RECEIVED

District_I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410

State of New Mexico Energy Minerals and Natural Resources

SEP 2 1 2005

Form C-101 May 27, 2004

Oil Conservation Division 1220 South St. Francis Dr.

☐ AMENDED REPORT

Submit to appropriate District Office

1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa				Santa Fe,	NM 875	505				WENDED REPORT		
. APPI	. APPLICATION FOR PERMIT TO DRILL, RE-						ER, D	EEPEN	, PLUGBAC	CK, OF	R AD	D A ZONE
			Operator Name	and Addres	is				01	² OGRID 5262	Numbe	r
More	xco, I	inc. I	2.0. Box	1591,	Roswe	ell, NM	8820	2-1591		- 3API N	lumber 36	5
	rty Code	/			⁵ Pro	operty Name					⁶ We	II No.
<u> </u>	5 147		Pardue				-1					2
Ú ndes	5. U	1:110m	Proposed Pool 1	Bone S	Sprin	6445	70		10 Propo	osed Pool 2	2	
			,		7 Sur	face Loc	ation					
UL or lot no.	Section	Township	Range	Lot I		Feet from the		South line	Feet from the	East/We	st line	County
F	29	24S	28E	1		1980		1 1	1650	<u> </u>		Eddy
		I I		I		Location 1	1					
UL or lot no.	Section	Township	Range	Lot I	dn	Feet from the	North/S	South line	Feet from the	East/We	st line	County
						l Well Ir						
	Type Code		12 Well Type Co	de		13 Cable/Rotar	у	14	Lease Type Code			and Level Elevation
	N ultiple		O 17 Proposed Dep	ath .		R * Formation			P Contractor			3051 20 Spud Date
N.		-	6400		Bone	e Sprin	gs	J.W.	Drilling	. 00		er 16, 2005
Depth to Grou	ndwater			Distance	from near	est fresh water	r well		Distance from	nearest su	rface wa	ater
Pit: Liner:	Synthetic	mil	s thick Clay	Pit Volu	me:	_bbls	Drilli	ng Method:	_		······································	
Close	d-Loop Syst	tem 🔲					Fresh 3	Water D I	Brine Diesel/Oi	l-based [Gas/A	Air 🗆
			2	Propos	ed Casi	ing and (Cement	Progran	n			
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											-	
22 Describe th	ne proposed	nrogram If i	his application i	s to DEEPE	N or PLU	G BACK gir	e the data o	on the prese	nt productive zone	and propo	sed neu	roductive zone
			am, if any. Use				e ine data t	on the prese	in productive zone	and propo	scu ne n	productive zone.
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If su	fficie	nt show	ıs are er	counte	ered,	5 1/2	casing	g will	be run aı	nd cen	nent	ed at T.D.
			ncountere	ed, the	e well	l will	be P &	& A in	a manner	consi	iste	nt with OCD
speci	ficati	ons.										
							\					
							<u></u>					
I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be					best	4/	OIL C	ONSERVAT	ION D	IVIS	ION	
constructed according to NMOCD guidelines 🔀, a general permit 🗖, or				or App	roved by:		m) W.		E.	we)		
an (attached) alternative OCD-approved plan .						1: A	· Sample	C	A 400 A	•		
Printed name: Donald G. Becker, Jr.				Title			u de		y c	ar room		
Title: Pre	esiden	t				App	roval Date:	SEP	3 0 2005 E	piration D	ate:	SEP 3 0 2006
E-mail Addres	s: more	xco@ear	thlink.r	iet								
Date: 09/	20/200	5	Phone: 505	-627 - 1	290	Con	ditions of A	pproval Atta	ached 🗆			

Form C-102

District | 1825 N. Franch Or. Hobbs, NM 88240 State of New Mexico

Energy, Minerals & Natural Resources Department

Revised June 10, 2003
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

Certificate Number

District II 1301 W. Grand Avenue, Artesia, NM 88210

District iii 1000 Rio Brazos Rd., Aztec NM 87410

District IV 1220 S. St. Francis Dr., Sasta Fe, NM 87505 OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe. NM 87505

MENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT Pool Code API Number 64450 Well Number Property Code PARDUE FARMS "29" Devation OGRID No. Operation Name MOREXCO, INC. 3051 Surface Location UL or Lot No. Section Township Range Feet from the North/South line Feet from the East/West line County 29 24-S 28 - E1980 **NORTH** 1650 WEST **EDDY** Bottom Hole Location If Different From Surface UL or Lot No. Section Range Lot Idn. Feet from the North/South line | Feet from the East/West line Consolidation Code Dedicated, Acres Joint or Infill Order No. NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTEREST HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION OPERATOR CERTIFICATION I HEREBY CERTIFY THAT THE INFORMATION CONTAINED HEREIN IS THUE AND COMPRETE TO THE BEST OF MY ENOUGHEDGE AND & BECKER TR DONALO Printed Name PMS. Title and E-mail Address 1650' 9/21/05 LAT N3Z11'25.9" LON W104'06'46.5' SURVEYOR CERTIFICATION I-HEREST CERTIFY THAT THE WELL LOCATION SHOWN ON THIS PLAT WAS PLOTTED FROM FIELD WORS OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION, AND THAT THE SAME IS TRUE AND CORRECT TO THE BEST OF MY ROOMLEDGE AND BELLEY. SEPTEMBER DIS, 2005 Sell of Process 5412 NM PER

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico **Energy Minerals and Natural Resources**

Oil Conservation Division 1220 South St. Francis Dr. For drilling and production facilities, submit to appropriate NMOCD District Office.

For downstream facilities, submit to Santa Fe

Form C-144

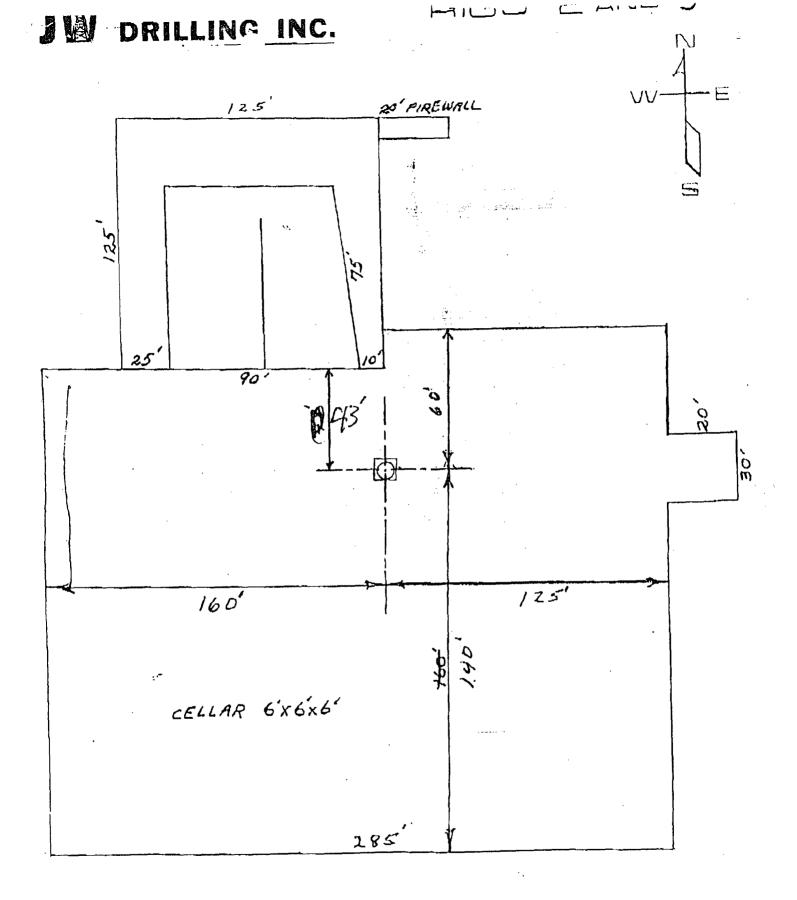
June 1, 2004

office Santa Fe, NM 87505

Pit or Below-Grade Tank Registration or Closure Is pit or below-grade tank covered by a "general plan"? Yes No X

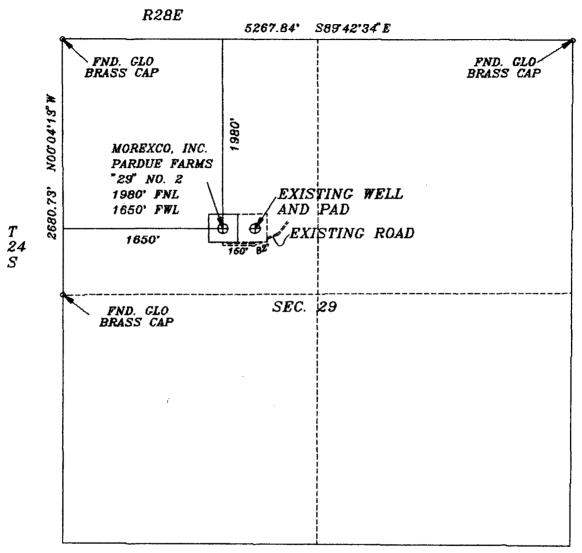
Type of action: Registration of a pit or below-grade tank I Closure of a pit or below-grade tank

Operator: Morexco, Inc. Telephor Address: P.O. Box 1591, Roswell, NM 88202	ne: <u>505–627–1290</u> e-mail address: <u>mo</u> 2–1591	rexco@earthlink.net
Facility or well name: Pardue Farms "29" #2 API #:		Sec 29 T 24S R-29E 28
	N32 11 25.9 Longitude W104	
Surface Owner: Federal 🔲 State 🔲 Private 🔀 Indian 🗌		
<u>Pit</u>	Below-grade tank	
Type: Drilling X Production Disposal	Volume:bbl Type of fluid:	RECEIVED
Workover 🗆 Emergency 🖸	Construction material:	-
Lined TUnlined 12	Double-walled, with leak detection? Yes 🔲 If no	ot, explain why not. SEP 2 1 2005
Liner type: Synthetic Thickness #mil Clay		WIND TO THE STATE OF THE STATE
Pit Volumebbl		2
Depth to ground water (vertical distance from bottom of pit to seasonal	Less than 50 feet	(20 points) 2/2 (/ 3
high water elevation of ground water.)	50 feet or more, but less than 100 feet	(10 points)
ingli water elevation of ground water.)	100 feet or more	(0 points) ————————————————————————————————————
Wallback and the control of the share 200 feet from a minute demostic	Yes	(20 points)
Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)	No_	(0 points) 0
water source, or less than 1000 feet from an other water sources.)	I	
Distance to surface water: (horizontal distance to all wetlands, playas,	Less than 200 feet	(20 points)
irrigation canals, ditches, and perennial and ephemeral watercourses.)	200 feet or more, but less than 1000 feet	(10 points)
	1000 feet or more	(0 points) 0
	Ranking Score (Total Points)	30 0'
If this is a pit closure: (1) Attach a diagram of the facility showing the pit's your are burying in place) onsite offsite If offsite, name of facility emediation start date and end date. (4) Groundwater encountered: No Y 5) Attach soil sample results and a diagram of sample locations and excavat Additional Comments:	es If yes, show depth below ground surface	description of remedial action taken including
I hereby certify that the information above is true and complete to the best of has been/will be constructed or closed according to NMOCD guidelines Date: 09/20/2005 Printed Name/Title Donald G. Becker, Jr. Your certification and NMOCD approval of this application/closure does not otherwise endanger public health or the environment. Nor does it relieve the regulations.	Signature Signature or labellity should the contents	of the pit or tank contaminate ground water or
Approval: Field Supervisor Printed Name/Title	Signature	SEP 2 1 2005

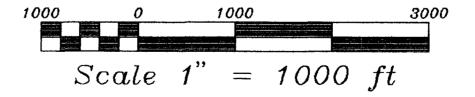


WELL LOCATION ROAD SKETCH

PARDUE FARMS "29" #2, 1980' FNL, 1650' FWL, SEC. 29, T24S, R28E, N.M.P.M., EDDY COUNTY, NEW MEXICO.



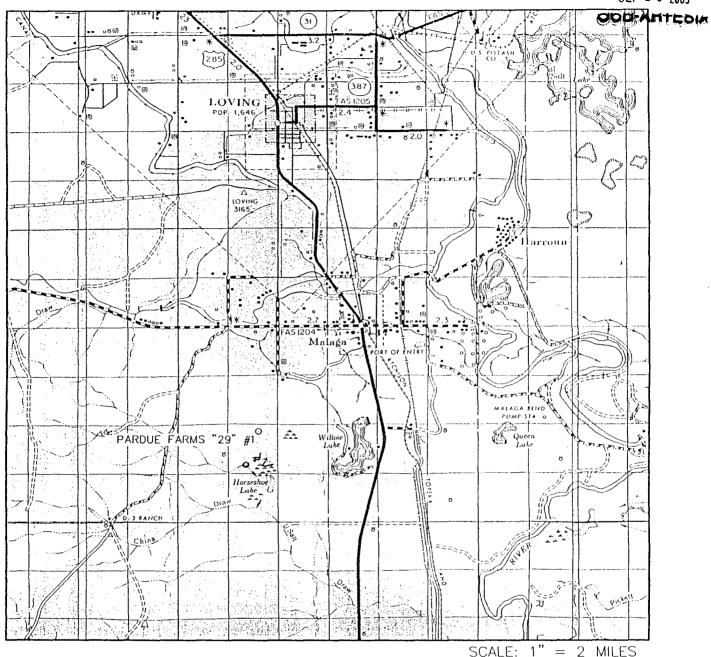
BASIS OF BEARING NEW MEX. STATE PLANE COORDINATE SYSTEM EAST NAD 83 NAVD 88



PREPARED FOR: MOREXCO, INC.
PREPARED BY: DAN R. REDDY, NM PE&PS #5412
SEPT. 19, 2005

VICINITY MAI-

SEP 3 0 2005



SEC. 29 TWP. 24-S RGE. 28-E

SURVEY N.M.P.M.

COUNTY EDDY

DESCRIPTION 1650 FWL 1980 FNL

ELEVATION 3029'

OPERATOR McCABE ENERGY, INC.

LEASE PARDUE FARMS "29"



WEST

COMPANY110 W. LOUISIANA, STE. 110
MIDLAND TEXAS, 79701
of Midland, Inc. (432) 687-0865 - (432) 687-0868 FAX

סבר-בט-בשטט זבישטר ויאטווי

PARDUE FARMS "29-2" EDDY COUNTY, NEW MEXICO

SEP 3 0 2005 OCU-ANTESIA

ESTIMATED MATERIALS PER INTERVAL

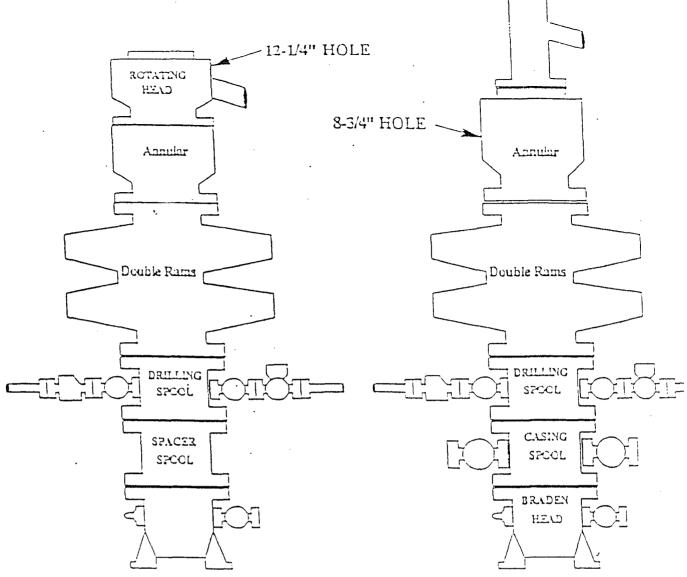
0-650'	FRESHWATER GEL	35 SK S
	LIME	5 SKS
	PAPER	50 SKS
	COTTONSEED HULLS	35 SKS
650'-4,900'	LIME	30 SKS
	PAPER	50 SKS
	VISMASTER/CYDRIL	5 CNS
4,900'-6,400'	STARCH	140 SKS
	LIME	30 SKS
	SALTWATER GEL (If pill pit is available)	100 SKS

SEP 3 0 2005

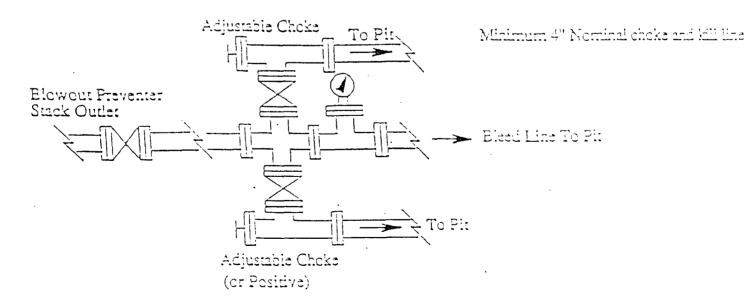
Notes Regarding Blowout Preventers Morexco, Inc.

Pardue Farmes #2 Eddy County, NM

- 1. Drilling nipple will be constructed so it can be removed mechanically without the aid of a welder. The minimum internal diameter will equal B. O. P. bore.
- 2. Wear ring will be properly installed in head.
- 3. B. O. P and all associated fittings will be in operable condition to withstand a minimum 3000 psi working pressure.
- 4. All fittings will be flanged.
- 5. A full bore safety valve tested to a minimum $3000 \mathrm{psi}$ W. P. with proper thread connections will be available on the rotary rig floor at all times.
- 6. All choke lines will be anchored to prevent movement.
- 7. All B. O. P. equipment will be equal to or larger in bote than the internal diameter of the last casing string.
- 8. Will maintain a kelly cock attached to the kelly.
- 9. Hand wheels and wrenches will be properly installed and tested for safe operation.
- 10. Hydraulic floor control for B. O. P. will be located as near in proximity to driller's controls as possible.
- 11. All B. O. P. equipment will meet A. P. f. standards and include a minimum 40 gallon accumulator having two independent means of power to initiate closing operation.



Choke Manifold Requirement (3000 psi WP)



MINIMUM BLOWOUT PREVENTER REQUIREMENTS

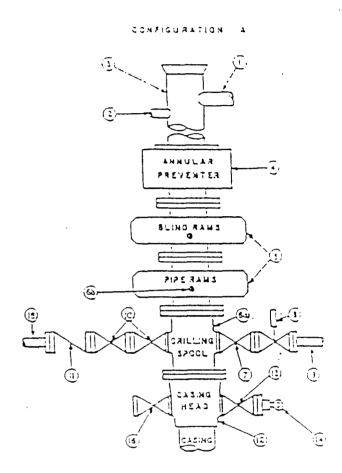
Brusses & paixtow isa 000.E

3 MWP

STACK REQUIREMENTS

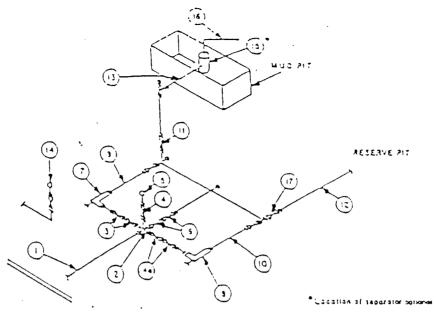
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1 1	Ficwlina	i		
2 1	Fill uc line	<u> </u>	. '	2-
3 1	Crilling nicola	<u> </u>	1	
÷	Annular Disventer	1	i	
	Two single or one qualitydi operated rams	raulically		
62	Orilling spect with 2" min.) 3" min chake line autiets	uil line and		
ēb	2° min, kill line and 3° min cuttets in ram. (Alternate to			
7	Valve	Gala Ci Plug Ci	3-1/8"	
3	Gata valva—comet costat	ad	3-1/8"	1
9	Line to choxe manifold		1	3-
10	Valves	Gata C Plug C	2-1/16*	
11	Check valve		2-1/16*	1
12	Casing head		1	
13	Valve	Gata (I Plug (I	1-12/16-	
14	Prassura gauga with nae	cla valve	1	
15	Kill line to rig mud pump	manifeid	1	2-

+	СРПС	NAL	
	16 I Flançad valve	1.12/15*	l



MINIMUM CHOKE MANIFOLD 4,000, 5,000 and 10,000 PSI Working Pressure

3 MWP - 5 MWP - 10 MWP



BEYONG SUBSTRUCTUR	3	EY	C	M O	Su 3	3 2 .	7 a	u	Ċ	Τ	u	9	Ε
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			MINIM	JUDIER MUK	BEMENTS	i				
			3,000 MWP	1		5,000 MWP	1		10.000 M'H7	
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2	Cross 3"12"12"12"	1	· .	3.000		1	5,000		1	1
	Cross 3"12"12"12"	1	l	1					1	10.20
3	Valves(1) Gate (I Plug (I(Z)	3-1/8-		3,000	3-:/8-		5.500	3-1/8-		10,200
4	Valve Gate II	1-12:5*		3,300	1-12/18*		5,300	1-12/18*		10,000
4:	(Valvest)	1 2-1/15"	١	3,000	1 2-1/15"	1	1 5.3C0	3-1/8*	1	10,000
5	l Prassura Gauda		1	3,300	1		1 5.000	1	.1	10,000
3	Valves Gate (I)	3-1/3*		3,000	3-1/8*		5,300	2:/3*		10,200
7	Adjustante Choxed)	2.	1	1 3,300	1 2.	1	1 5.3CC	1 2.	1	1 10,200
3	Adjustable Choxe	1.	ī	1 3,300	1 -	1	1 5,300	1 2-	1	10.000
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	Varves Gus C	2.1/3	•	3,300	2-1/3	-	5.000	2:,3	•	10.∞

- (1) Citry one required in Class DM.
- (2) Gate viewes only shall be used for Class 10M.
- (3). Remote operated hydrausic phone required on 5,000 psi and 10,000 psi for antiling.

EQUIPMENT SPECIFICATIONS AND INSTALLATION INSTRUCTIONS

- 1. All connections in choxa manifold shall be welded, studded, flanged or Cameron ciamo of comparable raping.
- 2. All flanges small de API 68 or 68X and ring gazxets small be API RX or 8X. Use only 8X for 10 MWP.
- 3. All lines shall be securely anonored.
- 4. Choxas shall be equipped with tungstan carbide seats and needles, and rectadaments shall be available.
- 5. Chexa manifold prassure and standolpa prassure gauges anall be available at the chexe manifold to assist in regulating choxes. As an alternate with automatic choxes, a choxe manifold pressure gauge shall be located on the ng floor in conjunction with the standbloe pressure gauge.
- 6. Line from onling speci to opexa manifold should be as straight as possible. Unes downstream from phoxes shall maxe turns by large bends or 90 * bends using bull plugged tees.

Morexco, Inc. PO Box 1591 Roswell, NM 88202-1591

Hydrogen Sulfide (H₂S) Contingency Plan

For

Pardue Farms "29" #2 1650 ft FWL, 1980 ft FNL Sec 29, T24S, R28E Eddy County, NM

And

J.W. Drilling Co. Rig No. 4

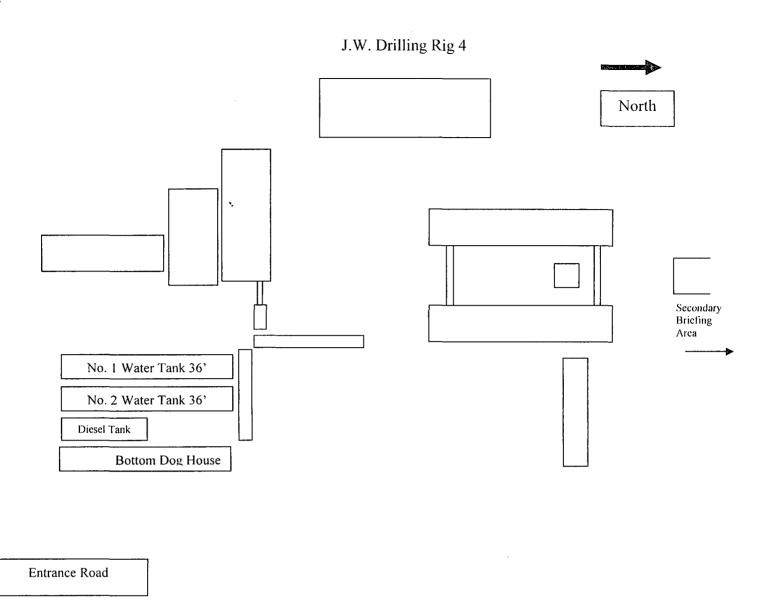
Preface

An effective and viable Contingency Plan is intended to provide prior planning and guidance in responding to emergency incidents. The primary considerations in its development are protection of personnel, the public, company and public property, and the environment.

Although the plan addresses varied emergency situations which may occur, it recognizes that flexibility and the use of the organization's knowledge and experience is critical to safe resolution of emergency incidents. Response actions outlined in the plan provide a framework, which may be placed into operation without confusion. These actions should promote quick and decisive actions during the critical initial period and immediately following an emergency. As the response progresses, additional guidelines and procedures may need to be implemented as the situation dictates. In addition, all emergency incidents must be properly reported per the Morexco Incident Reporting and Notification Policy, state and federal requirements, etc.

This Contingency Plan is intended for use on Morexco projects and the operations within their area of responsibility, such as drilling, critical well work, etc.

A copy of the Plan shall be maintained in the Top Dog House, Rig Managers trailer, and Company Representative's trailer if applicable.



Primary Briefing Area

EMERGENCY RESPONSE ACTIVATION AND GENERAL RESPONSIBILITIES

Activation of the Emergency Action Plan

- A. In the event of any emergency situation, all personnel on location should first ensure that the following items are initiated. After that, they should refer to the appropriate Specific Emergency Guidance sections on pages ten (10) through twelve (12) in this document for further responsibilities:
 - 1. Notify the senior ranking contract representative on site.
 - 2. Notify Morexco representative in charge.
 - 3. Notify civil authorities if the Morexco Representative can not be contacted and the situation dictates.
 - 4. Perform rescue and first aid as required (without jeopardizing additional personnel).

General Responsibilities

Morexco, Inc. Personnel:

- A. Operations Specialist: The Morexco Drilling/Critical Well Servicing Operations Specialist or contract personnel serving in that capacity will serve as Operations Chief Officer for all emergency incidents. The Operations Chief Officer is responsible for:
 - 1. Notification to the Downhole Services Team Leader of the incident occurrence.
 - 2. Notification to the local RMT/PMT leader of the incident occurrence, and the need for the designated local RMT/PMT Incident Commander to act in that capacity for the response effort.
 - 3. Sole control of all tactical activities directed toward reducing the immediate hazard, establishing situational control and restoring the operations to a non-emergency state.
- B. Local RMT/PMT Designated Incident Commander: The Morexco local RMT/PMT Designated Incident Commander will serve as the overall Incident Commander for the drilling or critical well servicing emergency incident. The Incident Commander is responsible for:
 - 1. Coordinating with the Downhole Services Team Leader for notification to the Morexco Crisis Management team of the incident occurrence.
 - 2. Establishing and managing the overall incident command structure and response from inception through restoration of normal activities in the area.
- C. Downhole Services HES Tech: The Downhole Services HES Tech (or his designate) is responsible for reporting to the incident as soon as reasonably possible, to provide support to the response effort as required by the Operations Chief Officer or the Incident Commander.

Contract Drilling Personnel will immediately report to their assigned stations and perform their duties as outlined in the appropriate Specific Emergency Guidance sections on pages ten (10) through twelve (12) in this document.

Other Contractor Personnel will report to the safe briefing area to assist Morexco personnel and civil authorities as requested when it is safe to do so and if they have been adequately trained in their assigned duties.

Civil Authorities (Law Enforcement, Fire, and EMS) will be responsible for:

- 1. Establishing membership in the Unified Incident Command.
- 2. As directed by the Incident Commander and the Unified Command, control site access, re-route traffic, and provide escort services for response personnel.
- 3. Perform all fire control activities in coordination with the Unified Command.
- 4. Initiate public evacuation plans as instructed by the Incident Commander.
- 5. Perform rescue or recovery activities with coordination from the Unified Command.
- 6. Provide medical assistance as dictated by the situation at hand.

H2S RELEASE

The following procedures and responsibilities will be implemented on activation of the H2S siren and lights.

All Personnel:

1. On alarm, don escape unit (if available) and report to upwind briefing area.

Rig Manager/Tool Pusher:

- 1. Check that all personnel are accounted for and their condition.
- 2. Administer or arrange for first aid treatment, and/or call EMTs as needed.
- 3. Identify two people best suited to secure well and perform rescue, and instruct them to don SCBA.
- 4. Notify Contractor management and Morexco Representative.
- 5. Remain at the briefing area, assess and monitor personnel and overall situation for hazards or conditions that might warrant a change in the action plan.

Two People Responsible For Shut-in and Rescue:

- 1. Don SCBA and acquire tools to secure well and perform rescue, i.e., wrenches, retrieval ropes, etc.
- 2. Utilize the buddy system to secure well and perform rescue(s).
- 3. Return to the briefing area and stand by for further instructions.

All Other Personnel:

1. Isolate the area and prevent entry by other persons into the 100 ppm ROE. Additionally the first responder(s) must evacuate any public places encompassed by the 100 ppm ROE. First responder(s) must take care not to injure themselves during this operation. Company and/or local officials must be contacted to aid in this operation. Evacuation of the public should be beyond the 100 ppm ROE.

Morexco Representative:

- 1. Remain at the briefing area, assess and monitor personnel and overall situation for hazards or conditions that might warrant a change in the action plan.
- 2. Notify Operation Specialists or Team Leader and RMT Leader or Local Incident Commander, and Police, Fire Department, or other Local emergency services as required.

Training

There will be an initial training session prior to encountering a known or probable H2S zone (within 3 days or 500 feet) and weekly H2S and well control drills for all personnel in each crew. The initial training session shall include a review of the site specific H2S Drilling Operations Plan and the Public Protection Plan (Contingency Plan). This plan shall be available at the well site. All personnel will be required to carry documentation that they have received the proper training.

Ignition of Gas Source

Should control of the well be considered lost and ignition considered, take care to protect against exposure to Sulfur Dioxide (SO2). Intentional ignition must be coordinated with the NMOCD and local officials. Additionally the NM State Police shall be the Incident Command of any major release.

Characteristics of H2S and SO2

Common	Chemical	Specific	Threshold	Hazardous	Lethal
Name	Formula	Gravity	Limit	Limit	Concentration
Hydrogen		1.189			
Sulfide	H_2S	Air = 1	10 ppm	100 ppm	600 ppm
Sulfur		2.21			
Dioxide	SO_2	Air = 1	2 ppm	N/A	1000 ppm

Contacting Authorities

Morexco personnel must liaison with local and state agencies to ensure a proper response to a major release. Additionally, the OCD must be notified of the release as soon as possible but no later than 4 hours. Agencies will ask for information such as: type and volume of release, wind direction, location of release, etc. Be prepared with all information available. The following call list of essential and potential responders has been prepared for use during a release. This response plan must be in coordination with the State of New Mexico's 'Hazardous Materials Emergency Response Plan' (HMER).

WELL CONTROL

The following procedures will be implemented when a loss of primary control is indicated. Indicators of loss of primary control are flow from the well, an increase in pit volume, or when the drilling fluid used to fill the hole on trips is less than the calculated pipe displacement volume. The emergency signal for well control procedures will be a single long blast of the rig air horn.

Kick While Drilling - Procedures And Responsibilities

Driller:

- 1. Stop the rotary and hoist the Kelly above the rotary table.
- 2. Stop the mud pump(s).
- 3. Check for flow.
- 4. If flowing, sound the alarm immediately.
- 5. Ensure that all crew members fill their responsibilities to secure the well.
- 6. Record drill pipe and casing shut-in pressures and pit volume increase and begin kill sheet.

Derrickman:

- 1. Go to BOP/choke manifold area.
- 2. Open choke line valve on BOP.
- 3. Signal to Floorman #1 that the choke line is open.
- 4. Close chokes after annular or pipe rams are closed.
- 5. Record shut-in casing pressure and pit volume increases.
- 6. Report readings and observations to Driller.
- 7. Verify actual mud weight in suction pit and report to Driller.
- 8. Be readily available as required for additional tasks.

Floorman #1:

- 1. Go to accumulator control station and await signal from Derrickman.
- 2. Close annular preventer and HCR on signal (if available, if not then close pipe rams).
- 3. Record accumulator pressures and check for leaks in the BOP or accumulator system.
- 4. Report to Driller, and be readily available as required for additional tasks.

Floorman #2:

- 1. Start water on motor exhausts.
- 2. Notify Contractor Tool Pusher or Rig Manager of well control situation.
- 3. Check location for ignition sources and extinguish or turn off, and stop any welding in progress.
- 4. Report to Driller, and be readily available as required for additional tasks.

Floorman #3:

1. Stand-by with Driller, and be readily available as required for additional tasks.

Tool Pusher/Rig Manager:

- 1. Notify Morexco Representative and report to rig floor.
- 2. Review and verify all pertinent information.
- 3. Communicate information to Morexco Representative, and confer on an action plan.
- 4. Finalize well control worksheets, calculations and preparatory work for action plan.
- 5. Initiate and ensure the action plan is carried out.
- 6. Communicate any changes in well or site conditions, or any indications that the action plan needs to be revised to the Morexco Representative.

Morexco Representative:

1. Notify Operation Specialists or Team Leader and RMT Leader or Local Incident Commander, and Police, Fire Department, or other local emergency services as required.

<u>Kick While Tripping – Procedures and Responsibilities</u>

Driller:

- 1. Sound the alarm immediately when pipe displacement volume is less than 75% of calculated.
- 2. Position the upper tool joint just above rotary table and set slips.
- 3. Check for flow.
- 4. Ensure that all crew members fill their responsibilities to secure the well.
- 5. Record drill pipe and casing shut-in pressures and pit volume increase, and begin kill sheets.

Derrickman: (same as while drilling)

Floorman #1:

- 1. Install full opening valve (with help from Floorman #2) in top drill string connection.
- 2. Tighten valve with make up tongs.
- 3. Go to accumulator control station and await signal from Derrickman.
- 4. Close annular preventer and HCR valve on signal (if available, if not then close pipe rams).
- 5. Record accumulator pressures and check for leaks in the BOP and accumulator system.
- 6. Report to Driller, and be readily available as required for additional tasks.

Floorman #2:

- 1. Assist installing full opening valve in drill string.
- 2. Position back-up tongs for valve make-up.
- 3. Start water on motor exhausts.
- 4. Notify Contractor Tool Pusher or Rig Manager of well control situation.
- 5. Check location for ignition sources and extinguish or turn off, and stop any welding in progress.
- 6. Report to Driller, and be readily available as required for additional tasks.

Floorman #3, Rig Manager/Tool Pusher, and Morexco Representative: (same as while drilling)

Emergency Notification Numbers

	Public Authorities	
New Mexico State Police	Artesia	505/746-2704
New Mexico State Police	Carlsbad	505/885-3137
New Mexico State Police	Hobbs	505/392-5588
Eddy County Sheriff's Office	Artesia	505/746-2704
Eddy County Sheriff's Office	Carlsbad	505/887-7551
Lea County Sheriff's Office	Hobbs	505/393-2515
Local Emergency Planning Center	Eddy County	505/887-9511
Local Emergency Planning Center	Lea County	505/397-9231
New Mexico Oil & Gas Commission	Artesia	505/748-1283
New Mexico Oil & Gas Commission	Hobbs	505/393-6161
NM Emergency Response Center	Hobbs	505/827-9222

Emergency Services							
Fire Fighting, Rescue, Ambulance, Police	Artesia	911					
Fire Fighting, Rescue, Ambulance, Police	Carlsbad	911					
Fire Fighting, Rescue, Ambulance, Police	Hobbs	911					
Flight For Life	Lubbock	806/743-9911					
Aerocare	Lubbock	806/747-8923					
Med Flight Air Ambulance	Albuquerque	505/842-4433					

Other Emergency Services						
Boots and Coots		1/800-256-9688				
Cudd Pressure Control	Midland	432/699-0139				
B. J. Services	Artesia	505/746-3569				