1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources RECEIVED

Form C-101 May 27, 2004

Oil Conservation Division 1220 South St. Francis Dr.

MAR 1 7 2005

Submit to appropriate District Office

Santa Fe, NM 87505

☐ AMENDED REPORT

Operator Name and Address Tred F. Pool, III P.O. Box 132 Roswell, NM 88202 Property Code Property Name Kells State Southeast Acme San Andres Surface Location 185217 OGRID Number Well Number Well No. 4 Proposed Pool 2	8						
Property Code Proposed Pool 1 Southeast Acme Proposed Pool 1 Southeast Acme Proposed Pool 2 Southeast Acme Proposed Pool 2	<u>u</u>						
Southeast Acme San Andres							
Southeast Acme San Andres	4						
7 Cambras V sacrian	· Proposed Pool 2						
OCHOOL STREET							
	unty						
<u>H 14 8S 27E 2310 N 990 E Chav</u>	'es						
8 Proposed Bottom Hole Location If Different From Surface							
UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line Cou	County						
Additional Well Information							
11 Work Type Code 12 Well Type Code 15 Cable/Rotary 14 Lease Type Code 15 Ground Level Elev S 3 9 4 2	vation						
Multiple 17 Proposed Depth 18 Formation 19 Contractor 20 Spud Date	2005						
No 2400 San Andres United April 22, 2 Depth to Groundwater 200+ Distance from nearest fresh water well 1.5+ Mi Distance from nearest surface water N/A							
	7						
Pit Liner: Synthetic 12 mils thick Clay Pit Volume: 500 bbls Drilling Method:							
Closed-Loop System Fresh Water Brine Diesel/Oil-based Gas/Air Closed-Loop System Closed-Coil-based Gas/Air Closed-Coil-based Gas/Air							
21 Proposed Casing and Cement Program							
Hole Size Casing Size Casing weight/foot Setting Depth Sacks of Cement Estimated T							
12 1/4 8 5/8 24 # 3/00@45c' 300 Surface 7 7/8 4 1/2 10.5# 2400 150 1500	}						
7 7/8 4 1/2 10.5# 2400 150 1500							
Drill & complete San Andres oil well. BOP program attached.	ECEIV MAR 28						
of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines a general pessent or an (attached) alternative OCD-approved plan . Printed name: Fred F. Pool, III Title: ADD DISTRICT II SUPERVISOR	R 1 200						
constructed according to NMOCD guidelines a general person of an (attached) alternative OCD-approved plan . Approved by: Printed name: Approved by: TIM W. GUM Title: APR DISTRICT II SUPERVISO	R 1 200						

PO Box 1980, Hobbs, NM \$8241-1980 District II PO Drawer DD, Artesia, NM 88211-0719 District III

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised February 10. 1994 instructions on back

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED PEROPT

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088 1000 Rio Brazos Rd., Aztec, NM 87410 District IV

O Box 2088, San	ta Fe, NM	875 04-208 1	8									L.	JAME	NDED REPORT	
		V	VELI	L LO	CATI	ON	AND ACE	REA	GE DEDI	CAT	TON PL	AT.			
AFI Number					Code		³ Pool Name								
				·· <u>·· · · · · · · · · · · · · · · · · </u>	٠	***************************************			h Acme	San	Andre	S			
* Property Code							* Property	Name					•	Well Number	
Kells State					te		10	N						* Elevation	
'OGRID No. 185217 Fred F.					001	T T 1	* Operator	Manne				i	2	942	
10311	·						10 Surface	Loc	ation					942	
UL or let po.	Section	Towns	is R	lange	Lot le	46	Feet from the	·	th/South lize	Fee	from the	East/Wes	t line	County	
Н	14	8-S	- 1	7-E			2310	No	rth	و	90	East	;	Chaves	
11 Bottom Hole Location If Different From Surface															
UL or lot no. Section		Township		lange	Lot le		Feet from the		th/South line		t from the	East/Wes	t line	County	
	l					- 1						ļ			
¹³ Dedicated Act 4 0	res ¹³ Joint	or infil	¹⁴ Con	solidatio	a Code	" Or	der No.			<u>. </u>		4 20 20			
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															
16	***************************************				T			- 1					CER	TIFICATION	
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											Certificate N	jumber		8112	

BOX 22 - (Addition Sheets)

The well will be drilled from surface to T.D. using air rotary drilling method. Foam/mist will be added to the air to keep down the dust and help clean the hole. No mud will be used.

The surface casing will be cemented with approximately 200 sx. Of Class C cement with 3% CaCl mixed at 14. 8 ppg to yield 1.35 cu.ft./sack.

The production casing will be cemented with approximately 150 sx. Of "50:50" Poz:Class C cement mixed at 14.4 ppg to yield 1.31. cu. ft./sack.

BLIND Bails

P.O. Box 132 Roswell, NM 88202 (505) 623-4667

March 24, 2005

State of New Mexico Energy, Minerals and Natural Resources Department Oil Conservation Division, District II 1301 W. Grand Avenue Artesia, NM 88210

RECEIVED

MAR 2 8 2005

DOD MOTERIN

RE:

Application for Permit To Drill

Kells State #4 Rule 118

Ladies and Gentlemen:

Please find enclosed my C-101 accompanied by a C-102 for the above referenced well.

After reviewing the requirements of Rule 118, I have determined that at this point the Kells State #4 does not meet the criteria for Rule 118.

In the future if the conditions dictate, I will submit the required documents as stipulated by Rule 118.

Sincerely,

Fred F. Pool, III