(August 1999)	UNITED S	TATES			OMB No	APPROVED b. 1004-0136 /ember 30, 2000	
	5. Lease Serial No. <u>NM-2512</u> 6. If Indian, Allottee or Tribe Name <u>N/A</u>						
APPLICATION FOR PERMIT TO DRILL OR REENTER							
1a. Type of Work:		REENTER			7. If Unit or CA Agr Northeast D	rinkard U	and No. nit
	🛑 Oil Well 🔲 Gas Well 🛄 Othe	r 🗋	Single Zone 🔲 Mult	tiple Zone	8. Lease Name and V #12		
2. Name of Operato	ache Corporation				9. API Well No 30-0	325-3	4938
	/o J. O. Easley, Inc., P. O. B NM 88211-0245 (505) 625-8		e No. (include area code) (505) 625-880	7	10. Field and Pool, or Eunice-Blinebry-Tu	Exploratory	
4. Location of Well	(Report location clearly and in accorda	•	equirements.*)	·····	11. Sec., T., R., M., or	Blk. and Surv	ey or Area
At surface At proposed prod	1100' FNL, 1270' FWL, L 1. zone 1100' FNL, 1270' I		$\cdot \mathcal{D}$		3, T21 <b>S-R</b> 3	7E, NMPI	M
4. Distance in miles a	and direction from nearest town or post o	ffice*			12. County or Parish. Lea		State NM
<ol> <li>Distance from prop location to nearest</li> </ol>		16. No.	of Acres in lease	17. Spacin	g Unit dedicated to this v	vell	
property or lease li (Also to nearest dr	ine, ft. rig. unit line, if any) 1,100'		708.67		40.00		
Distance from prop to nearest well, dril applied for, on this	lling, sompleted,	19. Ртор	osed Depth 7,000'	20. BLM/B	IA Bond No. on file		
Elevations (Show	whether DF, KDB, RT, GL, etc.) 3,483'	22. Appi	oximate date work will sta	l	23. Estimated duration		
			ASAP		16 days drilling;		mpletion
Well plat certified by A Drilling Plan. A Surface Use Plan	ed in accordance with the requirements o y a registered surveyor. h (if the location is on National Forest l with the appropriate Forest Service Offi	f Onshore Oil and O System Lands, the	ttachments CAPT Gas Order No.1, shall be at 4. Bond to cover t Item 20 above). 5. Operator certific	tached to this he operation sation. specific info	NTROLLED W	ATER BI	on file (see
Well plat certified by A Drilling Plan. A Surface Use Plan SUPO shall be filed	ed in accordance with the requirements o y a registered surveyor. In (if the location is on National Forest I with the appropriate Forest Service Offi	f Onshore Oil and O System Lands, the ice).	ttachments CAPT ias Order No.1, shall be at 4. Bond to cover t Item 20 above). 5. Operator certific 6. Such other site authorized office me (Printed/Typed)	tached to this he operation ration. specific info	NTROLLED W form: s unless covered by an o rmation and/or plans as	existing bond may be requ	on file (see
Well plat certified by A Drilling Plan. A Surface Use Plan SUPO shall be filed Signature	ed in accordance with the requirements o y a registered surveyor. h (if the location is on National Forest	f Onshore Oil and C System Lands, the ice).	ttachments CAPT Gas Order No.1, shall be at 4. Bond to cover t Item 20 above). 5. Operator certific 6. Such other site authorized office ne (Printed/Typed) Bonita L. Limpu	tached to this he operation ation. specific info er. IS JONES	NTROLLED W form: s unless covered by an o rmation and/or plans as	existing bond may be requ	on file (see
Well plat certified by A Drilling Plan. A Surface Use Plan SUPO shall be filed Signature	ed in accordance with the requirements of y a registered surveyor. In (if the location is on National Forest with the appropriate Forest Service Office Contemporate Forest Service Office ting Landman for J. O. Eas	f Onshore Oil and C System Lands, the ice).	ttachments CAPT ias Order No.1, shall be at 4. Bond to cover t Item 20 above). 5. Operator certific 6. Such other site authorized office me (Printed/Typed) Bonita L. Limpu ant for Apache Co me (Printed/Typed)	tached to this he operation ation. specific info er. IS JONES	NTROLLED W form: s unless covered by an o rmation and/or plans as	existing bond may be requ	on file (see
Well plat certified by A Drilling Plan. A Surface Use Plan SUPO shall be filed Signature Ie Consult proved by (Signature)	ed in accordance with the requirements of y a registered surveyor. In (if the location is on National Forest with the appropriate Forest Service Offic ting Landman for J. O. Eas /S/LARRY D. BRAY Assistant Field Manag Lands And Minerals	f Onshore Oil and C System Lands, the ice). National ley, Inc., Age	ttachments CAPT ias Order No.1, shall be at 4. Bond to cover t Item 20 above). 5. Operator certific 6. Such other site authorized office ne (Printed/Typed) Bonita L. Limpu Int for Apache Co me (Printed/Typed) fice	tached to this he operation specific info er. IS Jones rporation	NTROLLED W	existing bond may be requ Date 12-	on file (see ired by the 22-99
Well plat certified by A Drilling Plan. A Surface Use Plan SUPO shall be filed Signature Ie Consult proved by (Signature) Ie plication approval doe erations thereon.	ed in accordance with the requirements of y a registered surveyor. In (if the location is on National Forest with the appropriate Forest Service Offic ting Landman for J. O. Eas /S/LARRY D. BRAY Assistant Field Manag Lands And Minerals es not warrant or certify the the applicant	f Onshore Oil and C System Lands, the ice). National ley, Inc., Age	ttachments CAPT ias Order No.1, shall be at 4. Bond to cover t Item 20 above). 5. Operator certific 6. Such other site authorized office ne (Printed/Typed) Bonita L. Limpu Int for Apache Co me (Printed/Typed) fice	tached to this he operation specific info er. IS Jones rporation	NTROLLED W	existing bond may be requ Date 12-	on file (see ired by the 22-99
Well plat certified by A Drilling Plan. A Surface Use Plan SUPO shall be filed Signature Consult proved by (Signature) le plication approval doe erations thereon. nditions of approval, i	ed in accordance with the requirements of y a registered surveyor. In (if the location is on National Forest with the appropriate Forest Service Offic ting Landman for J. O. Eas /S/LARRY D. BRAY Assistant Field Manag Lands And Minerals es not warrant or certify the the applicant	f Onshore Oil and C System Lands, the ice). Na ley, Inc., Age f Na er, Of tholds legal or equit make it a crime for	ttachments CAPT Jas Order No. 1, shall be at 4. Bond to cover t Item 20 above). 5. Operator certific 6. Such other site authorized office me ( <i>Printed/Typed</i> ) Bonita L. Limpu mt for Apache Co me ( <i>Printed/Typed</i> ) fice able title to those rights in any person knowingly an	Lached to this he operation specific info er. IS JONES rporation	NTROLLED W	ATER BA existing bond may be requ Date 12- Date the applicant t	on file (see ired by the 22-99

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# EXHIBIT "A" NEDU #129

# DRILLING PROGRAM

I. The geological surface formation is recent Permian with quaternary alluvium and other surficial deposits.

II.	Estimated Tops of Geological Markers:						
	FORMATION	DEPTH	<b>SUBSEA</b>				
	Quaternary alluvials	Surface					
	Rustler	1365'	2111'				
	Yates	2775'	701'				
	Seven Rivers	3025'	451'				
	San Andres	4200'	-724'				
	Glorieta	5468'	-1992'				
	Paddock	5550'	-2074'				
	Blinebry	5600'	-2124'				
	Tubb	6130'	-2654'				
	Drinkard	6470'	-2994'				
	TD	7,000'	-3324'				

III. Estimated depths at which water, oil, gas, or other mineral-bearing formations are expected to be encountered:

<b>SUBSTANCE</b>	<u>DEPTH</u>
Oil	Blinebry at 5600'
	<b>Tubb at 6130'</b>
	Drinkard at 6470'
Gas	None anticipated

Water None anticipated All fresh water and prospectively valuable minerals (as described by BLM) encountered during drilling will be recorded by depth and adequately protected. All oil and gas shows within zones of correlative rights will be tested to determine commercial potential.

IV. A. Proposed Casing Program:

HOLE SIZE	<u>CASING</u> <u>SIZE</u>	GRADE	<u>WEIGHT</u> <u>PER FOOT</u>	DEPTH
12 ¼"	8 5/8"	K-55 ST&C	24#	1300' or 50' nto Anhydrite Formation
7 7/8"	5 ½"	K-55 LT&C	17#	7,000'



- B. Proposed Cemen. Arogram: See pages 3 through 9
- V. Proposed Mud Program: See pages 3 through 9

VI.

- Proposed Control Equipment: Will install on the 8 5/8" surface casing a 10" Series 900 Type "E" Shaffer Double Hydraulic BOP and will test before drilling in the Queen formation. BOP working pressure: 3000 psi. See Exhibit "H" for BOP layout.
- VII. Auxiliary Equipment: Blowout preventor, gas detector, kelly cock, pit level monitor, flow sensors, and stabbing valve.
- VIII A. Testing Program: Drill Stem Tests: None planned
  - B.Logging Program:<br/>GR-DLL-MSFL-CalTD-2300'<br/>TD-2300'<br/>GR-CNL-CDL-CalC.Coring Program:
    - None planned
- IX. No abnormal pressures or temperatures are anticipated. In the event abnormal pressures are encountered, however, the proposed mud program will be modified to increase the mud-weight. The estimated maximum bottom hole pressure is 1980 psi.



# JOB AT A GLANCE

B AT A GLANCE	1.8000 OR 50 Ft. Jos but toring to
Depth (TVD)	1.300 NOR 50 19 MATE
Depth (MD)	1,300 ft
Hole Size	12.25 in
Casing Size/Weight :	8 5/8 in, 24 lbs/ft
Pump Via	Casing 8 5/8" O.D. (8.097" .I.D) 24 #
Total Mix Water Required	5,731 gals
Lead Slurry	
Class C + Additives	400 sacks
Density	12.8 ppg
Yield	2.06 cf/sack
Tail Slurry	
Class C + additives	HAT BE BOCKS AND A
Density	14.8 ppg
Yield	1.34 cf/sack
Displacement	
Fresh Water	80 bbls
Density	8.3 ppg



# WELL DATA

#### **ANNULAR GEOMETRY**

ANNULAR I.D.	DEPTH(ft)		
(in)	MEASURED	TRUE VERTICAL	
15.376 CASING	40	40	
12.250 HOLE	1,300	1,300	

#### SUSPENDED PIPES

DIAMET	DIAMETER (in)		DEPTH(ft)	
0.D.	I.D.	(lbs/ft)	MEASURED	TRUE VERTICAL
8.625	8.097	24	1,300	1,300

Float Collar set @	1,260 ft
Mud Density	8.40 ppg
Mud Type	Water Based
Est. Static Temp.	88 ° F
Est. Circ. Temp.	83 ° F

#### **VOLUME CALCULATIONS**

40 ft	x	0.8837 cf/ft	with	0 % excess	=	35.3 cf
976 ft	х	0.4127 cf/ft	with	95 % excess	=	786.9 cf
284 ft	x	0.4127 cf/ft	with	100 % excess	=	234.5 cf
40 ft	Х	0.3576 cf/ft	with	0 % excess	=	14.3 cf (inside pipe)
			TOTAL	SLURRY VOLUME	= =	1071.0 cf
					=	191 bbls



### FLUID SPECIFICATIONS

FLUID		VOLUME FACTOR	
Lead Slurry	822 /	2.06	Class C Cement + 2% bwow Calcium Chloride + 0.25 lbs/sack Cello Flake + 0.005 gps FP-6L + 6% bwoc Bentonite + 101.1% Fresh Water
Tail Slurry	249 🥛 /	1.34	<ul> <li>ASSERT</li> <li>Class C Cement + 2% bwoc Calcium Chloride + 0.005 gps FP-6L + 56.3% Fresh Water</li> </ul>
Displacement			80.2 bbls Fresh Water + 56.3% Fresh Water @ 8.34 ppg
CEMENT PROPERTIE	ES		
			LURRY SLURRY
Slurry Weight (ppg)			12.80 14.80
Slurry Yield (cf/sack)			2.06 1.34
Amount of Mix Water (gr			11.39 6.35
Amount of Mix Fluid (gps	,		11.39 6.35
Estimated Pumping Time		•	3:30 2:20
Free Water (mls) @ 85 Fluid Loss (cc/30min)	-	9	1.0 0.0
at 1000 psi and 85		7	750.0 850.0
COMPRESSIVE STREM			
12 nrs @ 85 ° F (ps			1092
24 hrs @ 85 ° F (ps 72 hrs @ 85 ° F (ps			1789
12 hrs @ 114 ° F (p			3000 200
24 hrs @ 114 ° F (p			350
72 hrs @ 114 ° F (p			500

Thickening time, compressive strength and fluid loss numbers quoted are approximate. Apache will be furnished lab reports with actual test results for each slurry. Standard lab testing will be performed for each slurry. Field blend testing will be performed on all slurries with fluid loss or special additives to confirm the thickening times, fluid loss and fluid rheologies.

# JOB AT A GLANCE

	7,000
Depth (TVD)	WERE CONTRACT
Depth (MD)	6,800 ft
Hole Size	7.875 in
Casing Size/Weight :	5 1/2 in, 17 lbs/ft
Pump Via	Casing 5 1/2" O.D. (4.892" .I.D) 17 #
Total Mix Water Required	9,165 gals
Späsers	
Mud Clean	20 bbls
Density	8.3 ppg
Lead Store	
35:65:8 (Poz:C:Gel) + Salt	477 sacks
Density	11.8 ppg
Yield	2.54 cf/sack
Tail Slurry	
50:50:2 (Poz:H:Gel) + F.L.	360 sacks ,
Density	14.2 ppg
Yield	1.30 cf/sack
Displacement	
Fresh Water	156 bbls
Density	8.3 ppg

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# WELL DATA

#### ANNULAR GEOMETRY

ANNULAR I.D.	DEPTH(ft)		
(in)	MEASURED	TRUE VERTICAL	
8.097 CASING	1,210	1,210	
7.875 HOLE	<del>-8,800</del> 7,000'	6,800	

#### **SUSPENDED PIPES**

DIAMET	ER (in)	WEIGHT	DEPT	ſH(ft)
O.D.	I.D.	(lbs/ft)	MEASURED	TRUE VERTICAL
5.500	4.892	17	<del>8,800</del> 7000'	6,800

6,720 ft
10.00 ppg
Water Based
124 ° F
115 ° F

#### VOLUME CALCULATIONS

1,210 ft	x	0.1926 cf/ft	with	0 % excess	=	233.0 cf
3,7'90 ft	x	0.1733 cf/ft	with	49 % excess	=	976.5 cf
1,800 ft	x	0.1733 cf/ft	with	47 % excess	=	457.5 cf
80 ft	x	0.1305 cf/ft	with	0 % excess	=	10.4 cf (inside pipe)
			TOTAL	SLURRY VOLUME	=	1677.4 cf
					=	299 bbls

## **FLUID SPECIFICATIONS**

Spacer				2	20.0 bbls Mud Clean II @ 8.34 ppg	
FLUID	VOLUME CU-FT		VOLUM FACTO	<b>n</b>	AMOUNT AND TYPE OF CEMENT	_
Lead Slurry	1210	1	2.54	C It	477 sacks (35:65) Poz (Fly Ash):Class C Cement + 5% bwow Sodium Chloride + 0.25 lbs/sack Cello Flake + 0.005 gps FP-6L + 8% bwoc Bentonite + 141.8% Fresh Water	
Tail Slurry	468	1	1.3	C It g	360 sacks (50:50) Poz (Fly Ash):Class H Cement + 5% bwow Sodium Chloride + 0.25 lbs/sack Cello Flake + 1% bwoc FL-25 + 0.005 gps FP-6L + 2% bwoc Bentonite + 58.1% Fres Water	
Displacement					156.2 bbls Fresh Water + 58.1% Fresh Water @ 8.34 ppg	
CEMENT PROPERTIE	s					
				SLURR NO. 1	RY SLURRY 1 NO. 2	
Slurry Weight (ppg)				11.80	0 14.20	
Slurry Yield (cf/sack)				2.54	1.30	
Amount of Mix Water (gp	s)			14.80	0 5.85	
Amount of Mix Fluid (gps				14.80	5.86	
Estimated Pumping Time	•		•	3:30	4:00	
Free Water (mls) @ 114	° F @ 45 °	an	gle	1.0	0.0	
Fluid Loss (cc/30min)	• <b>-</b>					
at 1000 psi and 114	°۲			750.0	0 208.0	
COMPRESSIVE STREM	-					
12 hrs @ 114 ° F (ps				200	800	
24 hrs @ 114 ° F (ps				350	1500	
72 hrs @ 114 ° F (ps	»()			500	2000	

All slurries will be tested prior to loading to confirm thickening times. Fluid loss will be tested and reported on slurries with fluid loss additives. Lab test report will be furnished prior to pumping cement. Thickening time, compressive strength and fluid loss numbers quoted are approximate. Apache will be furnished lab reports with actual field blend test results for each slurry.



# PRODUCT DESCRIPTIONS

#### Bentonite

Commonly called gel, it is a clay material used as a cement extender and to control excessive free water.

#### Calcium Chloride

A powdered, flaked or pelletized material used to decrease thickening time and increase the rate of strength development.

#### Calcium Chloride

A powdered, flaked or pelletized material used to decrease thickening time and increase the rate of strength development.

#### Cello Flake

Graded (3/8 to 3/4 inch) cellophane flakes used as a lost circulation material.

#### **Class C Cement**

Intended for use from surface to 6000 ft., and for conditions requiring high early strength and/or sulfate resistance.

#### **Class H Cement**

Class H cement is an API type, all purpose oil well cement which is used without modification in wells up to 8,000 ft. It possesses a moderate sulfate resistance. With the use of accelerators or retarders, it can be used in a wide range of well depths and temperatures.

#### FL-25

An all purpose salt-tolerant fluid loss additive that provides exceptional fluid loss control across a wide range of temperatures and salinity conditions and remedial cementing applications.

#### FP-6L

A clear liquid that decreases foaming in slurries during mixing.

#### Mud Clean II

A water-base mud wash designed for use ahead of cement slurries to aid in mud and drilling debris removal and to prevent contamination of the cement slurry. It should be used only when water-base mud is used.

#### Poz (Fly Ash)

A synthetic pozzolan, (primarily Silicon Dioxide). When blended with cement, Pozzolan can be used to create lightweight cement slurries used as either a filler slurry or a sulfate resistant completion cement.

#### Sodium Chloride

At low concentrations, it is used an accelerator for cement slurries. At high concentrations, it is used for formation compatiablity.

### EXHIBIT "B" NEDU #129

#### HYDROGEN SULFIDE DRILLING OPERATIONS PLAN

#### I. Hydrogen Sulfide Training

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will receive training from a qualified instructor in the following areas prior to commencing drilling operations on this well:

- 1. The hazards and characteristics of hydrogen sulfide  $(H_2S)$ .
- 2. The proper use and maintenance of personal protective equipment and life support systems.
- 3. The proper use of H<sub>2</sub>S detectors, alarms, warning systems, briefing areas, evacuation procedures, and prevailing winds.
- 4. The proper techniques for first aid and rescue procedures.

In addition, supervisory personnel will be trained in the following areas:

- 1. The effects of  $H_2S$  on metal components. If high tensile tubulars are to be used, personnel will be trained in their special maintenance requirements.
- 2. Corrective action and shut-in procedures when drilling or reworking a well and blowout prevention and well control procedures.
- 3. The contents and requirements of the H<sub>2</sub>S Drilling Operations Plan and the Public Protection Plan.

There will be an initial training session just prior to encountering a known or probable  $H_2S$  zone (within 3 days or 500 feet) and weekly  $H_2S$  and well control drills for all personnel in each crew. The initial training session shall include a review of the site specific  $H_2S$  Drilling Operations Plan and the Public Protection Plan. This plan shall be available at the well site. All personnel will be required to carry documentation that they have received the proper training.

- II. <u>H<sub>2</sub>S Safety Equipment and Systems</u>
  - Note: All  $H_2S$  safety equipment and systems will be installed, tested, and operational when drilling reaches a depth of 500 feet above, or three days prior to penetrating, the first zone containing, or reasonably expected to contain,  $H_2S$ .
  - 1. Well Control Equipment:
    - A. Flare line with electronic igniter or continuous pilot.
    - B. Choke manifold with a minimum of one remote choke.
    - C. Blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit.
    - D. Auxiliary equipment to include annular preventer, mud-gas separator, rotating head, and flare gun with flares.
  - 2. Protective equipment for essential personnel:
    - A. Mark II Surviveair 30-minute units located in the dog house and at briefing areas.

- 3.  $H_2S$  detection and monitoring equipment:
  - A. Two portable H<sub>2</sub>S monitors positioned on location for best coverage and response. These units have warning lights and audible sirens when H<sub>2</sub>S levels of 20 ppm are reached.
  - B. One portable S02 monitor positioned near flare line.
- 4. Visual warning systems:
  - A. Wind direction indicators.
  - B. Caution/Danger signs shall be posted on roads providing direct access to location. Signs will be painted a high visibility yellow with black lettering of sufficient size to be readable at a reasonable distance from the immediate location. Bilingual signs will be used when appropriate.
- 5. Mud program:
  - A. The mud program has been designed to minimize the volume of H<sub>2</sub>S circulated to the surface. Proper mud weight, safe drilling practices, and the use of H<sub>2</sub>S scavengers will minimize hazards when penetrating H<sub>2</sub>S-bearing zones.
  - B. A mud-gas separator and an  $H_2S$  gas buster will be utilized.
- 6. Metallurgy:
  - A. All drill strings, casings, tubing, wellhead, blowout preventers, drilling spool, kill lines, choke manifold and lines, and valves shall be suitable for H<sub>2</sub>S service.
  - B. All elastomers used for packing and seals shall be  $H_2S$  trim.
- 7. Communication:
  - A. Radio communications in company vehicles including cellular telephone and 2way radio.
  - B. Land Line (telephone) communications at field office.
- 8. Well testing:
  - A. Drill stem testing will be performed with a minimum number of personnel in the immediate vicinity which are necessary to safely and adequately conduct the test. The drill stem testing will be conducted during daylight hours, and formation fluids will not be flowed to the surface. All drill stem testing operations conducted in an H<sub>2</sub>S environment will use the closed chamber method of testing.

### EXHIBIT "C"

# SURFACE USE AND OPERATIONS PLAN

# CULTURAL RESOURCES SURVEY

#### APPROXIMATE REHABILITATION SCHEDULE

#### LOCALITY: NEDU #129

### LOCATION: LOT 4 OF SECTION 3, T21S-R37E, N.M.P.M. LEA COUNTY, NEW MEXICO

#### **OPERATOR: APACHE CORPORATION**

#### SUBMITTED TO:

#### UNITED STATES DEPARTMENT OF THE INTERIOR

#### **BUREAU OF LAND MANAGEMENT**

#### **ROSWELL DISTRICT OFFICE**

# 2909 WEST 2<sup>ND</sup> STREET

#### **ROSWELL, NEW MEXICO 88201**

#### **TELEPHONE (505) 627-0272**

This plan is submitted to provide permitting agencies with information necessary to allow an appraisal of the environmental effects associated with the proposed drilling operations. Within the context of typical drilling operations, this plan provides for protection of surface resources and other environmental components. This plan has been developed in conformity with the United States Geological Survey NTL-6 guidelines, Bureau of Land Management Oil and Gas Order No. 1, and in connection and consultation with the private surface owner of record, if other than the United States of America, as well as the Roswell District Office for the Bureau of Land Management and the United States Department of the Interior personnel.

#### **PART #1**:

1) Surface Location:

Lot 4 of Section 3, Township 21 South, Range 37 East, N.M.P.M. Lea County, New Mexico 1100' FNL & 1270' FWL, Lot 4 See attached Exhibits "D" and "E"

2) Bottom Hole Location:

Lot 4 of Section 3, Township 21 South, Range 37 East, N.M.P.M. Lea County, New Mexico 1100' FNL & 1270' FWL, Lot 4 See attached Exhibits "D" and "E"

- 3) Leases Issued: NM-2512
- 4) <u>Record Lessee:</u>
  - a) Conoco, Inc. 25% Amoco Production Company 25% Atlantic Richfield Company 25% Chevron U.S.A. Inc. 25%
- 5) <u>Acres in Lease:</u> Section 3: Lots 1, 2, 3, 4, 7, 8, 12, 15, 16, N<sup>1</sup>/<sub>2</sub>SE<sup>1</sup>/<sub>4</sub>, SE<sup>1</sup>/<sub>4</sub>SE<sup>1</sup>/<sub>4</sub> Section 4: Lot 1 Section 10: E<sup>1</sup>/<sub>2</sub>NW<sup>1</sup>/<sub>4</sub>, NW<sup>1</sup>/<sub>4</sub>NE<sup>1</sup>/<sub>4</sub>, S<sup>1</sup>/<sub>2</sub>NE<sup>1</sup>/<sub>4</sub>

Total Acres: 708.67

6) Acres Dedicated to Well:

There are 40.0000 acres dedicated to this well which takes in Lot 4 of Section 3, Township 21 South, Range 37 East, Lea County, New Mexico.

# PART #2:

1) Existing Roads:

Exhibit "E" comprises 2 maps showing the proposed well site in relation to existing roads and State Highway 18. The well is  $\pm 6$  miles north of Eunice, New Mexico. From Eunice, go north approximately 5 miles on State Highway Loop 18. Turn north on old carbon plant road and follow existing lease roads approximately 4 miles to location. Access is highlighted on Exhibit "E-2".

- 2) <u>Planned Access:</u>
  - A. <u>Length and Width:</u> A 172' access road, 20' wide, will be constructed from the existing lease/access road around the well site. Extra width may be needed in the turns.

Application for a buried pipeline will be made if it becomes necessary.

- B. <u>Construction</u>: The new road will be 20' wide with a center crown, with 6 inches compacted caliche. The existing roads will be lightly graded and topped with compacted caliche as needed.
- C. Turnouts: None required.
- D. <u>Culverts:</u> None required.
- E. Cuts and Fills: As needed.
- F. Gates and Cattleguards: None required.

### 3) Location of Existing Wells:

Exhibit "F" shows existing wells within a 1-mile radius of the proposed well.

### 4) Location of Existing and/or Proposed Facilities:

- A. There are production facilities within the area of the Northeast Drinkard Unit.
- B. If the oil well proves to be commercial, any necessary production facilities will be installed on the drilling pad, and flow lines will be installed along the proposed and existing roads to the production facilities and storage tanks.
- 5) Location and Type of Water Supply:

Apache Corporation plans to drill the proposed well with fresh and brine water which will be obtained from commercial sources. The water will be transported over proposed and existing access roads.

### 6) <u>Source of Construction Materials:</u>

Caliche for surfacing access roads and the wellsite pad will be obtained from the location itself or from BLM pits in the area.

- 7) Method of Handling Waste Material:
  - A. Drill cuttings will be disposed of in the reserve pits.
  - B. Drilling fluids will be allowed to evaporate in the reserve pits until the pits are dry.
  - C. All pits will be fenced with normal fencing materials to prevent livestock from entering the area.
  - D. Water produced during operations will be collected in tanks until hauled to an approved disposal system.

- E. Oil produced during operation will be stored in tanks until sold.
- F. Apache Corporation will comply with current laws and regulations pertaining to the disposal of human waste.
- G. All waste materials will be contained to prevent scattering by the wind and will be removed from the well site within 30 days after drilling and/or completion operations are finished.
- 8) Ancillary Facilities: None planned.

### 9) <u>Well Site Layout:</u>

- A. Exhibit "G" shows the relative location and dimensions of the well pad, reserve pits, and major rig components. The pad and pit area have been staked and flagged.
- B. Mat Size: 125' x 235' including reserve pits as shown on Exhibit "G".
- C. Cut & Fill: Only minor leveling of the drilling site is anticipated.
- D. The surface will be topped with compacted caliche and the reserve pits will be plastic lined.
- 10) Plans for Restoration of the Surface:
  - A. After completion of drilling and/or completion operations, all equipment and other material, not needed for operations, will be removed. Pits will be filled and the location cleaned of all trash and junk to leave the well site in as aesthetically pleasing a condition as possible.
  - B. Any unguarded pits containing fluids will be fenced until they are filled.
  - C. If the proposed well is non-productive, Apache Corporation will comply with all rehabilitation and/or vegetation requirements of the Bureau of Land Management, and such rehabilitation will be accomplished as expeditiously as possible. All pits will be filled and leveled within 90 days after abandonment.

#### 11) Other Information:

- A. <u>Topography:</u> The wellsite and access road are located in the Querecho Plains and are relatively flat.
- B. <u>Soil:</u> The proposed location, access road and production facilites consist of sandy soil. Slope in the proposed area ranges from zer (0) to five (5) degrees.
- C. <u>Flora and Fauna</u>: Vegetation is one of a grassland environment and a scrub-grass, scrub disclimax community. The wildlife consists of rabbits, coyotes, rattlesnakes, lizards, dove, quail and other wildlife typical of the semi-arid desert land.
- D. <u>Ponds and Streams</u>: There are no ponds, lakes, streams or feeder creeks in the immediate area.
- E. <u>Residences and Other Structures:</u> There are no occupied residences or other structures on or near the proposed location.
- F. Land Use: The land is used for grazing cattle.
- G. <u>Surface Ownership</u>: The surface is owned by Robert McCasland, P. O. Box 206, Eunice, New Mexico 88231, 505-394-2553. <u>A surface damage agreement is being negotiated for</u> this tract.

# H. Archaeological, Historical, and Other Cultural Sites:

Desert West Archaeological Services will be conducting an archaeological survey of the proposed NEDU #129 well which covers the drilling location, production facilities, and access road, including a corridor along said access road for power and flow lines. Their report will be filed under separate cover.

I. Operator's Representative:

Dennis Bickford Apache Corporation 2000 Post Oak Blvd., Suite 100 Houston, Texas 77056 (713) 296-7121 FAX: (713) 296-7207

#### CERTIFICATION

I hereby certify that Apache Corporation has inspected the proposed drillsite and access route; that I am familiar with the conditions which presently exist; that the statements made in the plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be performed by Apache Corporation and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

En a Lone

Bonita L. L. Jones, RLP, Consulting Landman J. O. Easley, Inc., Agent for Apache Corporation P. O. Box 2691 Roswell, New Mexico 88202-2691 (505) 625-8807 FAX (505) 625-8827

Date: <u>12-22-99</u>

P.3. Bez 1980, Eobbe, NM 88241-1980

DISTRICT II P.G. Driver DD, Artonia, NM 85211-0718

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

DISTRICT IV P.O. BOX 2006, SANTA PE, N.M. 87504-2088 Energy, Minerals and Natural Resources Department-

Revised February 10, 1994 Submit to Appropriate District Office "D-1" Fee Lease - 3 Copies

EAHIBIT "D-1"

### **OIL CONSERVATION DIVISION**

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

□ AMENDED REPORT

#### WELL LOCATION AND ACREAGE DEDICATION PLAT <sup>API Number</sup> 30-25- 34938 22900 Code Eunice: Blinebry-Tubb-Drunkard, North Property Code 22503 **Property** Name Well Number N.E.D.U. FED. 129 OGRID No. Operator Name Elevation APACHE CORPORATION 873 3483 Surface Location

UL or lot No	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	l
LOT 4	3	21 S	37 E		1100	NORTH	1270	WEST	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
Dedicated Acres 40	Joint of	r Infill Co	nsolidation (	Code Ord	der No.		<u></u>	1	L

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

NMSPC E2			OPERATOR CERTIFICATION
NAD 27			OF BRATOR CERTIFICATION
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863349.5 E			contained herein is true and complete in the
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	-1270'-C 37.75 AC.	37.63 AC. 37.52 AC.	Signature
3488.0'3485.1'	5 6	7 8	Bonita L. Limpus Jones
0			Printed Name J. O. Easley, Inc., Agent for Apache Corporation
لے <u>ا</u> یا 3 <b>483.5'</b> 3484.6'	40.00 AC. 40.00 AC.	40.00 AC. 40.00 AC.	Title
DETAIL	12 11	10 9	12-22-99
			Data
			SURVEYOR CERTIFICATION
	40.00 AC. 40.00 AC.	40.00 AC. 40.00 AC.	
	131 14	15 16	I hereby certify that the well location shown on this plat uses plotted from field notes of
			astuni surveys made by me or under my
	40.00 AC. 40.00 AC.	40.00 AC. 40.00 AC.	correct to the best of my boller.
	1		NOVEMBER 22-29, 1999
			Signature & Spal of
			Professional Surveyor
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			Dary & Julm 12/7/29
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			Certificate No. RONALD & EIDSON 3239
			GARY ENDSON 12641 MACON MCDONALD 12185

PISTRICT I P.O. Bon 1980, Hobbe, NM 18241-1980

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

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

DISTRICT IV P.O. BOX 2008, SANTA FE, N.M. 87504-2088 State of New Mexico

Energy, Minerals and Natural Resources Departmen EXHIBIT "D-2" 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

API Number	Pool Code	Pool	
30-025-34938	22900	Eunice: Blinebry-Tubb-D	
Property Code	,	oerty Name	Well Number
22503		D.U. FED.	129
OGRID No.		ator Name CORPORATION	Elevation 3483
		ce Location	

TT			r						
UL or lot. No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
LOT 4	3	21 S	37 E		1100	NORTH	1270	WEST	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
Dedicated Acres	Joint o	r Infill Co	nsolidation (	Code Or	ler No.	L		L	

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

NMSPC E2		
NAD 27		OPERATOR CERTIFICATION
554631.4 N		
863349.5 E		I haroby cartify the the information contained herein is true and complete to the
		best of my insulates and ballet.
	NEDU #103 NEDU #106	
	33 840	Signature
		-
		Bonita L. Limpus Jones
	NEDU #104 NEDU #107	Printed Name J. O. Easley, Inc.,
		Agent for Apache Corporation
		Title
		12-22-99
		Date
		SURVEYOR CERTIFICATION
		I hereby certify that the well location shown on this plat was platted from field notes of
		actual surveys made by me or under my
		supervises, and that the same is true and
		correct to the bast of my bollar.
		NOVEMBER 22-29, 1999
		Date Surveyed Marine DC
		Signature & Seal of
		Professional Surveyer
		bon 14TP interior
		Dan & Lelom 12/7/99
		Certificate No. RONALB J. EIDSON 3239
		GARY ELESON 12641
		MACON McDONALD 12185

# VICINITY MAF

EXHIBIT "E-1" NEDU #129



SCALE: 1'' = 2 MILES

- SEC. <u>3</u> TWP. <u>21-S</u> RGE. <u>37-E</u>
- SURVEY\_\_\_\_\_N.M.P.M.
- COUNTY\_\_\_\_LEA
- DESCRIPTION 1100' FNL & 1270' FWL
- ELEVATION \_\_\_\_\_ 3483
- OPERATOR \_\_\_\_\_\_APACHE\_CORPORATION
- LEASE\_\_\_\_\_N.E.D.U.\_FED.\_\_\_\_

JOHN WEST SURVEYING HOBBS, NEW MEXICO (505 393-3117

# LOCAT. ON VERIFICATION MAP EXHIBIT "E-2" NEDU #129



DESCRIPTION 1100' FNL & 1270' FWL

ELEVATION \_\_\_\_\_ 3483

OPERATOR APACHE CORPORATION

LEASE\_\_\_\_\_\_N.E.D.U.\_FED.

U.S.G.S. TOPOGRAPHIC MAP HOBES SW, N.M. JOHN WEST SURVEYING HOBBS, NEW MEXICO (505 393-3117

EXHIBIT "F" NEDU #129	Image     Internet     Internet     Internet	etal, Sel. 1998 (C. A. Schellinger Provide Medil Danman Sun 12 Artim Sun 12 Artim Sun 12 Artim Sun 12 Artim Sun 12 Artim (C. Schell C. Schell Sun 12 Artim (C. Schell C. Schell American Sun 12 Artim (C. Schell C. Schell American (C. Schell C. Schell (C. Schell C. Schel	The second secon	Shell         Code         056801         2528         Code         057443         Code         056801           Shell         2528         2528         Code         056801         2528         Code         056801 </th <th>Congenerati Conge</th> <th>10320048 DO320048 DO320048 DO320048 DO320048 DO320048 DO320048 DO320048 DO320048 DO3</th>	Congenerati Conge	10320048 DO320048 DO320048 DO320048 DO320048 DO320048 DO320048 DO320048 DO320048 DO3
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EXHIBIT "G" NEDU #129



All flanges & Volues- 2". 3000-900 Series Mid Cross- 3" 3000 × 900 Series



