		OPER. OGRID NO.	17341	-	• • • • • • • • • • • • • • • • • • • •
Form 3160-3		PROPERTY NO.	186.74		OMB NO. 1004-0136
(July 1992)	U	POOL CODE	6432	stde)	Expires: February 28, 1995
	DEPARTM	EFF. DATE 3/	\$191.		5. LEASE DEBIGNATION AND BEBIAL WO
	BUREAU		<u>11 LA:</u> 17 7-271-	<u></u>	NM-86145 6. IF INDIAN, ALLOTTEB OF TRIBE NAMI
APP	LICATION FOR	API NO. <u>36920</u>	<u>- 5721</u>		
18. TYPE OF WORK	RILL 🛛	DEEPEN			7. UNIT AGREEMENT NAME
D. TIPE OF WELL	GAS [SINGLE V	MULTIPLE	S. FARM OR LEASE NAME, WELL NO.
WELL X	WELL OTHER				AXE "25" FEDERAL # 1
POGO PRODUCI	NG COMPANY	(RIC	HARD WRIGHT)	9. AT WELL NO
3. ADDRESS AND TELEPHONE		0 MIDLAND ,TEX	AS 79702 P	h 915-682- 6822	10. FIELD AND POOL, OR WILDCAT
		and in accordance with an			WILDCAT-DELAWARE
At surface					11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA
2310' FSL & At proposed prod.	760' FEL SEC.	25 T21S-R32E	Lea Co. New	mexico	Sec. 25 T21S-R32E
	Jame	TOTA OF POST OF	10#*		12. COUNTY OR PARISE 13. STATE
14. DISTANCE IN MILE	AND DIBECTION FROM	NEAREST TOWN OR POST OFF	w Mexico		Lea Co. New Mex.
Approximat	tely 26 miles W	est of Eunice Ne	NO. OF ACRES IN L		OF ACRES ASSIGNED HIS WELL
LOCATION TO NEAR	EST T LINE. FT.	760'	320		40
THE PROPERTY FROM P	drig. unit line, if any) BOFOBED LOCATION®	19.	TROPOSED DEPTH		RT OR CABLE TOULS
TO NEAREST WELL or applied for, on	THIS LEASE, FT.	NA	9100'		22. APPROX. DATE WORE WILL START
21. ELEVATIONS (Show	whether DF, RT, GR, etc.) 3796'GR			As soon as approved
23.		PROPOSED CASING A	ND CEMENTING P	ROGRAM	R-111-P Potash
		WEIGHT PER FOOT	SETTING DE		QUANTITY OF CEMENT
BIZE OF HOLE	ORADE, SIZE OF CASING	NA	40'	Cemer	nt to surface with Redin
26"	<u>Conductor</u> ." J-55 10 3/		750'		Sx. circulate to surface
9 7/8"		5/8" 26	4800'		Sx. circulate to surface
6 3/4		" 11.6	9100	1000	Sx. circulate to surface
	1 1-1- +- 101	run and set 40'	of conducto	or cement wi	ith redimix to surface.
1. Drill 20			- 750! of 1() 3/4" T-55	32.75# ST&C casing.
2. Drill 14	3/4" hole to /	ss "C" + additiv	zes. circula	ate cement 1	32.75# ST&C casing. to surface.
Cement wi	LEN DUU SX. CIA		. 49001 of -	7 5 / 211 1_55	& N-80 26# ST&C casing
3. Drill 9	7/8" hole to 48	00'. Run and set	ives, tail :	in with 300	Sx. Class "C" +
Cement W	ith 800 SX Haid s circulate cem	ent to surface.			
	(111 - 1 - 1 - 1 - 010)	101 Pup and set	9100' of 4 ¹	₂" J-55 & N·	-80 11.6# LT&C casing.
4. UTILLO J Cement W	74 Hole to $910ith 700Sx. Halo$	c Light + addit:	ives, tail :	in with 300	Sx. 50/50 POZ +
additive	s. Circulate ce	ement to surface	•		
					All and the second s
	RIBE PROPOSED PROGRAM	4: If proposal is to deepen, give o	lata on present produc	tive zone and proposed	d new productive zone. If proposal is to drill, if any.
deepen directionally, give	ertinent data on subsurface lo	A: If proposal is to deepen, give of cations and measured and true ve	rtical depths. Give blow	voui preventer program,	, n en y
24.	1 ()	unca IIIIE_	Agent		01/25/96
SIGNED	Il f	TITI.E _			
This sputte for F	ederal or State office use)			APPROVAL SUBJECT TO
(THIS SPACE TO			APPROVAL DATE _		GENERAL REQUIREMENTS
					STRAN SHEULAHUMA
	oes not warrant or certify that the	e applicant holds legal or equitabl	e title to those rights in t	he subject lease which w	vould entitle the applicant to son the opening is a constant opening is a constant opening in the second se
	oes not warrant or certify that d	e applicant holds legal or equitabl	e title to those rights in t	he subject lease which w	rould entitle the appreciation to put at the appreciation of the a
PERSI IT NO Application approval d CONDITIONS OF APPRO	VAL, IF ANY:				BADATE

The second stand it is crime for any nerson knowingly and willfully to make to any department or agency of the

DISTRICT I P.O. Box 1980, Hobbs, NM 88241-1980

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

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

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

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised February 10, 1994 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

OIL CONSERVATION DIVISION P.O. Box 2088

Santa Fe, New Mexico 87504-2088

□ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

ADT 1	lumber			Pool Code		of PE ton	Pool Name			
30 625		i X			-					
Property C		Property Name						Well Nun	Well Number	
136	71	AXE 25 FEDERAL 1								
OGRID No								Elevatio 3790		
17891				PUGL	PRODUCIN(5790	<u> </u>	
					Surface Loc				· ·	
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
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			Bottom	Hole Lo	cation If Diff	erent From Sur	face			
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
Dedicated Acres	Joint o	r Infill Co	nsolidation	Code Or	der No.					
40										
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		ORAN	ION-STAN	DARD UN	NIT HAS BEEN	APPROVED BY	THE DIVISION			
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]			┼── ──		2	Signature Professional	Surveyor.		
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APPLICATION TO DRILL

POGO PRODUCING COMPANY AXE "25" FEDERAL # 1 2310' FSL & 760' FEL SEC 25 T21S-R32E LEA CO. NM

In response to questions asked under Section II B of Bulletin NTL-6 the following information is provided for your consideration:

- 1. Location: 2310' FSL & 760' FEL SEC. 25 T21S-R32E LEA CO. NM
- 2. Elevation above sea level: 3796' GR.
- 3. Geologic name of surface formation: Quaternery Aeolien Deposits.
- 4. <u>Drilling tools and associated equipment</u>: Conventional rotary drilling rig using fluid as a circulating medium for solids removal.
- 5. Proposed drilling depth: 9100'
- 6. Estimated tops of geological markers:

Delaware Lime	3930'	Brushy Canyon	7060'
Bell Canyon	3990'	Bone Spring	8830'
Cherry Canyon	5780'		
7. Possible mineral	bearing formations:		

Cherry	Canyon	0i1	Bone Spring	0i1
Brushy	Canyon	0i1		

8. Casing program:

HOLE SIZE	INTERVAL	OD CSG	WEIGHT	THREAD	COLLAR	GRADE	COND.
26"	0-40'	20"	NA	NA	NA	NA	New
14 3/4"	0-750'	10 3/4"	32.75	8-R	ST&C	J - 55	New
9 7/8"	0-4800'	7 5/8"	26	8-R	ST&C	J-55 & N - 80	New
6 3/4"	0-9100'	4 ¹ ₂ "	11.6	8-R	LT&C	J-55 & N-80	New

APPLICATION TO DRILL

POGO PRODUCING COMPANY AXE "25" FEDERAL # 1 2310' FSL & 760' FEL SEC. 25 T21S-R32E LEA CO. NM

9. Cementing and Setting Depth:

20" Conductor	Set 40' of 20" conductor and cement to surface with Redi-mix.
10 3/4" Surface	Set 750' of 10 3/4" J-55 32.75# ST&C casing. Cement with 500 Sx. Class "C" + additives, circulate cement to surface.
7 5/8" Intermediate	Set 4800' of 7 5/8" J-55 & N-80 26# ST&C casing. Cement with 800 Sx Halco Light + additives, tail in with 300Sx. Class "C" + additives, circulate cement to surface.
4 ¹ ₂ " Production	Set 9100' of $4\frac{1}{2}$ " J-55 & N-80 11.6# LT&C casing. Cement with 700 Sx. Halco Light + additives, tail in with 300 Sx. 50/50 POZ + additives, circulate cement to surface.

10. Pressure Control Equipment: Exhibit "E". A Blow-out Preventer (no less than 900 series 3000 psi working pressure) consisting of double ram type preventer with bag type preventer. Units will be hydraulically operated. Exhibit "E-1" Choke Manifold and Closing Unit. Blind rams on top, pipe rams on bottom to correspond with size of drill pipe in use. BOP will be nippled up on 10 3/4 casing and remain on well until casing is run and cemented. BOP will be tested as well as choke manifold. BOP will be worked at least once each day while drilling and blind ram will be worked on trips when no drill pipe is in hole. Flow sensor PVT, full opening stabbing valve and upper kelley cock will be utilized. No pressures greater than 3000 psi anticipated.

Depth	Mud Wt.	Mud Visc.	Fluid Loss	Type Mud
40-750'	8.4-8.6	29-32	NC	Fresh water Spud mud.
750-4800'	10-10.5	29-30	NC	Brine water add paper to Control seepage.
4800-9100'	8.4-8.6	29-38	NC-8CC	Fresh water mud add Gel for viscosity paper for seepage control and Polymer for water loss control.

11. Proposed Mud Circulating System:

Sufficient mud materials to maintain mud properties, meet lost circulation and weight increase requirments will be kept at wellsite at all times. In order to run casing and log well viscosity may have to be raised and water loss may have to be lowered.

APPLICATION TO DRILL

POGO PRODUCING COMPANY AXE "25" FEDERAL # 1 2310' FSL & 760' FEL SEC. 25 T21S-R32E LEA CO. NM

12. Testing, Logging and Coring Program:

- A. No cores planned.
- B. DST'S may be run depending on shows.
- C. Open hole logs: Gamma-Caliper, CNL-Density, Dual Induction Sidewall Neutron.
- D. Mud logger rigged up on hole at 4800' and remain on to TD.

13. Potential Hazards:

No abnormal pressures or temperatures are expected. Hydrogen Sulfide gas may be encountered, H_2S detectors will be in place to detect any presence. No lost circulation is expected to occur. All personnel will be familiar with all aspects of safe operation of equipment being used. Estimated BHP 3000 PSI, estimated BHT 130°.

14. Anticipated Starting Date and Duration of Operation:

Road and location construction will begin after BLM approval of APD. Anticipated spud date as soon as approved. Drilling expected to take 15-20 days. If production casing is run an additional 30 days to complete and construct surface facility and place well on production.

15. Other Facets of Operations:

After running casing, cased hole gamma ray neutron collar logs will be run from total depth over possible pay intervals. The <u>Bone Spring</u> pay will be perforated and stimulated. The well will be swab tested and potentialed as a gas well.

