Submit to appropriate District Office

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

| AMENDED | REPORT |
|---------|--------|
|---------|--------|

| APPI | ICATI | ON FO | | | | ENTER, | DEEPI | EN, I | PLUGBA | | DD A ZONE | |
|--|---|---|--|--|--|---|---|-------------------------|---|---|--|--|
| | | | ¹ Operator Name | | SS | | | T | | ² OGRID Nur | · · · · · | |
| Manzano Oil Corporation P.O. Box 2107 | | | | | | | ŀ | 013954 API Number | | | | |
| Roswell, NM 88202-2107 | | | | | | | | | 30-02 | 5-26 | 993 | |
| ³ Property Code ³ Property Name ³ 4 4 6 2 Peter Grande | | | | | | | | | | Well No. | | |
| | 746 | <u> </u> | | | Peter Gra | inde 🗾 | | | 10 D | | 1 | |
| | | | Proposed Pool 1 calero, North – Cis | co | | | | | ¹⁰ Prop | osed Pool 2 | | |
| | | | _ | | [/] Surface | Location | | | | | | |
| UL or lot no. | Section | Township | Range | Lot Io | | | | | Feet from the East/W | | | |
| M | 1 | 10-S | 32-Е | | 33 | . 1 | South | | 400 | West | Lea | |
| | 1 | | ⁸ Propo | sed Botto | om Hole Loca | tion If Diffe | erent Fror | n Sur | face | | ······································ | |
| UL or lot no. | Section | Township | Range | Lot Io | dn Feet fro | om the No | orth/South line | | Feet from the | East/West line | e County | |
| | | | | Ad | ditional We | ell Inform | ation | | | | | |
| | Type Code N | | ¹² Well Type Coo O | le | | e/Rotary R | | ¹⁴ Lea | se Type Code S | 15 | Ground Level Elevation 4223' | |
| | lultiple N | | ¹⁷ Proposed Dept 9700' | h | | mation sco | | | Contractor d Drilling Inc | | ²⁰ Spud Date 12/2004 | |
| Depth to Grou | indwater 2 | 250' | | Distance | from nearest free 1000 feet | | | | Distance from | n nearest surfac | | |
| Pit: Liner | : Synthetic | 12 | mils thick Clay | Pit V | /olume:10,000 | | D | rilling | Method: | | | |
| Close | d-Loop Sys | | - • | _ | | | | - | Brine 🕅 Di | esel/Oil-based | Gas/Air | |
| | - 200p 0,0 | | 21 | Dropos | ed Casing a | nd Como | | | | | | |
| | | r | I | | | T | | | <u></u> | <u>87' *</u> | 17 | |
| Hole Size Casing Size | | · · · · · · · · · · · · · · · · · · · | | · · · · · · · | | | Sacks of Cement | | Estimated TOC | | | |
| | 17-1/2" 13-3/ | | 3-3/8" | <u>48#/ft</u> | | 375' | | | /400sx 7 | | Surface | |
| 11 | 11" 8-5/8" | | -5/8" | 32#/ft | | 3400' | | | 1100sx ~ ~ | | Surface | |
| 7-7/ | 8" | 5 | -1/2" | 1 | 7#/ft | 97 | 700' | 925s | | Kog To | 2850' | |
| | | | | | · · · | | | | | | | |
| Drill 17-1/2" Prior to drilli to circulate ci diagram attact to TD, 2-Sta | Hole to 37: ng out in 11 ement to su hed) - Drill ge Cement | 5' – Run 13- " hole, NU : rface – WOC 7-7/8" hole Operation w | 3k working pressu C 12hrs prior to dr to 9700' – No DS | asing to TI tre BOP an illing on sh ST Planned enting tool | D, Cement w/Sub d test to 500# - 1 noe – Prior to dri at this time – At ~ 8000? Cement | fficient cemen Drill 11" hole Hing out in 7- t TD Log well | to 3400' – -7/8" hole, l – If well is | Run 8- NU 3k comm | -5/8" #32/ft cas working press accially produce OC to 2850' (- | sing to TD, Cer ure BOP and te ctive, Run 5-1/2 | rior to drilling on shoe – nent w/sufficient cement est to 1000# (BOP 2" #17/ft & #20/ft casing into 8-5/8" Casing) – If | |
| ²³ I hereby ce | rtify that th | e informatio | n given above is t | rue and cor | mplete to the | | OIL | <u>ר</u> | ISERVAT | | ISION | |
| best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines , a general permit , or an (attached) alternative OCD-approved plan | | | | | OIL CONSERVATION DIVISION Approved by: | | | | | | | |
| Printed name | : Toby Soli | IS | dut | K, | | Title: PETROLEUNE HUINLE | | | | | ····· | |
| Title: Engine | ег | | × | | | Approval D | Date: UE | <u>C</u> 1 | 3 2004 _E | xpiration Date: | 5,5°25 | |
| E-mail Addre | SS: | | | | | | | | مرام هدي . | | | |
| Date: 12/06/2004 Phone: (505) 623-1996 | | | | Conditions of Approval Attached | | | | | | | | |





MANZANO OIL CORPORATION

CATION. PETER GRANDE #1 WELL LOCATED 330 FEET FROM THE SOUTH LINE AND 400 FEET FROM THE WEST LINE OF SECTION 1, TOWNSHIP 10 SOUTH, RANGE 32 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO. Survey Date: 11/29/04 Sheet 1 of 1 Sheets W.O. Number: 04.11.1552 Dr By: LA Rev 1:N/A Date: 12/02/04 Disk: CD#3 04111552 Scale:1"=100'

FROM THE INTERSECTION OF STATE HWY. #380 & CO. R.D. #156 (BUTTON MESA RD.) GO NORTH ON BUTTON MESA APPROX. 6.7 MILES TO A LEASE ROAD AND CALICHE PIT ON THE RIGHT. TURN RIGHT AND GO EAST APPROX. 1.2 MILES. TURN LEFT AND GO 0.1 MILES TO THIS LOCATION.

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| PROVIDING SURVEYING SERVICES SINCE 1948 |
|--|
| JOHN WEST SURVEYING COMPANY |
| 412 N. DAL PASO |
| HOBBS, N.M. 88240 |
| (505) 393-3117 |

| 19 | 20 | | 51 | MESA | T170 23 | 24 | 19 | 20 | 21 | 22 | 23 | 24 | |
|----------------------------|-------|----|----|----------------------|------------------|------------------|-------------------|------|--------------------|---|-------------------|---|----------------------|
| 30 | 2 | 9 | 29 | | 7156 56 | 25 | 30 | 29 | 28 | 27 | 26 | 25 | 30 |
| 31 | 3 | 2 | 33 | 34 | 35 MCGUFFI | 36 N | 31 | 32 | 33 | 34 | 35 | 36 | 31 |
| 6 | | 5 | 4 | 3 | T156 2 | 1 | PETER | s | 4 E #1 | 3 | 2 | LANE ¹¹⁵⁵ | 6 |
| 7 | | 8 | 9 | 10 | 11 | 12 | 7 | 8 | 9 | 10 | 11 | 12 | 7 |
| 21 22 22 24 24 | | 17 | 16 | 15 | 14 | 13 ය බ | 18 18 19 | 17 | 16 | 15 | 14 | 13 ഇ | × ¹⁸ |
| 19 | | | 21 | 22 | 23 | | 24 19 | 20 | 21 | 25 | 23 | 24 | 2 4 19 |
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| ୟ ଅଟି 31 ଅ | HEIGE | 32 | 33 | 34 NOLTUR | 1156 322 | ୟ 36 ପ୍ର ୟ | 84 65 31 62 | 32 | 33 ⁷ 35 | 1974 34 1974 CT | 35 | 36 88 86 87 87 87 87 87 87 87 87 87 87 87 87 87 | 24 77 24 24 |
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| GRDSE T159 | - 10 | 11 | 12 | <u> </u> | 8 | 9 | BURRD ALLEY |) 11 | 12 | , i | 8 | 9 | |
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SEC. <u>1</u> TWP. <u>10-S</u> RGE. <u>32-E</u> SURVEY <u>N.M.P.M.</u> COUNTY <u>LEA</u> DESCRIPTION <u>330' FSL & 400' FWL</u> ELEVATION <u>4223'</u> OPERATOR <u>MANZANO OIL CORPORATION</u> LEASE <u>PETER GRANDE</u>

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LOCATION VERIFICATION MAP



ELEVATION _____ 4223'

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OPERATOR MANZANO OIL CORPORATION

LEASE PETER GRANDE

U.S.G.S. TOPOGRAPHIC MAP CAP ROCK, LANE SALT LAKE, N.M.

SINCE 1946 JOHN WEST SURVEYING COMPANY 412 N. DAL PASO

HOBBS, N.M. 88240 (505) 393-3117

BOP DIAGRAM 3000# SYSTEM



EXHIBIT "E" MANZANO OIL CORPORATION Brennan Federal Com., Well No. 1 BOP Specifications

| Submit 3 Copies To Appropriate District Office | Form C-103 May 27, 2004 | | | | | | |
|---|---|--|--|--|--|--|--|
| District I 1625 N. French Dr., Hobbs, NM 88240 District II | Energy, Minerals and Natural Resources OIL CONSERVATION DIVISION | WELL API NO. 3D-025-36993 | | | | | |
| 1301 W. Grand Ave., Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 | 5. Indicate Type of Lease STATE STATE FEE | | | | | | |
| District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 | Santa Fe, NM 87505 | 6. State Oil & Gas Lease No. | | | | | |
| SUNDRY NOTIO (DO NOT USE THIS FORM FOR PROPOS DIFFERENT RESERVOIR. USE "APPLIC | 7. Lease Name or Unit Agreement Name Peter Grande | | | | | | |
| PROPOSALS.) 1. Type of Well: Oil Well | Gas Well 🔲 Other | 8. Well Number #1 | | | | | |
| 2. Name of Operator | 9. OGRID Number | | | | | | |
| Manzano Oil | 013954 | | | | | | |
| 3. Address of Operator | | 10. Pool name or Wildcat | | | | | |
| P.O. Box 2107 | Mescalero, North – Cisco | | | | | | |
| 4. Well Location | | | | | | | |
| Unit Letter M: | | 400 feet from the West line | | | | | |
| Section 1 | Township 10-S Range 32-E | NMPM County Lea | | | | | |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4223' GR | | | | | | | |
| Pit or Below-grade Tank Application or | Closure 🗌 | | | | | | |
| Pit typeDepth to Groundwa | terDistance from nearest fresh water wellDis | tance from nearest surface water | | | | | |
| Pit Liner Thickness: mil | Below-Grade Tank: Volumebbls; Co | onstruction Material | | | | | |
| 12. Check A | ppropriate Box to Indicate Nature of Notice, | Report or Other Data | | | | | |
| NOTICE OF IN | TENTION TO: SUB | SEQUENT REPORT OF: | | | | | |
| PERFORM REMEDIAL WORK | PLUG AND ABANDON | | | | | | |
| | CHANGE PLANS COMMENCE DR | | | | | | |
| PULL OR ALTER CASING | MULTIPLE COMPL CASING/CEMEN | т јов | | | | | |
| OTHER: | | | | | | | |
| 13. Describe proposed or compl | eted operations. (Clearly state all pertinent details, an | d give pertinent dates, including estimated date | | | | | |

of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Searches of drilling records from the immediate area of this location indicate that H2S has not been encountered during previous drilling operations. In addition, communication with the pumper from the immediate area indicated that H2S has not been a problem during the production phase of current producing wells. As there is no indication of any potentially hazardous volumes of H2S, we respectfully request that you approve the Application for Permit to Drill for the above referenced well without a H2S Contingency Plan.

| I hereby certify that the i grade tank has been/will be c | nformation above is onstructed or obsed acc | true and complete to the best of my kn ording to NMOCD guidelines ⊠, a general p | nowledge and belief. I further certify that any pit or be permit 🗌 or an (attached) alternative OCD-approved plan | elow- □. |
|--|--|---|--|-------------|
| SIGNATURE | my > | TITLEEngineer | DATE10/26/04 | |
| Type or print name For State Use Only | Toby Solis | E-mail address: | Telephone No. (505) | <i>l</i> . |
| APPROVED BY: | and the | TITLE PETROL | EUM ENGINEER DATE | T |
| Conditions of Approval (| (if any): | | and a second day for the second se | - |