

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

Form C-101
May 27, 2004

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit to appropriate District Office

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

Operator Name and Address J.P.H. Oil Producers P.O. Box 565 Lovington 30-N.M.		OGRID Number
Property Code	Property Name STATE BTJ	Well No. ONE
Proposed Pool 1 ATOKA WILDCAT		Proposed Pool 2 WOLF CAMP, PENN STRAWN WILDCAT

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
H	11	12S	33E		1980'	NORTH	660'	EAST	LEA

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

Work Type Code E	Well Type Code O	Cable/Rotary R	Lease Type Code S	Ground Level Elevation
Multiple NO	Proposed Depth 10,700'	Formation LIME	Contractor SMITH INDUSTRIAL	Spud Date 8-10-04
Depth to Groundwater 40'		Distance from nearest fresh water well 1000'		Distance from nearest surface water 70 MILES
Pit: Liner: Synthetic <input type="checkbox"/> _____mils thick Clay <input type="checkbox"/>		Pit Volume: _____ bbls		
Closed-Loop System <input type="checkbox"/>		Drilling Method: Fresh Water <input type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>		

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
11"	8 5/8"	32#	515'	400	SURFACE
7 3/8"	5 1/2"	20# & 17#	10,700'	760	7000

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.

See Attached Sheet

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 constructed according to NMOCD guidelines <input type="checkbox"/> , a general permit <input type="checkbox"/> , or an (attached) alternative OCD-approved plan <input type="checkbox"/> .	OIL CONSERVATION DIVISION	
	Approved by: Chris Williams	Title: Dist. Super.
Printed name: Jimmy Hodge	Title: OPERATOR	Approval Date: 8/18/04
E-mail Address:	Expiration Date: 8/18/05	
Date: 8-17-04	Phone: 505-396-2104	Conditions of Approval Attached <input type="checkbox"/>

J.P.H. Oil Producers

P. O. Box 565
Lovington, NM 88260

Phone: (505) 396-2104
Fax: (505) 396-6046

Procedure & Report

Connected $8\frac{5}{8}$ " casing at 515' with new $8\frac{5}{8}$ " casing to surface - Cemented with 400 sacks Class C / premium Plus Cement - Circulated Cement to surface - 6 barrels of Cement circulated to surface. Shut down 24 hours - install 10" well head flange on $8\frac{5}{8}$ " casing & 5000 PSI blind ram B.O.P. - picking drill collars & $3\frac{1}{2}$ " drill pipe go in hole with $7\frac{3}{8}$ " bit find cement at 400' from surface drill out cement to 528' pressure test $8\frac{5}{8}$ " casing to 1000 PSI for 30 minutes - No pressure drop - Continue to wash and drill to 1,348' and drill up cement plug down to 1,500' wash and drill to 2000' pressure test $8\frac{5}{8}$ " to 1000 PSI for 30 minutes - No pressure drop - wash & drill to 3,759' pressure test $8\frac{5}{8}$ " to 1,000' PSI for 30 minutes - No pressure drop.

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Procedure

Steel pits are being used - drill out 8 5/8 Cement Plug at 3,843' to 3,930' - drill and wash down to 10,700' using 9 1/2 pound mud, 12 to 17 WL, 38" Vie. Drilling & washing to TD with 7 3/8" drill bit - using 4 3/4" drill collar (6) and 3 1/2 PH6 drill pipe to TD @ 10,700'. Run new logs and ~~from~~ proceed as follows: run ~~3000'~~ 3000' of 20# 5 1/2" casing on bottom and 7000' of 17# 5 1/2" casing to surface - we plan on running 40 to 50 5 1/2" casing centralizers - ~~Cement 5 1/2" casing with 760' sacks of cement to bring top of cement to 7000' or less~~ - Cement 5 1/2" casing in 2 stages - 1st stage from 10,700' up to 8000' with 600 sacks of cement - 2nd stage 8000' up to 3500' from surface 280 sacks of cement - wait 24 hours - drill out DVD tool - go to 10,600' & pressure test to 3000 PSI for 30 minutes - Come out of hole - pickup packer go in hole with packer & tubing set packer @ 10,200' flange up well head - install 5000 PSI tubing valve and well head equipment - double tubing dry - rig up perforators and high pressure lubricator equipment - go in hole with tubing gun & perforate from 10,420' to 10,375' - flow well to test tanks.