State of New Mexico Energy, Minerals & Natural Resources Form C-101 May 27, 2004

1625 N. French Dr., Hobbs, NM 88240 District II • 1301 W. Grand Avenue, Artesia, NM 88210 District III

Oil Conservation Divsiion

Submit to appropriate District Office

| 1000 Rio Brazos I<br>District IV   | Rd., Aztec, N               | M 87410        |                        |                          | 1220 S. St.               | Francis Di   | r <b>.</b>                |                                     |                                     |                      |  |
|--|-----------------------------|----------------|------------------------|--------------------------|---------------------------|--|---------------------------|-------------------------------------|-------------------------------------|----------------------|--|
| 1220 S. St. Franc  | is Dr., Santa               | Fe, NM 87:     | 505                    |                          | Santa Fe, 1               | NM 87505   | 5                         |                                     | AME                                 | NDED REPORT          |  |
| APPLIC   | CATION                      | FOR P          | ERMIT 1                | ΓO DRI                   | LL, RE-EN                 | NTER, DE   | EPEN,                     | PLUGBAC                             | K, OR ADD                           | A ZONE               |  |
|  | <sup>1</sup> O <sub>I</sub> | erator Name ar | nd Address             |                          |                           |  | <sup>2</sup> OGRID Number |                                     |                                     |                      |  |
| MISSION RES  | ORPORATI                    | NC             |                        |                          |                           | 148381   |                           |                                     |                                     |                      |  |
| 1331 LAMAR,  | 155 HOU                     | STON, TEXA     | S 77010-               |                          |                           |  | 30-025-36935              |                                     |                                     |                      |  |
|  | rty Code<br><b>493</b>      |                |                        |                          | <sup>5</sup> Property:    |  |                           |                                     |                                     | -                    |  |
|  | 433                         | 9 Propose      | l Pool 1               |                          | JINIE A A                 | \( \text{C 2} \\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ |                           |                                     |                                     |                      |  |
| JALMA  | T;TANSIL                    |                | 7RIVERS (G             | AS) 7924                 | <b>10 √</b>               | 110,0000   |                           |                                     |                                     |                      |  |
|  |                             |                |                        |                          | <sup>7</sup> Surface I    | Location   |                           |                                     |                                     |                      |  |
| UL or lot no.  | Section                     | Township       | Range                  | Lot. Idn                 |                           |  |                           | Feet from the                       | East/West line                      | County               |  |
| 0  | 11                          | 22S            | 36E                    |                          | 660                       | S  | OUTH                      | 1886                                | EAST                                | LEA                  |  |
|  |                             | 8              | Proposed 1             | Bottom                   | Hole Locati               | ion If Diffe                                       | rent Fro                  | om Surface                          |                                     |                      |  |
| UL or lot no.  | Section                     | Township       | Range                  | Lot. Idn                 | Feet from t               | he North/South Line                                |                           | Feet from the                       | East/West line                      | County               |  |
| SAME   |                             |                | ·                      | 1                        |                           |  |                           |                                     |                                     |                      |  |
|  |                             |                |                        |                          | dditional W               |  |                           |                                     |                                     |                      |  |
|  | N                           |                | 12 Well Type Co        | ode 13 Cable/Rotary 14 L |                           |  |                           |                                     |                                     | 529                  |  |
| <sup>16</sup> Muli   | tiple<br>10                 |                | Proposed Dep<br>4000 ' | th                       | 18 Forma                  |  |                           |                                     | <sup>20</sup> Spud Date<br>06/21/04 |                      |  |
| Depth to ground  |                             | I              | 4000                   |                          |                           |  |                           | Distance from nearest surface water |                                     |                      |  |
|  |                             | 137'           |                        |                          |                           | 00+ 1000+  |                           |                                     |                                     |                      |  |
| Pit: Liner: Sy   | nthetic 💢 🔔                 | 12 mil         | thick Cla              | ıyX                      | Pit Volume57              | 7 <u>04</u> bbls I                                 | Orilling Me               | thod: Rotary                        |                                     |                      |  |
| Closed-L   | oop System [                |                |                        |                          | I                         | Fresh Water X                                      | Brir                      | ne X Diesel/C                       | il-based 🔲                          | Gas/Air 🔲            |  |
|  |                             |                | 21                     | Propose                  | d Casing an               | d Cement   | Progran                   | n                                   |                                     |                      |  |
| Hole S   | Size                        | Ca             | sing Size              | 1                        | g weight/foot             | Setting D  |                           | Sacks of Ceme                       | nt Es                               | stimated TOC         |  |
| 12-1/4" 8  |                             |                | -5/8"                  |                          | 24#                       | 600  | 600'                      |                                     |                                     | SURFACE              |  |
| 7-7/8" 4   |                             |                | -1/2"                  | 11.6#                    |                           | 4000'  |                           | 655                                 | SURFACE                             |                      |  |
|  |                             |                |                        |                          |                           |  |                           |                                     |                                     |                      |  |
|  |                             |                |                        | İ                        |                           |  |                           |                                     | 023031                              | 1<3                  |  |
|  |                             |                |                        |                          |                           |  |                           | /.                                  | ₹ <sup>®</sup>                      | 120                  |  |
| Describe the blow Please see   | vout preventi               | on program,    |                        |                          |                           | K, give the dat                                    | a on the pr               | resent productive 20                | ne and proposed i                   | new productive zone. |  |
|  |                             |                |                        |                          |                           |  |                           | ,                                   |                                     | <i>(3)</i>           |  |
| Well Locat<br>Proposed We<br>Casing/Ceme   | ell Plan                    | _              |                        |                          | 02)                       | Permit<br>Del                                      | Expire<br>• Unle          | es 1 Year Fro<br>es Drilling U      | m Approva                           | 1 9/5/3/             |  |
| <sup>23</sup> 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 |                             |                |                        |                          |                           |  | OIL CONSERVATION DIVISION |                                     |                                     |                      |  |
| constructed according to NMOCD guidelines a general permit , or an (attached) alternative OCD-approved plan  |                             |                |                        |                          |                           |  | Approved by:              |                                     |                                     |                      |  |
| Signature:   | AK/                         | Halli          |                        |                          | Just Haut                 |  |                           |                                     |                                     |                      |  |
| Printed name: N  | Gatti 🦰                     |                |                        |                          | Title: PETROLEUM ENGINEER |  |                           |                                     |                                     |                      |  |
| Title: Regulatory Coordinator  |                             |                |                        |                          |                           | Approval Date: Expiration Date:                    |                           |                                     |                                     |                      |  |
| E-mail Address:  | nancy.ga                    | atti@mrc       | orp.com                |                          |                           |  |                           |                                     |                                     |                      |  |
| Date:  |                             |                | Phone:                 |                          |                           | Conditions of Approval:                            |                           |                                     |                                     |                      |  |
| 11   | L/04/04                     |                | 71                     | .3-495-31                | l28                       | Attached   |                           |                                     |                                     |                      |  |

### State of New Mexico

Rnergy, Minerals and Natural Resources Department

Form C-102 Revised February 10, 1994 Submit to Appropriate District Office State Lease - 4 Copies

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

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

OIL CONSERVATION DIVISION P.O. Box 2088 Santa Fe, New Mexico 87504-2088

P.O. BOX 2088, SANTA FE, N.M. 87504-2088

☐ AMENDED REPORT

Fee Lease - 3 Copies

### WELL LOCATION AND ACREAGE DEDICATION PLAT

| API Number    |    | Pool Code    | Pool Name                           |      |  |
|---------------|----|--------------|-------------------------------------|------|--|
| 30-025-369    | 35 | 79240        | JALMAT; TANSILL-YATES-7RIVERS (GAS) |      |  |
| Property Code |    | Pr           | Well Number                         |      |  |
| 33493         |    | STAT         | 84                                  |      |  |
| OGRID No.     |    | OI           | Elevation                           |      |  |
| 148381        |    | MISSION RESC | URCES CORPORATION                   | 3529 |  |

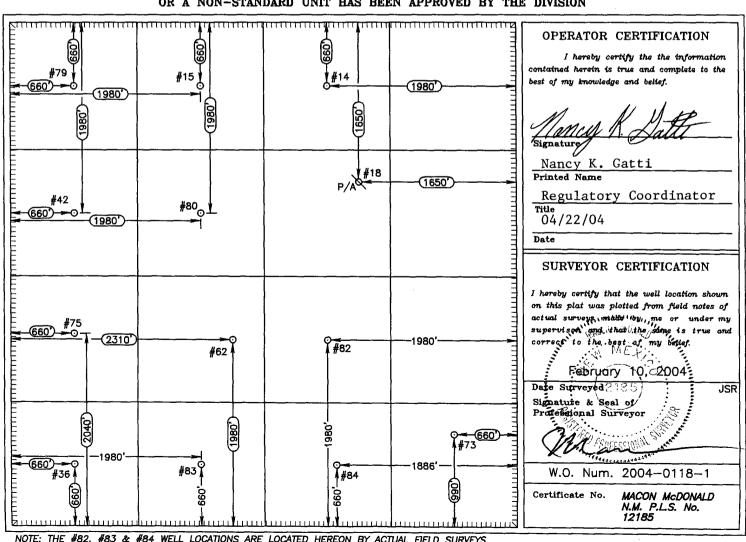
#### Surface Location

|   | UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| Ì | 0             | 11      | 22 S     | 36 E  |         | 660           | SOUTH            | 1886          | EAST           | LEA    |

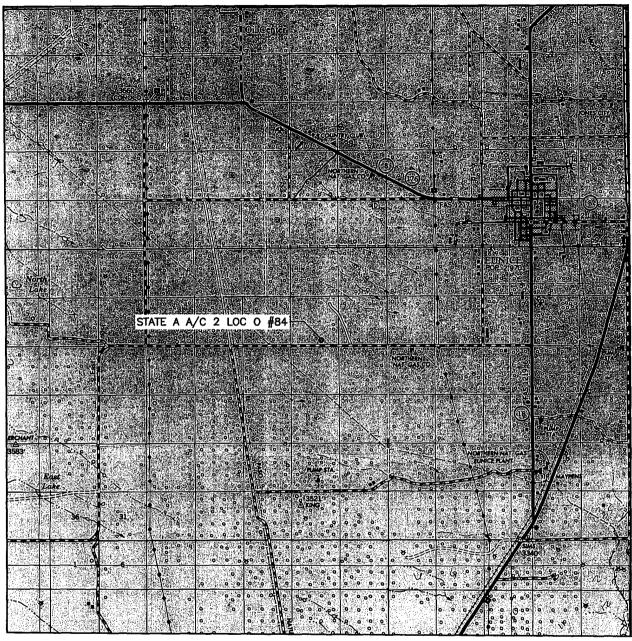
### Bottom Hole Location If Different From Surface

| UL or lot No.                     | Section | Township | Range           | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|-----------------------------------|---------|----------|-----------------|---------|---------------|------------------|---------------|----------------|--------|
| SAME                              |         |          |                 |         |               |                  |               |                |        |
| Dedicated Acres   Joint or Infill |         | r Infill | Consolidation ( | Code Or | der No.       |                  |               |                |        |
| 640                               |         |          |                 |         | R-64          | 83-C & R-857     | 5-C           |                |        |

### 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



### VICINITY MAP



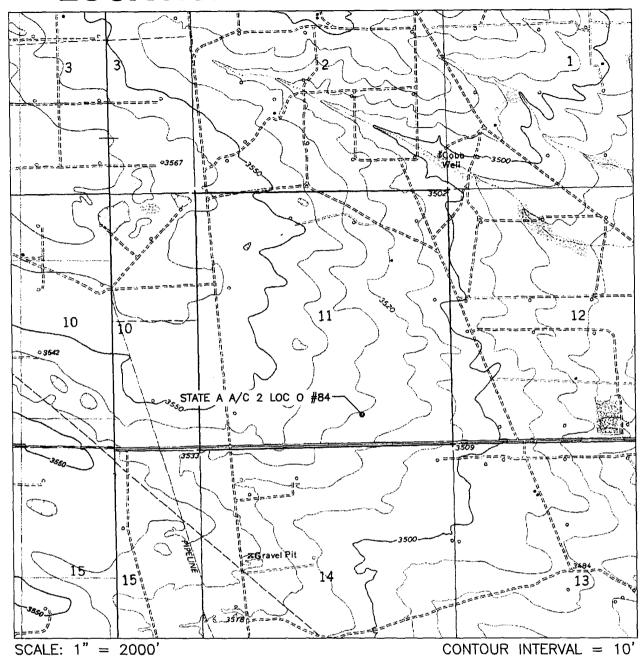
SCALE: 1" = 2 MILES

| SEC. 11     | TWP. <u>22-S</u> RGE. <u>36-E</u>  |
|-------------|------------------------------------|
| SURVEY      | N.M.P.M.                           |
| COUNTY      | <u>LEA</u>                         |
| DESCRIPTION | ON <u>660' FSL &amp; 1886' FEL</u> |
| ELEVATION.  | 3529'                              |
| OPERATOR.   | MISSION RESOURCES CORPORATION      |
| LEASE       | STATE A A/C 2 LOC O                |

## WEST COMPANY of Midland, Inc.

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

## **LOCATION VERIFICATION MAP**



SEC. 11 TWP. 22-S RGE. 36-E

SURVEY N.M.P.M.

COUNTY LEA

DESCRIPTION 660' FSL & 1886' FEL

ELEVATION 3529'

OPERATOR MISSION RESOURCES CORPORATION

LEASE STATE A A/C 2 LOC O

U.S.G.S. TOPOGRAPHIC MAP

EUNICE, N.M.



## WEST COMPANY of Midland, Inc.

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

## STATE A A/C 2, WELL NO. 84 660' FSL & 1986' FEL, SECTION 11, T-22S-R36E, UNIT LETTER "O" LEA COUNTY, NM

### PROPOSED WELL PLAN

- 1. Drill 12-1/4" hole from surface to 600'.
- 2. Run 8-5/8" 24# casing to 600', cement w/ 240 sx cement with additives to surface.
- 3. Drill 7-7/8" hole to 4000'
- 4. Run 4-1/2" 11.6# casing to 4000' w/ 655 sx cement with additives to surface.
- 5. Perforate Yates/7-Rivers from 3000' to 3500'
- 6. Acid and Frac treatment will be determined after looking at the logs.
- 7. Complete and put on production.

### **CASING PROGRAM:**

SURFACE: 8-5/8" Casing in 12-1/4" Hole at 600'.

PRODUCTION: 4-1/2" casing in 7-7/8" Hole at 4000'.

### **CEMENTING PROGRAM:**

### SURFACE:

Lead: 125 sacks Class C Mixed at 12.7 ppg Additives: 0.25 pps Cello-Flake + 6% Bentonite

Tail: 200 sacks Class C Mixed at 14.8 ppg

Additives: 2% CACL2

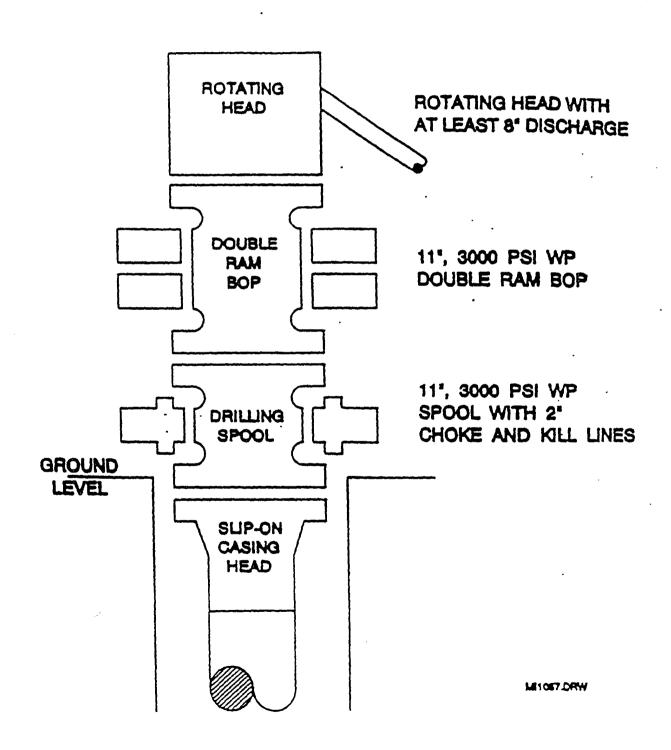
### PRODUCTION:

Lead: 320 sacks Class C Mixed at 11.9 ppg Additives: 35:65 Poz (Fly Ash) + 6% Bentointe

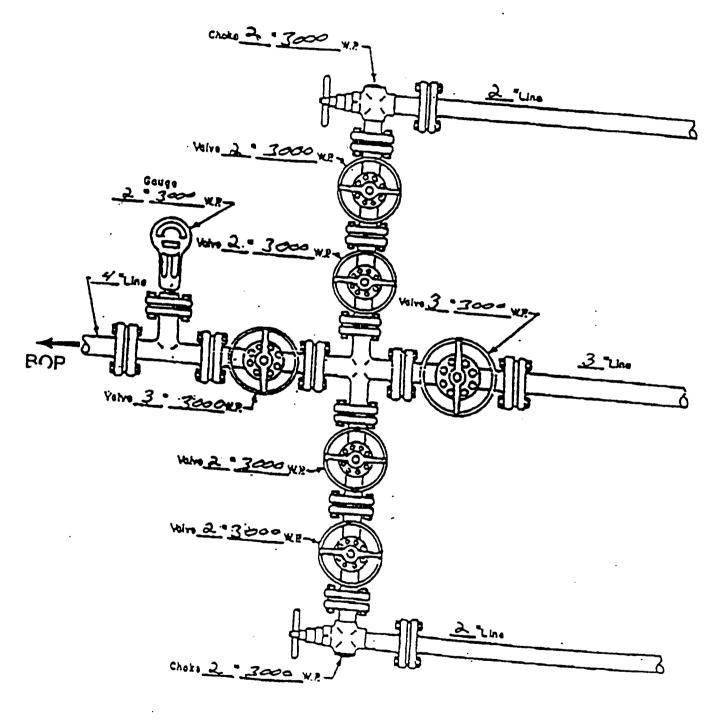
Tail: 335 sacks Class C Mixed at 14.0 ppg

Additives: 50:50 Poz (Fly Ash) + 2% Gel

## BOP SPECIFICATIONS



# CHOKE MANIFOLD DIAGRAM



MANIFOLD

図 Monuel

Hydraulic