In Reply Refer To: MS 5231

April 3, 1992

Taylor Energy Company Attention Ms. Lydia Toups McCombs 2-3-4 Loyola Building New Orleans, Louisiana 70112

Centlemen:

NOTED - KRAMER

Reference is made to the following plan received March 20, 1992:

Type Plan - Initial Plan of Exploration Lease - OCS-C 12419 Block - 826 Area - Mustang Island Activities Proposed - Well A

In accordance with 30 CFR 250.33, this plan is hereby deemed submitted and is now being considered for approval.

Your costrol number is N-4268 and should be referenced in your communication and correspondence concerning this plan.

Sincerely,

(Olig Sgd.) A. Donald Giroir



D. J. Bourgeois Regional Supervisor Field Operations

bcc: Lease OCS-G 12419 POD File (MS 5032) MS 5034 w/public info. copy of the plan and accomp. info.

DTrocquet;cic:03/23/92:POECOM

Information Services Suction Office of Program Services





March 19, 1992



Mr. Dan Bourgeois Supervisor for Field Operations Minerals Management Service 1201 Elmwood Park New Orleans, Louisiana 70123-2394

Dear Mr. Bourgeois:

Taylor Energy Company (TEC) hereby submits an Initial Plan of Exploration for Mustang Island Block 826, OCS-G 12419. Included in this package are five confidential plans and four public

Taylor Ener: Company has its home office at 2-3-4 Loyola Ave., Suite 500, New Orleans, Louisiana 70112-2090. Our telephone number is (504) 581-5491. If any additional information is required, please contact me.

Yours very truly,

TAYLOR ENERGY COMPANY

Lydia Toups McCombs Land Assistant

1t

Enclosure

INITIAL PLAN OF EXPLORATION
GULF OF MEXICO: OFFSHORE LOUISIANA
MUSTANG ISLAND AREA BLOCK 826, OCS-G 12419
TAYLOR ENERGY COMPANY



March 1992

Ms. Lydia Toups McCombs
Land Assistant
Taylor Energy Company
2-3-4 Loyola Ave.
Suite 500
New Orleans, Louisiana 70112
Phone: (504) 581-5491

TAYLOR ENERGY COMPANY INITIAL PLAN OF EXPLORATION MUSTANG ISLAND BLOCK 826 (OCS-G 12419) OFFSHORE, TEXAS

Taylor Energy Company (Taylor) as designated Operator of the subject blocks, submits this revised Plan of Exploration in accordance with regulations contained in Title 30 CFR 250.34 and more specifically defined in the Minerals Management Service Letters to Lessees and Operators dated October 12, 1988 and September 5, 1989.

1. DESCRIPTION:

Mustang Island Block 826 is located approximately 32 miles southeast of Harbour Island in 134' of water.

This Plan of Exploration provides for the drilling of one (1) well in Mustang Island Block 826, Location A. The well will be drilled from a surface location in Block 826 which is as follows:

8650' FNL and 4050' FEL of Block 826

Drilling of this well should commence . The well should take approximately 20 days to drill. The estimated time to complete the proposed activity is 6 months.

2. DESCRIPTION OF DRILLING RIG AND POLLUTION PREVENTION EQUIPMENT:

Taylor Energy Company plans to use the drilling rig Glomar High Island I whose specifications and features (e.g., safety features, pollution prevention and control equipment) are given in Autachment A.

3. WELL LOCATION:

The surface location (SL), bottom hole location (BH), true vertical depth (TVD), and water depth (WD), for each well is as follows:

Well SL BH TVD WD

A 8650'FNL, 4050'FEL 134'
of Block 826

SUPPORTING INFORMATION

1. STRUCTURE MAP

Current structure maps are enclosed as Attachment B.

2. BATHYMETRY MAP

A Bathymetry map with the surface location of each proposed well is shown in Attachment C-1.

3. HAZARD STUDY

John Chance and Associates were contracted to perform an Archeological and Shallow Hazard Survey over the east half of Mustang Island Block 826 in December of 1990. Field work and subsequent interpretations strictly follow federal guidelines for these type surveys. The exploration department has reviewed this data and proposes a surface location 8650' FNL and 4050' FEL of Block 826.

Sixteen unidentified magnetic anomalies were recorded in the survey area. No sonar contacts were associated with any of the anomaly locations and the closest anomaly is approximately 1100' southwest of the proposed location.

Copies of water gun lines 5 and 13 are enclosed for your inspection.

Copies of sparker lines near well locations are in Attachment C-2.

4. CIL SPILL CONTINGENCY PLAN

Ail drilling, construction and production operations shall be performed in accordance with industry standards to prevent pollution of the environment. Taylor Energy Company's Cil Spill Contingency Plan has been approved by MMS. This plan designates an Oil Spill Team consisting of Taylor's personnel and contract personnel. This team's duties are to eliminate the source of any spill, remove all sources of possible ignition, deploy the most reliable means of available transportation to monitor the movement of a slick, and contain and remove the slick if possible.

Taylor Energy is a member of Clean Gulf Associates (CGA). The CGA stores pollution control equipment at two locations in Texas, at Port Aransas and Galveston; and five locations

in Louisiana, at Venice, Grand Isle, Intracoastal City, Houma and Cameron. Each base is equipped with fast response skimmers and there is a barge mounted high volume open sea skimmer based at Grand Isle, Louisiana. In addition to providing equipment, the CGA also supplies advisors for clean-up operations. Equipment available from CGA and the base it is located at is listed in the CGA Manual, Volume I, Section III.

Pollution equipment located at Port Aransas, Texas would be utilized first with additional equipment transported from the nearest equipment base as required.

Taylor y will make every effort to see that a spill is respond to as quickly as possible. Response equipment and respond times will be suitable for anticipated environal conditions in the area. In good weather condit fast response with oil boom, skimmers, pump and storage tanks would require approximately 6 to 8 hours, including preparation time as indicated below. A heavy equipment system response would require approximately 24-36 hours, including 9 hours preparation time.

		Hours
1.	Procurement of boat capable of handling Fast Response Unit and deployment to nearest CGA base in Port Aransas, Texas	2.0 Hours
2.	Load out Fast Response Unit and oil spil containment equipment	2.0 Hours
3.	Travel time from Port Aransas to lease site (32 miles @ 10 mph)	3.2 Hours
	Estimated Total Time	7.2 Hours

In the event a spill occurs from a surface location in Mustang Island Block 826, our company has projected trajectory of a spill utilizing information in the Environmental Impact Statement (EIS) for OCS Lease Sales 139 and 141.

The EIS contains oil spill trajectory simulations using seasonal surface currents coupled with wind data, adjusted every 3 hours for 30 days or until a target is contacted. Hypothetical spill trajectories were simulated for each of the potential launch sites across the entire Gulf. These simulations presume 500 spills occurring in each of the four seasons of the year. The results in the EIS were presented as probabilities that an oil spill beginning from a particular launch site would contact a certain land segment within 3, 10 or 30 days. Utilizing the summary of the

trajectory analysis (for 10 days) as presented on pages IV-111 through IV-113, the probable projected land fall of an oil spill is as follows. Also listed is the CGA Map Number corresponding to the land segment which will be utilized to determine environmentally sensitive areas that may be affected by a spill.

Area	Land Segment Contact	3	CGA Map Number
Mustang Island Block 826	Kenedy, Texas Kleberg, Texas Nueces, Texas	2% 8% 17%	TX Map No. 1 TX Map No. 1 TX Map No. 1&2
	Aransas, Texas Calhoun, Texas	22% 12%	TX Map No. 2 TX Map No. 2

If a spill should occur from the proposed location, Taylor Energy would immediately activate its Oil Spill Response Team, determine from current conditions the probable location and time of land fall by contacting the National Oceanic and Atmospheric Administration's (NOAA) Gulf of Mexico Scientific Support Coordinator (SSC), for assistance in predicting spill movement. Then, using the Clean Gulf Operations Manual, Volume II, identify the biologically sensitive area and determine the appropriate response mode.

Section V, Volume II of the CGA Manual containing maps as listed above, also includes equipment containment/cleanup protection response modes for the sensitive areas.

Section VI, Volume II of the CGA Operations Manual depicts the protection response modes that are applicable for oil spill clean-up operations. Each response mode is schematically represented to show optimum deployment and operation of the equipment in areas of environmental concern. Implementation of the suggested procedures assures the most effective use of the equipment and will result in reduced adverse impact of oil spills on the environment. Supervisory personnel have the option to modify the deployment and operation of equipment to more effectively respond to site-specific circumstances.

5. NEW OR UNUSUAL TECHNOLOGY

No new techniques or unusual technology will be required for these operations.

6. OPERATIONAL LEASE STIPULATIONS

Mustang Island Block 826 has lease stipulation #1 Taylor has complied or will comply with these stipulations.

7. PROJECTED DISCHARGE

A discussion of the wastes and pollutants likely to be generated by onshore and offshore activities is in Attachment D.

A list of mud additives is enclosed as Attachment E.

8. HYDROGEN SULFIDE

A geological analysis of Mustang Island Block 826 has been performed to determine the presence of hydrogen sulfide. Our review indicates that no hydrogen sulfide is present in any measurable quantities. Taylor has reviewed data from

Based on the above data and in accordance with 30 CFR 250.67, Taylor hereby requests that a determination be made that drilling operations in Mustang Island Block 826 will be in zones where the absence of hydrogen sulfide has been confirmed.

9. PROJECTED EMISSIONS

Projected emissions are included on the enclosed Air Quality Review as Attachment F.

10. ONSHORE FACILITIES

Mustang Island Block 826 is located approximately 32 miles from the Texas Coastline. A map showing the location of both blocks relative to the shoreline and onshore base is enclosed as Attachment G. Taylor will utilize existing onshore facilities located on Harbour Island, Texas. This will serve as port of debarkation for supplies and crews. No onshore expansion or construction is anticipated with respect to this activity.

This base is capable of providing the services necessary for the proposed activities. It has 24-hour service, a radio tower with a phone patch, dock space, equipment and supply storage base, drinking and drill water, etc.

During drilling activities one crew boat will be making 7 trips per week, one supply boat 7 trips per week and one helicopter 7 trips per week.

The onshore activities associated with Mustang Island Block 826 should not result in any increase in the size and number of onshore support and storage facilities or land and personnel requirements.

ATTACHMENT A

DESCRIPTION

GLOMAR HIGH ISLAND I

A. GENERAL:

1. Type: Self-Elevating Drilling Unit

2. Classification: ABS Maltese Cross Al

3. Country of Registry: U.S.A.

B. DRILLING CAPABILITIES:

1. Maximum Drilling Depth (Rated): 20,000 ft.

Environmental Criteria (with 360 feet of leg installed):

Maximum		Maximu	m Wind		Trou	ıçh		Ass		Assu	med ation
Water	Depth	Gus	sts		Cr	est		Air	940	Palle	. 2 - 2 - 2 11
252	ft.	100	kts	38	ft.	12	sec.	23	fc.	25	£t.
	ft.		kts	-			sec.	30	15.		£t.
	ft.	0.000	kts				sec.		ft.		£t.
	4-		kts	40	ft.	1.	SEC.	3.5	ft.	25	ft.

NOTE: Any increase in penetration will result in corresponding decrease in water depth -- any decrease in penetration does not increase the water depth.

- Minimum Water Depth: 15 ft. Shallower locations possible under certain conditions. All drilling locations are subject to Insurance Surveyor's approval.
- 4. Maximum Water Depth (Non-Eurricane Season): 250 ft.
- 5. Minimum Design Air Temperature: -10°C.

C. CANTILEVER CAPABILITY:

Cantilever can be skidded 40 ft. from the stern of the jackup to the centerline of the rotary, and the drill floor can be maneuvered 10 ft. each side of center. Has capability to drill out a pattern within a 20 ft. x 35 ft. live drilling area aft of the hull.

D. PRINCIPAL DIMENSION

1.	Length Overal.	207	12.
2.	Breadth:	176	ft.
3.	Depth of Hull:	20	ft.
4.	Distance between centers of two aft legs.	120	ft.
5.	Distance between center of bow leg and centerline of aft legs:	121	ft. 8 in.
6.	Diameter of Spud Can: (across the flats)	40	£'.
7.	Height of Spud Can:	21	ft.
8.	Total length of each leg:	360	ft.
LOAD	DING AND TOWING DATA:		
1.	Average Towing Speed:	9,0	knots with 00 hp Ocean ng Tug.

207 ft.

E.

l.	Average Towing Speed:	4.0 knots with 9,000 hp Ocean Going Tug.
2 .	Displace ent at the landline: (11 ft. of draft on the hull)	7,075 5. Tons
3.	Minimum Draft:	10 ft.

366 ft. Maximum leg length for location

350 ft. Maximum leg length for ocean 5. tows:

Maximum Variable Drilling Load: (excluding 500 S. Ton cantilever load) 2,087 3. Tons 6.

Variable load is the weight of supplies that are expendable, readily removable, or consumed during drilling operations.

Variable load consists of such items as:

a)	Liquid Mud	h)	Lube Oil
b)	Bulk Mud	i)	Casing
c)	Bulk Cement	j)	Drill Pipe

		d) Chemicals (a) Drill Collars e) Diesel Fuel (b) Supplies f) Potable Water (c) Sack Materials g) Drill Water (d) Space parts	
	7.	Preload Capacity:	4,360 S. Tons
2.	STOR	AGE CAPACITY:	
	L.	Drill Wicke:	6,612 bbls.
	2.	Potabl: Water:	983 bbls.
	3.	Fuel Mil:	2,297 "GLE
	4.	Bilk Coment:	3,400 cu. ft.
	5.	Bulto Mud:	3,100 cu. ft.
	6.	Liquid Mud:	1,294 bbls.
	7.	Sand Trap	200 bols.
	8.	Tupular Storage Area: (approximate)	4,300 sq. ft.
	9.	Sack Storage: (approximate)	1,100 sq. ft.
		Note: Any combination of the above cannot exceed the maximum allowable variable load.	
G.	JAC	FING DATA:	
	1.	Marathon LeTourneau Rack and Pinion Type Jacking stem driven by 600 volt AC electric is 50%.	£
	2 .		1-1/1 fpm
	3.	Maration LeTourneau Out-of-Level Warning Devices are provided.	
	4.	Maximum Jacking Load:	1,450 S. Tons
	5.	1. 1 jacking operations and conditions are subject to Insurance Surveyor's approval.	

H. SUBSTRUCTIVE.

- L. Marathon Leffourneau type with transverse skidding of drill floor and longitudinal skidding of substructure, driven by AC electric motors.
- 2. Rotary Load (Maximum):

450 3. Tons

3. Setback Load (Maximum):

225 S. Tons

4. Cantilever is designed for the combined rotary and setback loads not to exceed:

500 S. Tons

 Center of rotary can be positioned a maximum of 10 fe t either size if hull centerline, and a maximum of 40 feet of the hull.

I. HELIPORT:

- 60 feet in diameter. Designed to supject an S-61 Lelicopter in accordance with 5100 sky specifications.
- Perimeter lighting system with alternating blue and red lights.
- File station with hose and nozzle.

J. LIVING QUARTERS:

- Air conditioned quarters for 86 persons, including six (6) hospital berths.
- Double galley and double mess rooms.

K. METEOROLOGICAL INSTRUMENTS:

- 1. Anemometer.
- 2. Barometer.
- 3. Thermometer.
- 4. Fathometer.

L. COMMUNICATIONS ECCUPICAT:

- 1. Single side band radio.
- VHF-FM Transceiver.

Sound-powered telephone system.

M. POWER GENERATING EQUIPMENT:

- 1. Diesel Engires: Four (4) Caterpillar D-399 TA.
- 2. Generators: Four (4) Kato 300-kw, 600-volt AC.
- DC Power: Ross-Hill SCR system with controls for seven DC drilling motors.
- 4. AC Distribution: Two (2) 750 KVA, 600-volt/480-volt transformers. 480-volt motor control center and distribution
- 5. Emergency Yower: One (1) Caterpillar D-379 400-kw generator.

N. AIR COMPRESSORS:

Three (3) 300 CFM, 125 psi air compressors with the coolers and air dryer.

O. WATER DISTILLATION UNIT:

Two (2) Aqua-Chem units with a rated capcity of 300 gph each.

P. SERVICE POMPS:

Two (2) each for fuel, drill water, fire, bilge, potable water, and sanitary water. Three (3) raw water pumps.

Q. FIRE-FIGHTING AND SAFETY EQUIPMENT:

- Carbon dioxide system in engine room, paint locker, and mud pit room.
- Selt water hose system.
- Portable dry chemical fire extinguishers.
- 4. Fortable 302 fire extinguishers.
- Administrate first aid facilities.

R. LIFESAV MG EQUIPMENT:

- Life Rafts: Su.ficient U.S.C.G. approved inflatable life rafts to accommodate all personnel onboard.
- 2. Life Boats: Two (2) 44-man U.S.C.G. approved life boats.

 Life Jackets: Sufficient to furnish all personnel with one (1) each plus excess as required by U.S.1.6.

S. MEDICAL FACILITIES:

- 1. First Aid supplies and equipment.
- Jospital with six (6) berths.

T. CRANES:

Three (3) Marathon LeTourneau Series PCM-120 cranes with 100 ft. booms rated at 50 S. tons at 24 ft. radius.

U. WELDING MACHINES:

Three (3) 400-amp Lincoln electrically driven.

V. LIGPTING, WIRING, AND CONTROLS:

Vapor-proof or exclosion-proof, as required.

W. SEWAGE TREATMENT PLANT:

Eamworthy ST-8 withholding tank.

SCHEDULE C

Equipment Purnished

GLOMAR RIGH ISLAND

1. DRILLING UNIT DESCRIPTION AND SPECIFICATIONS:

The self-elevating drilling unit, GLC:4AR (IGH ISLAND I, will be as described in appendix I attached hereto and will be equipped with all equipment, services, and supplies listed herein and designated as furnished by Contractor.

2. DRIGHING UNIT MOORING SYSTEM:

- a. Two (2) point anchor system.
- b. Moorings: Two (2) 2,100' x 1-1/2', 6 x 19 IPS, IWRC wire lines with ABS certificates.
- c. Anchors: Two (2) 10,000 lb. Danforth anchors.
- d. Mooring Winches: Two (2) Marathon LeTourneau Series W-1500 TS single drum winches ach driven by an electric motor.
- e. Two (2) anchor buoys.
- f. Pendant wires, shackles, and associated jewelry and wireline for crown lines.
- g. Workhoat Moorin; Line (Replacement line furnished by Operator.

3. DRILLING EQUIPMENT:

- a. Drawworks: National 1320 UE drawworks fitted with Elmagoo 7838 electric brake, powered by two (2) GE 752 Series electric motors.
- b. Drill Line: 1-1/2" 6 x 19 IPS, IWRC x 7,500'.
- c. Wire Line Anchor: National type EB.
- d. Sandline: 3/16", 6 x 7 20,000'.
- e. Derrick: Dreco 147' high, 30' x 30' base with 1,000,000 lbs. static hook load capacity.

- f. Mud Pumps: Two (2) National 12-P-160, triplex pumps, 1,500 total continuous horsepower each powered by two (2) GZ 752 Series electric motors. Equipped with 6-1/2" liners.
- g. Rotary Table: National C-375 rotary table independently driven by GZ 752 Series electric motor with National two-speed transmission.
- h. Crown Block: Emsco type MA-60-7 with 583 tons rated capacity with 60° sheaves.
- Traveling Block and Book: National Universal hook block with 500-ton capacity.
- j. Swivel: National P-500 with 500-ton capacity.
- K. Rotary Hose: Two (2) 3-1/2" x 60', 5,000 psi WP with 4" male thread coupling.
- 1. Weight Indicator: Martin-Decker type E.
- m. Varco air-powered spinning wrench, right and left rotation complete with 5° drill pipe rollers.
- n. Kelly: Two (2) 3-1/4" hexagonal x 42' long x 3-1/4" ID kellys, with kelly valves as follows:
 - (1) Two (2) Omsco 6-5/8° regular, left hand thread, upper kelly cocks, 10,000 psi WP.
 - (2) Two (2) Hydril 4-1/2" IF lower kelly valves, 10,000 psi WP.
- Relly Spinner: International Tool model A6C-2.
- p. Mathey wireline measuring assembly with 20,000' of .092° steel line.
- q. Drilling Recorder: Martin-Decker six-pen unit for weight, pump stroke, drill string torque and RPM, pump pressure and rate of penetration.

4. DRILL STRING:

- a. Drill Pipe:
 - (1) 5,000', 5° 0D Grade G, 19.5 lb./ft. Range 2 drill pipe with 5° XH x 6-1/2° 0D tool joints.

(2) 10,000', 5" OD Grade, E, 19.5 lb./ft. Range 2 drill pipe with 5" XH x 6-3/8" OD tool joints.

b. Drill Collars:

- (1) Twelve (12) 7-3/4° OD x 2-13/16° ID x 31' long with 6-5/8° API Reg. connections, grooved for "zip" handling.
- (2) Twelve (12) 6-1/2° OD x 2-13/16° ID x 30° long with 4° IF tool joints, grooved for "zip" handling.
- c. Subs: Sufficient for Contractor-furnished drill pipe, drill collars, and drill tools including kellys.
- d. Drill pipe wipers for 5" drill pipe.
- e. Thread Protectors: Sufficient for Contractor-furnished drill string.

5. BLOWOUT PREVENTERS:

- a. Diverter System: Hydril type MSP-2000, 21-1/4" annular used with drilling spool between wellhead and annular. Spool has two 8" outlets for port and starboard diverter lines.
- b. 13-5/8", 10,000 psi WP Blowout Preventer System consisting of the following:
 - (1) One (1) CIW double preventer with four flanged outlets fitted with one set of pipe rams for 5° drill pipe and one set of blind rams.
 - (2) One (1) CIW double preventer with four flanged outlets fitted with two sets of pipe rams for 5° drill pipe.
 - (3) One (1) 13-5/8" 5,000 psi WP Hydril annular blowout preventer.
 - (4) Blowout preventers are trimmed for H₂S service.
 - (5) A 50-ton blowout preventer handling system, including air-powered hoists and trollies.

- c. BOP Kill and Choke Line System:
 - (1) Two (2) 3-1/16°, 10,000 psi WP hydraulic operated valves.
 - (2) Two (2) 3-1/16°, 10,000 psi WP manual valves.
- d. Blowout Preventer Control System:
 - (1) 264-gallon accumulation pacity.
 - (2) 480-gallon fluid re 270 F.
 - (3) One (1) 20-hp, 3,000 psi, 8 GPM electric triplex pump and one 30-hp, 3,000 psi, 14 GPM electric pump.
 - (4) Three (3) air-powered pumps, capacity 3.5 GPM at 3,000 psi.
 - (5) Manifolding valves and regulators for functioning the following:
 - (a) Annular preventer
 - (b) Four (4) ram type BOP's.
 - (c) Two (2) hydraulically-operated choke and kill valves.
 - (6) Master control panel on drill floor.
 - (7) Remote control panel in toolpusher's office.
 - e. Choke Manifold: 3-1/16" 10,000 psi WF suitable for H₂S service, with:

6. DOWNECLE TOOLS AND EQUIPMENT:

- a. Inside BOP: Two (2) Lynn inside blowout preventers for 5° drill pipe, 10,000 psi WP.
- b. Float Valve: Baker model G full-flow, for Contractor's drill string.
- c. Drift Indicator: Totco, 0-8 degrees and 0-16 degrees, for Contractor-furnished equipment.

7. FISHING TOOLS:

a. Overshots:

- (1) One (1) 9-5/8" OD Bowen type PS overshot with with extension sub and oversized lipped guides and basket grapples to catch 7-3/4" and 6-1/2" drill collars and 5" drill pige.
- (2) One (1) 8-1/8" OD Bowen type PS overshot with with extension sub and standard lipped guide and basket grapples to catch 6-1/2" drill collars.
- b. Taper Tap: One (1) 7-3/4" OD Bowen rotary taper tap with 6-5/8" Reg. connections.
- c. Junk Baskets: One (1) Bowen reverse circulating junk basket equipped to retrieve 9-5/8° OD core, 9-5/8° OD mill type B shoe and with 6-5/8° A2I Reg. connections.
- d. Junk Subs: One (1) 9-5/8" OD Bowen junk sub for operation in 12-1/4" hole with 6-5/8" API Reg. connections.
- e. Safety Joint: One (1) 6-1/2" OD safety joint for 5" OD drill pipe with 5" XH connections.

8. DRILL STRING HANDLING TOOLS:

- a. Slips, Drill Pipe: Varco type SDXL 5"; two sets.
- b. Slips, Drill Collar; two sets each:
 - (1) Varco type DCS-L: 6-3/4" 8-1/4".
 - (2) Varco type DCS-R: 5-1/2" 7".
- c. Elevators, Drill Fipe: Champion T-350, 350-ton for 5" drill pipe; two sets each:
- d. Links, Elevators: Webb-Wilson 3-1/2" x 144", 500-ton; one set.
- e. Elevator, Zip Lift: Joy 150 ton for 7-3/4° and 6-1/2° drill collars; two sets.
- f. Tongs, Drill Pipe: BJ type "DB" Range 3-1/2" -8-1/4"; two tets.

- g. Safety Clamps:
 - (1) Varco type MP-R Range 5-1/2" 7".
 - (2) Varco type MP-R Range 6-3/4" 8-1/4".
- b. Bit Breakers: Bit breakers for sizes: 26°, 17-1/2° 12-1/4°, 8-1/2°, and 6° bits; one set.
- i. Air Tuggers: Four (4) air tuggers.

9. MUD FACILITIES AND EQUIPMENT:

- a. Mud Storage Tanks: See Appendix I.
- b. Shale Shakers: Brandt dual tandem screen shale shaker mounted on sand trap, driven by two (2)3-hp motors (Replacement screens to be provided by Operator).
- c. Desander: Demco 124 desander unit charged by Mission 8 x 6R centrifugal pump driven by 100-hp electric motor.
- d. Desilter: Demoo unit charged by 8 x 6R centrifugal pump driven by 100-ap electric motor.
- e. Degasser: Wellco model 6200, charged by Mission 8 x 6R centrifugal pump driven by 100-hp explosion-proof electric motor.
- f. Mud Agitators:
 - (1) One (1) 3-hp explosion-proof electric mud mixer mounted on slugging pit.
 - (2) Three (3) 20-hp explosion-proof electric mud mixers mounted on main mud tanks.
- g. Mud-Gas Separator: Global Marine design.
- h. Mud Testing Facilities: Basic kit for viscosity, filtration, weight, and titration.
- Mud Charging Pumps: Two (2) Mission 8 x 6R centrifugal pumps, each driven by 100-hp explosion-proof electric motors.
- j. Mud Mixing Pump: Two (2) Mission 8 x 6R centrifugal pumps, each driven by 100-hp explosion-proof electric motors.

- Pit level indicator on active tank. k.
- Manifolding to cement surge tank to permit mixing barite plug at cementing unit.
- Gas Detection System: Control Instruments fixed combustible five-point monitor gas detection system complete with control modules, general alarms and m. sensors stratically located on the rig.

10. CEMENTING UNIT:

Dresser Titan cementing unit with two (2) diesel engines. Rental fees and maintenance costs, if any, to be paid by Operator.

ENVIRONMENTAL SAFEGUARDS

The rig will be equipped with drip pans and drains. Waste fluids will be transported via platform drains to the overboard sump. All oil contaminates will be pumped from the sump to the holding tank located on the wellhead deck. All exposed machinery will be drive by explosion proof motors and all engines will be equipped with spark arrestors on exhausts. All sanitary wastes will be treated before dispose, into the Gulf of Mexico. All production vessels and machinery will be located on impervious decking and all leaks, cleanup water, etc. will be contained on these decks and shall be transported by drain lines to the production sump. All drilling, production and construction operations will be conducted by applicable EPA directives and Department of Interior OCS Orders 1-14, latest edition. Please refer to attached Oil Spill Contingency Plan.

SAFETY STANDARDS

All structures will be equipped to meet EPA, Department of the Interior OCS Orders 1-14, latest edit. Corps of Engineers and U.S. Coast Guard regulations and directives. During the drilling phase, the rig will be equipped with a standby boat.

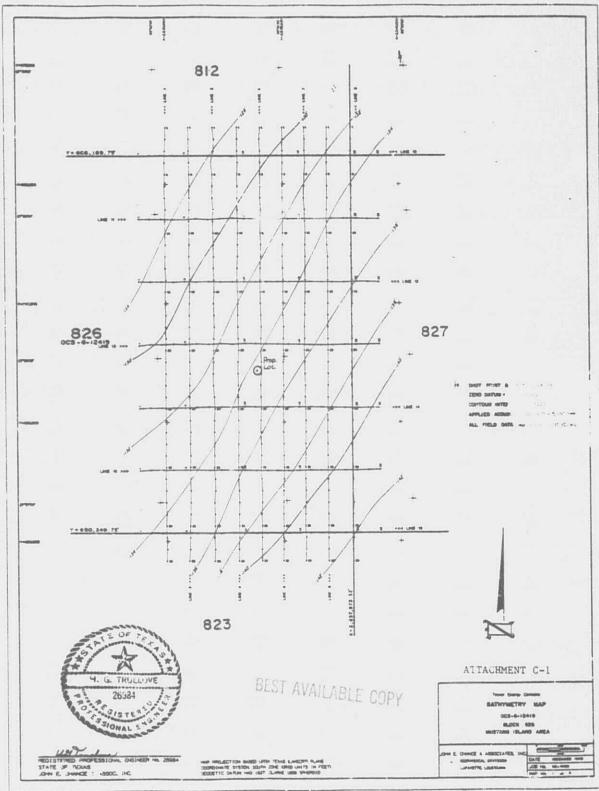
Taylor Energy Company 826 827 Prop. Loc. Taylor #1 (Loc. A) OCS-G-12419 TAYLOR ENERGY COMPANY Proposed Location (A) THE 2-3-4 LOYOLA BUILDING NEW ORLEANS, LOUISIANA 70112 Surf.

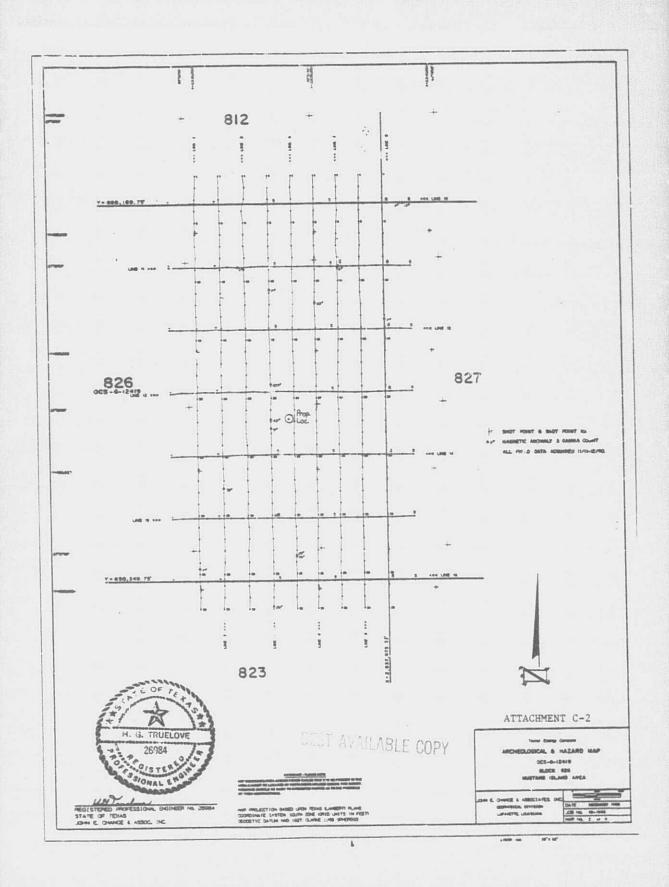
MUSTANG ISL. BLK. 826

2100

DATE: 3-4-92

8650' FNL & 4050' FEL of NE/C of Blk. 826





ATTACHMENT D

TAYLOR ENERGY COMPANY INITIAL PLAN OF EXPLORATION QUANTITIES AND RATE OF DISCHARGE MUSTANG ISLAND BLOCK 826

WELL DEPTH HOLE SIZE QUANTITY (Bbls) DISCHARGE RATE

A MAX 1000 BPH

MAX 1000 BPH

MAX 1000 BPH

ATTACHMENT E

DRILLING MUD COMPONENTS

COMMON CHEMICAL OR CHEMICAL TRADE NAME

Aluminum Stearate
"AXTAFLO-S"
Barite
Calcium Carbonate
Calcium Chlordie
Calcium Oxide
Calcium Sulfate
Carboxymethyl Cellulose
Caustic Potash
Caustic Soda
Chrome Lignite
Chrome Lignite
Chrome Lignite
Chrome Lignosulfonate
Drilling Detergent
"E-Pal"
Ferrochrome Lignosulfonate
Gel

Gypsum
Lighite
Lighoralfonate
"Mud Sweep"
"MOR-REX"
"Shale-Trol"
Sapp
Soda Ash
Sodium Bicartonate
Sodium Carboxymethyl Cellulose
Sodium Chloride
Sodium Chromate
Starch
"TX-9010"
"TORQ-Trim"
"Black Magic"
"Black Magic Supermix"
Diesei

"Jelflake" MICA "Pipe-Lax" "Wall-Nut" Wood Fibers

DESCRIPTION OF MATERIAL

Aluminum Stearate Nonionic Surfactant Barium Sulfate (BaSo4) Aragonite (CaCo3) Hydrophilite (CaCl2) Lime (Quick) Anhydrite (CaSO4) Carboxymethyl Cellulose Potassium Hydrate Sodium Hydroxide (NaOH) Chrome Lignite Chrome Lignosulfonate Soap Non-toxic, biodegradable defoamer Derived from wood pulp Sodium montmorillonite, bantonite, attapulgite CaSo4.2H20 Lignite Lignosulfonate Cement Pre-flush Hydroloyzed Cereal solid Organo-aluminum complex Sodium Acid Pyrophosphate Sodium Carbonate NaHCO3 Sodium Carboxymethy: Callulose NaC1 NaCr04.10H20 Corn Starch Biodegradable drilling lubricant Biodegradable drilling lubricant Oil base mud conc. Sacked concentrated oil base mud Used to mix certain loss-circulation pills Plastic foil, shredded cellophane Loss-circulation material Surfactant mixed with diesel Ground walnut shells Loss-circulation material

d. Comor Hospiday, Tres.

P.O. Box 218753 Houston, Texas 77218 (713) 558-0607 Fáx: (713) 558-8369



March 17, 1992

PROJECTED AIR EMISSION SCHEDULE FOR EXPLORATION PROJECT

GENERAL INFORMATION

Location of Facility:

Distance Offshore:

Name of Rig:

Operator:

Mustang Island Block 826

OCS-G 12419 32 miles

Jackup

Taylor Energy Company

234 Loyola Avenue, Suite 500 New Orleans, Louisiana 70112

Ms. Lydia McCombs

Contact Person:

Well Footage to be Drilled: Date Drilling Will Begin:

MAJOR SOURCE (OFFSHORE)

Power used aboard drilling vessel; approximate footage to be drilled 8,000'.*

Emitted	Projected Emissions (lbs/day)*tons/yr.		
Substance	1992		
со	(158)	1.58	
SO,	(50)	.50	
NOx	(744)	7.44	
VOC	(60)	.60	
TSP	(53)	.53	

- * Bassa on 60 hphr/ft. from Table 4-3, "Atmospheric Emissions from Offshore Oil and Gas Development and Production", EPA No. 450/3-77-026, June 1977
- ** Emission factors from Table 3.3.3-1, "Compilation of Air Pollutant Emission Factors", Third Edition, EPA Report AP-42, August, 1977

Projected Air Emissions Taylor Energy Company Mustang Island Block 826 Page 2

MINOR SO _3 (OFFSHORE)*

Including crew boats (7 trips/week); supply boats (7 trips/week); helicopters (7 trips/week); loading and unloading operations.

Projected Ernissions (lbs/day)*tons/vr. 1992
.02
.00
.02
.01
.00

* Tables 3.2.1-3, 3.2.3-1 and 2.1-1, "Compilation of Air Pollutant Emission Factors", Third Edition, EPA Report AP-42, August, 1977.

TOTAL ALL SOURCES (tons/year)

1992	CO	SO ₂	NOx	VOC	TSP
Major	1.58	.50	7.44	.60	.53
Minor	02	.00	02	01	.00
Total	1.60	.50	7.46	.61	.53

ONSHORE SCURCES

These should be about the same as minor sources unless new facilities are installed at the onshore base. No additional facilities are required or planned at this time.

EMISSION EXEMPTION DETERMINATION

For CO: E =
$$3400(D)^{2/3}$$
 = $3400(25)^{2/3}$ = 29,070 tons/year
For NOx, VOC, TSP & SO₂: E = 33.3D = 33.3 (25) = 833 tons/year

FINDING: OF AIR QUALITY REVIEW

As per DOI/MMS regulations, this facility is exempt from further air quality review as it has been determined that its operations will not have a significant adverse impact on air quality.

