Form 3169-3 (Decer..ber 1990)

CONDITIONS OF APPROVAL, IF ANY:

N.N	1. Oll	Cons.	Divisio
811	S. 15	C†	

	ND MANAGEMENT	reverse side)	5.LEASE	TESIA NW S	
APPLICATION FOR PERM	IT TO DRILL OR D	EEPENOCIVED	LC 029	DIAM, ALLOTTEE OR :	31
a TYPE OF WORK: DRILL	DEEPEN	RECEIVED	NA	DIAM, ADDOTTER OR :	TRIBE MARK
b. TYPE OF WELL:  OIL  WELL  Other  Other	SINGLE ZONE	1997-1111 9 A 9:	NA	AGREMENT HAME	
NAME OF OPERATOR				OR LEASE NAME, WELL	
DEVON ENERGY CORPO		37 AND M	411.	"B" #115	0057
ADDRESS AND TELEPHONE NO.	E 1500, OKC, OK 73102 (40	UREAU UF L OFFIC	9.API W		2011
LOCATION OF WELL (Perpet leasting cleanly and in	E 1500, OKC, OK 73102 (40	J5) <b>552-4560</b>	10.FIEL	0 - 0/5 - 5	, ,
LOCATION OF WELL (Report location clearly and in a At surface 1050' FNL & 25' FWL	ccordance with any state require	TT TO		BURG-JACKSON	
UNORTHODOX LOCATION			11.5EC.	T.,R.,M.,OR BLOCK	AND SURVEY OR AREA
At top proposed prod. zone (SAME)		PROVAL	SECTI	ON 20 -T17 S - R3	1 E
	BY STA	IE V			
4.DISTANCE IN HILES AND DIRECTION FROM MEAREST TOWN OF miles east & 1 mile north of Loco Hills, N.M.	R POST OFFICE*		EDDY	MTY OR PARISH	13. STATE
indes east & 1 mile north of 150co 11ms, 14.141.					
5. DISTANCE FROM PROPOSED	16.NO. OF ACRES IN LEASE	<b>A</b>		17.NO. OF ACRES	
LOCATION TO MEAREST PROPERTY OF LEASE LINE, FT. 25'	609.43	<b>.</b>		TO THIS WELL	•
(Also to nearest drie, unit line if any)  8. DISTANCE FROM PROPOSED LOCATION*	19.PROPOSED DEPTE				
TO MEAREST WELL, DRILLING, COMPLETED,	4200'	RECEIVED		Rotary or C	LELE TOOLS.
OR APPLIED FOR, ON THIS LEASE, FT. 600'		OCD ARTESIA	W		
1.ELEVATIONS (Show whether DF, RT, GR, etc.) 663'		000 7		APPROX. DATE WORK tober 1, 199	
	<b>POSWELL</b> CONTROL	IFD WATER BAC	124		,
			814		
SIZE OF HOLE GRADE, SIZE OF CASING	PROPOSED CASING AND CE	MENTING PROGRAM SETTING DEPTE		OTTANETA	Y OF CENTRY
7 1/2" 13 3/8" H-40	48.0#	401		Commented to surfac	
2 1/4" 8 5/8" J-55	24.0#		E88	125 sk PSL C + 200	
7/8" 5 1/2" J-55	15.5#	4200'			sk Cl E w/10% Gypsu
	1	1	L		
We plan to circulate cement to surface on all	casing strings. Devon En	ergy Corporation (Nev	ada) pro	poses to drill to	4200' to test
the Grayburg-Jackson formation for comme	rcial quantities of oil. If t	he Grayburg-Jackson i	s deemed	l non-commerci	al, the
wellbore will be plugged and abandoned per	Federal Regulations. Pro	grams to adhere to ons	hore oil a	ınd gas regulati	ons are
outlined in the following exhibits and attachn					
<u>Drilling Program</u> Exhibits #1/1-A = Blowout Prevention Equip		igned accepts all applic	able A DDI	ROVAL SUBJI	ECT TO
Exhibit #2 = Location and Elevation Pl	•	lition, stipulations and			
Exhibit #3/3-A = Road Map and Topo Map		concerning operations	GEN	EHAL HEQUI	rements an
Exhibit #4 = Wells Within 1 Mile Radio	thereof es	on the leased land or po described below:	TUSPE	CIAL STIPULI	ations
Exhibit #5 = Production Facilities Plat		C029395-A	ATTA	CHED P	sted IO-1
				CILL P	sled 70-1
	Legal Desci	antion, Section 711-1171			
Exhibit #6 = Rotary Rig Layout		ription: Section 20-T17] rage: Nationwide		<i>^</i>	LAMPI
Exhibit #6 = Rotary Rig Layout Exhibit #7 = Casing Design	Bond Cover	rage: Nationwide		ß	12 9 APT 4-10-98
Exhibit #6 = Rotary Rig Layout	Bond Cover			<i>አ</i>	11 0 HP5 4-10-98 CS)
Exhibit #6 = Rotary Rig Layout Exhibit #7 = Casing Design	Bond Cover	rage: Nationwide		á	4-10-98 W
Exhibit #6 = Rotary Rig Layout Exhibit #7 = Casing Design H2S Operating Plan NABOVE SPACE DESCRIBE PROPOSED PROGRAM	Bond Cover BLM Bond  1: If proposal is to deepen, give	rage: Nationwide No.: CO1104  data on present productive z	one and or	Q 4/5	t/-10-98 Cs) 498
Exhibit #6 = Rotary Rig Layout Exhibit #7 = Casing Design H2S Operating Plan	Bond Cover BLM Bond  1: If proposal is to deepen, give	rage: Nationwide No.: CO1104  data on present productive z	one and or	Q 4/5	t/-10-98 Cs) 498
Exhibit #6 = Rotary Rig Layout Exhibit #7 = Casing Design H2S Operating Plan  NABOVE SPACE DESCRIBE PROPOSED PROGRAM roposal is to drill or deepen directionally, give pertinent by.	Bond Cover BLM Bond 1: If proposal is to deepen, give data on subsurface locations an	rage: Nationwide No.: CO1104  data on present productive zed measured and true vertical	one and pr depths. G	Q 4/5 oposed new produc vive blowout preven	t/-10-98 Cs) 498
Exhibit #6 = Rotary Rig Layout Exhibit #7 = Casing Design H2S Operating Plan NABOVE SPACE DESCRIBE PROPOSED PROGRAM roposal is to drill or deepen directionally, give pertinent	Bond Cover BLM Bond 1: If proposal is to deepen, give data on subsurface locations an	rage: Nationwide No.: CO1104  data on present productive zed measured and true vertical	one and pr depths. G	Q 4/5	t/-10-98 Cs) 498

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

APPROVAL DATE \_\_\_\_

DISTRICT I P. O. Box 1980 Hobbs, NM 88241-1980

Artesia, NM 88211-0719

DISTRICT III 1000 Rio Brazos Rd.

DISTRICT II
P. O. Drawer DD

Aztec, NM 87410

Energy

State of New Mexico
nerals, and Natural Resources Dept .en

Form C-102 Revised 02-10-94 Instructions on back

Submit to the Appropriate District Office State Lease — 4 copies Fee Lease — 3 copies

# OIL CONSERVATION DIVISION

P. O. Box 2088 Santa Fe, New Mexico 87504-2088

AMENDED REPORT

DISTRICT IV P. O. Box 2088 Santa Fe. NM 87507-2088

OPERATOR CERTIFICATION  / hereby certify that the information contained here is true and complete to the best of my innovelage and belief.  Superature  Printed Missy Randy Clackson  Rule District Engineer  Date  7//77  SURVEYOR CERTIFICATION  / hereby certify that the 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.  Data of Burrey  Data of Burrey  SEPTEMBER 28, 1995  Sugnature  NO. 7928  ** VV.NYNN  BEZNER  RO. 7928  ** VV.NYNN  BEZNER  BE	Santa Fe, N		7-2088	VELL LOC	CATION .	AND A	CREAGE D	EDICATIO	N	PLAT		
Property Code   Property Cod	1 API Number			2 Pool Code		3 Pos						
TURNER B  115  **SURFACE LOCATION  **SURFACE LOCATION  **Botton  Township  **D  **D  **TOWNShip  **D  **TOWNShip	<u></u>		1 : :	<u></u>			Grayburg	j Jackso	on			
## SURFACE LOCATION    Company   Com	-		Property N	lame		TUF	RNER B				1	7
"SURFACE LOCATION  The or lot an Section Township 20 IS ASST, N.M.P.M. IS ASST, N.M.	ŀ		* Operator N			_			_		* Elevation	
The or lot no. Section 17 SOUTH SI EAST, N.M.P.M. SI EAST, N.M. SI E	6137							·	lev	ada)	3663	<u>'</u>
D 20 17 SOUTH 31 EAST, N.M.P.M. 1050' NORTH 25' WEST EDDY  "BOTTOM HOLE LOCATION IF DIFFERENT FROM SURFACE  Ut or let no. Section Township Range Lot Me Peet from the North/South Has Feet from the East/Yest Has County  "Dedicated Acress "Jeint or Infill" "Consolidation Code "Order No.  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  OPERATOR CERTIFICATION / American Contained herein is fune and complete to the best of my innowledge and beief.  But the property certify that the information contained herein is fune and complete to the best of my innowledge and beief.  SURVEYOR CERTIFICATION / hereby certify that the well plotted from their not made on the plot was provided by the plotted of the plot was my supervision, and that the same is frue and correct to the best of my beief.  Data of Burvey Supervision, and that the same is frue and correct to the best of my beief.  Data of Burvey Supervision, and that the same is frue and correct to the best of my beief.  W. U. INN. N. Supervision, and that the same is frue and correct to the best of my beief.  Supervision of the desired by the same is frue and correct to the best of my beief.  Data of Burvey Supervision, and that the same is frue and correct to the best of my beief.  Supervision of the desired by the supervision of the same is frue and correct to the best of my beief.  Supervision of the supervision of the same is frue and correct to the best of my beief.  Supervision of the supervision of		r		<u> </u>								
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OPERATOR CERTIFICATION    hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.    Surveys and belief   Bustice   Bu			int or inim	Consolidat	ion Code	" Urder	<b>40.</b>					
OPERATOR CERTIFICATION  / hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.  Bignature  Frankel Nesse  Randy Clackson  Title  District Engineer  Date  7///97  SURVEYOR CERTIFICATION  / hereby certify that the well location shown on this plat was plotted from field notes of octual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.  Date of Burvey  SEPTIMBE 28, 1995  SIGNALLY MY  PRETURE 28, 1995  SIGNALLY MY  SEPTIMBE 28, 1995  SIGNALLY MY  SEPTIMBE 28, 1995  SIGNALLY MY  PRETURE NO. 7926  **  V.ANNIN **  BEZINER  NO. 7926  **  **  **  **  **  **  **  **  **		NO ALI	OWABLE WE SOLIDATED	ELL BE AS: OR A NO	SIGNED TO N-STANDA	O THIS	COMPLETION T HAS BEEN	UNTIL ALI	L IN	TERESTS HA	VE BEEN	
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SURVEYOR CERTIFICATION    hereby certify that the well location shown an this plot 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.    bate of Burney SEPTEMBER 28, 1995	1050		i   		;   					I hereby cert.	ify that the infl ein is true and i	ormation complete
Randy Jackson  Title  District Engineer  Date  7///57  SURVEYOR CERTIFICATION  I hereby certify that the well location shown on this plot 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.  Date of Survey  SEPTEMBER 28, 1995  SIGNALLY SAN SHELDER  NO. 7926  * V.LYNN * BEZINER  NO. 7926  ** V.LYNN * BEZINER  NO. 7926					1 1 1					Signature		
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.  Data of Survey  SEPTEMBRE 28, 1995  Signature and SETURE Protostic structure short of the protostic	25'				ļ 		· <del> </del>			Randy Usa	ackson	· ·
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.  Date of Survey SEPTEMBER 28, 1995  Signature of Street and September 28, 1995  Signature of Street and September 28, 1995  V. LYNN * REZNER NO. 7928  V. LYNN * REZNER NO. 7928					 					Date		r
/ hereby certify that the well location shown on this plot 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.  Data of Survey  SEPTEMBER 28, 1995  Signature and Stilled Professional Michigan Control of the best of my belief.  * V. LYNN * BEZNER NO. 7928 - S. 1920					 							/// //
Date of Survey  SEPTEMBER 28, 1995  Signature and Struct Protestional Survey  NO. 7920  * V. DYNN *  BEZNER  NO. 7920  V. DYNN *  BEZNER  NO. 7920					! ! !					I hereby co	ertify that th	e well
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100 11					+					The state of the s	SYNN *	20_
					<u> </u>				]  -	V. 2 8 4165		7920 / JSJ

#### MINIMUM BLOWOUT PREVENTER REQUIREMENTS

### 3,000 psi Working Pressure

#### 3 MWP

#### STACK REQUIREMENTS

No.	item		Min. I.D.	Min. Nominal
1	Flowline			
2	Fill up line			2*
3	Drilling nipple			
4	Annular preventer			
5	Two single or one dual hy operated rams	draulically		
6 <b>a</b>	Drilling spool with 2" min. 3" min choke line outlets	kill line and		
6b	2" min. kill line and 3" mi outlets in ram. (Alternate	n. choke line		
7	Valve	Gate 🗆 Plug 🗅	3-1/8"	
8	Gate valve—power opera	ted	3-1/8"	
9	Line to choke manifold			3-
10	Valves	Gate 🗆 Plug 🗅	2-1/16"	
11	Check valve		2-1/16"	
12	Casing head			
13	Valve	Gale 🗆 Plug 🗆	1-13/16"	
14	Pressure gauge with need	die valve		
15	Kill line to rig mud pump			2"

<u>3</u>		<u>P</u> <b>S</b>	
	ANNUL AR PREVENTER	•	
<b>(</b>	BLIND RAMS PIPE RAMS		
	DRILLING		
	CASING HEAD	(B)	•

EXHIBIT #1

CONFIGURATION

		OPTIONAL		
16	Flanged valve		1-13/16"	

### CONTRACTOR'S OPTION TO FURNISH:

- All equipment and connections above bradenhead or casinghead. Working pressure of preventers to be 3,000 psi, minimum.
- Automatic accumulator (80 gallon, 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.
- 4. Kelly equipped with Kelly cock.
- 5.Inside blowout prevventer 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.
- 9. Type RX ring gaskets in place of Type R.

#### MEC TO FURNISH:

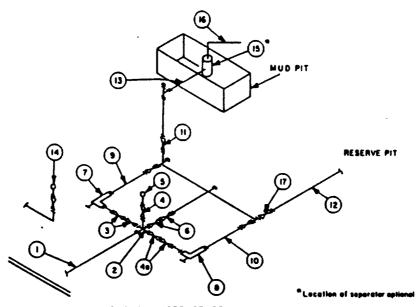
- Bradenhead or casinghead and side valves.
- 2. Wear bushing, if required.

### **GENERAL NOTES:**

- Deviations from this drawing may be made only with the express permission of MEC's Drilling Manager.
- 2.All connections, valves, littings, 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 chore. 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.
- 4.Chokes will be positioned so as not to hamper or delay changing of choke beans. Replaceable parts for adjustable choke, other bean sizes, retainers, and choke wrenches to be conveniently located for immediate use.
- 5.All valves to be equipped with handwheels or handles ready for immediate
- 6. Choke lines must be suitably anchored.

- Handwheels and extensions to be connected and ready for use.
- 8. Valves adjacent to drilling spool to be kept open. Use outside valves except for emergency.
- All seamless steel control piping (3000 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.Do not use kill line for routine fill-up operations.

3 MWP - 5 MWP - 10 MWP



BEYOND SUBSTRUCTURE

			MINI	MUM REQU	HREMENT	\$				
		3,000 MWP			5,000 MWP				10,000 MWF	,
No.		I.D.	NOMINAL	RATING	1.D.	NOMINAL	RATING	I.D.	NOMINAL	RATING
1	Line from drilling spool		3.	3,000		3.	5,000		3.	10,000
2	Cross 3"x3"x3"x2"			3,000			5,000			
	Cross 3"x3"x3"x3"							l		10,000
3	Valves(1) Gate □ Plug □(2)	3-1/8"		3,000	3-1/8*		5,000	3-1/6"		10,000
4	Valve Gate □ Plug □(2)	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	3-1/8"		10,000
5	Pressure Gauge			3,000			5,000			10,000
6	Valves Gale □ Plug □(2)	3-1/6"		3,000	3-1/8"	-	5,000	3-1/8"		10,000
7	Adjustable Choke(3)	2"		3,000	5.		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		5.	3,000		2.	5,000		3.	10,000
11	Valves Gate □ Plug □(2)	3-1/8"		3,000	3-1/8"		5,000	3-1/8"		10,000
12	Lines		3.	1,000		3.	1,000		3*	2,000
13	Lines		3.	1,000		3.	1,000	•	3"	2,000
14	Remote reading compound standpipe pressure gauge			3,000			5,000	·		10,000
15	Gas Separator		2'x5'	Ī		2'x5'			2'x5'	
16	Line		4*	1,000		4*	1,000		4"	2,000
17	Valves Gete ☐ Plug ☐(2)	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 10M.
- (3) Remote operated hydraulic choke required on 5,000 psi and 10,000 psi for drilling.

#### **EQUIPMENT SPECIFICATIONS AND INSTALLATION INSTRUCTIONS**

- 1. 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.
- Choke manifold pressure and standpipe pressure gauges shall be available at the choke manifold to assist in regulating chokes. As an atternate with automatic chokes, a choke manifold pressure gauge shall be located on the rig floor in conjunction with the standpipe pressure gauge.
- Line from drilling spool to choke manifold should be as straight as possible. Lines downstream from chokes shall make turns by large bends or 90° bends using bull plugged tees.
- 7. Discharge lines from chokes, choke bypass and from top of gas separator should vent as far as practical from the well.

## Attachment to Exhibit #1

# NOTES REGARDING BLOWOUT PREVENTORS

Grayburg-Jackson Field Eddy County, New Mexico

- 1. Drilling nipple will be constructed so it can be removed mechanically without the aid of a welder. The minimum internal diameter will equal BOPE bore.
- 2. Wear ring will be properly installed in head.
- 3. Blowout preventor and all associated fittings will be in operable condition to withstand a minimum 3000 psi working pressure.
- 4. All fittings will be flanged.
- 5. A full bore safety valve tested to a minimum 3000 psi W.P. with proper thread connections will be available on the rotary rig floor at all times.
- 6. All choke lines will be anchored to prevent movement.
- 7. All BOP equipment will be equal to or larger in bore than the internal diameter of the last casing string.
- 8. Will maintain a kelly cock attached to the kelly.
- 9. Hand wheels and wrenches will be properly installed and tested for safe operation.
- 10. Hydraulic floor control for blowout preventor will be located as near in proximity to driller's controls as possible.
- 11. All BOP equipment will meet API standards and include a minimum 40 gallon accumulator having two independent means of power to initiate closing operation.