State of New Mexico Submit 3 Copies Energy Ainerals and Natural Resources Department to Appropriate District Office <u>DISTRICT I</u> P.O. Box 1980, Hobbs NM 88240 OIL CONSERVATION DIVISION WELL API NO 2040 South Pacheco 30-015-DISTRICT II 811 South First, Artesia, NM 88210 Santa Fe, New Mexico 87505 5. Indicate Type of Lease FEE DISTRICT III 1000 Rio Brazos Rd, Aztec, NM 87410 6. State Oil & Gas Lease No. B-936 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS). 1. Type Of Well: GAS OIL. \boxtimes Harper State OTHER WEI 8. Well No. 2. Name of Operator Mack Energy Corporation 9. Pool name or Wildcat 3. Address of Operator Loco Hills Paddock P.O. Box 960, Artesia, NM 88211-0960 4. Well Location Feet From The Feet From The Line 16 Eddy Township Range NMPM County Section **4** 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3676 Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: ALTERING CASING PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK PLUG AND ABANDONMENT **TEMPORARILY ABANDON** CHANGE PLANS COMMENCE DRILLING OPNS. PULL OR ALTER CASING CASING TEST AND CEMENT JOB Skid Rig OTHER: OTHER 12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. 9/13/2000 Skid L&M #3 15' to the south and Respud Well. We are planning to use the same procedure in drilling this well as the approved Harper State #4 APD, we are not planning on adding more location just skidding the rig 15'.

I hereby certify that the information above is true and complete so the best of my knowledge and belief.

9/13/2000 **Production Analyst** DATE

TELEPHONE NO. (505)748-1288 Production Analyst TYPE OR PRINT NAME

TITLE .

(This space for State Use)

SIGNATURE -

APPROVED BY

District I PO Box 1980, Hobbs, NM 88241-1980 District II 811 S. 1st Street Artesia, NM 88210 District III 1000 Rio Brazos Rd, Aztec, NM 87410

PO Box 2088, Santa Fe, NM 87504-2088

District IV

State of New Mexico

Energy, Minerals & Natural Resourses Department

OIL CONSERVATION DIVISIO1. PO Box 2088 Santa Fe, NM 87504-2088

Form C-111 Revised February 1994 Instructions on back

Submit to Appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

AMENDED REPORT

APPLICA	TION I	FOR PEI	RMIT T	ΓΟ DRI	LL, RE-EN	NTER, DEE	EPEN	RECEIVEL I , P1LUGB A	ACK,	- OR AI	DD A ZONE
				ack Energ P.O. I	r Name and Ado y Corporation Box 960 I 88211-0960			. e.		A	RID Number 013837 PI Number
Proper	ty Code				P	roperty Name		-			Well No.
25	029				I	Harper State					4
				••	Surface	Location		"			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South I	ine	Feet from the	East/W	est line	County
I	16	17S	30E		2185	South		990	I	East	Eddy
		Prop	osed I	Bottom 1	Hole Locar	tion If Diffe	erent	From Sur	face		
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South I	line	Feet from the	East/W	est line	County
	Lo	Propose co Hills Pac		718	<u> </u>			Propose	d Pool 2	2	
	LO	O HIIIS FAC	IGUCK 90	7710		l					
Work Ty	pe Code	\	Vell Type	Code	Cable	e/Rotary		Lease Type Co	de	Ground	d Level Elevation
N			0			R		S		3676	
Mul	•	"	Proposed I	•		mation		Contractor		Spud Date	
N	0		4900'		<u> </u>	dock	<u> </u>	LaRue			4/25/00
		Gi				nd Cement					F. / 1700
Hole Si 17 1/2		Casin 13		Casii	ng weight/foot 54.5	Setting D 450'	-	_	f Cement irc		Estimated TOC
12 1/4		8 5			24	1100,	<u>136∞</u>		irc	1 2	urface
7 7/8		5 1			17	4900'		Sufficien		rc	ti
zone. Describe	the blowou M	t prevention p lack Energy Drill to 49	rogram, if Corpora Oo' and to	any. Use ad ation propo est Paddoc	ditional sheets if oses to drill to k Zone, run 5	CK give the data necessary. 350', run 13 3/ 1/2" casing and	'8" casi	ing and cement. Put well o	nt. Dril on prod	l to 1100' uction.	, run 8 5/8"
I hereby certify of my knowledge Signature		ormation given	above is tr	rue and comp				NSERVA AL SIGNED			
Printed name:		Crissa D.	Carter			Title:	STRIC	T II SUPER	VISOR		
Title:	·····	Production				Approval Date:	-16.	.00	Expintio		-16.01
Date:			Phone:		1	Conditions of App	roval:		-		
	3/15/00			(505)748-	1288 L	Attached					

Energy, Minerals and Natural Resources Depay

Form C-102 Submit to Appropriate District Office Revised February 10, 1994

State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT II P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV P.O. BOX 2088, SANTA FE, N.M. 87504-2068

OIL CONSERVATION DIVISION

P.O. Box 2088 RECEIVED

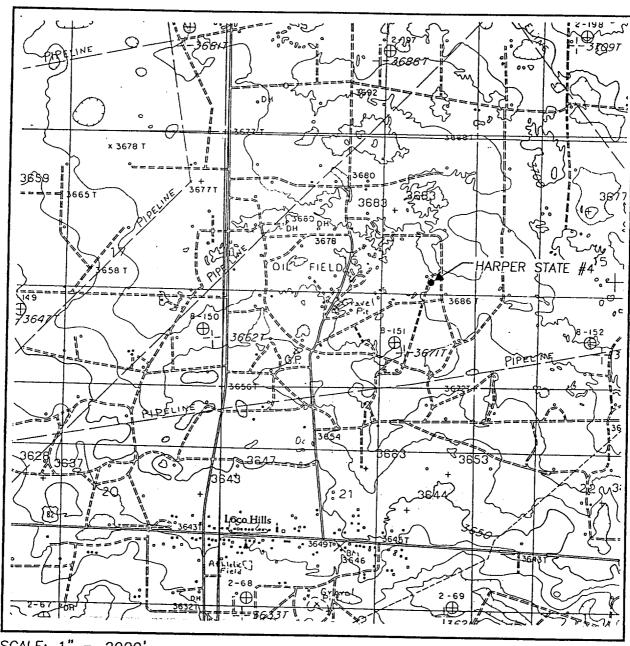
Santa Fe, New Mexico 87504-2088 ARRESTA DAMENDED REPORT

LOCATION AND ACREACE DEDICATION DIAT

			T .	ool Code			Pool Name					
API Number Property Code 25029			1	5718		Loco Hills Paddock						
			Property Name HARPER STATE					Well Num	ber			
OGRID No. 013837		Operator Name MACK ENERGY CORPORATION					Elevation 3676					
					Surface Loca	ation						
02 01 101 101		Township 17 S	Range 30 E	Lot Idn	Feet from the 2185	North/South line SOUTH	Feet from the	East/West line EAST	County EDDY			
	L	<u> </u>	Bottom	Hole Loc	cation If Diffe	rent From Sur	face					
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County			
Dedicated Acre	s Joint o	or Infill C	Consolidation		der No.	<u> </u>						
NO ALL	OWABLE V	VILL BE A	ASSIGNED NON-STAN	TO THIS	COMPLETION U	INTIL ALL INTE	RESTS HAVE BI	EEN CONSOLIDA	ATED			
							OPERATO	OR CERTIFICAT	TION			

 DAILD ONLY HAD BEEN MATERIAL ST.	
	OPERATOR CERTIFICATION
	I hereby certify the the information contained herein is true and complete to the best of my inscaledge and balls.
	Cusa D. Cata
 	Signature
	Crissa D. Carter
	Production Analyst
	7/15/00 Date
	SURVEYOR CERTIFICATION
Q	I hereby certify that the well location shown on this plat was plotted from field noise of actual surveys made by me or under my supervison and that the same is true and correct to the best of my belief.
 2185,	MARCH 8, 2000 Date Surveyed LMP Signature & Seaf of Community Professional Surveyor
2	Carry 1/2 2000 3/10/2000
	Cartificate No. RONAID TEDSON 3239 12641 12165

LOCA TION VERFICATION MAP



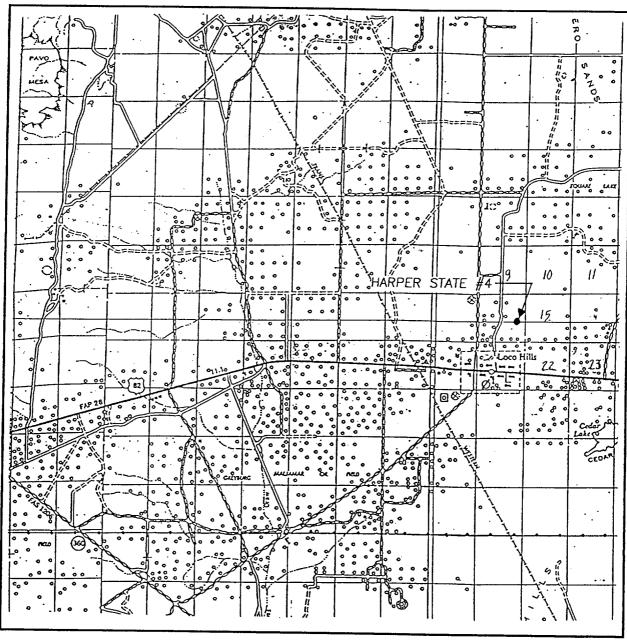
SCALE: 1" = 2000'

CONTOUR INTERVAL: LOCAL HILLS, N.M. — 10'

SEC. <u>16</u> TWP.	<u>17-S_</u> RGE. <u>30-E</u>
SURVEY	N.M.P.M.
COUNTY	EDDY
DESCRIPTION 21	85' FSL & 990' FEL
ELEVATION	3676
OPERATOR <u>MACK</u>	ENERGY CORPORATION
LEASE HAI	RPER STATE
U.S.G.S. TOPOGR LOCAL HILLS. N.	

JOHN WEST SURVEYING HOBBS, NEW MEXICO (505 393-3117

VICINITY MA



SCALE: 1" = 2 MILES

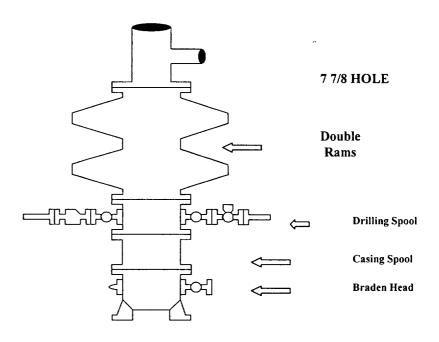
SEC. 16 T	WP. <u>17-S</u> RGE. <u>30-E</u>
SURVEY	N.M.P.M.
COUNTY	EDDY
DESCRIPTION	2185' FSL & 990' FEL
ELEVATION	3676
OPERATOR <u>MA</u>	ACK ENERGY CORPORATION
LEASE	HARPER STATE

JOHN WEST SURVEYING HOBBS, NEW MEXICO (505 393-3117

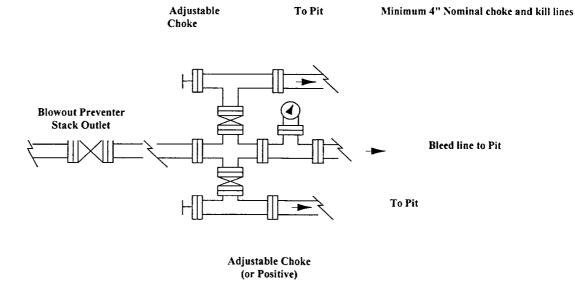


Mack Energy Corporation

Exhibit #1 BOPE Schematic



Choke Manifold Requirement (2000 psi WP) No Annular Required



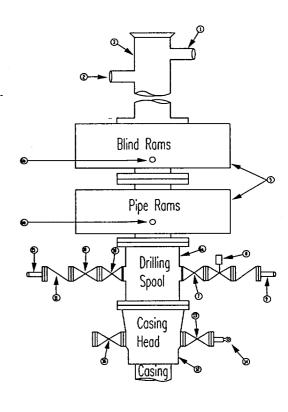
Mack Energy Corporation

Minimum Blowout Preventer Requirements

2000 psi Working Pressure 2 MWP EXHIBIT #2

Stack Requirements

	Stack Requirement	uts	
NO.	Items	Min.	Min.
1		I.D.	Nominal
1	Flowline		2"
2	Fill up line		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 Valve	1 13/16

CONTRACTOR'S OPTION TO FURNISH:

- All equipment and connections above bradenhead or casinghead. Working pressure of preventers to be 2000 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.
- BOP controls, to be located near drillers' position.
- 4. 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:

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

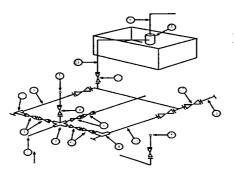
GENERAL NOTES:

- Deviations from this drawing may be made only with the express permission of MEC's Drilling Manager.
- 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.
- All valves to be equipped with hand-wheels or handles ready for immediate use.
- Choke lines must be suitably anchored.
- Handwheels and extensions to be connected and ready for use.
- Valves adjacent to drilling spool to be kept open. Use outside valves except for emergency.
- 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. Do not use kill line for routine fill up operations.

Mack Energy Corpora

Exhibit #3
MIMIMUM CHOKE MANIFOLD
3,000, 5,000, and 10,000 PSI Working Pressure
2 M will be used or greater
3 MWP - 5 MWP - 10 MWP



Mud Pit

Reserve Pit

* Location of separator optional

Below Substructure

Mimimum requirements

3,000 MWP 5,000 MWP 10,000 MWP										
No.		I.D.	NOMINAL	Rating	I.D.	Nominal	Rating	I.D.	Nominal	Rating
1	Line from drilling Spool	-	3"	3,000		3"	5,000	l	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		Ī	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	l	2' x5'	1		2' x5'	T	 	2' x5'	
16	Line		4"	1,000		4"	1,000		4"	2,000
17	Valve Gate Plug	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

- 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.
- 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.

Blowout Preventers Page 3