PERMIT NO.

			UNITED STATE  MENT OF THE I  U OF LAND MANA	INTERIOR	ASTRONOLOGIC		5. LEASE DESIGNATION AND LC <del>058703</del>	SERIAL NO.
APPLI	CATIO:	N FOI	R PERMIT TO	DRILL OR	DEEPEN		6. IF INDIAN, ALLOTEE OR TR	IBE NAME
1a. TYPE OF WORK	DRILL	X	DEEPEN				7. UNIT AGREEMENT NAME	
b. TYPE OF WELL OIL WELL X	GAS WELL		OTHER	SINGLE ZONE	MULTII X zon		TAYLOR UI B. FARM OR LEASE NAME, WI TAYLOR UI	ELL NO.
2. NAME OF OPERATOR RAY WESTALL		18	862		3331 - 123456	82	9. API WELL NO. 30 - 015 - 37	085
3. ADDRESS AND TELEPHONE	E NO.			/c	T	8	10. FIELD AND POOL, OR WIL	
P.O. BOX 4, LOCO HILL:	S NM 88255	505.67	7.2370	/N	Mill one	<u>_ō</u> \_	SHUGART	4405-7RUS-GN-6B
4. LOCATION OF WELL (REPO	RT LOCATION	CLEARLY	AND IN ACCORDANCE WIT	TH ANY STATE F <b>ÉQ</b> U	REMENTS)	=	11. SEC., T., R., M., OR BLK	, 9
AT SURFACE		183	NL 8- <del>1980</del> FEL	, 1526	RECEIVED OCD - ARTESIA	1213	AND SURVEY OR AREA SEC. 13 T1	
AT PROPOSED PROD. ZONE	<b>≣</b>	SAME		Mic S	*	~/ ∕~	12 COUNTY OR PARISH	13. STATE

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN 10 MILES SOUTHEAST O		1819202125	13/		
15. DISTANCE FROM PROPOSED		18. NO. OF ACRES IN LEASE		NO. OF ACRES ASSIGNED	
LOCATION TO NEAREST				TO THIS WELL	
PROPERTY OR LEASE LINE, FT.					
(Also to nearest drig. unit line, if any)	1980	640		40	
18. DISTANCE FROM PROPOSED LOCATION		19. PROPOSED DEPTH	20.	ROTARY OR CABLE TOOLS	
TO NEAREST WELL DRILLING, COMPLETED,			ŀ		
OR APPLIED FOR, ON THIS LEASE, FT.	600	3800		ROTARY	
24 ELEVATIONS (Show whether DE PT GP etc.)				APPROX, DATE WORK WILL START	

3734 PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	GRADE, SIZE OF CASING	WT PER FT	SETTING DEPTH	QUANTITY OF CEMENT
12 1/4"	8 5/8" J-55	32# ST&C 8RD	985 955	350 SXS CIRCULATED
7 7/8"	5 1/2"J-55	15#LT&C 8RD	3800	850 SXS EST TOP 300'
				The state of the s

ALL CASING WILL BE NEW, OR USED MEETING BLM SPECS.

APPROVAL SUBJECT TO CEMENT QUANTITIES AND ADDITIVES ARE SUBJECT TO CHANGE DUE TO HOLE CONDITIONS. SPECIAL STIPULATIONS ATTACHED

**ASAP** 

0-955	FRESH WATER		 
955-3800	BRINE WATER		

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or SIGNED

APPROVAL DATE

TITLE

(THIS SPACE FOR FEDERAL OR STATE OFFICE USE)

ANT HOLDS LEGAL OR EQUITABLE TITLE TO THOSE RIGHTS IN THE SUBJECT LEASE WHICH WOULD ENTITLE THE APPLICANT TO CONDUCT OPERATIONS THEREC

CONDITIONS OF APPROVAL IF ANY:

/s/ LESLIE A. THEISS TITLE 18 U.S.C. SECTION 1001, MAKES IT A CRIME FOR ANY PERSONS KNOWINGLY AND WILLFULLY TO MAKE TO ANY DEPARTMENT OR AGENCY OF THE

OCT 3 1 2001

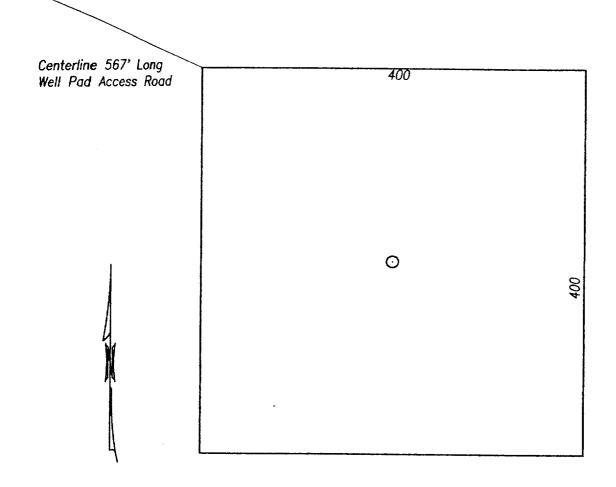
## Form C-102 Revised February 10, 1994 Instructions on back Submit to Appropriate District Office

District I State of New Mexico
Energy, Minerals & Natural Resources Departmen. PO Box 1980, Hobbs, NM 82241-1986 District II PO Drawer DD, Artesia, NM 88211-0719 OIL CONSERVATION DIVISION District [[] PO Box 2088 1006 Rio Brume Rd., Astec, NM 87416 State Lease - 4 Copies Santa Fe, NM 87504-2088 District [V Fee Lease - 3 Copies PO Box 2088, Santa Fe, NM 87584-2088 AMENDED REPORT WELL LOCATION AND ACREAGE DEDICATION PLAT API Number Pool Cede \* Property Code Property Name Well Number Taylor Unit Federal OGRID No. 29 Operator Name Ray Westall, Operator ' Elevation 3737 10 Surface Location UL or lot mo. Section Township Range Lot Ida Feet from the North/South line Fost from the East/West line G 1.3 County 18s 31e 1830 North 1830 East Eddy 11 Bottom Hole Location If Different From Surface UL or lot mo. Lot Ida Feet from the North/South line Feet from the East/West line County 12 Dedicated Acre 15 Joint or Infill <sup>14</sup> Consolidation Code " Order No. 40 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 16 I hardly certify that the information con 30  $\infty$ 3733.9 3739.1 1830' 3/143.1 3734.0

OPERATOR CERTIFICATION d complete to the best of my knowledge and belief Date "SURVEYOR CERTIFICATION was plotted from field notes of actual surveys made by and correct to the best of my belief. May 2, 2001 CARLSSAD FIELD OFFICE BUREAU OF LAND MEMT. 2001 OCT 26 PM 1 14 ADJESSION VI BECEINED 8112 Certificate Nu

7.3 TMED 2001 HMY 10 P 2: 18

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0 100 200

SITE PLAN
RAY WESTALL OPERATING
TAYLOR UNIT FEDERAL WELL No. 29
1830 FNL 1830 FEL
SEC. 13, T18S, R31E
EDDY Co., NM

### APPLICATION FOR DRILLING

Ray Westall
Taylor Unit #29
1980 FNL & 1980 FEL
Section 13
Township 18 South, Range 31 East
Eddy County, New Mexico

In conjunction with Form 3160-3, Application for Permit to Drill, Ray Westall submits the following ten items of pertinent information in accordance with BLM requirements:

- 1. The geological surface formation is Quaternary.
- 2. The estimated tops of geologic markers are as follows:

Base Salt 2110' Yates 2390' Oueen 3520'

3. The estimated depths at which anticipated water, oil & gas formations are expected to be encountered:

Water 0-180' Oil & Gas Zones 3520-3600

- 4. Proposed casing program: See 3160-3
- 5. Pressure Control Equipment:

A 900s BOP will be installed on the 8 5/8" casing and tested prior to drill out.

6. Mud Program:

Fresh water in surface hole. Brine in production hole.

- 7. Auxiliary Equipment: None
- 8. Logging Program: CNL/FDC/GR, DLL.
- 9. No abnormal pressures or temperatures are anticipated. Estimated BHP is 2100#, Estimated BHT is 110 F.
- 10. Anticipated Starting date: 01/01/01

Duration: 7 Days drilling

5 Days completion

### MULTI-POINT SURFACE USE AND OPERATIONS PLAN

# RAY WESTALL TAYLOR UNIT #29

This plan is submitted with form 3160-3, Application for Permit to Drill, covering the above described well. The purpose of this plan is to describe the location of the proposed well, the proposed construction activities and operations plan, the magnitude of surface disturbance involved, and the procedures to be followed in rehabilitating the surface after completion of the operations, so that a complete appraisal cam be made of the environmental effect associated with the operation.

1. Existing Roads.

Exhibit A is a portion of a USGS topographic map showing the wells and roads in the vicinity of the proposed location.

2. Planned Access Road.

Approximately 1060 feet of new road from the west.

3. Location of Existing Wells.

Exhibit B is a topo map showing the existing wells.

4. Location of existing/or proposed facilities:

If productive a 3" SDR 7 poly line will be laid along existing ROW located on the Taylor Unit Facility located in the NWSE of section 12. A 3 phase power line and poles will be routed along the existing ROW paralleling the road.

5. Location and Type of Water Supply.

It is planned to drill the proposed well with fresh and brine water system. The water will be obtained from commercial sources and will be hauled to the location by truck.

6. Source of Construction Materials.

The location and road will be from pit excavation and or will be hauled in from an approved caliche pit.

- 7. Methods of Handling Waste Disposal.
  - A. Drill cuttings will be disposed of in the reserve pit.
  - B. Drilling fluids will be allowed to evaporate in the reserve pits until the pits are dry.
  - C. Produced water during operations will be stored in reserve pits until dry.
  - D. Oil produced during operations will be stored in tanks until sold.
  - E. Current laws and regulations pertaining to the disposal of human waste will be complied with.

- F. Trash, waste paper, garbage and junk will be stored in a wire cage preventing blowing or scattering by the wind. After drilling and completion all waste will be removed to an approved site.
- 8. Ancillary Facilities

  None required.

### 9. Wellsite Layout.

Exhibit C shows the relative location and dimensions of the well pad, the reserve pit, a 400' X 400' area has been staked and flagged.

- 10. Plans For Restoration of The Surface.
  - A. After finishing drilling and completion operations all equipment and other material not needed for further operations will be removed. The location will be cleaned of all trash and junk to leave the Wellsite in as aesthetically pleasing a condition as possible.
  - B. Unguarded pits, if any containing fluids will be fenced until they have been filled.
  - C. If the proposed well is non-productive, all rehabilitation and or vegetation requirements of the BLM and USGS will be complied with and will be accomplished as expeditiously as possible. All pits will be filled and leveled within 90 days after abandonment.

### 11. Other Information:

- A. Topography: The land surface in the vicinity of the Wellsite is sandy loam with caliche hills and outcrops.
- B. Flora and Fauna: the vegetation cover consists of prairie grass, greasewood and miscellaneous desert growth. No wildlife was observed, but wildlife in the area probably includes those typical of semi-arid desert land. The area is used for cattle grazing.
- C. There are no ponds, lakes or rivers in the area.
- D. There are no inhabited dwellings in the vicinity of the proposed well.
- E. Surface ownership is federal.
- F. Evidence of archeological sites has been reported and previously filed by Archaeological Survey Consultants.

# 12. Operator's Representative:

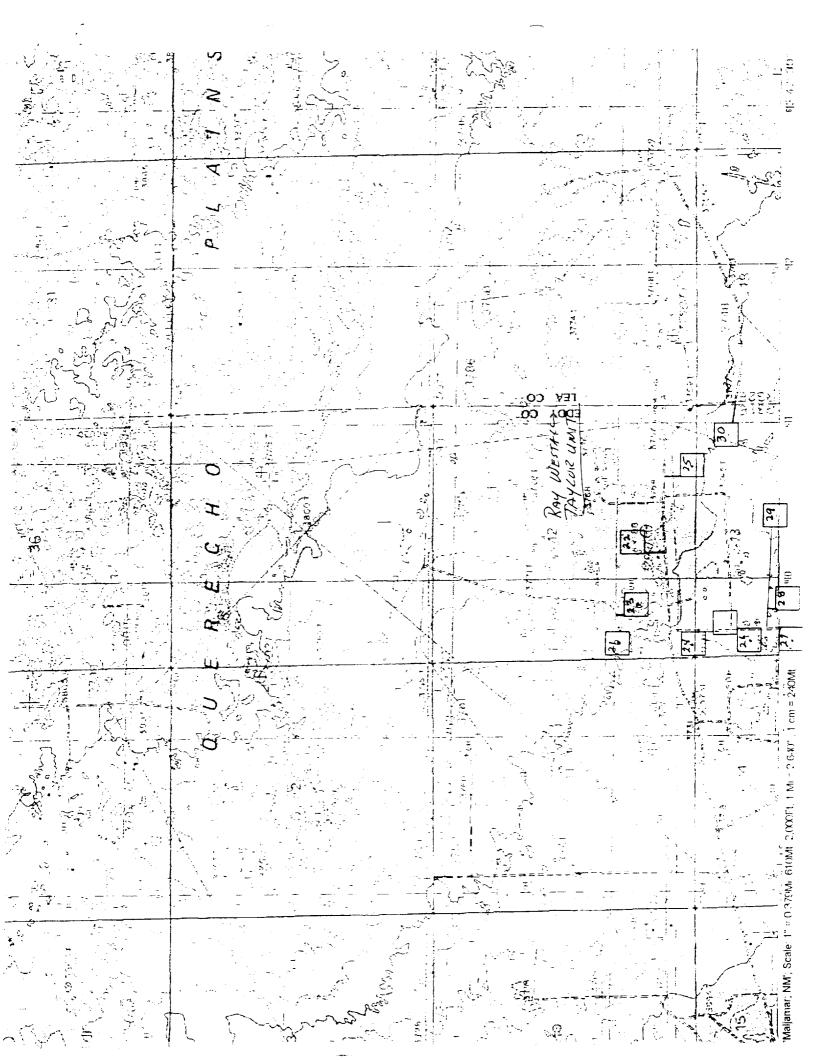
Ray Westall P.O. Box 4 Loco Hills, NM 88255 (505) 677-2370

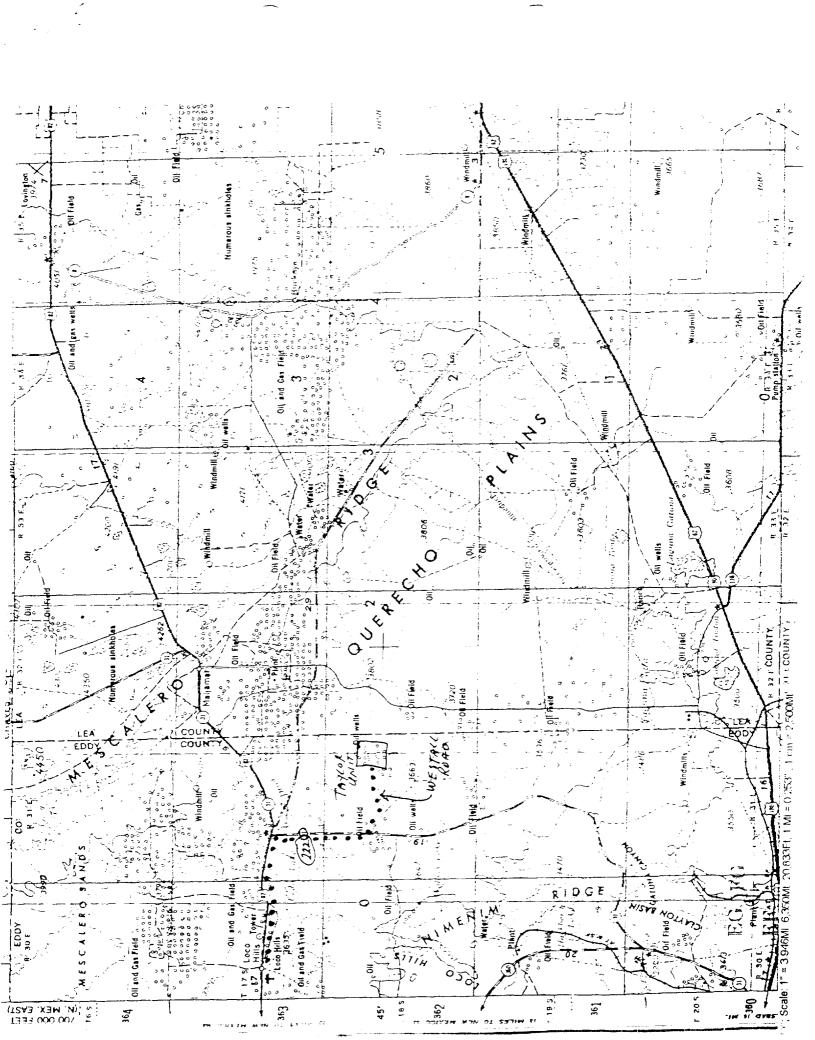
### 13. Certification:

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 operation proposed herein will be performed by the operator and its' subcontractors in conformity with this plan and the terms and conditions under witch is approved

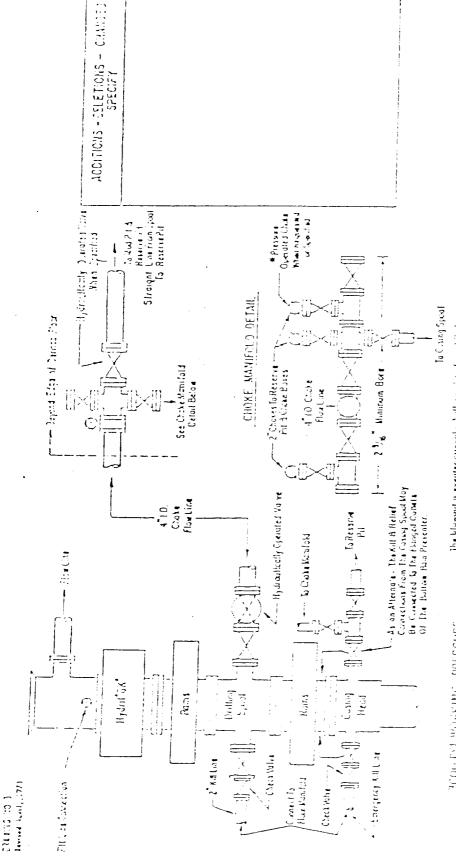
Randall L. Harris

Geologist





ن ر- ی 1,0-05 5 420.4 ك الهرقية SHALE PIT 116 3570H 209 RESERVE PY ,0-,051 Shaffer 10" Series 900 Type B B.O.P. with 4 1/2" pipe rems and blanks. Hydraulic operated 6,000# test, 3,000# WOP. 1.0110115 7.7.4.7  $\mathcal{Z}$ 



BOOLES WORKING PRESSURE BLOWOLF FARYERIER HOOK-UP

the blumout preventer crienal fall consist of one Stind can preventer and one plea com preventer, buth by bould ally operated, a 19 and 25 cm pipe. Casing and tobing construction the preventences a becomished to need it consect in ties, the larged votes of the con previous proventer, valver, chaker and connections of Mostrated. If a logared drill artisy is onely a row preventer must be provided for each rise of the be oned for co-creating to the trinch L.D. three flow ine and kill they except when of or gon diffligh. The politinatore height doil be infe Helent to hatall a rotating blosson presenter. Miniman operating equipaent for the preventers of thydraulty operated rates thelite of fullows. (1) Hultiple scorps, drivings according on bouce of pares, capable of Hard counging the total accomplant from the attragen presharge pressure to its rated pressure and in

minutest. Also, the pumps one to be connected to the hydroulic speculing system which is to be a closed system. (2) Acc inclains with insergerated devices timultaneously within ... Decision of sections, the resound are preside Vall be rai fee than 1000 M with ... percent of the original (3) Mign. Equation of a distance of pares, remove and equal to be analysis to group the wave a predering of airtugen of ear than 750 PSI and concessed to an to receive the aforemential results of Hold conge, With the charging praye that Junis, the presument Hold soft me stored in the people, or there shall be additional purps operated by reparate power and equal in performance applications. accomplains must be adflicted to close of the personancy ented devices simplicational people the tenunding accommission (bild solime at least

the obstry mentald and consists and plate have a reparate control for each presented derive. Controls one table leasted, with control hoster leads one of cloud parties as A present a fact cast resolutor must be provided by a lightly presenter. When requested, a second presence reduces that he obtained in limit specifical presenter to any presenter of the provided presenter of the presenter of th

the chake nounfuld, chake flow line, and chake lires are to be supported by metal stands and adequately anchoured. The chake flow lines whill be constructed as straight as possible and multion though herein to be a maintained to the chicke manifold. All valves are to be referred for operation in the presence of oils, but, and diffing I was. The chick from line rules connected to the dollling spool and all ran type preventers must be equipped with stem extensions, an versal joints If needed, and theels when to extend beyond the cite of the denter inditionism. All wher volves are to be equipped with hundles.