

N.M. Oil Cons. DIV-Dist. 2 1301 W. Grand Avenue Artesia, NM 88210

FORM APPROVED OMB No. 1004-0136 Expires January 31, 2004 Form 3160-3 (September 2001) VE LINITED STATES Lease Serial No. DEPARTMENT OF THE INTERIOR NM32636 **BUREAU OF LAND MANAGEMENT** 6. If Indian, Allottee or Tribe Name APPLICATION FOR PERMIT TO DRILL OR REENTER 7. If Unit or CA Agreement, Name and No. la. Type of Work: X DRILL REENTER N/A 8. Lease Name and Well No. ib. Type of Well: Oil Well Gas Well Other Single Zone Multiple Zone Amoco "13" Federal No. 8 Name of Operator 9. API Well No. RAM Energy, Inc. 33*0*56 30 015 29997 5100 E. Skelly Dr. - Ste 650 3b. Phone No. (include area code) 3a. Address 10. Field and Pool, or Exploratory Tulsa, OK 74135 918/663-2800 East Loving Delaware 11. Sec., T., R., M., or Blk. and Survey or Area Location of Well (Report location clearly and in accordance with any State requirements.*) At surface 800'FEL & 545'FNL Sec. 11, T23S, R28E At proposed prod. zone same 12. County or Parish 13. State 14. Distance in miles and direction from nearest town or post office* 3 miles northeast of Loving, New Mexico Eddv NM 15. Distance from proposed* 16. No. of Acres in lease 17. Spacing Unit dedicated to this well location to nearest 545' N Line of E/2 320 40 acres property or lease line, ft. 545 (Also to nearest drig, unit line, if any) 19. Proposed Depth 20. BLM/BIA Bond No. on file Distance from proposed location* to nearest well, drilling, completed 1500' 63501 applied for, on this lease, ft. 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 23. Estimated duration 3040' G.L October 15, 2003 CARLSBAD CONTROLLED WATER BASIN 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

- 1. Well plat certified by a registered surveyor.
- 2. A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification.
- Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature		Name (Printed/Typed) John R. Frick	Date 9/3/03		
Title Operations	Manager				
Approved by (Signature)	/s/ Joe G. Lara	Name (Printed/Typed) /s/ Joe G. Lara	Date 1 5 DCT 2003		
Title ACTING	FIELD MANAGER Office CARLSBAD FIELD OFFICE				
A 1:		-1			

Application approval does not warrant or certify the the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

APPROVAL FOR 1 YEAR

Conditions of approval if any are attached.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

APPROVAL SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS ATTACHED

DRILLING PROGRAM

WELL:

RAM Energy, Inc., Amoco "11" Federal #8

FIELD:

East Loving Delaware

CATEGORY:

Development

STATE:

New Mexico

COUNTY:

Eddy

LOCATION:

545' FNL & 800' FEL, Sec. 11, T-23-S, R-28-E

ELEVATION (G.L.):

3040'

1. ESTIMATED FORMATION TOPS: (See Plat #1)

Salt	570'
Delaware	2590'
Cherry Canyon	3700'
Brushy Canyon	4750'
Bone Springs	6200'
Total Depth	6350'

There are no potential drilling problems.

Estimate Time to Drill and Evaluate: 10 days

Hole Size:

0' - 570'	 12-1/4"
570' - 6350'	 7- 7/8"

2. <u>ESTIMATED DEPTH AT WHICH WATER, OIL OR GAS ARE EXPECTED TO BE ENCOUNTERED:</u>

Water:

160' to 180'

Oil, Gas:

Delaware

2590'

Cherry Canyon

3700'

Lower Brushy Canyon

6050'

3. BOP & ACCESSORY EQUIPMENT: (See Plat #2)

0 - 570': None

570' - 6350'

1 set - 10" double ram 3000# W.P. BOP's 3000# W.P. choke manifold

Wellhead Equipment:

8-5/8" sow X 11" 2000 psi casing head Larkin Model 92 or equivalent 5-1/2" sow X 2-7/8" 2000 psi tubing head Larkin Model R or equivalent 5000# single master valve

4. CASING PROGRAM: (See Plat #1)

Conductor Casing:

No conductor pipe will be used.

Surface Casing:

WITNESS

0' - 570' ----- 8-5/8", 24#, J-55, ST&C

Production Casing:

0' - 6350' ----- 5-1/2", 15.5# & 17#, J-55, LT&C

ACCESSORY EQUIPMENT:

Surface Casing:

1 - 8-5/8" Texas Pattern Shoe

1 - 8-5/8" Insert Float Collar

1 - 8-5/8" x 12-1/4" Centralizer 3-5' above slips

1 - 8-5/8" x 12-1/4" Centralizer next two joints

1 - 8-5/8" Stop Ring

Note: Run shoe and insert collar 1 joint apart

Production Casing:

- 1 5-1/2" Float Shoe
- 1 5-1/2" Float Collar
- 2 5-1/2" Stop Rings

- 1 5 1/2" x 7 7/8" Centralizer 3 5' above shoe
- 1 5-1/2" x 7-7/8" Centralizer around next collar
- 1 5-1/2" x 7-7/8" Centralizer immediately below float collar
- 1 5-1/2" x 7-7/8" Centralizer around next 2 collars
- 1 5-1/2" x 7-7/8" Centralizer alternating collars for next 10 joints (5 centralizers)

Note: Run float shoe and float collar 2 joints apart

- 1 5-1/2" x 7-7/8" DV Tool @ 3350"
- 1 5-1/2" x 7-7/8" Centralizer 1 joint above and below DV Tool

5. CEMENTING PROGRAM:

Surface Casing: (based on 100% excess) (circulated to surface)

Spacer: 10 bbls water

Lead Slurry:

350 sx. Class "C"+ .25 pps Cello-Seal

Slurry Weight -----14.81 ppg.

Slurry Yield ----- 1.33 cu. ft./sx.

Water Ratio ---- 6.32 gal/sx

Production Casing:

1st Stage

Lead Slurry:

600 sx 50:50 POZ (Base "C") + 2% Gel + 0.40% TF-4 +

57% water + 0.3% CF-2 + 10 pps Gilsonite

Slurry Weight -----13.62 ppg

Slurry Yield ----- 1.33 cu. ft./sx.

Water Ratio ----- 5.75 gal/sx.

Tail Slurry:

150 sx. Class "C" + 0.2% TF-4 + .3% CF-14 + 56% water

Slurry Weight -----14.78 ppg

Slurry Yield ----- 1.33 cu.ft./sx.

Water Ratio ---- 6.32 gal/sx.

2nd Stage (DV Tool @ 3350') (based on 100% excess)

Lead Slurry:

820 sx. Pacesetter Lite (c) + 6% Gel + 10% salt + 105% water

Slurry Weight ---- 12.67 ppg

Slurry Yield ----- 2.03 cu.ft./sx.

Water Ratio ----- 10.97 gal/sx.

Tail Slurry:

100 sx. Class "C" + 0.2% CaCl2 + 56% water

Slurry Weight ----- 14.78 ppg

Slurry Yield ----- 1.33 cu.ft./sx.

Water Ratio ----- 6.32 gal/sx.

6. MUD PROGRAM: (See Plat #1)

Specifications	0 - 570'	570' - 6000'	6000' - 6350'
			•
Mud wt (ppg)	8.6 - 9.0	9.0 - 10.0	10.0
Vis (sec)	36 - 45	28 - 31	34 - 38
WL (ml)	N/C	N/C	15 or less
Type System	Gel-Fresh	Gel-Brine	Gel-Brine

Close Mud System: (See Plat #3)

A closed mud system will be used and cuttings and drill fluids will be disposed of as per Section 7 of the Multi-Point Surface Use Plot.

Casing Test:

Before drilling out test surface casing to 1500 psi.

Casing Seat Test:

After drilling out surface casing test to leak off or 11 ppg equivalent, whichever is less.

Deviation Specifications:

Maximum Deviation	5 deg1
Maximum Rate of Charge	e1.5 deg/100'1

7. LOGGING & TESTING PROGRAM:

Open Hole: 570' to 6350'

First Run:
Dual Laterolog
Micro Laterolog
Gamma Ray Neutron

Second Run: Densilog Compensated Neutron Gamma Ray Neutron

DST's: None planned

Mud Logging:

2000' to Total Depth

- 8. No abnormal pressures or temperatures are anticipated. H2S should not be encountered.
- 9. Anticipated Starting Date: October 15, 2003

Multi-Point Surface Use Operating Plan RAM Energy, Inc. Amoco "11" Federal #8

This plan is submitted with form 3160-3, Applications for Permit to Drill, covering the above described well. The purpose of this plan is to describe the location of the proposed well, and the proposed construction. And the procedures to be followed in rehabilitation of the surface after completion of the operations, so that a complete appraisal can be made of the environmental affects associated with the operation.

1. Existing Roads:

A. Plat #4 is a portion of the USGS Carlsbad, N.M. regional map. The proposed location is situated approximately 3 miles Northeast of Loving, New Mexico, via the access route shown in red. Plat #5 is a portion of the USGS Loving, New Mexico map showing existing roads, and New roads to be constructed.

`WELL:

RAM Energy, Inc. Amoco "11" Federal #8

FIELD:

East Loving Delaware

CATEGORY: STATE:

Development New Mexico

COUNTY:

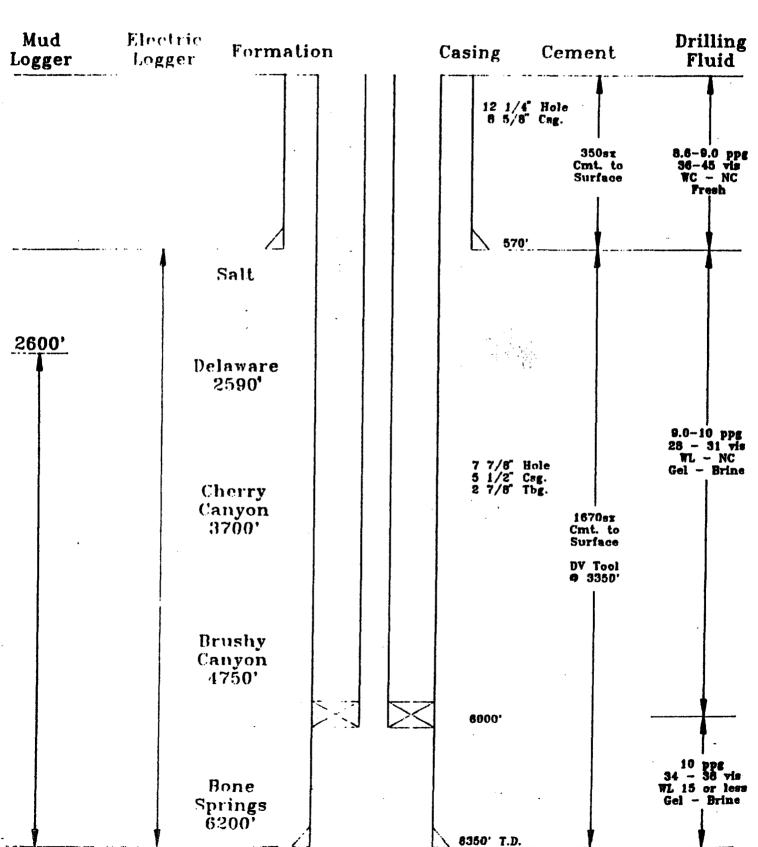
LOCATION:

Eddy

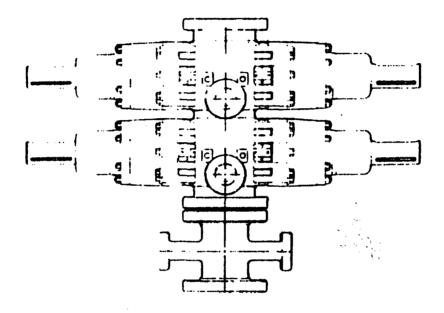
800'FEL & 545'FNL, Sec. 11, T-23-S, R-28-E

ELEVATION:

(G.L.) 3040'



BLOW OUT PREV NTION EQUIPMENT



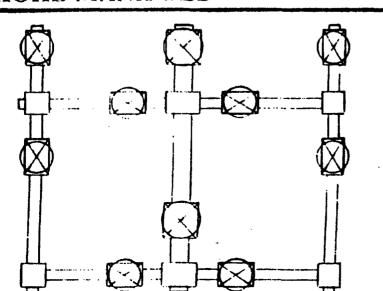
BOP Stack

— 1 Rucker Shaffer "B" double ram 10" - 3000 psi WP

Closing Unit

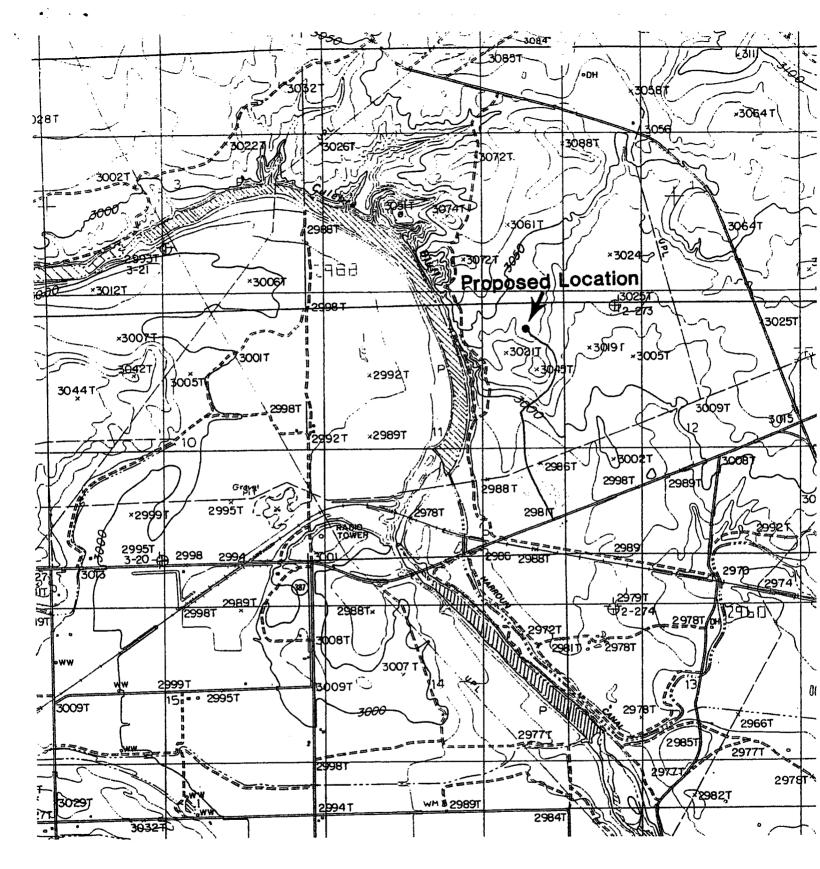
- Hydril model 80 three station accumulator
- Controls located in accumulator house and on rig floor

CHOKE MANIFOLD



900 Series, 3000 psi WP

PLAT #2



NOTE: Taken from USGS Topographic Map, Loving, New Mexico

WELL: Amoco "11" Federal #8
Topographic Map
PLAT #5

DISTRICT I 1825 M. Franch Pr., Robbs. PM 85340 DISTRICT II 511 South First, Artesia, NM 85210

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised March 17, 1999

Submit to Appropriate District Office

State Lease - 4 Copies Per Lease - 5 Copies

DISTRICT III 1000 Rio Brazios Rd., Astec. NM 87410

DISTRICT IV 2040 South Pacheco, Sents Fs. HM 67303 OIL CONSERVATION DIVISION
2040 South Pacheco

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

Santa Fe. New Mexico 87504-2088

API	API Number			Pool Code Pool Name					
Property (Zođe	<u>_</u>	Property Name AMOCO FEDERAL "11"					Well Number	
OGRED N).		Operator Name					304	
			-		Surface Loc	Btion			
TL or lot No.	Section	Township	Range	Lot Mn	Feet from the	North/South line	Feet from the	East/West line	County
A	11	23 S	28 E		545	NORTH	800	EAST	EDDY
			Bottom	Hole Lo	cation If Diffe	rent From Sur	face		
A or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	Enst/West line	County
Dedicated Acres	Joint o	r Infill Cor	nsolidation	Code Oz	der No.				<u> </u>
NO ALLO	WARLE W	MIL RE AS	SIGNED '	THIS	COMPLETION	NTIL ALL INTER	PECTO HAVE DE	EN CONSOLID	ATPN

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 NON-SIAN	DARD UNIT HAS BEEN APPROVED BY TE	ie division
	Lat - N32*19*33.0" Long - W104*03*07.0" 3042.3' 17	OPERATOR CERTIFICATION I haveby curtify the the information contained haven to true and complete to the best of my homeologic and botics. Significant ALCC Printed Same OPERATOR CERTIFICATION I haveby curtify that the well location shown on this plat was plotted from field notes of actual surveys made by the or under my supervisor, and that the assure is true and convert to the best of my belief. OCTUBER DIOMESO Date Surveyor Professional Surveyor 1977 Certificate No. Gary a Tones 7977
		TOTAL P.02