoil shall not be used to backfill the reserve pit and will be used for interim and final reclamation.

#### C. Closed Loop System

Cowboys Federal Com. #1: V-door East

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

#### D. FEDERAL MINERAL MATERIALS PIT

If the operator elects to surface the access road and/or well pad, mineral materials extracted during construction of the reserve pit may be used for surfacing the well pad and access road and other facilities on the lease.

Payment shall be made to the BLM prior to removal of any additional federal mineral materials from any site other than the reserve pit. Call the Carlsbad Field Office at (505) 234-5972.

#### E. WELL PAD SURFACING

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation.

The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

#### F. ON LEASE ACCESS ROADS

#### Road Width

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed thirty (30) feet.

#### Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

#### Crowning

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

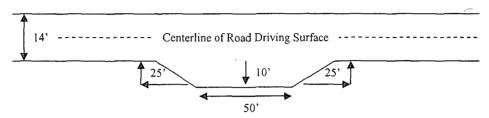
#### Ditching

Ditching shall be required on both sides of the road.

#### **Turnouts**

Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall be constructed on all blind curves. Turnouts shall conform to the following diagram:

#### Standard Turnout - Plan View

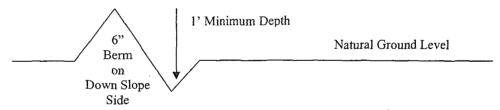


#### Drainage

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outsloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

#### Cross Section of a Typical Lead-off Ditch



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

#### Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

400 foot road with 4% road slope:  $\frac{400'}{4\%}$  + 100' = 200' lead-off ditch interval

#### **Culvert Installations**

Appropriately sized culvert(s) shall be installed at the deep waterway channel flow crossing.

#### Cattleguards

An appropriately sized cattleguard(s) sufficient to carry out the project shall be installed and maintained at fence crossing(s).

Any existing cattleguard(s) on the access road shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattleguard(s) that are in place and are utilized during lease operations.

A gate shall be constructed and fastened securely to H-braces.

#### Fence Requirement

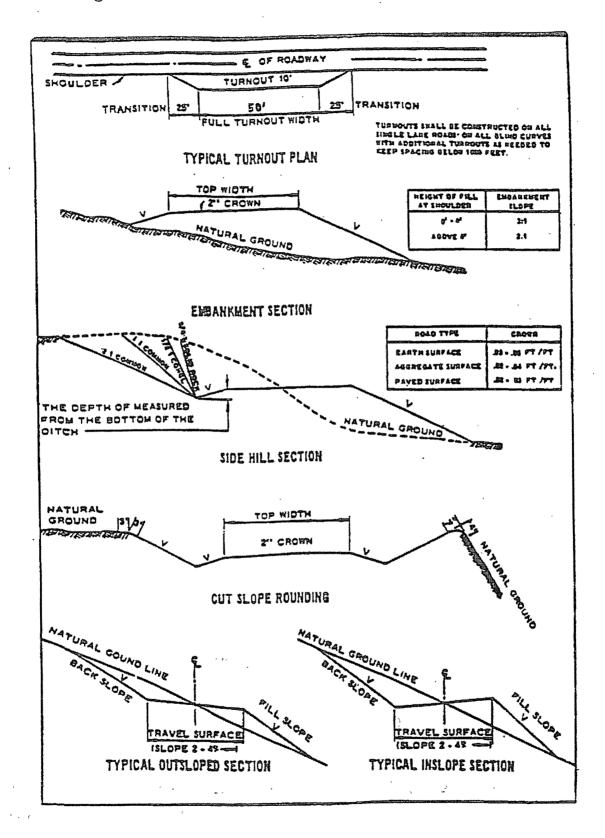
Where entry is required across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting.

The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fence(s).

#### **Public Access**

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

Figure 1 – Cross Sections and Plans For Typical Road Sections



#### VII. DRILLING

#### A. DRILLING OPERATIONS REQUIREMENTS

The BLM is to be notified a minimum of 4 hours in advance for a representative to witness:

- a. Spudding well
- b. Setting and/or Cementing of all casing strings
- c. BOPE tests

#### **Eddy County**

Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822

- 1. Although Hydrogen Sulfide has not been reported in this section, it is always a possible hazard. It has been reported in the Township to the east. If Hydrogen Sulfide is encountered, please report measured amounts and formations to the BLM.
- 2. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.

#### B. CASING

Changes to the approved APD casing and cement program require submitting a sundry and receiving approval prior to work. Failure to obtain approval prior to work will result in an Incident of Non-Compliance being issued.

Centralizers required on surface casing per Onshore Order 2.III.B.1.f.

Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string.

No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.

Possible lost circulation in the Grayburg and San Andres formations. Possible brine and water flows in the Salado and Artesia Groups.

1. The 13-3/8 inch surface casing shall be set at approximately 380 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface.

- a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with a surface log readout will be used or a cement bond log shall be run to verify the top of the cement.
- b. Wait on cement (WOC) time for a primary cement job will be a minimum 18 hours for a water basin, 24 hours in the potash area, or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement).
- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 8-5/8 inch intermediate casing is:
  - Cement to surface. If cement does not circulate see B.1.a-d above.
- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is:
  - Cement to surface. If cement does not circulate, contact the appropriate BLM office.

Centralizers required on horizontal leg, must be type for horizontal service and minimum of one every other joint.

4. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.

#### C. PRESSURE CONTROL

1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17. 3M system being tested as 2M – meets minimum requirements.

- 2. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
  - a. The tests shall be done by an independent service company.
  - b. The results of the test shall be reported to the appropriate BLM office.
  - c. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
  - d. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug.
  - e. A variance to test the surface casing and BOP/BOPE (entire system) to the reduced pressure of 1000 psi with the rig pumps is approved.

#### D. DRILL STEM TEST

If drill stem tests are performed, Onshore Order 2.III.D shall be followed.

WWI 061308

#### VIII. PRODUCTION (POST DRILLING)

#### A. WELL STRUCTURES & FACILITIES

#### **Placement of Production Facilities**

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

#### **Containment Structures**

The containment structure shall be constructed to hold the capacity of the entire contents of the largest tank, plus 24 hour production, unless more stringent protective requirements are deemed necessary by the Authorized Officer.

#### Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color Shale Green, Munsell Soil Color Chart # 5Y 4/2

- B. PIPELINES
- C. ELECTRIC LINES

#### IX. INTERIM RECLAMATION & RESERVE PIT CLOSURE

#### A. INTERIM RECLAMATION

If the well is a producer, interim reclamation shall be conducted on the well site in accordance with the orders of the Authorized Officer. The operator shall submit a Sundry Notices and Reports on Wells (Notice of Intent), Form 3160-5, prior to conducting interim reclamation.

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

The operators should work with BLM surface management specialists to devise the best strategies to reduce the size of the location. Any reductions should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

#### Seed Mixture 4, for Gypsum Sites

The holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)\* per acre. There shall be <u>no</u> primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed will be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed will be either certified or registered seed. The seed container will be tagged in accordance with State law(s) and available for inspection by the authorized officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). The holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. The seeding will be repeated until a satisfactory stand is established as determined by the authorized officer. Evaluation of growth will not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed\* per acre:

Species	<u>lb/acre</u>
Alkali Sacaton (Sporobolus airoides)	1.0
DWS⊆ Four-wing saltbush (Atriplex canescens)	5.0

⊆DWS: DeWinged Seed

Pounds of seed x percent purity x percent germination = pounds pure live seed (Insert Seed Mixture Here)

<sup>\*</sup>Pounds of pure live seed:

### X. FINAL ABANDONMENT & REHABILITATION REQUIREMENTS

Upon abandonment of the well and/or when the access road is no longer in service the Authorized Officer shall issue instructions and/or orders for surface reclamation and restoration of all disturbed areas.

On private surface/federal mineral estate land the reclamation procedures on the road and well pad shall be accomplished in accordance with the private surface land owner agreement.