CONDITIONS OF APPROVAL, IF ANY:

SUBMIT IN PERFEICATE (Other instruction reverse side

Budget Bureau No. 42-R442.

30-015-22812 5. LEASE DESIGNATION AND SERIAL NO.

DEPARTMENT OF THE INTERIOR

GEOLOGICAL SURVEY						NM-025604	• '		
APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK						6. IF INDIAN, ALLOTT	EE OR TRIBE NAME		
1a. TYPE OF WORK							7 CNIT ACREMENT	NAMES	
DR	HLL 🛛	DEEPEN		P	LUG BAC	K 📙	7. UNIT AGREEMENT Empire Abo P		
b. TYPE OF WELL	GAS [7		SINGI	.ac ()	MULTIPL	s [Maintenance 8. FARM OR LEASE N	Project	
WELL X	WELL OTHER		ZONE	<u> </u>	ZONE				
2. NAME OF OPERATOR							Empire Abo U	HILL M.	
Atlantic Ric	hfield Company				EIVE			3	
		Marrian 882	, The l	L L, E	IVE	ָ ס	10. FIELD AND POOL		
4 LOCATION OF WELL ()	10, Hobbs, New Report location clearly as	nd in accordance Wi	ith any Stat	e requires	nents.*)		Empire Abo	÷	
At surface				FEB	6 1979		11. SEC., T., B., M., OR BLK.		
	00' FEL (Unit 1	etter A)					AND SURVEY OR	AREA	
At proposed prod. zone					X	(10-18S-27E			
as above	AND DIRECTION FROM NE	AREST TOWN OR PO	ST OFFICE	RTEBIA	OFFICE		12. COUNTY OR PARIS	SH 13. STATE	
	les east of Art				•		Eddy	N.M.	
15. DISTANCE FROM PROI	POSED*	0010, 1.0		F ACRES	IN LEASE		OF ACRES ASSIGNED		
PROPERTY OR LEASE	LINE, FT.					тот	HIS WELL 40		
(Also to nearest dr 18. DISTANCE FROM PRO	lg. unit line, if any) POSCO LOCATION*		19. PROP	OSED DEPT	H	20. ROTA	ARY OR CABLE TOOLS	• .	
	DRILLING, COMPLETED,		622	51			Rotary	-	
	hether DF, RT, GR, etc.)		1 022				22. APPROX. DATE	WORK WILL START	
3533.2' GR							2/1/79	**	
23.	- <u>-</u>	PROPOSED CASI	ING AND C	EMENTI	NG PROGRA	м		:	
SIZE OF ROLE	SIZE OF CASING	WEIGHT PER	FOOT	SETTIN	G DEPTH		QUANTITY OF CEM	MENT	
11''	8-5/8" OD	24# K-55		1000'		750 sx, circ to surf			
7-7/8"	5-1/2" OD	15.5# K-5	5	6225'		1425 sx, circ to surf			
	1	1	1						
	irill a develop				Abo Pre	ssure	Maintenance I	Project to	
more economi	ically recover	remaining r	eserves	· .			•		
Authority to	o drill above n venter Prógram	on-standard	locati	lon by	Approva	1 of ()CD dministra	ative Order	
NSL-999.						•	Co		
	~ '					. 2		/ ~	
Blowout Pre	venter Program	attached.				, <u>.</u>	AN,	クン	
						v. s	ESIA, NEW MEXICO		
				* *		ART	FOULUP 1979		
						1	WA MICAL O	• • •	
							WEN MENRY	81.	
						÷	"CXICA"		
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					•	į			
IN ABOVE SPACE DESCRI	BE PROPOSED PROGRAM :	If proposal is to de	epen or plu	g back, g	ive data on p	resent pro	ductive zone and prop	osed new producti	
zone. If proposal is t	o drill or deepen direction	onaily, give pertine	ent data on	subsurfac	e locations ar	id measur	ed and true vertical de	eptus. Give blowe	
preventer program, if a	auy.								

(This space for Federal or State office use)

NMOCC COPY



United States Department of the Interior ECEIVED

GEOLOGICAL SURVEY
P. 0. Drawer U
Artesia, New Mexico 88210

FEB 6 1979

O. C. C.

FEB 0 3 1929

Atlantic Richfield Company P. O. Box 1710 Hobbs, New Mexico 88240 ATLANTIC RICHFIELD COMPANY
Empire Abo Unit "M" Well No. 123
1050 FNL 100 FEL Sec. 10, T18S, R27E
Eddy County Lease No. NM-025604

Above Data Required on Well Sign

Gentlemen:

Your APPLICATION FOR PERMIT TO DRILL the above-described well to a depth of 6,225 feet to test the Abo formation is hereby approved subject to compliance with the OIL AND GAS OPERATIONG REGULATIONS (30 CFR 221) and the following conditions:

- 1. Drilling operations authorized are subject to compliance with the GENERAL REQUIREMENTS FOR OIL AND GAS OPERATIONS ON FEDERAL LEASES, dated July 1, 1978.
- 2. Prior to commencing construction of road, pad, or other associated developments, operator will provide the dirt contractor with a copy of the SURFACE USE PLAN and this approval including the GENERAL RE-OUIREMENTS.
- 3. Submit a Daily Report of Operations from spud date until the Well Completion report (form 9-330) is filed. The progress report should be not less than $8" \times 5"$ in size and each page should identify the well.
- 4. All permanent above-ground structures and equipment shall be painted in accordance with the attached Painting Requirements. The color used should simulate sandstone brown (Federal Standard Color #595A, color 20318 or 30318).

Sincerely yours,

(Orig. Sgd.) ALBERT R. STALL

Albert R. Stall Acting District Engineer

N MEXICO OIL CONSERVATION COMMISS) WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102 Supersedes C-128 Effective 1-168

All distances must be from the outer boundaries of the Section

All it Did to			Legae	Wei. 14.	
Atlantic Richfield Co.		Empire Abo Unit	M County	123	
Α	10	18-5	27-E	Eddy	
1050	teet trum the No		100 te	et from the Ed	ist vine
3533.2	Abo Ree		Empire Abo		Dedicated Acreage:
		ited to the subject w		or hachure mai	
2. If more th		dedicated to the wel	ll, outline each and id	entify the own	ership thereof (both as to working
		lifferent ownership is unitization, force-pool		have the inte	rests of all owners been consoli-
[X] Yes	No If a	nswer is "yes;" type o	of consolidation	Unitizat	ion
this form if No allowab	necessary.) le will be assign	ed to the well until al	l interests have been	consolidated	onsolidated. Use reverse side of (by communitization, unitization, as been approved by the Commis-
sion.	Α.		1 1821 et 1	· / / &	CERTIFICATION
	TE	CEIVED	1-+	£82/c	
	1///	VEN	+ -	#4	I hereby certify that the information con- tained herein is true and complete to the
	AFTESIA, NEW	9 1020	7	7	best of my knowledge and belief.
	ARTEMA MILL	4/2	+ +	<u> </u>	one a
	+ _* J E	MENONEY		1 + +	Allotae
	1	3169	į	F-:	Dist. Drlg. Supt.
	1		i	7.0	Atlantic Richfield Company
	1		1	7.	ite
			ı		1/17/79
	GINEER & LAND	DVI			I hernby 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 some is true and correct to the best of my knowledge and belief
	MEXICO S		1 1		ite Surveyed October 31,1978 sqistere: Frofessional Engineer
•) (1 1	John W. Wast
330 660	90 1320 1650 191	80 2310 2640 2000	0 1500 1000	•••	Prificate No. John W. West 676 Ronald J. Eidson 3239

To supplement USGS Form -331C "Application for Permit 5 Drill, Deepen or Plugback", the following additional information is submitted to comply with USGS Order NTL-6.

Operator:

Atlantic Richfield Company

Lease & Well No: Location: Empire Abo Unit "M" #123 Unit Letter A

Section 10-18S-27E, Eddy County, N.M.

Lease, New Mexico NM-025604

Development well x Exploratory well_

- 1. See Well Location and Acreage Dedication Plat Form C-102.
- 2. See Form 9-331C for elevation above sea level of unprepared location.
- 3. The geologic name of the surface formation is: Kimbrough Stegall association
- 4. The type of drilling tools and associated equipment to be utilized will be: Rotary.
- 5. The proposed drilling depth will be 6225'.
- 6. The estimated tops of important geologic markers are:

Empire Yates 7Rivers Queen + 323'
Artesia Queen Grayburg SA + 1793'
Abo Reef + 5964'

7. The estimated depths at which anticipated water, oil, gas or other mineral bearing formations are expected to be encountered are:

Santa Rosa Water Formation + 263'
Empire Yates 7Rivers Queen + 323'
Artesia Queen Grayburg SA + 1793'
Abo Reef + 5964'

- 8. The proposed casing program including the size, grade and weight-perfoot of each string has been indicated on Form 9-331C. All strings of casing will be New \underline{x} Used $\underline{\hspace{0.5cm}}$.
- 9. See Form 9-331C for amount of cmt.

The surface casing will be cemented to surface w/C1 H Reg-Fill cmt cont'g 2% CaCl followed by Cl C cmt cont'g 2% CaCl.

The production casing will be cemented in 2 stages using 20 BFW, 500 gals Chem-Wash, 10 BFW, 250 sx Lite wt cmt cont'g 10# 20/40 sd, 5# 100 mesh sd & 5# Gilsonite/sk for 1st stage. 2nd stage will be cmtd w/10 BFW, 950 sx Lite cmt, 8# salt/sk & 100 sx Cl C cmt cont'g 8# salt/sk & circ to surface.

10. The pressure continuous diagram is attached to Form 331C. The following additional information of the pressure control equipment is as follows:

Testing Procedure: Pressure up to 1500# before drilling out of casing.

Testing Frequency: Upon installation, daily and on all trips.

Pressure Ratings: 3000# WP, 6000# T

Testing Procedures: Pressure up to 1500# before drilling out of casing.

Testing Frequency: Upon installation, daily and on all trips.

11. The type and characteristics of the proposed circulating medium or mediums to be employed for rotary drilling and the quantities and types of mud and weighting material to be maintained will be as follows:

0 - 1000' Spud Mud

1000 - 5850' Fresh brackish water

5850 - 6225' Salt Gel mud, 8.8#/gal, 30,000-40,000 salinity, 10 WL.

12. The testing, logging and coring programs will be:

Drill Stem Test

Logs

Coring

None

GR-DLL w/RXO GR-CNL-FDC

None

- 13. There are no abnormal pressures or temperatures expected to be encountered.
- 14. The anticipated starting date will be $\frac{2}{1/79}$ and completed approx $\frac{2}{20/79}$.
- 15. The auxiliary equipment to be used will consist of: Kelly cocks & a sub on floor w/full opening valve to be used when needed. No mud logging will be performed.

District Drilling Supt.

dti-Point Surface Use and Operations limb

:lantic Richfield Company :11 No. "M" 123 - Empire Abo Unit ec 10-18S-27E dy County, New Mexico :ase, New Mexico NM-025604 :velopment Well



is plan is submitted with the Application for Permit to Drill the above described well.

ne purpose of the plan is to describe the location of the proposed well, the proposed

instruction activities and operations plan, the magnitude of necessary surface disturbance

involved and the procedures to be followed in rehabilitating the surface after completion

I the operation so that a complete appraisal can be made of the environmental effects

sociated with the operation.

. Existing Roads:

- A. Exhibit "A" is a portion of a map with highways showing the location of the proposed well as staked. From Artesia go 9 mi east on U.S. Hwy 82, turn south off hwy 82 on AMOCO Gasoline Plant black top road 2.9 mi, continue south on existing caliche road .9 mi, turn west on existing road approx .1 mile, turn south to location, location staked, flagged & visible from road.
- B. Exhibit "B" is a plat showing all existing roads within a one mile radius of the wellsite and the planned access road.

Planned Access Roads:

- A. New road will be 12'wide and 120'long. This new road is labeled on Exhibit "B" color coded brown. The well location stake is flagged and visible from existing road.
- B. Turnouts: None
- C. Culverts: None
- D. Cuts & fills: 1' fill on north, 1' cut on south side of well location.
- E. Gates, Cattleguards:
- 1. Location of Existing wells:
 - A. Existing wells within a one mile radius are shown on Exhibit "B".
- Location of Existing and/or Proposed Facilities:
 - A. Location of the existing tank battery and flowlines are shown on Exhibit "C". The gas injection and salt water disposal lines are buried. The flow lines are not buried.

Eddy County, N.M.
Page 2

5. Location & Type of Water Supply:

- soon after drilling is completed.
 6. Source of Construction Materials:
 - A. Road and well pad construction materials will be furnished by a contractor. Any caliche permits or royalties to be paid will be responsibility of Contractor. Contractor source of caliche will be from an existing pit located in SE/4, NW/4 Sec 12-18S-27, Eddy County, N.M.

7. Methods of Handling Waste Disposal:

- A. Drill cuttings will be disposed of in the drilling pits.
- B. Drilling fluids will be allowed to evaporate in the drilling pits until pits are dry.
- C. Water produced during tests will be disposed of in the drilling pits. Oil produced during tests will be stored in test tanks until sold.
- D. Ourrent laws & regulations pertaining to the disposal of human waste will be complied with.
- E. Trash, waste paper, garbage and junk will be buried in a separate trash pit and covered with a minimum of 24 inches of dirt. All waste material will be contained to prevent scattering by the wind. Location of trash pits is shown on Exhibit "D".
- F. All trash and debris will be buried or removed from the wellsite within 30 days after finishing drilling and/or completion operations.
- 8. Ancillary Facilities: none

9. Wellsite Layout:

- A. Exhibit "D" shows the relative location and dimensions of the well pad, mud pits, reserve pit, trash pit & location of major rig components.
- B. Only minor levelling of the wellsite will be required. No significant cuts will be necessary.
 - C. The reserve pit will be plastic lined.
 - D. The pad and pit area has been staked and flagged.

Well No. "M" 123 - Empire Abo Unit Eddy County, New Mexico Page 3

10. Plans for Restoration of the Surface:

- A. After completion of drilling and/or completion operations, all equipment and other material not needed for operations will be removed. Pits will be filled and location cleaned of all trash and junk to leave the wellsite in an aesthetically pleasing a condition as possible.
- B. Any unguarded pits containing fluids will be fenced until they are filled.
- C. After abandonment of the well, surface restoration will be in accordance with the BLM and accomplished as expeditiously as possible.

11. Other Information:

- A. Topography: Land surface is rolling hills.
- B. Soil: Soil is a sandy clay loam and caliche.
- C. Flora & Fauna: The vegetative cover is generally cockle burs, needle grass, rag weeds, grease bush, cat claw, native grasses. The fauna consists of coyotes, jack rabbits, cotton tails, skunks, rattlesnakes, rodents, hawks, quail, dove and song birds.
- D. Ponds & Streams: None
- E. Residences and other structures: None
- F. Land Use: Grazing and hunting in season. Oil & gas production
- G. Surface Ownership: Wellsite is on BLM surface.

12. Operator's Representative:

The field representative responsible for assuring compliance with the approved surface use and operations plan are as follows:

Name: LeRoy D. Lane

Address: Box 1710, Hobbs, New Mexico 88240

Office Phone: (505) 393-7163 Home Phone: (505) 393-7972 Eddy County, New Mexico Page 4

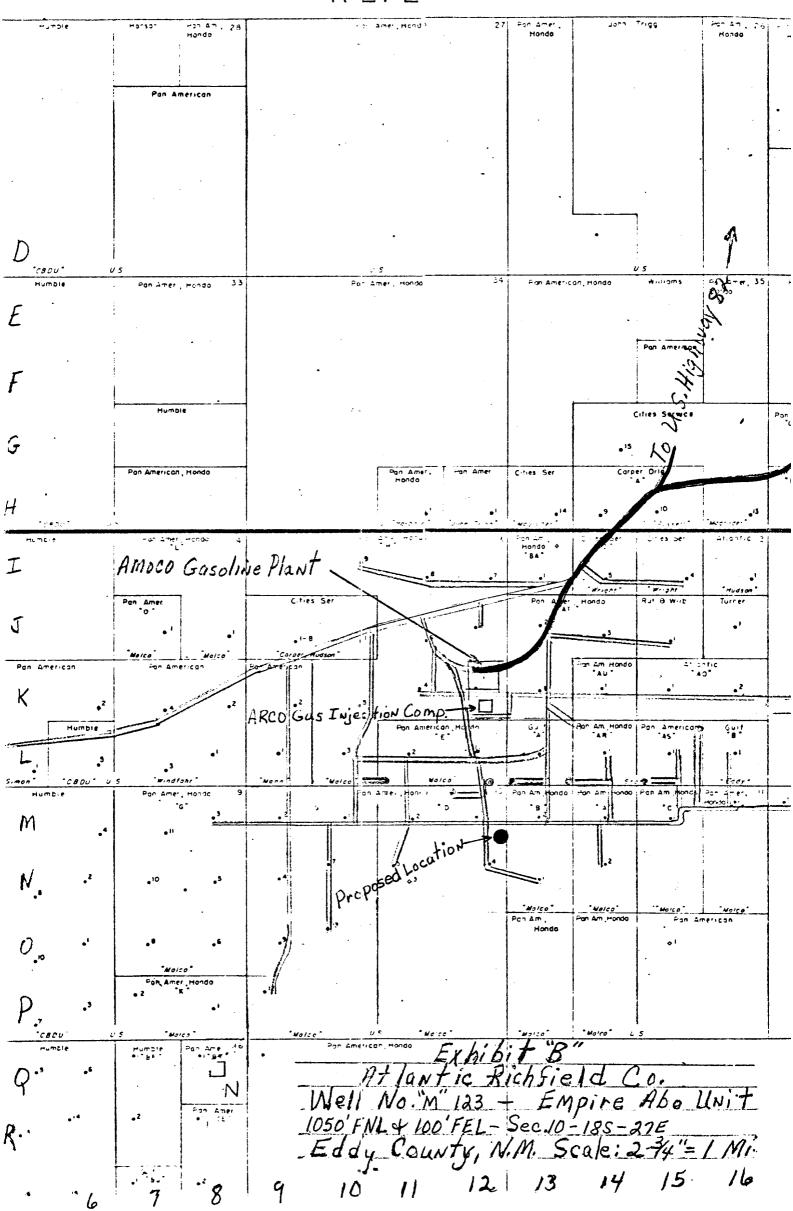
13. Certification:

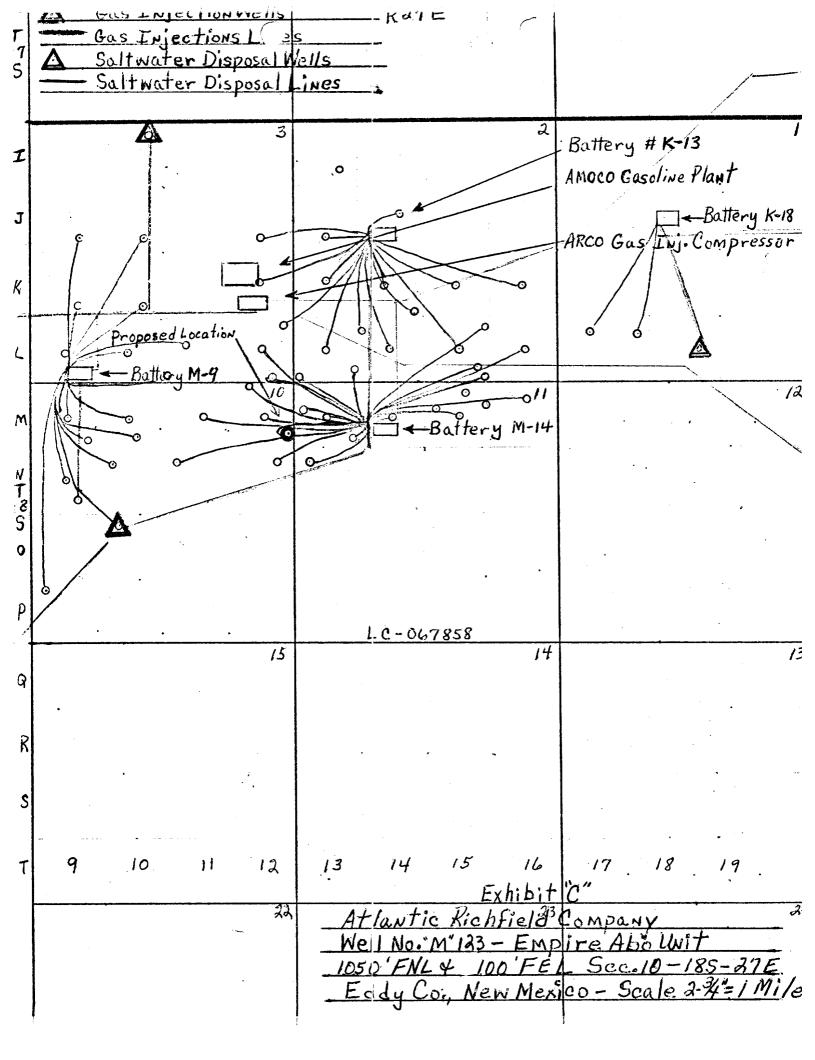
I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be performed by Atlantic Richfield Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

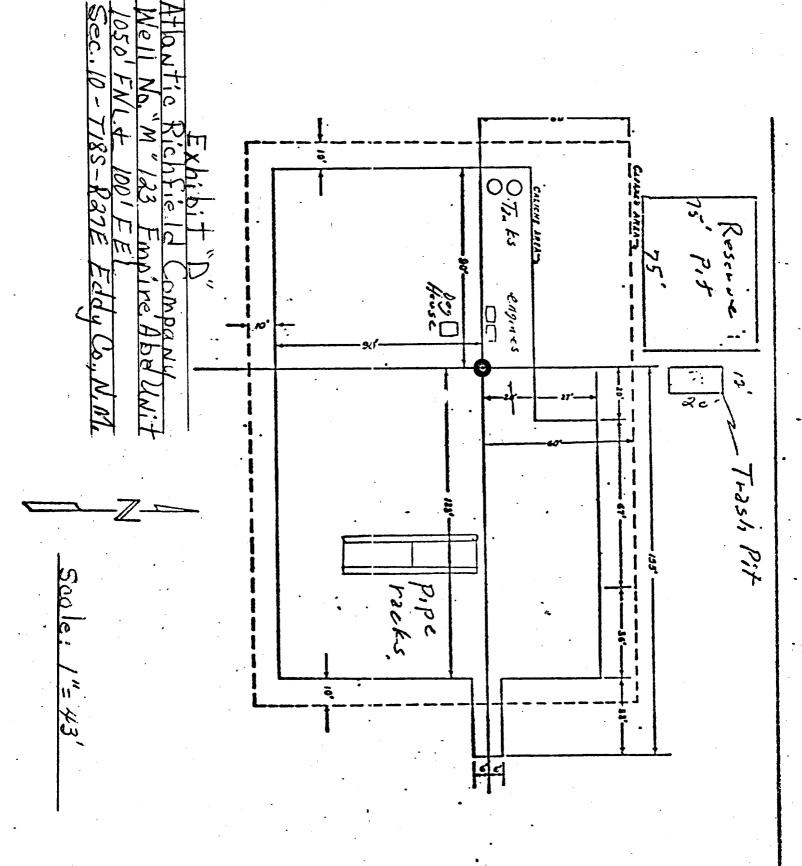
1-18-79

Date

District Drilling Supt.







SPECIFICATION'S-

A LUCATION

CONFRACTOR SHALL FURNISH, HAUL, DUM GALLON FER SO FE IN AREA CUPLINE AV S SPACE, AND COMPACT CALIENT MINISTER SPACE B APPLIED AF THE APPROXIMATE PATE OF E ARCA BITH'S DASHED LINE SHALL BE LEIGH

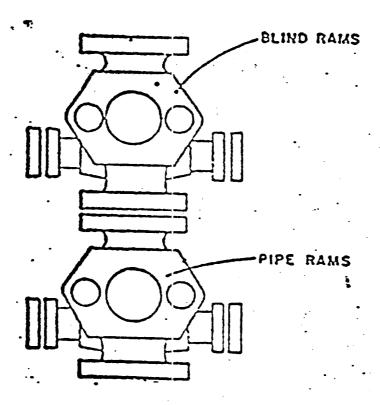
. Mord where applicable Labb star sequiting the Restrocation of sea him number of 18 mide and Curical and C , HOLD SHALL BE COVERED WITH 6" COMPACIES SICH AS TO ACCONICERTE LONDED TRUCKS USING MATER AT THE MATE OF APPROX. ONE CAL PER 30. FT.

A. SITPA CALICHE POR ALL TURNING RABII
BE ANTICIPATED AND LINEAR PREASUREM
BIOS SHALL INCLUDE SUCK EXTRA CALICE ATLANTIC SMALL FURNISH AT THE LOCAT.
A'CATTLEGUARD, TINBLE SILIS, AND POST. CONTRACTOR SHALL INSTALL CATTLEGUAR. ALOUIALMENTS. LANDONNERS SPECIFICATIONS.

" GENERAL

EL TOSE MEASUREMENT. L DRILLING MAT CONTAINS AN ESTIMATED 3. CELLAR TO SE SESTE WOOD FRIME. ALL ROPACIES INCLUDING FIT ENTRAL

Allanlic Richlield Company STATIONARD CARLLING MAT 100 WILLS LESS THAN BOOK	
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ATLANTIC RICHFIELD COMPANY Blow Out Preventer Program

Lease Name	Empire Abo Unit "M"
Well No	123
Location_	1050' FNL & 100' FEL
	Soc 10-185-27F Eddy County

BOP to be tested before installed on well and will be maintained in good working condition during drilling. All wellhead fittings to be of sufficient pressure to operate in a safe manner.