District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III

Date: 7-01-05

Phone: 505-486-1701

State of New Mexico Energy Minerals and Natural Resources

May 27, 2004 Submit to appropriate District Office

Oil Conservation Division 1220 South St./Francis Dr. Santa Fe, NM-87505

Form C-101

1000 Rio Brazos Road, Aztec, NM 87410 ☐ AMENDED REPORT District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN PLUGBAC Operator Name and Address BLUE DOLPHIN PRODUCTION,LLC 609 S. KELLY, SUITE F1 EDMOND, OK 73003 405-285-5388 Property Name EL POSO Property Code 10 Proposed Pool 2 <sup>9</sup> Proposed Pool 1 WILDCAT-GREENHORN **Surface Location** Lot Idn Feet from the North/South line Feet from the East/West line UL or lot no. Section Township Range County 28N 1E 530 NORTH 1765 WEST RIO ARRIBA C14 <sup>8</sup> Proposed Bottom Hole Location If Different From Surface Lot Idn Feet from the North/South line East/West line UL or lot no. Township Range Feet from the Section County Additional Well Information Well Type Code Cable/Rotary Lease Type Code Ground Level Elevation Work Type Code R 7196 N <sup>6</sup> Multiple Proposed Depth Formation Contractor Spud Date 1900 GREENHORN CHIHUAHUA DRLG. SERVICE 8-5-05 N Distance from nearest fresh water well Depth to Groundwater Distance from nearest surface water >100 1000 >1000° 20 mils thick Clay 🔲 Pit Volume: 160 bbls Drilling Method: ROTARY RIG Pit: Liner: Synthetic XX Fresh Water X Brine Diesel/Oil-based Gas/Air Closed-Loop System Proposed Casing and Cement Program Hole Size Casing Size Casing weight/foot Setting Depth Sacks of Cement Estimated TOC 10-3/4" 8-5/8" 32.0 165' 110 **SURF** 7-7/8" 5-1/2" 15.5 1900' 300 SURF Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive 22 zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. SURFACE HOLE TO BE DRILLED w/ FRESH WATER. SURF CSG CMT BASED ON 100% EXCESS OVER GAUGE HOLE. CMT 1.18 CU.FT./SX. 23 INSTALL RENGEN 2000# 1000# TEST ANNULAR BOP. 24 7-7/8" HOLE TO BE DRILLED w/ FRESH WATER MUD & GEL TO BE MIXED TO MAINTAIN 9.1 PPG & 70 VIS. 25 26 OPEN HOLE LOGS WILL BE RUN TO EVALUATE WELL. IES-GR-SP-CAL-COMP DENSITY-COMP NEUTRON 27 LONG STRING CMT VOL BASED ON 1200' LEAD SLURRY YIELD 2.24 CU.FT/SX AND 700' TAIL SLURRY YIELD 1.18 CU.FT/SX. FINAL CMT VOLUME TO BE CALCULATED USING 30% EXCESS OVER CALIPER. 28 29 30 <sup>23</sup> I hereby certify that the information given above is true and complete to the OIL CONSERVATION DIVISION best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines X, a general permit , or Approved by an (attached) alternative OCD-approved plan . ESPECTOR. DIST. CO Printed name: BRADLEY W. SALZMAN 6 200A Title: CONSULTANT Approval Date: E-mail Address: brads@titusconsulting.net

Conditions of Approval Attached

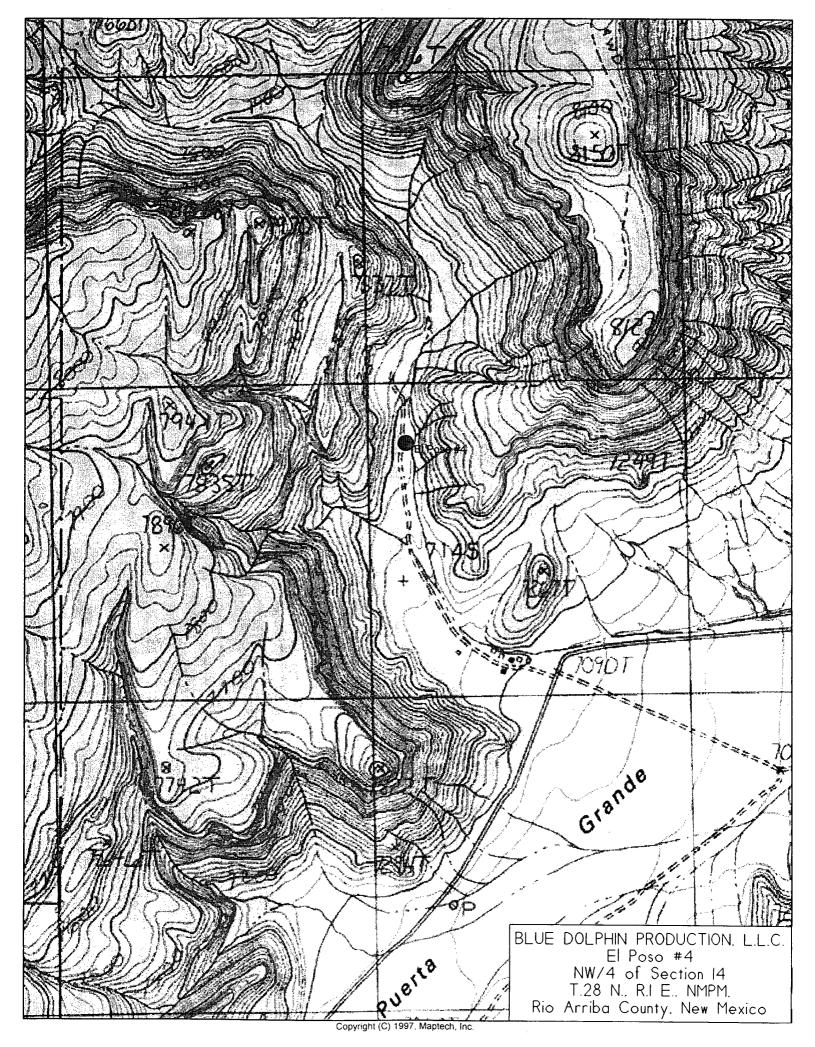
## State of New Mexico Energy. Minerals & Mining Resources Department OIL CONSERVĂTION DIVISION 2040 South Pacheco

Santa Fe. NM 87505 MENDED REPORT WELL LOCATION AND ACREAGE DEDICATION PLAT APA Number WC 28NIE ELPASO; Treenhan 97466 Property Code Well Number Property Name El Poso 34742 4 QGRID No. Bevotion Operator Name 276 BLUE DOLPHIN PRODUCTION, LLC 7196 Surface Location Feet from North/South | Feet from > County UL or Lot Sec. Lot lan East/West Twp. Rge. C 14 28 N. 530 **NORTH** WEST 1765 IE. Rio Arriba Bottom Hole Location If Different From Surface Feet from> North/South Feet from> UL or Lot Sec. Tup. Rge. Lat lan East/West County **Dedication** Order No. Joint ? Consolidation NO ALLOWABLE WILL ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION 5280 East OPERATOR CERTIFICATION NAD 27 I hereby certify that the information d m s contained herein is true and complete to the best of my knowledge and 1765 36 38 42.293 N EP 4 belef. 106 47 58.784° W 5280 SURVEYOR CERTIFICATION I hereby certify that the well location on this plat was plotted from field notes of actual surveys made by me protracted section or under my supervision, and that the same is true and correct to the best of my belief. ш Date of Survey 04/14/05 0.0 ш ਨ Signature and Support Z Ö 6844 ERED LAND

5280

East

El Poso # 4 well pad and section flagged limits lime green 40 divert drain 0' front Scale I 98 cut 10° offset⊡ 50. ŧi∥ □ set stake & pin flag pink 85. 96. 7196 right left 75 t-post .09 94'-\$2: HUDOLESTON геаг FERFO LAND section



## Well Control Equipment Schematic for 2M Service

