State of New Mexico Revised February 10, 1994 PO Box 1980, Hobbs, NM 88241-1980 Energy, Minerals & Natural Resourses Depart Instructions on back 811 S. 1st Street Artesia, NM 88210-1404 OIL CONSERVATION DIVISION to Appropriate District Office State Lease - 6 Copies PO Box 2088 District III 1000 Rio Brazos Rd, Aztec, NM 87410 Santa Fe, NM 87504-26988 Fee Lease - 5 Copies District IV AMENDED REPORT PO Box 2088, Santa Fe, NM 87504-2088 APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEFEN, PLUGBACK, OR ADD A ZONE OGRID Number Operator Name and Address Mack Energy Corporation 013837 P.O. Box 960 API Number Artesia, NM 88211-0960 Property Code Property Name Well No. 17568 Antelope State 8 Surface Location Township Lot Idn Feet from the North/South line UL or lot no. Section Range Feet from the East/West line County 2310 L 36 17S 31E South 330 West Eddy Proposed Bottom Hole Location If Different From Surface UL or lot No Township Lot Idn Feet from the North/South line Feet from the East/West line Section County Proposed Pool 1 Proposed Pool 2 Maljamar GB SA Work Type Code Well Type Code Cable/Rotary Lease Type Code Ground Level Elevation 3810' Proposed Depth Multiple Formation Contractor Spud Date 4350' Grayburg/San Andres L & M No 1/31/03 Proposed Casing and Cement Program Hole Size Casing Size Casing weight/foot Setting Depth Sacks of Cement Estimated TOC 17 1/2 13 3/8 48 800' Circulated Surface 12 1/4 8 5/8 32 2200' Sufficient to Circ Surface 7 7/8 51/217 4350' Sufficient to Circ Surface Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. Mack Energy Corporation proposes to drill to 800', run 13 3/8" casing and cement. Drill to 2200', run 8 5/8" casing and cement. Drill to 4350' and test Grayburg/San Andres Zone, run 5 1/2" casing and cement. Put well on production. Note: On Production string, a fluid caliber will be run and will figure cement with 25% excess, attempt to circulate. I hereby certify that the information given above is true and complete to the bes OIL CONSERVATION DIVISION of my knowledge and belief Signature Approval by CRICINAL SIGNED BY TIM W. GUM STREET H SUPERVISOR Printed name Title Crissa D. Carter Title: Approval Date **Expintion Dsto** Production Analyst Date Phone Conditions of Approval: Attached 1/13/03 (505)748-1288

DISTRICT I P.O. Box 1980, Hobbs, NM 88241-1980 State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised February 10, 1994

Submit to Appropriate District Office

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

# OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT	ΙV
----------	----

40

DISTRICT III

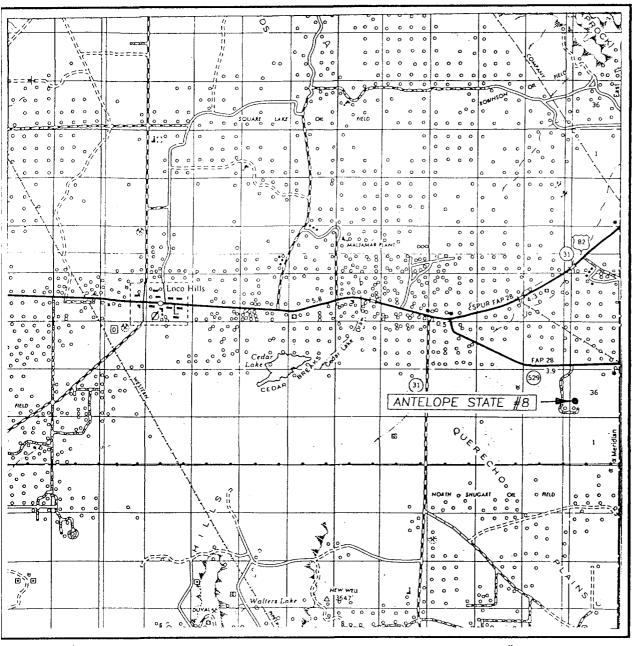
1000 Rio Brazos Rd., Aztec, NM 87410

D151K1C1 1V P.O. BOX 2088, SANT	A PE, N.M. 87	504-2088	WELL LO	CATION	AND ACREA	GE DEDICATION	ON PLAT	□ AMENDED	REPORT		
API Number				Pool Code Pool Name							
				43329		Maljamar GB SA					
Property (	Code		Property Name					Well Number			
17568				ANTELOPE STATE				8			
0GRID No 01383				MACK I	Operator Nam ENERGY CO				Elevation 3810'		
					Surface Loca	ation					
UL or lot No.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West line	County		
L	36	17-S	31-E		2310	SOUTH	330	WEST	EDDY		
			Bottom	Hole Loc	ation 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 Co	onsolidation (	Code Ore	der No.						

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

	OR A NUN-STANDARD UNIT HAS BEEN	
		OPERATOR CERTIFICATION
		I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.
		Signature Carta
		Crissa D. Carter
		Production Analyst
		1/13/2003 Date
		SURVEYOR CERTIFICATION
30'		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 supervison, and that the same is true and correct to the best of my belief.
		JANUARY 10, 2003
		Date Surveyed  Signature & Seaton  Professional Surveyor
		mald Culon 1/10/03
		Certificate No RONALD J. EIDSON 3239 GARY EIDSON 12641
<u> </u>		

# VICINITY MAP



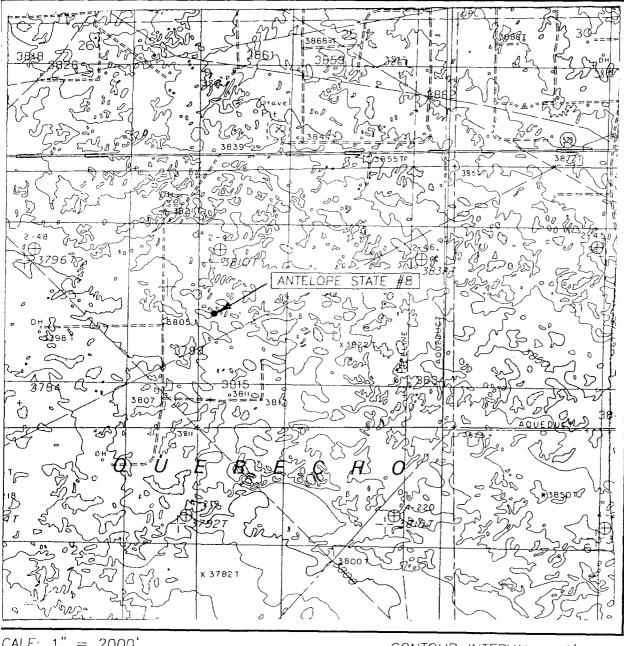


SCALE: 1" = 2 MILES

SEC. 36 TWP. 17-S RGE. 31-E SURVEY N.M.P.M. COUNTY\_\_\_\_EDDY DESCRIPTION 2310' FSL & 330' FWL ELEVATION 3810'

OPERATOR MACK ENERGY CORPORATION LEASE ANTELOPE STATE

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



CALE: 1'' = 2000'

CONTOUR INTERVAL: 10' MALJAMAR, N.M.

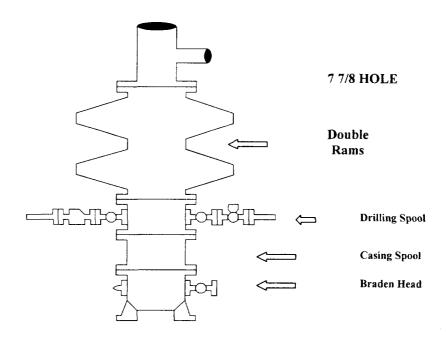
EC. <u>36</u> TWP. <u>17-S</u> RGE. <u>31-E</u>	
JRVEYN.M.P.M.	
DUNTYEDDY	
ESCRIPTION 2310' FSL & 330' F	WL
EVATION 3810'	

PERATOR MACK ENERGY CORPORATION EASE ANTELOPE STATE S.G.S. TOPOGRAPHIC MAP IALJAMAR, N.M.

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

# **Mack Energy Corporation**

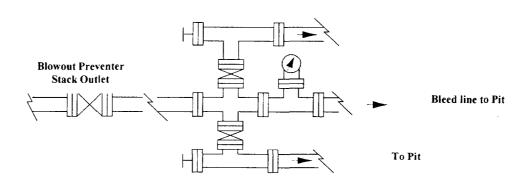
# Exhibit #1 BOPE Schematic



# Choke Manifold Requirement (2000 psi WP) No Annular Required

Adjustable Choke To Pit

Minimum 4" Nominal choke and kill lines



Adjustable Choke (or Positive)

## Mack Energy Corporation

## **Minimum Blowout Preventer Requirements**

2000 psi Working Pressure
2 MWP
EXHIBIT #2

**Stack Requirements** 

NO.	Items	Min.	Min.
		J.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"		2"
	min choke line outlets		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								
,								

#### CONTRACTOR'S OPTION TO FURNISH:

16

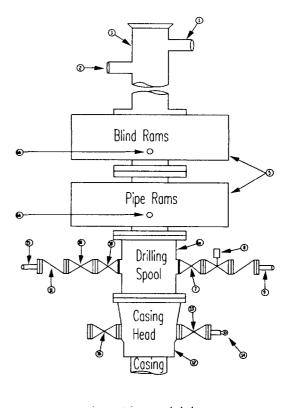
- All equipment and connections above bradenhead or casinghead. Working pressure of preventers to be 2000 psi minimum.
- Automatic accumulator (80 gallon, minimum) capable of closing BOP in 30 seconds or less and, holding them closed against full rated working pressure.
- BOP controls, to be located 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.
- 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:

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

#### GENERAL NOTES:

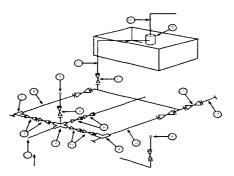
- Deviations from this drawing may be made only with the express permission of MEC's Drilling Manager.
- All connections, valves, fittings, piping, etc., subject to well or pump pressure must be flanged (suitable clamp connections acceptable) and have minimum working pressure equal to rated working pressure 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.
- 7. Handwheels and extensions to be connected and ready for
- 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 Corporation Exhibit #3

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

		3,0	00 MWP		5	,000 MWP		. 1	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		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			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		2' x5'			2' x5'			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.