Submit to Appropriate District Office State Lease - 6 copies Fee Lease - 5 copies

7-7/8

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-101 Revised 1-1-89

OIL CONSERVATION DIVISION

DISTRICT I P.O. Box 2088	API NO. (assigned by OCD o	25-32013		
P.O. Box 1980, Hobbs, NM 88240 DISTRICT II Santa Fe, New Mexico 87504-2088	5. Indicate Type of Lease STATE X FEE			
P.O. Drawer DD, Artesia, NM 88210	6. State Oil & Gas Lease No			
DISTRICT III 1000 Rio Brazos Rd., Aziec, NM 87410	E 523			
APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK	7. Lease Name or Unit Agre	ement Name		
12. Type of Work: DRILL X RE-ENTER DEEPEN PLUG BACK	7. 2020 7. 200			
DRILL X RE-ENTER DEEPEN FLOO BACK b. Type of Well: orl OAS well X Well OTHER DEEPEN FLOO BACK SINGLE ZONE ZONE	Anasazi "4"	State		
2. Name of Operator	8. Well No.			
Mitchell Energy Corporation	9. Pool name or Wildcat			
3. Address of Operator P. O. Box 4000, The Woodlands, Texas 77387-4000	Wildo	at		
4. Well Location Unit Letter I: 660 Feet From The East Line and 16	50 Feet From The	South Line		
Section 4 Township 20S Range 33E	NMPM Lea	County		
11. I	Formation	12. Rotary or C.T.		
12,000'	Wolfcamp	Rotary		
13. Elevations (Show whether DF, RT, GR, etc.) 14. Kind & Status Plug. Bond 15. Drilling Contractor	16. Approx. D	ate Work will start		
3553 GR Blanket on File				
17. PROPOSED CASING AND CEMENT PROG	RAM			
SETTING DEPTH	SACKS OF CEMENT	EST. TOP		
500'	Premium	Surface		
17-1/2" K , 13-3/8" 54.5# 300 12-1/4" K , 8-5/8" 32# 3750'	Light + Prem	Surface		
7-7/8" N&S, 5-1/2" 17# TD	50/50 POZ	8500 '		

Mitchell proposes to drill to a depth sufficient to test the Wolfcamp formation for oil. If productive, 5½" casing will be cemented at TD. If non-productive, the well will be plugged and abandoned in a manner consistent with State of New Mexico regulations. Blowout preventer schematic attached as Exhibits 1 & 1A.

				one bata ON B	openit PRADICTIVE Z	ONE AND PRO	OPOSED NEW F	RODUCTIVE	
ZONE, GIVE BLOWOUT PRE	SCRIBE PROPOSED PROGRAM: IF PROPOSAL IS TO I PENTER PROORAM, IF ANY.		G BACK,	GIVE DATA ON FI	RESERVI PRODUCTIVE D				-
I hereby certify that the info	mustion above is true and complete to the best of my knowledge	ge and belief.	Reg.	Affairs	Specialist	DATE	06-07	-93	-
	George Mullen					TELEPIX	ONE NO.7 <u>13</u>	<u>-377-5</u>	8 5
TYPE OR PRINT NAME	George Murren						0 0	4000	
(This space for State Use)	ORIGINAL SIGNED BY JERRY SEXTON DISTRICT I SUPERVISOR					JL DATE	JL 06	1993	_
APPROVED BY		_ TITLE		u Tunira	s 6 Months	From F	Approva	i	

Permit Expires 6 Months From Approval Date Unless Drilling Underway.

MINIMUM BLOWOUT PREVENTER REQUIREME

3,000 psi Working Pressure

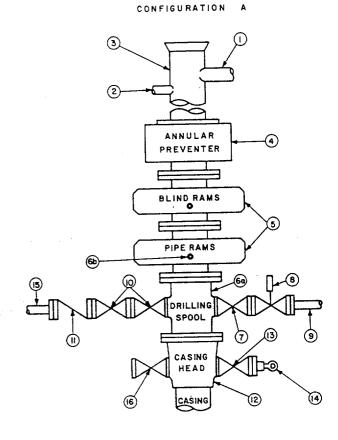
3 MWP

EXHIBIT # 1

Anasazi "4" State No. 2 Lea County, New Mexico

STACK REQUIREMENTS

No.	Item		Min. I.D.	Min. Nominal
1	Flowline			
2	Fill up line			2"
3	Drilling nipple			
4	Annular preventer			
5	Two single or one dual hydoperated rams	draulically		
6a	Drilling spool with 2" min. 3" min choke line outlets	or		
6b	2" min. kill line and 3" min outlets in ram. (Alternate t	n. choke line to 6a above.)		
7	Valve	3-1/8"		
8	Gate valve—power opera	ted	3-1/8"	
9	Line to choke manifold			. 3″.
10	Valves	Gate □ Plug □	2-1/16"	
11	Check valve		2-1/16"	
12	Casing head			
13	Valve	Gate □ Plug □	1-13/16"	
14	Pressure gauge with nee			
15	Kill line to rig mud pump			2"



		OPTIONAL		
16	Flanged valve		1-13/16"	

CONTRACTOR'S OPTION TO FURNISH:

- All equipment and connections above bradenhead or casinghead. Working pressure of preventers to be 3,000 psi, minimum.
- Automatic accumulator (80 gallon, minimum) capable of closing BOP in 30 seconds or less and, holding them closed against full rated working pressure.
- 3.BOP controls, to be located near drillers position.
- 4. Kelly equipped with Kelly cock.
- Inside blowout prevventer or its equivalent on derrick floor at all times with proper threads to fit pipe being used.
- 6.Kelly saver-sub equipped with rubber casing protector at all times.
- 7. Plug type blowout preventer tester.
- Extra set pipe rams to fit drill pipe in use on location at all times.
- 9. Type RX ring gaskets in place of Type R.

MEC TO FURNISH:

- Bradenhead or casinghead and side valves.
- 2.Wear bushing, if required.

GENERAL NOTES:

- Deviations from this drawing may be made only with the express permission of MEC's Drilling Manager.
- 2.All connections, valves, fittings, piping, etc., subject to well or pump pressure must be flanged (suitable clamp connections acceptable) and have minimum working pressure equal to rated working pressure of preventers up through choke. Valves must be full opening and suitable for high pressure mud service.
- Controls to be of standard design and each marked, showing opening and closing position.
- 4.Chokes will be positioned so as not to hamper or delay changing of choke beans. Replaceable parts for adjustable choke, other bean sizes, retainers, and choke wrenches to be conveniently located for immediate use.
- 5.All valves to be equipped with handwheels or handles ready for immediate
- 6.Choke lines must be suitably anchored.

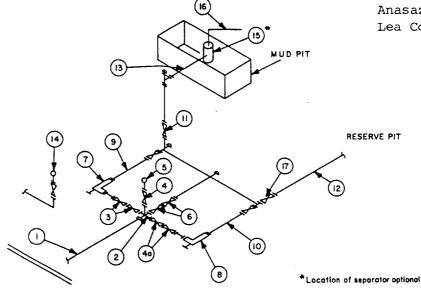
- 7. Handwheels and extensions to be connected and ready for use.
- Valves adjacent to drilling spool to be kept open. Use outside valves except for emergency.
- 9.All seamless steel control piping (3000 psi working pressure) to have flexible joints to avoid stress. Hoses will be permitted.
- Casinghead connections shall not be used except in case of emergency.
- 11.Do not use kill line for routine fill-up operations.

MINIMUM CHOKE MANIFOLD 3,000, 5,000 and 10,000 PSI Working Pressure

3 MWP - 5 MWP - 10 MWP

EXHIBIT 1-A

Anasazi "4" State No. 2 Lea County, New Mexico



BEYOND SUBSTRUCTURE

			MINI	MUM REQL	JIREMENTS	3				
3,000 MWP 5,000 MWP 10,000 MWP										,
No.		I.D.	NOMINAL	RATING	I.D.	NOMINAL	RATING	I.D.	NOMINAL	RATING
1	Line from drilling spool		3″	3,000		3″	5,000		3″	10,000
2	Cross 3"x3"x3"x2"			3,000			5,000			
-	Cross 3"x3"x3"x3"									10,000
3	Valves(1) Gate □ Plug □(2)	3-1/8"		3,000	3-1/8*		5,000	3-1/8"		10,000
4	Valve Gate □ Plug □(2)	1-13/16"		3,000	1-13/16"		5,000	1-13/16"		10,000
4a	Valves(1)	2-1/16"		3,000	2-1/16"		5,000	3-1/8"		10,000
5	Pressure Gauge			3,000			5,000			10,000
6	Valves Gate □ Plug □(2)	3-1/8"		3,000	3-1/8"		5,000	3-1/8"		10,000
7	Adjustable Choke(3)	2"		3,000	2"		5,000	2"		10,000
8	Adjustable Choke	1"		3,000	1"		5,000	2"		10,000
9	Line		3″	3,000		3″	5,000		3"	10,000
10	Line		2"	3,000		2"	5,000	l	3"	10,000
11	Valves Gate □ (2)	3-1/8"		3,000	3-1/8"		5,000	3-1/8″		10,000
12	Lines		3"	1,000		3″	1,000		3″	2,000
13	Lines		3"	1,000		3″	1,000		3*	2,000
14	Remote reading compound standpipe pressure gauge			3,000			5,000			10,000
15	Gas Separator		2'x5'			2'x5'			2'x5'	
16	Line		4"	1,000		4"	1,000		4"	2,000
17	Valves Gate □ Plug □(2)	3-1/8"		3,000	3-1/8"		5,000	3-1/8"		10,000

- (1) Only one required in Class 3M.
- (2) Gate valves only shall be used for Class 10M.
- (3) Remote operated hydraulic choke required on 5,000 psi and 10,000 psi for drilling.

EQUIPMENT SPECIFICATIONS AND INSTALLATION INSTRUCTIONS

- 1. All connections in choke manifold shall be welded, studded, flanged or Cameron clamp of comparable rating.
- 2. All flanges shall be API 6B or 6BX and ring gaskets shall be API RX or BX. Use only BX for 10 MWP.
- 3. All lines shall be securely anchored.
- 4. Chokes shall be equipped with tungsten carbide seats and needles, and replacements shall be available.
- 5. Choke manifold pressure and standpipe pressure gauges shall be available at the choke manifold to assist in regulating chokes. As an alternate with automatic chokes, a choke manifold pressure gauge shall be located on the rig floor in conjunction with the standpipe pressure gauge.
- 6. Line from drilling spool to choke manifold should be as straight as possible. Lines downstream from chokes shall make turns by large bends or 90° bends using bull plugged tees.
- 7. Discharge lines from chokes, choke bypass and from top of gas separator should vent as far as practical from the well.

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

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088 Santa Fe, New Mexico 87504-2088

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

DISTRICT | P.O. Box 1980, Hobbs, NM 88240

WELL LOCATION AND ACREAGE DEDICATION PLAT

000 Rio Brazos Ra.	, Aztec, NM 87410	All Dista	inces must be	from the outer bour				Well No.
perator				Lease ANASAZ]	4 STA	TE		#2
MITCHELL	ENERGY Cor	poration		Range			County	
Init Letter	Section 4	Township 20S	.	33E.		NMI	<u>M</u>	LEA
I	·						SOU	ਹਾ ਮ
ctual Footage Loca 660	L'1	AST	line and	1650		feet fro	m the SOO	Dedicated Acreage:
ound level Elev.	teet imm inc	ng Formation		Pool				۱
0553	1	_		Wildcat				40 Acres
1 Outie	- the acrosse dedicat	ed to the subject well	by colored po	ncil or hachure marks	on the plat	below.		
3. If more unitized in the second sec	than one lease of dition, force-pooling, Yes [r is "no" list the own if neccessary.	ifferent ownership is etc.? No If an ers and tract descript	dedicated to the	d identify the ownership well, have the interper of consolidation actually been consolidated (by oproved by the Division	idated. (Us	rners been con se reverse side	e of	Olimbrida. Livering and the second se
No allow	rable will be assigned	to the well until all	interests have t	proved by the Division	20.			
or until t	non-standard unit, o	liminating such inter	est, has occin a	proved by the Division			OPER	ATOR CERTIFICATION
							1 her	ely certify that the information
	į		1	1			contained !	herein in true and complete to the
	1			Ì			best of my k	nowledge and belief.
	1		\	j		ļ	Signatur	00 00
1	ļ			i			Signal A	my Muller
			1	į			2 / 1 1 2 2	ge v.
	1			i			Printed Nar	e Mullen
	1			+			L	Hullen
			-	1			Position	Affairs Specialist
	j			ļ				ATTAITS SPECIALISE
	į			ļ			Company	ell Energy Corp.
	ĺ			ļ			Date	ell Energy corp.
	i	SECTION 4,	r 20s., I	R.33E., N.M.	P.M.		i 1 -	7, 1993
	i		1	ļ.			l ———	
	1			1			SUR	VEYOR CERTIFICATION
	1							en al calacall landing show
			l				I hereby	certify that the well location show plat was plotted from field notes
	ļ			1			actual st	urveys made by me or what n
	ļ.		1				-unarviso	m and that the same is true at
			Ì			ccol	correct	to the best of my knowledge as
1					_	660'	belief.	
1	1			1	ſ		Date Sur	ON JAOU
	1			1			5/2	0,003
			-+				Signatur	m2& Xca1801
	ì			1			Professi	onal Surveyor
	i			ļ				(6536)
	 			1	_		.	3 / 1 / 5 / 5 / 5 / 5 / 5 / 5 / 5 / 5 / 5
	l 1		- {	1	650			TOLLY WAS I STORY
	1			1	9			While It a searce
				i	ζ	1	Ceptific	alc No.
	İ	•		ì		1	_ / 62	90 7777
	 						/ /	HRBAUR
						ı	- 1 1/SC	TKDANK