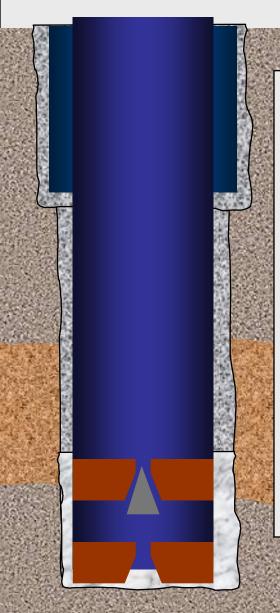


Granite Wash Casing Profile

Texas Panhandle (District 10) Western Oklahoma



OKC Granite Wash Conference – March 6, 2008



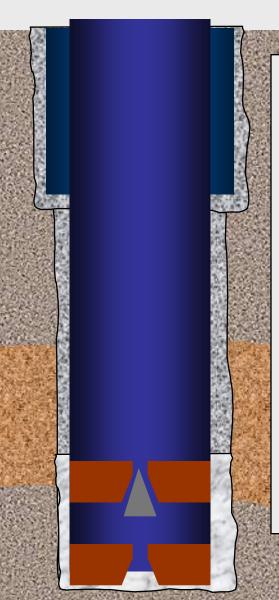
District 10 Office is located in Pampa, Texas
Texas Railroad Commission - District 10 – Jan 1996
"Zone of Critical Cement"

Bottom 20% of casing string with a minimum of 300 ft At multiple stage cementing tool – immediate 300 ft above tool

Cement Blend Requirements

Cement in the "Zone Of Critical Cement" must meet and/or exceed a compressive strength or 500 psi before drill out and 1,200 psi in 72 hrs

Cement above the "Zone of Critical Cement" may contain extenders, however the cement must have a minimum compressive strength of 350 psi in 24 hrs after placement. Also the slurry weight cannot be less than 12.7 #/gal with an API free water of no more than 6 mls per 250 mls of cement according to API RP 10R test procedure



District 10 Office is located in Pampa, Texas
Texas Railroad Commission - District 10 – Jan 1996
Centralizers

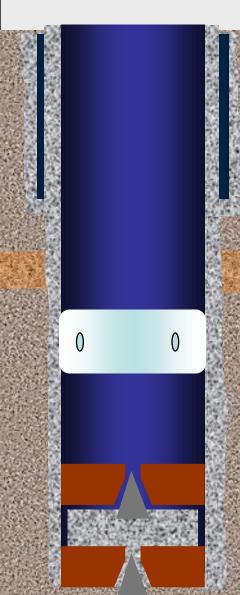
Surface casing string shall be centralized at the casing shoe

If a multi-stage cementer is used, above and below the tool

Plus 100 ft below the base of the usable quality water, a centralizer shall be placed every fourth joint to the ground surface or to the bottom of the cellar

"Operators must notify the District Office in the event that the cement does not circulate to the ground surface"

"A temperature survey or cement bond log well be required in the event that the cement is not circulated to the ground surface"



Texas Railroad Commission - District 10 – Nov 2005

Maximum casing depth will not exceed 3500 ft

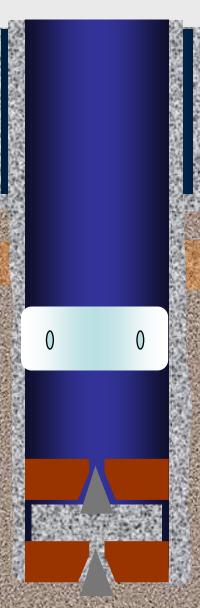
Surface casing shall be set before drilling into known shallow oil and gas formations.

"Zone of Critical Cement"

Bottom 20% of casing string with a minimum of 300 ft From multiple stage cementing tool to the surface Cement Blend Requirements

Cement in the "Zone Of Critical Cement" must meet and/or exceed a compressive strength or 500 psi before drill out and 1,200 psi in 72 hrs

Cement above the "Zone of Critical Cement" may contain extenders, however the cement must have a minimum compressive strength of 350 psi in 24 hrs after placement. Also the slurry weight cannot be less than 12.7 #/gal with an API free water of no more than 6 mls per 250 mls of cement according to API RP 10R test procedure



Texas Railroad Commission - District 10 – Nov 2005 Excess Cement

"Operators are encouraged to use 150% excess is calibration of surface hole is not determined"
Surface casing below 2500 ft will require a multiple stage cementing tool at least 50 ft below potable water, cement must be circulated to the surface

Centralizers

Centralize the shoe

Centralize above and below the multiple stage cementing collar

Plus 100 ft below the base of the usable quality water, a centralizer shall be placed every fourth joint to within 140 ft of the ground surface

"Operators must notify the District Office in the event that the cement does not circulate to the ground surface"

"A temperature survey or cement bond log well be required in the event that the cement is not circulated to the ground surface"

Texas Panhandle Vertical Well

Intermediate Casing

9 5/8" casing set above the Brown Dolomite Cemented to the surface, single stage

Production String

Casing run to total depth

Cemented across the productive zones of interest

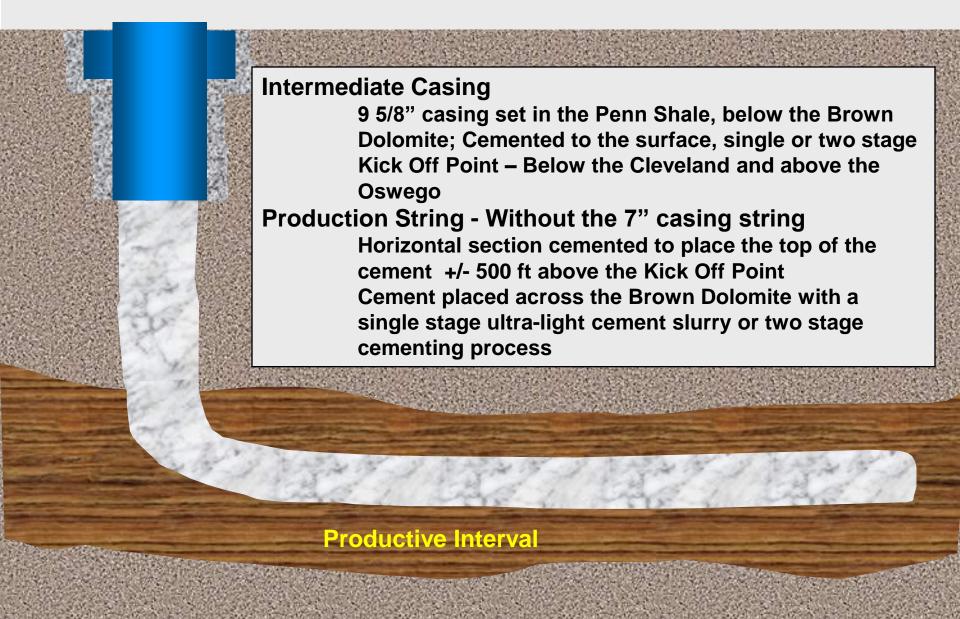
2 stage procedure to place cement across the Brown

Dolomite interval

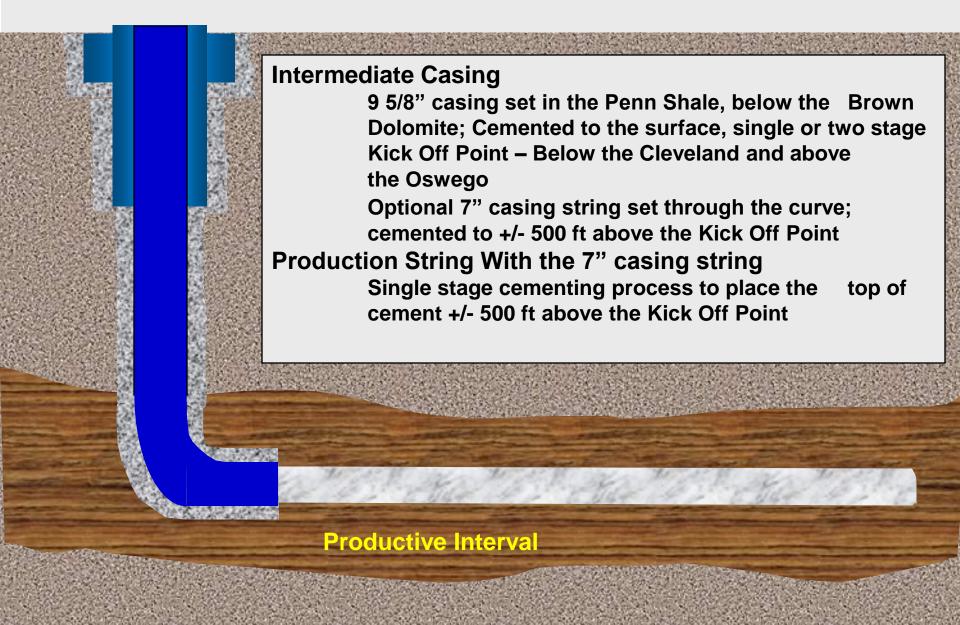
Optional single stage cementing procedure using ultra light cement slurry to place cement from the total depth to above the Brown Dolomite interval

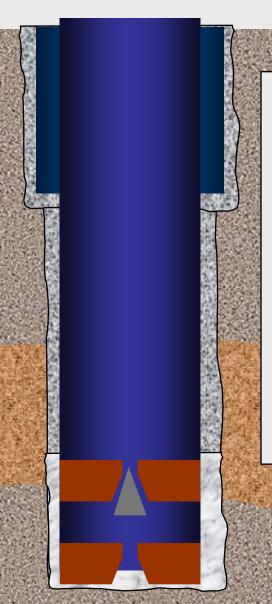
Productive Interval

Texas Panhandle Horizontal Well



Texas Panhandle Horizontal Well





Oklahoma Corporation Commission (165:10-3-4c)
Minimum Surface Pipe Depth

"surface casing shall be run and cemented from bottom to top with a minimum setting depthe which is greater of:

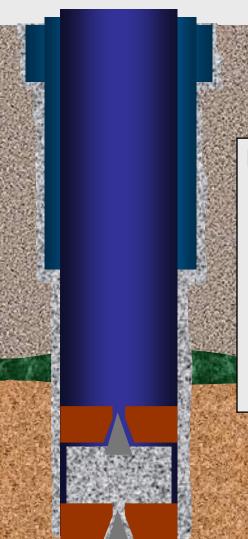
- Ninety (90) feet below the surface or
- Fifty (50) feet below the base of treatable water"
 Maximum Surface Pipe Depth

"Shall not be more than 250 feet below the base of treatable water"

Minimum Cement Setup Time

"The cement behind the surface casing shall set at least eight (8) hours before further drilling."

Western Oklahoma Vertical Well



Intermediate Casing

Set to cover low reservoir pressure or lost circulation intervals.

Cemented to cover the intervals of concern.

Production String or Production Liner

Casing run to total depth

Cemented with a "light weight" cement slurry with the TOC inside the intermediate casing string.

Production liners have a minimum 300 ft overlap and minimum 200 ft of cap cement above the liner hanger.

Productive Interval



Links to State Commissions

- Railroad Commission of Texas
 - RRC: Railroad Commission
 Rules
- Oklahoma Corporation Commission
 - Oklahoma Corporation Commission-Home