orm 3160-5 EYCO	Oil Cons. UNITED STATES N.M. DIV-Dist. 2 DEPARTMENT OF THE <b>NGERPW</b> . Grand Avenue BUREAU OF LAND MANAGEMENT ATTESIA, NM 88210		FORM APPROVED Budget Bureau no. 1004-0135 Expires: March 31, 1993	
	SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen or reentry to a different resevoir Use "APPLICATION FOR PERMIT-" for such proposals			6. Lease Designation and serial No. NM-168040 6. If Indian, Allothe or Tribe Name
	SUB	MIT IN TRIPLICATE		7. If Unit or CA, Agreement Designation
Type of Well Oil Well Name of Operator	Gas X Well Other		A TOP TOP	8. Well Name and No.
ARVEY E. YATE	ES COMPANY	ې بې بې		PARKER DEEP 5 FED COM #3
	ppnone No. ROSWELL, NM 88201 505-623-6601 Footage, Sec., T., M., or Survey Description)	Rf	CEIVED	3. API Well No. 30-015-32555
Decettion of Well (Footage, Sec., T., M., or Survey Description) 0CD - ARTESIA 090' FSL & 1,980' FWL SEC 5, T18S, R31E UT. N				10. Field and Pool, or Exploratory Area SHUGERT STRAWN
· · ·	U[	· IN	92 42 56 20	11. County or Parish, State EDDY COUNTY, NEW MEXICO
2.	CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA			
	TYPE OF SUBMISSION			
	X Notice of Intent	Abandonment	Change of Plans	
	Cubersumt Barset	Recompletion	New Construction	
	Subsequent Report	Plugging Back Casing Repair	Non-Routine Frac	turing
	Final Abandonment Notice		Conversion to Inj	ection
		X Other		
		· · · · · · · · · · · · · · · · · · ·		
			(Note: Report resu	its of multiple completion on well
give subsur Per conversa	face locations and measured and true vertica ation with John Simitz, request that th	Il pertinentdetails, and give pertinent dates, includ I depths for all rmrkers and zones pertinent to this e setting depth of surface casing be chan	Completion or Rec ing estimated date of starting s work)*	completion Report and Log form
give subsur Per conversa	face locations and measured and true vertica	I depths for all markers and zones pertinent to this e setting depth of surface casing be chan	Completion or Rec ing estimated date of starting s work)*	completion Report and Log form
give subsur Per conversa We will use t	face locations and measured and true vertica ation with John Simitz, request that th	I depths for all markers and zones pertinent to this e setting depth of surface casing be chan	Completion or Rec ing estimated date of starting s work)*	completion Report and Log form any proposed work. If well is directionally drilled
give subsurf Per conversa We will use t ve will use t	face locations and measured and true vertica ation with John Simitz, request that th the alternative drilling method describ	I depths for all markers and zones pertinent to this e setting depth of surface casing be chan ed in attachment. Title <u>Drilling Superintendent</u>	Completion or Rec ing estimated date of starting s work)" ged back to 350'.	completion Report and Log form any proposed work. If well is directionally drilled

## EXHIBIT "G"

Harvey E. Yates Company Parker Deep 5 Fed Com #3 990' FSL & 1,980' FWL Sec 5, T18S, R31E Eddy County, NM

**Temporary Condition of Approval:** 

## Drilling Fluids, Casing and Cementing Requirements for Most of Lea County:

## **Casing and Cementing**

Surface casing is to be set at a sufficient depth to protect useable water zones and cement circulated to surface. In areas where the salt section (Salado) is present, surface casing should be set at least 25 feet into the top of the Rustler Anhydrite and cement circulated to the surface.

As an alternative, surface casing may be set through the Santa Rosa Formation or other potable water bearing zones and circulate cement to surface. For wells requiring an intermediate casing string, such string shall be cemented to the ground surface. In the case where intermediate casing is not required the operator shall case and cement the production hole to the ground surface.

While drilling from the surface casing to the Rustler fm it is recommended that operators periodically sweep the hole with viscous low water loss pills to help build a filter cake across useable water zones in the redbeds.

## **Drilling Fluid**

Fresh water or fresh water spud mud shall be used to drill to surface casing depth. If surface casing is set at a lesser depth than the top of the Rustler fm., fresh water spud mud may be used to drill down to the first salt in the Rustler Fm. after which brine or fresh water may be used.

Non-toxic or biodegradable water based polymers, drilling paper, starch and gels may be used in the mud system in order to retard seepage into the redbeds.

Two to five percent diesel or crude oil may be used in the redbed section in order to control heaving shales and mudstones.

Caustics and Lime shall not be used in the red beds but may be added when the Rustler formation is reached. However, sodium carbonate maybe used for alkalinity or ph control while drilling the redbeds above the Rustler fm.

Additionally, questions of whether an additive may be used should be referred to the Roswell Field office.