(form also-3 COMMENT - STATES

HOBBS. NEBUREAU OF & AND MANAGEMENT

SUBMIT IN TRIPLICAT (Other instructions on reverse side) P. O. BOX DEPARTMENT OF THE INTERIOR

Budget Bureau No. 1004-0136

Expires August 31, 1985

21

		p	<i>3</i> ·			
5.	LEASE	DESIGNA	TION	AND	SERIAL	NO

LC-060943

APPLICATION F	OR PERMIT TO DRILL	L, DEEPEN, OR PLU	G BACK ⁶	. IF INDIA	N, ALLOTTEE OF	R TRIBE NAME
1a. TYPE OF WORK b. TYPE OF WELL		EN PLUG BAC	K 🗆 7	South	- REEMENT NAME Justis Unit	
OIL X GAS WELL WELL	OTHER		ZONE 8		R LEASE NAME Justis Unit "(C" 00147
2. NAME OF OPERATOR ARCO Oil and G		000	* * * * * * * * * * * * * * * * * * * *	170		
P.O. Box 1610,	Midland, Texas 79702	Phone, 915-688-5	1		AND POOL, OR V	VILDCAT 342
At surface	Report clearly and in accordance 2450' FSL & 22 d. zone Approximately 1	50' FEL (Unit Letter J)	1	11. SEC., 1	T., M., OR BLK. SURVEY OR ARE. 25S-R37E	
	AND DIRECTION FROM NEARES			12. COUNT Lea		13. STATE NM
15. DISTANCE FROM PRO PROPERTY OR LEAS (Also to nearest drig		16. NO. OF ACRES 5360	IN LEASE	17. NO. OF ACRES ASSIGNED TO THIS WELL 40		
DOLLING COMPLETE	DPOSED LOCATION TO NEARES' ED, I THIS LEASE, FT. 520'	T WELL, 19. PROPOSED DEI	PTH	20. ROTARY OR CABLE TOOLS Rotary		
21. ELEVATIONS (Show 3117' (whether GR or KB)			2	Spud 8/93	TE WORK WILL START
23.	PROPO	OSED CASING AND CEME	NTING PROGR	AM		
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DE	EPTH	QUANTITY O	F CEMENT ft 3
20"	13-3/8"	48.0#	40'		50 cu	·
12-1/4"	8-5/8"	24.0#	1000'			ft CIRCULATI
7-7/8"	4-1/2"	10.5#	6200'		3,200 cu	ft (tie back

Subject well is planned as a 6200' MD (6200' TVD) straight well. 3M psi BOPE will be used from 1000' to TD. Attachments are as follows:

- 1. Certified Location Plat
- 2. Drilling Plan with Attachments 1-3
- 3. Surface Use Plan with Attachments 3-9

Previously submitted by AOGC to BLM:

- 1. Archaeological Survey of The South Justis Waterflood Project
- 2. Preliminary Project Report South Justis Unit
- 3. Unit Agreement South Justis Unit

IN ABOVE SPACE DESCRIBE PROPOSED PROGAM: If proposal is to deepen or plug back, 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 and true vertical depths.

GIVE DIOWOUT Preventor program, it any.		
SIGNED Ken W. Losnell	TITLE <u>Regulatory Coordinator</u>	DATE
(This space for Federal or State Use)		
PERMIT NO.	APPROVAL DATE	
APPROVED BY 5/ Kon Wur	TON TITLE	DATE 6-30-93
CONDITIONS OF APPROVAL, IF ANY:		

APPROVAL SUBJECT TO

GENERAL REQUIREMENTS AND

*See Instructions On Reverse Side SPECIAL STIPULATIONS

*See Instructions On Reverse Side

ATTACHED false, ficticious or fraudulent statements or representations as to any matter within its jurisdiction.

OR OBBS

Submit to Appropriate District Office State Lease - 4 copies Fee Lease - 3 copies

State of New Mexico Enc 31, Minerals and Natural Resources Department

Form C-102 Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088 Santa Fe, New Mexico 37504-2088

DISTRICT II P.O. Drawer DD, Artesia, NM 88210

P.O. Bux 1980, Hobbs, NM 88240

perator	OT AND CA	COMPANY	South Justis	= Unit "C"	Well No. 170
AHCU	OIL AND GAS			County	
init Letter J	Section 14	Township 25 S	Range 37 E	NMPM :	Lea
cual Footage Lo	auon of Well:				
2450	TOOL TOUR GIV	South line an		feet from the Eas	Dedicated Acreage:
round level Elev.	Produc	ing Formation	d Justis		4.0
3117'		ry-Tubb-Drinkar		at helow	Acres
1. Outli	ne the acreage dedica	ted to the subject well by colored	pencil or nathure marks on the pr	a below.	
3. If mo uniting If answer	we than one lease of of attion, force-pooling, Yes er is "no" list the own	dicated to the well, outline each different ownership is dedicated to etc.? No If answer is "yes" lets and tract descriptions which h	the well, have the interest of all o	owners been consolidated by or	
No allo	n if neccessary. wable will be assigne	d to the well until all interests have	e been consolidated (by communi	uzation, unitization, forced-po-	oling, or otherwise)
or until	a non-standard unit,	eliminating such interest, has been	approved by the Division.		
		0	170 / 2250' Meridian Langlie Federal	I hereby contained here	O. Gosnell Coord. Otl & Gas 9-93 /EYOR CERTIFICATION erify that the well location show at was plotted from field notes they's made by me or under the
			Arcd Langlie Feder	correct to belief. Date Surve	April 29, 1993 & Seal of al Surveyor

D HOBBS OFFICE

DRILLING PLAN

Attach to BLM Form 3160-3
ARCO Oil and Gas Company
Well: South Justis Unit C-170
Section 14-T25S-R37E
2450' FSL & 2250' FEL
Lea County, New Mexico

1. Surface Geological Formation

Ogallala Formation of late Tertiary age.

2. Estimated Tops of Geological Markers

TVD
1000'
2275'
2975'
3100'
3550'
4625'
5000'
5675'
5875'

3. Estimated Tops of Possible Water, Oil, Gas or Minerals:

Sands above 1000'	Water *
Yates	Gas**
Blinebry	Oil or Gas**
Tubb	Oil or Gas**
Drinkard	Oil or Gas**

^{*} Groundwater will be protected by 8-5/8" surface casing cemented to surface.

4. Pressure Control Equipment

Interval TVD

0' - 1000'	No pressure control required
1000' - 6200'	11", 3M psi double ram preventer with 3M psi annular preventer.

Pressure Control Equipment

Exhibits 1, 2, and 3 show the BOP stack arrangement, the choke manifold arrangements and the BOP specifications, respectively. The BOPE will be hydraulically tested per BLM requirements outlined by Onshore OII and Gas Order No. 2. Pipe rams and blind rams will be functioned on each trip out of the hole. The annular preveneter will be functioned once a week. All BOPE checks and tests will be witnessed by ARCO's representative and will be noted on the IADC daily drilling report. Accessories to BOPE will include an upper kelly cock, lower kelly cock, and floor safety valve all with pressure rating equivalent to the BOP stack.

^{**} Productive horizons will be protected by 4-1/2" production casing cemented to surface.



5. **H2S Contingency Plan**

Exhibit "10" shows the H2S Contingency Plan as a guideline for all company and contractor personnel in the field who may be exposured to H2S. It explains the emergency procedure, the equipment requirement (i.e. H2S detector, resque equipment, etc.) and the proper evacuation procedure.

6. **Proposed Casing and Cementing Program**

	Hole <u>Size</u>	Interval, MD	Casing Size	Weight & <u>Grade</u>
Conductor	20"	0 - 40'	13-3/8"	48.0# H-40
Surface	12-1/4"	0 - 1000'	8-5/8"	24.0# J-55
Production	7-7/8"	1000'-6200'	4-1/2"	10.5# J-55

<u>Cement Program:</u> (Actual volumes will be based on caliper log when available)

Conductor - Cement to surface with redimix.

Surface - Cemented to surface with total of ± 825 cu ft as follows:

<u>Lead Slurry</u> - ±300 sks Pacesetter Lite 65/35/6 C/Poz/Gel + 2% CaCl2 + 1/4 pps Cello-Seal Tail Slurry - +200 sks Class "C" + 2% CaCl2 + 1/4 pps Cello-Seal

Production - Cement to surface with total of ±3200 cu ft as follows:

Option 1: If no loss circulation occurs or loss is controlled.

Lead Slurry - ±1175 sks Super C 44/20/20 C/Poz/CSE + 0.5% Thrifty Lite 1/4 pps Cello-Seal

Tail Slurry $-\pm 300$ sks Cl "C" + 12 pps CSE + 1 pps WL-1P + 0.3% CF-2 + 1/4 pps Cello-Seal + 3 pps Hi-Seal

Option 2: If loss circulation is severe then a DV Tool will be set at ± 3250 '

Stage 1 - Lead Slurry - ±400 sks Pacesetter Lite 65/35/6 C/Poz/Gel 3% salt

Tail Slurry - +300 sks Cl "H" + 8 pps CSE + 0.6% CF-14 + 0.35% Thrifty Lite

Stage 2 - Lead Slurry - ±900 sks Pacesetter Lite 65/35/6 C/Poz/Gel + 3% salt Tail Slurry - +100 sks Cl "C" Neat

7. Mud Program

		Weight	Funnel	Water
<u>Depth</u>	Mud Type	ppg	Viscosity	Loss
0 - 1000'	Spud Mud	8.4 - 8.9	29-32	NC
1000' - 4850'	SBW	<u>+</u> 10.0	29-32	NC
4850' - 6200'	SWG	<u>+</u> 10.0	32-34	<15

8. Auxiliary Equipment

Upper Kelly Cock, Lower Kelly Cock, and Full Opening Stabbing Valve

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9. Testing, Coring and Logg' Program

- A. Drill Stem Tests None planned.
- B. Coring None planned.
- C. Logging No mud logging planned

D. Electric Logs

Open Hole

Interval: TD - 4500' with GR-CAL to surface casing on one run

GR-Spectralog/Compensated z-Densilog/Sidewall Epithermal Neutron/Caliper

GR/Dual Laterolog/Micro Laterolog/Caliper

Cased Hole

Temperature Survey (if cement not circulated on Production Csg)

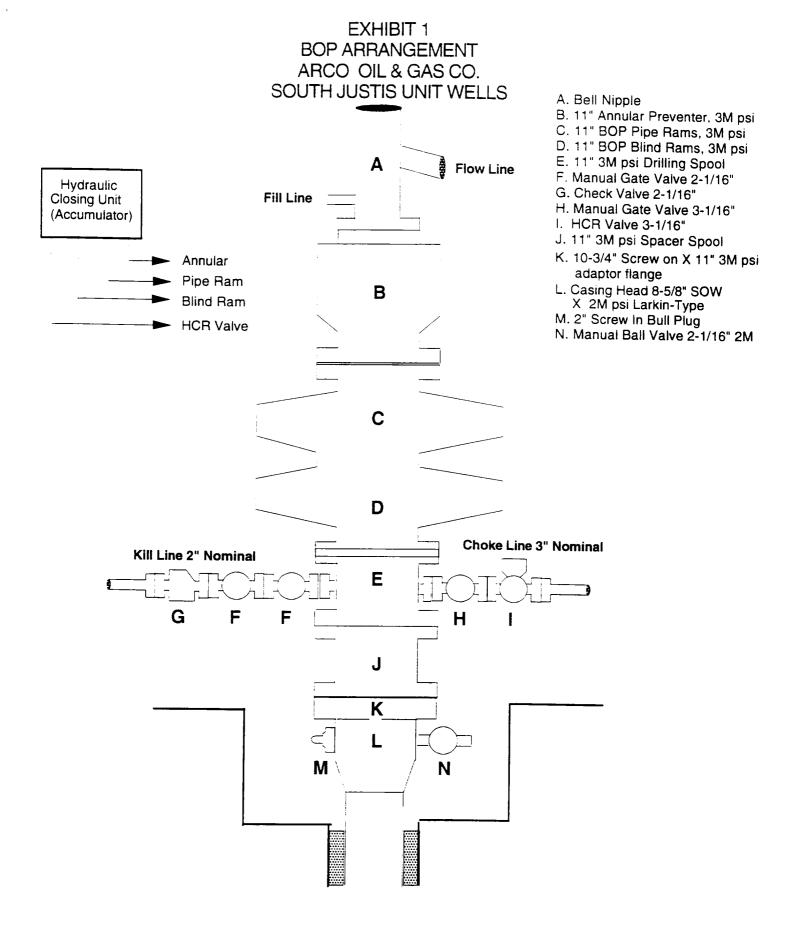
10. Anticipated Abnormal Temperature, Pressure, or Hazards

Possible lost circulation at ± 975 ' in anhydrite section. Seepage and lost circulation is expected starting in the Queen Formation and continuing through the Glorietta (3000'-5000').

11. Anticipated Starting Date and Duration of Operations

Pending favorable weather and permit approval, construction work on this location is planned to begin in June, 1993. Construction work will require 4 days, move-in and rig up rotary tools, 1 day, drill and complete, 21 days. It is planned to spud the well in August, 1993.

TUBBE FICE



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