#### NM OIL CONS. COM 1984 18 DRAWER DD ARTESIA, NM 9821 FORM APPROVED DEPARTMENT Budget Bureau No. 1004-0136 BUREAU OF LA Expires: December 31, 1991 SUBMIT IN TRIPLICATE Lease Designation and Serial No. NM 18848 Æ. If Indian, Alottee or Tribe Name APPLICATION FOR PERMIT TO DRILL OR DEEPEN 7. If Unit or CA, Agreement Designation 1a. Type of Wor DRILL 🖾 DEEPEN Yew Mex $\boxtimes$ 1b. Type of Well SINGLE ZONE 8. Well Name and Number GAS SDE FEDERAL'31' FORPEN **MULTIPLE ZONE OTHER** RECEIVED WELL 2. Name of Operator TEXACO EXPLORATION & PRODUCTION INC 9. API Well No. 3. Address and Telephone No. 688-4606 P.O. Box 3109, Midland Texas 79702 4. Location of Well (Report location clearly and in accordance with any State requirements.\*) 10. Field and Pool, Exploaratory Area O. C. p TRISTE DRAW WEST Feet From The V e aware WEST NORTH Line and 1980 F : 1980 Feet From The 11. SEC., T., R., M., or BLK. and Survey or Area At proposed prod. zone Township 23-S Range 32-E Sec. 31. SAME 13. State 12. County or Parish 14. Distance In Miles and Direction from Nearest Town or Post Office\* LEA NM 23 MILES EAST OF LOVING, NM. 17. No. of Acres Assigned To This Well 16. No. of Acres in Lease 15. Distance From Proposed\* Location to Nearest Property or 1980 Lease Line, Ft. (also to nearest drig, unit line, if any) 40 1994.13 19. Proposed Depth 20. Rotary or Cable Tools 18. Distance (From Proposed Location\* to Nearest Well, Drilling, R Completed or Applied For, On This Lease, Ft. 1320 8700 22. Approx. Date Work Will Start\* 21 Elevations (Show whether DF,RT, GR, etc.) Cariobad Centraliad Vision Basin 11/1/94 GR-3574° PROPOSED CASING AND CEMENT PROGRAM QUANTITY OF CEMENT SETTING DEPTH WEIGHT PER FOOT GRADE, SIZE OF CASING SIZE OF HOLE 550 SACKS - CIRCULATE 945 42# WC40, 11 3/4 1450 SACKS - CIRCULATE 4550 WC50, 85/8 32# 1600 SACKS - CIRCULATE 8700 15.5# & 17 J-55, 5 1/2 CEMENTING PROGRAM: SURFACE CASING - 350 SACKS CLASS C W/ 4% GEL, 2% CACL2 (13.5 PPG, 1.74 CF/S, 9.11 GW/S). F/B 200 SACKS CLASS C W/ 2% CACL2 (14.8 PPG, 1,34 CF/S, 6.3 GW/S). INTERMEDIATE CASING - 1300 SACKS 35/65 POZ CLASS H W/ 6% GEL, 5% SALT, 1/4# FLOCELE (12.8 PPG, 1.94 CF/S, 10.4 GW/S). F/B 150 SACKS CLASS H (15.6 PPG, 1.18 CF/S, 5.2 GW/S). PRODUCTION CASING - 1ST STAGE - 750 SACKS 50/50 POZ CLASS H W/ 2% GEL, 5% SALT, 1/4# FLOCELE (14.2 PPG, 1.35 CF/S, 6.3 GW/S). DV TOOL @ 6300'. 2ND STAGE - 750 SACKS 35/65 POZ CLASS H W/ 6% GEL, 5% SALT, 1/4# FLOCELE (12.8 PPG, 1.94 CF/S, 10.4 GW/S). F/B 100 SACKS CLASS H (15.6 PPG, 1.18 CF/S, 5.2 GW/S). വ ഒരുപ്രത്തേ**nts and** THERE ARE NO OTHER OPERATORS IN THIS QUARTER QUARTER SECTION. Special Stipulations bedseliA In Above Space Describe Proposed Program: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured true verticle depths. Give blowout preventer program, if any.

Form 3160-3

OIL

WELL

Unit Letter

23

14 3/4

7 7/8

11

 $\boxtimes$ 

(December 1990)

/cwt TITLE Drilling Operations Mgr. 9/8/94 DATE shem. SIGNATURE C. P. Basham TYPE OR PRINT NAME (This space for Federal or State office use APPROVAL DATE PERMIT NO varrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations the RREA MANAGES APPROVED BY CONDITIONS OF APPROVAL, IF ANY:

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

DISTRICT 1

P. O. Box 1980, Hobbs, NM 88240

DISTRICT II P. O. Drawer OD, Arteera, NM 88210

DISTRICT 19 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV P. O. Rex 2088, Santa Fe, NM 87504-2088

State of New Mexico Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

Form C-102 Revised February 10, 1994

Instructions on back

Submit to Appropriate District Office

State Lease-4 copies

Fee Lease--3 copies

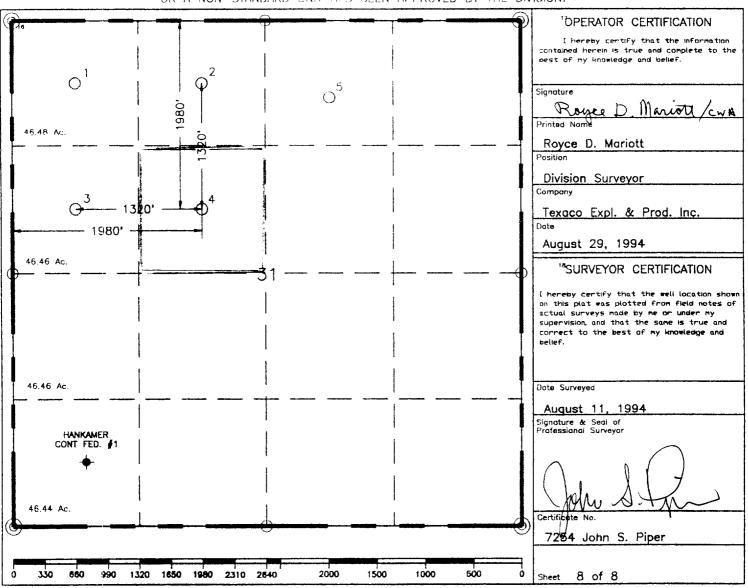
AMENDED REPORT

## WELL LOCATION AND ACREAGE DEDICATION PLAT

| 30-025-3  |              | TRISTE DRAW WEST                        | ······································ |
|-----------|--------------|---|--|
| 157174    |              | Property Name  E EEDERACI "31"  FOR Pro | <sup>6</sup> Well Number<br>4          |
| OGRID No. | TEXACO EXPLO | POPERATION & PRODUCTION, INC.           | <sup>5</sup> Elevation<br>3574'        |

| Surface Location                               |         |              |                        |            |                         |                  |               |                |                     |
|--|---------|--------------|------------------------|------------|-------------------------|------------------|---------------|----------------|---------------------|
| III or lot no.                                 | Section | Township     | Range                  | Lot Idn    | Feet from the           | North/South line | Feet from the | East/West line | <sup>7</sup> County |
| F  | 31      | 23-S         | 32-E                   |            | 1980'                   | North            | 19 <b>80'</b> | West           | Lea                 |
| Bottom Hole Location if Different From Surface |         |              |                        |            |                         |                  |               |                |                     |
| Ut or iot no.                                  | Section | Township     | Range                  | t.ot. fdn  | feet from the           | North/South line | Feet from the | East/West line | <sup>7</sup> County |
| 12Dedicated Acres                              | 13 Jai  | nt or Infill | biloeno C <sup>1</sup> | ation Code | <sup>15</sup> Ωrder No. | 1                | <u> </u>      | <u> </u>       |                     |
| 40   |         |              |                        |            |                         |                  |               |                |                     |

THO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION.



O = Staked Location • = Producing Well 🖋 = Injection Well 💠 = Water Supply Well 💠 = Plugged & Abandon Well

(n) = Found Section Corner. 2 or 3" Iron Pipe & GLO B.C. ○ = Found /4 Section Corner. 1" Iron Pipe & GLO B.C.

### DRILLING PROGRAM

SDE FEDERAL '31' WELL NO. 4

#### SURFACE DESCRIPTION:

The land surface in this area is relatively level with moderate sand dunes. Rerionally, the land slopes to the West. Vegetation consists mainly of scrub oak, mesquite, and range grasses.

FORMATION TOPS: Estimated KB Elevation: 3584'

| <u>Formation</u>  | <u>Depth</u>   | Lithology  | Fluid Content                   |
|---|--|--|---------------------------------|
| Rustler Salado Delaware Mtn Group Cherry Canyon Brushy Canyon- Pay Lower Brushy Canyon- Pay Bone Spring | 930'<br>1245'<br>4640'<br>5550'<br>7200'<br>8240'<br>8580' | Anhydrite, Salt<br>Salt<br>Sandstone, Shale<br>Sandstone, Shale<br>Sandstone, Shale<br>Sandstone, Shale<br>Limestone | Oil/Gas Oil/Gas Oil/Gas Oil/Gas |

The base of the salt section is found around 4390'. No abnormal pressures or temperatures are anticipated to be encountered in this well. H2S is possible in this well. H2S RADIUS OF EXPOSURE: 100ppm = 23 feet, 500ppm = 11 feet, based on 800ppm and 115 mcf. (See attached H2S Drilling Operations Plan. H2S equipment to be operational prior to drilling out Surface Casing Shoe.)

# PRESSURE CONTROL EQUIPMENT:

A 3000 psi Dual Ram typy preventer with rotating head will be used. (See Exhibit C). We do not plan to have an annular preventer. We will be able to achieve full closure of the well with the double ram preventer. It will be installed after surface casing is set. BOP will be tested each time is is installed on a casing string and at least every 29 days, and operated at least once each 24-hour perion during drilling.

A PVT system will not be installed. We will be drilling thru the reserve pit and will circulate the steel pits one hour each tour to check for gains and losses and will be noted on the driller's log, which is Texaco's policy.

We do not plan to run an automatic remote-controlled choke. We will have installed and tested two manual, H2S trimmed, chokes.

### CASING AND CEMENT PROGRAM:

The casing and cementing programs are detailed on Form 3160-3. All casing will be new.

# Centralizer Program:

Surface Casing - Centralize the bottom 3 joints and every 4th to surface.

Intermediate Casing - Centralize the bottom 3 joints.

Production Casing - Centralize bottom 500' every other cplg. and above and below the DV tool.

#### MUD PROGRAM:

| Depth       | Type        | <u>Weight</u> | <u>Viscosity</u> |
|-------------|-------------|---------------|------------------|
| 0'-945'     | Fresh Water | 8.4           | 28               |
| 945'-4550'  | Brine Water | 10.0          | 29               |
| 4550'-6500' | Fresh Water | 8.4           | 28               |
| 6500'-8700' | FW/Starch   | 8.4-8.7       | 29-33            |

Bottom Hole Pressure at T.D. estimated to be 8.4 PPG EMW.

## LOGGING, TESTING:

GR-CAL-DSN-SDL and GR-CAL-DISFL surveys will be run.

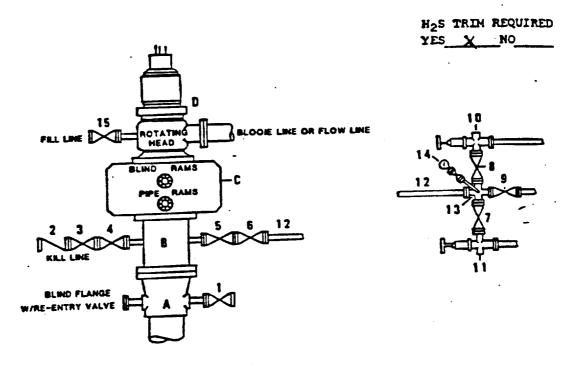
A two-man Mud Logging Unit will be used from 4400' to 8700'.

No drill stem tests will be conducted.

No cores will be taken.

# DRILLING CONTROL CONDITION II-B 3000 WP

# FOR AIR DRILLING OR WHERE NITROGEN OR AIR BLOWS ARE EXPECTED



#### DRILLING CONTROL

# MATERIAL LIST - CONDITION II - B

| A      | Texaco Mellhead  |
|--------|--|
| • .    | 30004 M.P. drilling apool with a 2" minimum flanged outlet for kill line and 3" minimum flanged outlet for choke line.   |
| c      | 3000f W.P. Dual ram type preventer, hydraulic operated with 1° steel, 3000f W.P. control lines (where substructure height is adequate, 2 - 3000f W.P. single ram type preventers may be utilized). |
| D      | Rotating Head with fill up outlet and extended Blooie<br>Line.   |
| 1,3,4, | 2" minimum 3000f W.P. flanged full opening steel gate<br>walve, or Halliburton Lo Torc Plug valve.   |
| 2      | 2" minimum 3000f W.P. back pressure valve.   |
| 5,6,9  | 3" minimum 3000f W.P. flanged full opening steel gate<br>valve, or Halliburton Lo Torc Plug valve.   |
| 12     | 3" minimum schedule 80, Grade "B", seamless line pipe.   |
| 13     | 2" minimum x 3" minimum 30008 W.P. flanged cross.  |
| 10,11  | 2" minimum 3000\$ W.P. adjustable choke bodies.  |
| 14     | Cameron Mud Gauge or equivalent ( location optional in choke line).  |



2" minimum 3000f W.P. flanged or threaded full opening steel gate valve, or Halliburton Lo Torc Plug valve.

TEXACO, INC.



| SCALE                                  | DATE | 291. HO. | DRG NO. |
|--|------|----------|---------|
| DRAWS ST.                              |      | 1        |         |
| CHECKED BY                             |      | ]        |         |
| ************************************** |      |          |         |

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