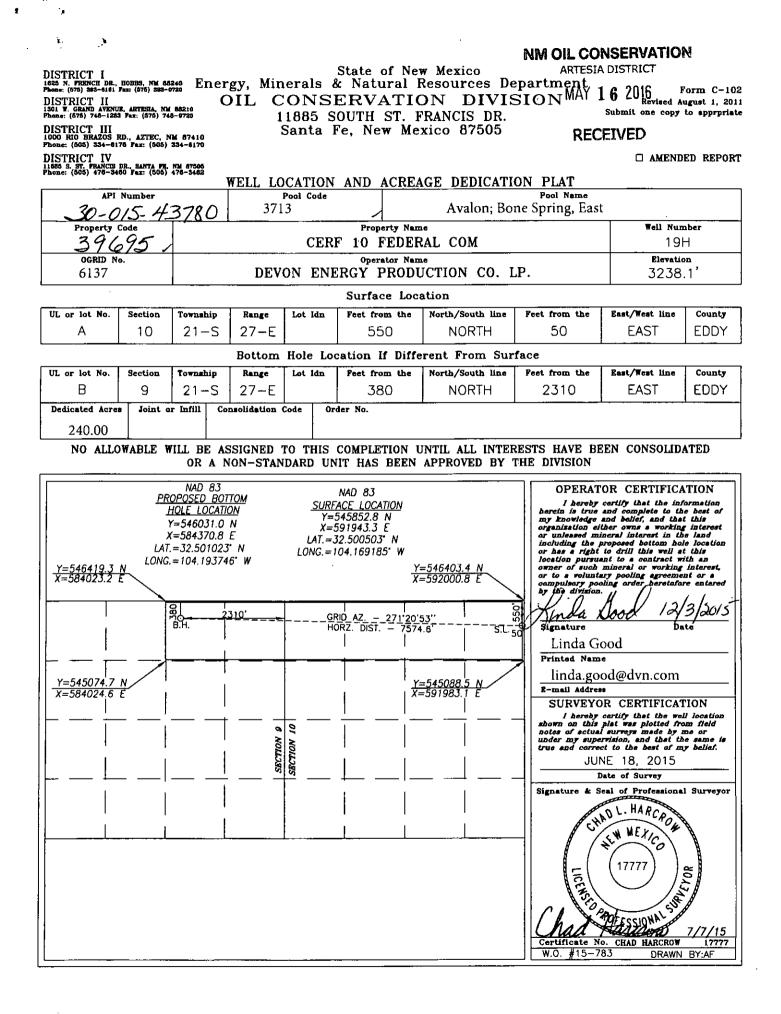
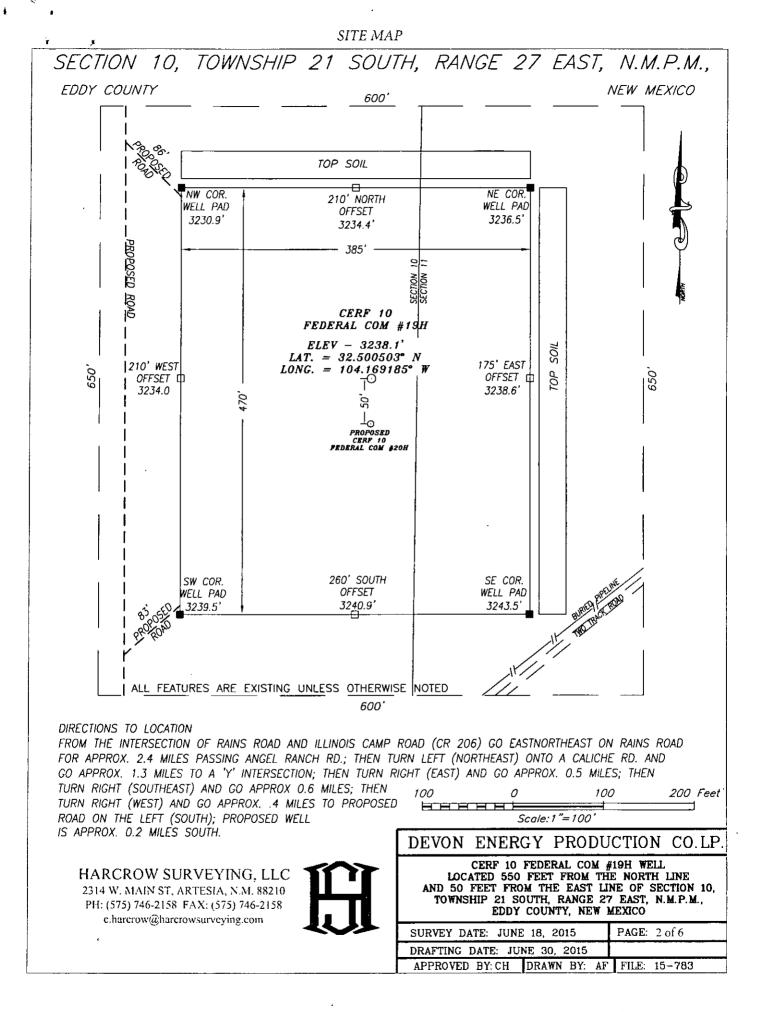
	Form 3160-3 (March 2012)	CONFII OCD Arte		OIL CONSEL ARTESIA DIST	RICT	FOR	M APPROV B No. 1004-01	137
	וס	UNITED STATES		MAY 162	.016	5. Lease Serial No	s October 31, 	
	В	UREAU OF LAND MAN	NAGEMENT			BHL: NMNM13486		
	APPLICATIO	ON FOR PERMIT TO	DRILL OF		:D	6. If Indian, Allot	ee or lribe	Name
	la. Type of work: <b>V</b> DRILL	REENT	ER			7 If Unit or CA A	greement, N	ame and No
	Ib. Type of Well: Oil Well	Gas Well Other	Sin	ngle Zone 🔲 Multij	ple Zone	8. Lease Name an Cerf 10 Fed Com		
	2. Name of Operator Devon Ener	gy Production Company,	L.P.			9. API Well No. <b>30 - 0</b> /	15-4	378
	3a. Address 333 West Sheridar Oklahoma City, O		]	. (include area code) 2-6558		10. Field and Pool, o Avalon; Bone Spr	or Explorato	ry
	4. Location of Well (Report location					11. Sec., T. R. M. or		irvey or Are:
	At surface Unit A, Sec 10-T215			WARTHC	DÛX	SHL: Sec 10-T218		
	At proposed prod. zone Unit B,		2310' FEL	TOCATI		BHL: Sec 9-T21		12 6
	<ol> <li>Distance in miles and direction from Approximately 5.73 miles NE or</li> </ol>			МАП	VI1	12. County or Parisl Eddy	л	13. State   NM
	15. Distance from proposed*	See attached map	16. No. of a	cres in lease	17. Spaci	ng Unit dedicated to thi	is well	·• ·
	property or lease line, ft. (Also to nearest drig, unit line, if ar	y)	SHL: 280 Ao BHL: 160 A		240 /	Acres		
	<ol> <li>Distance from proposed location* to nearest well, drilling, completed. applied for, on this lease, ft.</li> </ol>	See attached map	19. Proposed 14,830' MD	1 Depth  / 7496' TVD		/BIA Bond No. on file 1104		
	21. Elevations (Show whether DF, KI 3238.1' GL	DB. RT, GL. etc.)	22. Approxit 10/15/2016	nate date work will sta	<u> </u> rt*	23. Estimated dura 45 Days	tion	
	PADDED WITH THE CERF 1	0 FED COM 20H	24. Attac					
	The following, completed in accordance	with the requirements of Onsho	re Oil and Gas	Order No.1, must be a	ttached to th	ais form:		
	<ol> <li>Well plat certified by a registered su</li> <li>A Drilling Plan.</li> <li>A Surface Use Plan (if the location</li> </ol>		Londa 4-	Item 20 above).		ons unless covered by	an existing	bond on file
	3. A Surface Use Plan (if the location SUPO must be filed with the approp		Lanus, ine	<ol> <li>Operator certific</li> <li>Such other site</li> <li>BLM.</li> </ol>		formation and/or plans	as may be	required by
	25. Signature Vinda Lo	od		(Printed Typed) a Good			Date 12/	13/20
'	Fitter / Regulatory Compliance Spe	cialist					/	
	Approved by (Signature)	Cody Layton	Name	(Printed Typed)			Date MA	Y 10
	Fitle FIELD MA	NAGER	Office		CARL	SBAD FIELD OF	FICE	
	Application approval does not warrant of conduct operations thereon. Conditions of approval, if any, are attact	or certify that the applicant hold	ls legal or equit	able title to those righ	ts in the su	piect lease which would PPROVAL F	d entitle the	applicant to NO YE

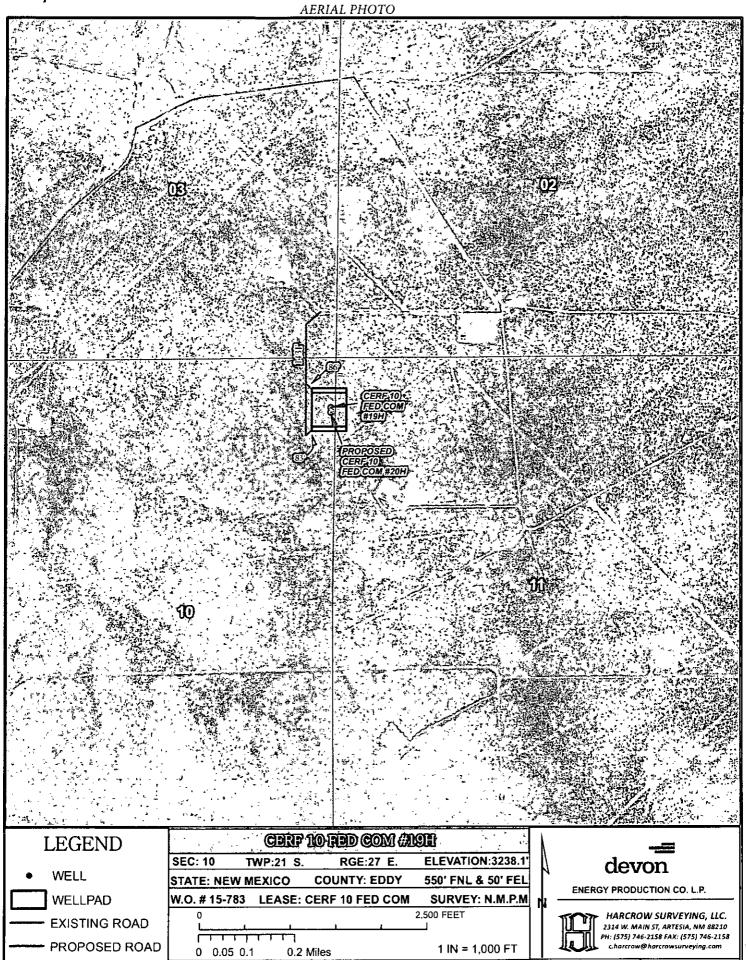
## Carlsbad Controlled Water Basin

## SEE ATTACHED FOR CONDITIONS OF APPROVAL

.







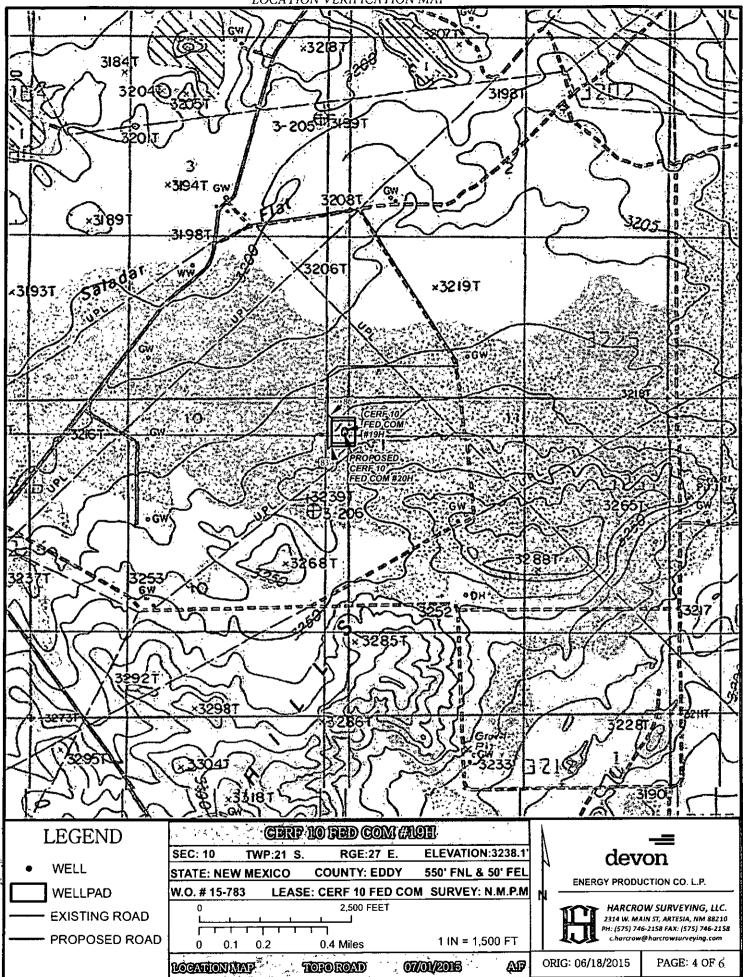
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LOCATIONIMAP -

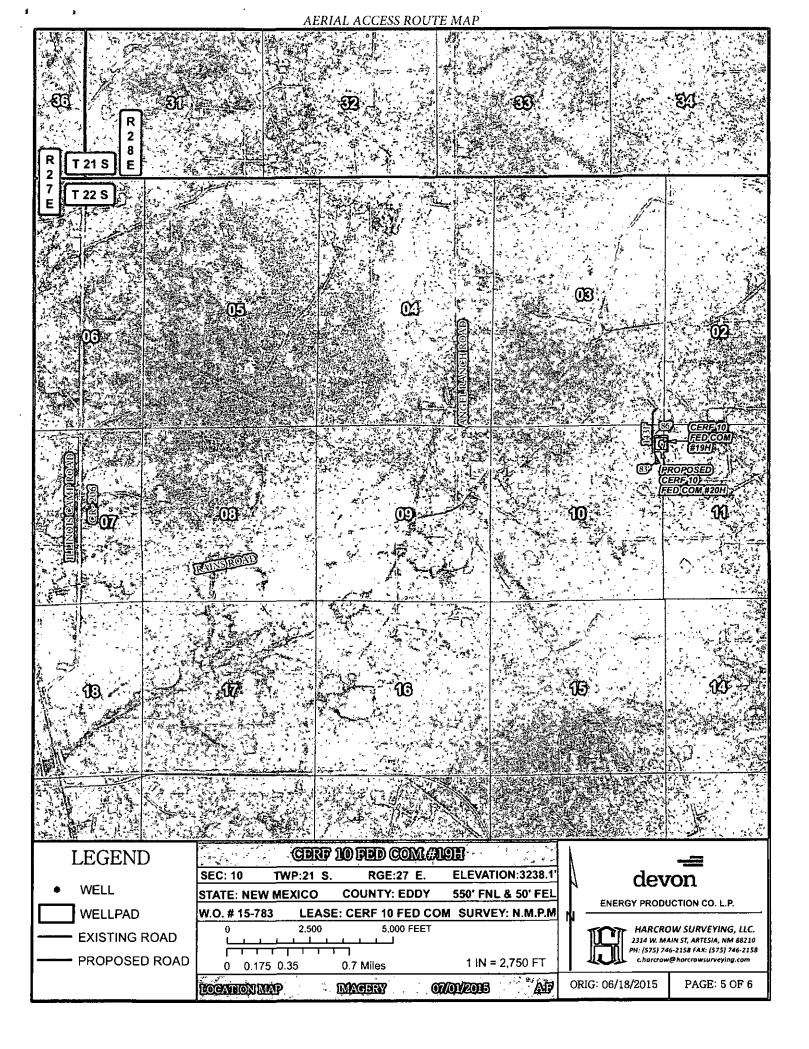
07/01/2015

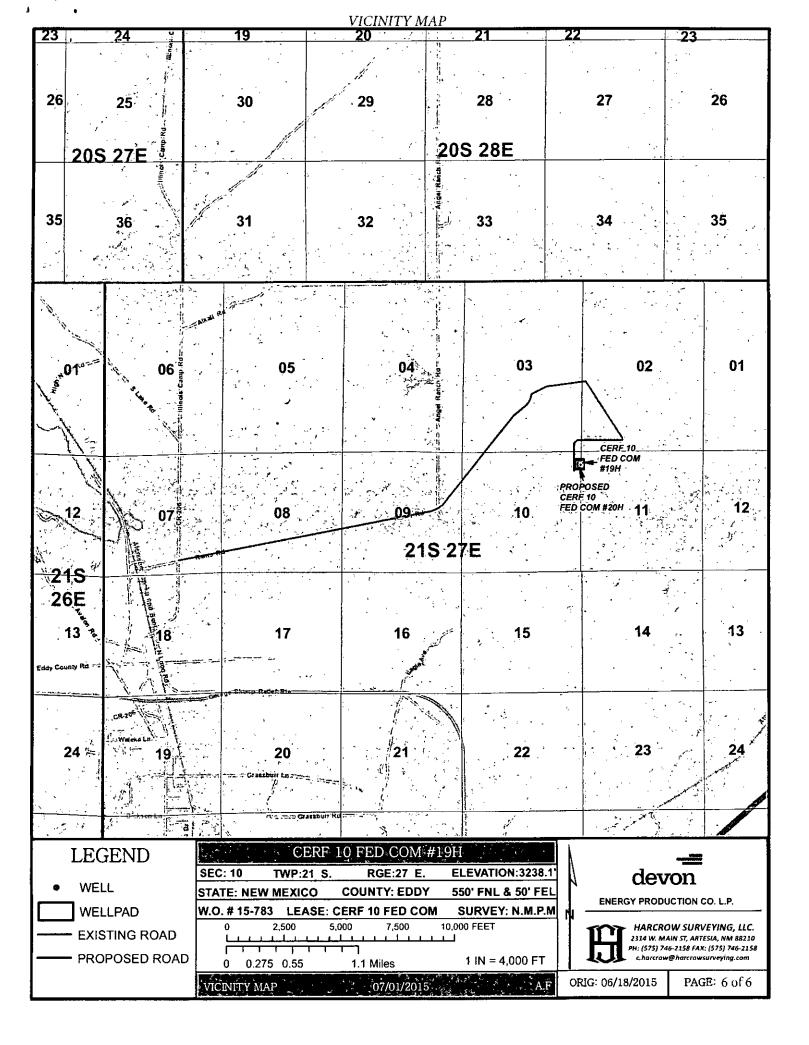
AP

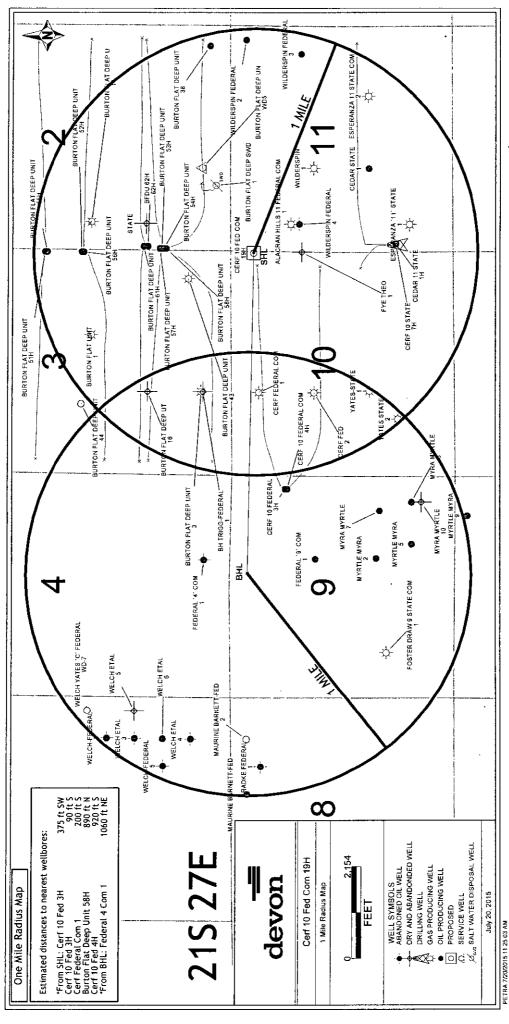
PAGE: 3 OF 6



LOCATION VERIFICATION MAP







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#### 1. Geologic Formations

TVD of target	7,496'	Pilot hole depth	N/A
MD at TD:	14,830'	Deepest expected fresh water:	

### Basin

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Formation	Depth (TVD) from KB	Water/Mineral Bearing/ Target Zone?
Quaternary	0	Barren
Rustler	45	Barren
Salado	220	Barren
Base of Salt	420	Barren
Tansil	450	Barren
Yates	530	Barren
Capitan	780	Barren
Capitan Base	2700	Barren
Delaware	2830	Oil
Lower Brushy Canyon	5100	Oil
1st Bone Sping Lime	5275	Oil
1st Bone Spring Sand	6520	Oil
2nd Bone Spring Lime	6750	Oil
2nd Bone Spring Sand	7200	Oil

\*H2S, water flows, loss of circulation, abnormal pressures, etc.

Hole Size	Casing	Interval	Csg.	Weight	Grade	Conn.	SF	SF Burst	SF
	From	То	- Size	(lbs)			Collapse		Tension
26"	0	200'360	20"	94	J-55	BTC	5.81	23.59	41.70
17.5"	0'	775 720	13.375	48	H-40	STC	1.78	4.01	8.89
12.25"	0'	2,800'	9.625"	36	J-55	LTC	1.54	2.69	3.91
8.75	0'	14,830'	5.5"	17	P-110	LTC	1.91	2.73	1.77
	KOP = 6, DV Tool = DV Tool =	= 700'		BLM Minii	num Safety	Factor	1.125	1.00	1.6 Dry 1.8 Wet

## 2. Casing Program See COA

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All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

Must have table for contingency casing

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Does casing meet API specifications? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	N
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Y
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
Is well located within Capitan Reef?	<u>Y</u>
If yes, does production casing cement tie back a minimum of 50' above the Reef?	
Is well within the designated 4 string boundary.	Y
is wen within the designated 4 string boundary.	1
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3 <sup>rd</sup> string cement tied back 500' into previous casing?	
Is well located in R-111-P and SOPA?	Ν
If yes, are the first three strings cemented to surface?	
Is 2 <sup>nd</sup> string set 100' to 600' below the base of salt?	
Is well located in high Cave/Karst?	<u>. ::</u>
	11
If yes, are there two strings cemented to surface?	
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	AF
Is well located in critical Cave/Karst?	N
	N
If yes, are there three strings cemented to surface?	

-	<u>3. Cemen</u>	<u>ting Pr</u>	<u>ogram</u>	<u>- 286 (</u>	<u>,oh</u>					
	Casing	# Sks	Wt. Ib/	H <sub>2</sub> 0 gal/sk	Yld ft3/	500# Comp.	Slurry Description			
Ju			gal		sack	Strength (hours)				
Extremely Low Cement See Coft	20" Surface Casing	<u>455</u>	14.8	6.32	<u>1.33</u>	6	Tail: Class C Cement + 0.125 lbs/sack Poly-E-Flake			
Su	13-3/8" Inter. I	780	14.8	6.32	1.33	6	Tail: Class C Cement + 0.125 lbs/sack Poly-E-Flake			
	9-5/8" Inter. ll	600	12.9	9.81	1.85	14	Lead: (65:35) Class C Cement: Poz (Fly Ash): 6% BWOC Bentonite + 5% BWOW Sodium Chloride + 0.125 Ibs/sack Poly-E-Flake			
		220	14.8	6.32	1.33	6	Tail: Class C Cement + 0.125 lbs/sack Poly-E-Flake			
	9-5/8" Inter. ll	440	12.9	9.81	1.85	14	Lead: (65:35) Class C Cement: Poz (Fly Ash): 6% BWOC Bentonite + 5% BWOW Sodium Chloride + 0.125 Ibs/sack Poly-E-Flake			
	Two	220	14.8	6.32	1.33	6	Tail: Class C Cement + 0.125 lbs/sack Poly-E-Flake			
~	Stage	DV Tool = 200ft 770' See COA								
See.		220	14.8	6.32	1.33	6	Tail: Class C Cement + 0.125 lbs/sack Poly-E-Flake			
See CoA Low Cement	5-1/2" Prod	810	11.9	12.89	<u>2.31</u>	n/a	Lead: (50:50) Class H Cement: Poz (Fly Ash) + 10% BWOC Bentonite + 1 lb/sk of Kol-Seal + 0.3% BWOC HR-601 + 0.5lb/sk D-Air 5000			
Lenue	Single Stage	2090	14.5	5.31	<u>1.2</u>	25	Tail: (50:50) Class H Cement: Poz (Fly Ash) + 0.5% bwoc HALAD-344 + 0.4% bwoc CFR-3 + 0.2% BWOC HR-601 + 2% bwoc Bentonite			
		570	11.9	12.89	2.31	n/a	1 <sup>st</sup> Stage Lead: (50:50) Class H Cement: Poz (Fly Ash) + 10% BWOC Bentonite + 1 lb/sk of Kol-Seal + 0.3% BWOC HR-601 + 0.5lb/sk D-Air 5000			
	5-1/2" Prod	2090	14.5	5.31	1.2	25	1 <sup>st</sup> Stage Tail: (50:50) Class H Cement: Poz (Fly Ash) + 0.5% bwoc HALAD-344 + 0.4% bwoc CFR-3 + 0.2% BWOC HR-601 + 2% bwoc Bentonite			
	Two Stage					D۷	/ Tool = 2850ft			
Extremely Low Cement	JIOSE	200	11	14.81	2.55	·22	2 <sup>nd</sup> Stage Lead: Tuned Light <sup>®</sup> Cement + 0.125 lb/sk Pol-E-Flake			
Cement		<u>50</u>	14.8	6.32	1.33	6	2 <sup>nd</sup> Stage Tail: Class C Cement + 0.125 lbs/sack Poly-E- Flake			
Lol										

3 Competing Program Ser COA

Ext nerv Zec CoA

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DV tool depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above current shoe. Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

Casing String	TOC	% Excess
20" Surface	0'	100%
13-3/8" Intermediate I	0'	100%
9-5/8" Intermediate II	0' 770'	75%
9-5/8" Intermediate II Casing Two Stage Option	1 <sup>St</sup> Stage = <b>200'</b> / 2 <sup>nd</sup> Stage = 0'	75%
5-1/2" Production Casing Single Stage Option	700′	25%
5-1/2" Production Casing Two Stage Option	1 <sup>St</sup> Stage = 2850' / 2 <sup>nd</sup> Stage = 700'	25%

#### 4. Pressure Control Equipment

Y	A variance is requested for the use of a diverter on the surface casing. See attached for schematic. $A$
	deecon

BOP installed and tested before drilling which hole?	Size?	Min. Required AWP	T.	vpe:		Tested.to:			
	Control of the second second	a waa ahaya ka ka ka ma	Anr	nular	X	50% of working pressure			
		• ., .	Blind	l Ram					
12-1/4"	13-5/8"	3M	Pipe	Ram		3M			
			Doubl	le Ram	X	5171			
• •		• •,	Other*						
			Anı	nular	х	50% testing pressure			
			Blind						
8-3/4"	13-5/8"	3М	3M	3M	3M Pipe Ram				
0-J/T	15-5/0				5141	5141	5141	5141	Doub
			Other *						
			Anr	nular					
			Blind Ram						
			Pipe Ram						
			Double Ram						
			Other						
			*			,			

\*Specify if additional ram is utilized.

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

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Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

	Y	Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.
See COA See COA	Y	A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.
		Y Are anchors required by manufacturer?
See COA	Y	A multibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested.
		<ul> <li>Devon proposes using a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 3000 (3M) psi.</li> <li>Wellhead will be installed by vendor's representatives.</li> <li>If the welding is performed by a third party, vendors's representative will monitor the temperature to verify that it does not exceed the maximum temperature of the seal.</li> <li>Vendor representative will install the test plug for the initial BOP test.</li> <li>Vendor will install a solid steel body pack-off to completely isolate the lower head after cementing intermediate casing. After installation of the pack-off, the pack-off and the lower flange will be tested to 3M, as shown on the attached schematic. Everything above the pack-off will not have been altered whatsoever from the initial nipple up. Therefore the BOP components will not be retested at that time.</li> <li>If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head will be cut and top out operations will be conducted.</li> </ul>
		<ul> <li>Devon will pressure test all seals above and below the mandrel (but still above the casing) to full working pressure rating.</li> <li>Devon will test the casing to 0.22 psi/ft or 1500 psi, whichever is greater, as per Onshore Order #2.</li> </ul>
		After running the 13-3/8" surface casing, a 13-5/8" BOP/BOPE system with a minimum rating of 3M will be installed on the wellhead system and will undergo a 250 psi low pressure test followed by a 3,000 psi high pressure test. The 3,000 psi high and 250 psi low test will cover testing requirements a maximum of 30 days, as per Onshore Order #2. If the well is not complete within 30 days of this BOP test, another full BOP test will be conducted, as per Onshore Order #2.

After running the 9-5/8' intermediate casing with a mandrel hanger, the 13-5/8" BOP/BOPE system with a minimum rating of 3M will already be installed on the wellhead.

The pipe rams will be operated and checked each 24 hour period and each time the drill pipe is out of the hole. These tests will be logged in the daily driller's log. A 2" kill line and 3" choke line will be incorporated into the drilling spool below the ram BOP. In addition to the rams and annular preventer, additional BOP accessories include a kelly cock, floor safety valve, choke lines, and choke manifold rated at 3,000 psi WP.

Devon requests a variance to use a flexible line with flanged ends between the BOP and the choke manifold (choke line). The line will be kept as straight as possible with minimal turns.

See attached schematic.

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## 5. Mud Program See COA

De	pth Ministry	Туре	Weight (ppg)	Viscosity 22	Water Loss 🖗
From 😽	TO			中心的问题	
0	200' 360	FW	8.3-8.8	28-34	N/C
200'	273' 720'	Saturated Brine	10.0-10.2	28-34	N/C
775'	2,800'	FW	8.3-8.8	28-34	N/C
2,800	14,830'	Cut Brine	8.5-9.3	28-34	N/C

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

What will be used to monitor the loss or gain	PVT/Totco/Visual Monitoring
of fluid?	

## 6. Logging and Testing Procedures See <u>COA</u>

Logg	ing, Coring and Testing.
x	Will run GR/CNL from TD to surface (horizontal well – vertical portion of hole).
	Stated logs run will be in the Completion Report and submitted to the BLM.
	No Logs are planned based on well control or offset log information.
	Drill stem test? If yes, explain
	Coring? If yes, explain

Add	itional logs planned 🔆 👯	Interval					
	Resistivity	Int. shoe to KOP					
	Density	Int. shoe to KOP					
X	CBL	Production casing					
X	Mud log	Intermediate shoe to TD					

#### Devon Energy, Cerf 10 Fed 19H

| PEX

## 7. Drilling Conditions See COA

Condition	Specify what type and where?
BH Pressure at deepest TVD	3625 psi
Abnormal Temperature	No

Mitigation measure for abnormal conditions. Describe. Lost circulation material/sweeps/mud scavengers.

Hydrogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM.

H2S is present

Y H2S Plan attached

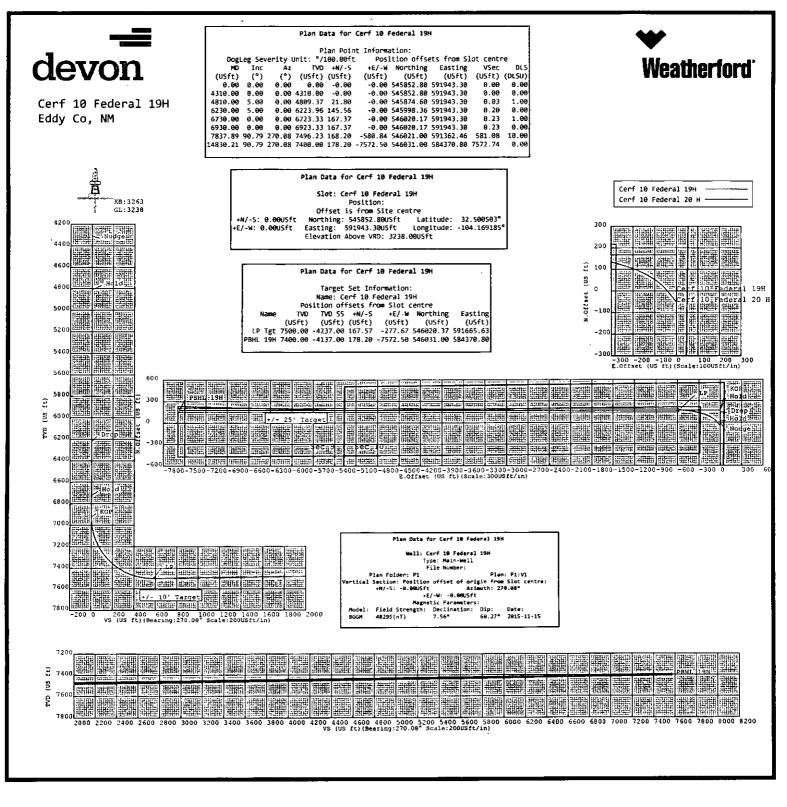
#### 8. Other facets of operation

Is this a walking operation? No. Will be pre-setting casing? No.

Attachments

<u>x</u> Directional Plan

\_\_\_\_ Other, describe



5D Plan Report

devon

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NM OIL CONSERVATION ARTESIA DISTRICT

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MAY 16 2016

RECEIVED

**5D Plan Report** 

Devon Energ	San an a
Field Name:	Eddy Co, NM (Nad 83 NME)
Site Name:	Cerf 10 Federal 19H, 20H Pad
Well Name:	Cerf 10 Federal 19H
Plan:	P1:V1

13 August 2015



Weatherford International Limited

5D 5D\_Reporting 8.1.9.79 64-bit : 13 August 2015, 20:02:04 UTC

5D Plan Report

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		C	erf 10 F	ederal 19	H		
	Map Units: U	5 ft <b>rence Datum</b>	(VRD): Mean		npany Name: [	Devon Energy	
Field Name: Eddy Co, NM (Nad 83 NME)			• •	New Mexico Eas	st (ftUS)		
الله بي الم	Units: US ft	Nort	h Reference:	Grid	Convergence	: Angle: 0.09	
Site:	Positio		hing: 545852 ing: 591943.3	7	Latitude: 32° Longitude: -	• ·	مرد می مرد می مرد مرد می م مرد می مرد می
erf 10 Federal 19H, 20H Pad	Elevation ab Comment:	ove MSL:3238	.00 US ft				
Slot: erf:10 Federal 19H	4		hing: 545852 ing: 591943.3 nd Elevation		ite Centre) Latitude: 32 Longitude: -		
	Comment:						
	<b>Type:</b> Main we			UWI:		Plan:P1:V1	
х. 	File Number:	: Comme ance:7574.6U			muth:271.35°		
Well:				lative to Slot			
erf 10 Federal 19H	Magnetic Par	+N/-S:	-0.00US ft	+E/-W: -0.0	-	Az: 270.08°	
	Model: BGGM	<b>Field St</b> 48295.5		Declination	: 7.56°	Dip: 60.27°	Date: 15/Nov/2015
rill floor: Pla g Height (Kel .00us n	lly Bushing): E	levation abov 263.00us <del>It</del>	e MSL:	Inclination: 0	.00°	Azimuth: 0.0	00°
	Federal 19H Comm	ard			Northing (	Easting	Comment
Target Name:	Shape:	TVD (US ft)	N.Offset 2 (US ft)	E.Offset (US ft)	· Northing - (USFt) - 것	• (USFt)	
LP Tgt PBHL 19H	Point Point	7500.00 7400.00	167.57 178.20	-277.67 -7572.50	546020.37 546031.00	591665.63 584370.80	
llpath created us	ing minimum curva	ture. Ale 2006			Section 200		
e Point:	7 1		. Contraction of the second	Mar Mar Street	· 19 1 · 1 · 1 · 1 · 1 · 1 · 1 · 1 · 1 ·	and the strain	

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Salient Poin	ıts: (Relative	to Slot cen	tre)(TVD rela	tive to Kelly	Bushing)	<u></u>	1.5	1 - 196 - N	$C_{i} = C_{i} + C_{i}$		ۍ ۲
- MD (US ft)	Inc (°)	Az `(°).	TVD (US ft)	N.Offset (US ft)	E.Offset (US.ft)	VS (US.ft)	DLS (*/100US (*/100US ft)	B.Rate (°/100US ,ft)	T.Rate (°/100US ft)	T.Face , (°)	Comment
0.00	0.00	0.00	0.00	-0.00	-0.00	0.00	0.00	0.00	0.00	0.00	
4310.00	0.00	0.00	4310.00	-0.00	-0.00	0.00	0.00	0.00	0.00	0.00	Nudge
4810.00	5.00	0.00	4809.37	21.80	-D.00	0.03	1.00	1.00	0.00	0.00	Hold
6230.00	5.00	0.00	6223.96	145.56	-0.00	0.20	0.00	0.00	0.00	0.00	Drop
6730.00	0.00	0.00	6723.33	167.37	-0.00	0.23	1.00	-1.00	0.00	180.00	Hold
6930.00	0.00	0.00	6923.33	167.37	-0.00	0.23	0.00	0.00	0.00	0.00	КОР
7837.89	90.79	270.08	7496.23	168.20	-580.84	581.08	10.00	10.00	0.00	270.08	LP
14830.21	90.79	270.08	7400.00	178.20	-7572.50	7572.74	0.00	0.00	0,00	0.00	PBHL 19H

Interpolated I	Points: (Rel	ative to Slot ce	ntre)(TVD rela	ative to Kelly	Bushing) 🔌	1				
MD .(US ft)	Ілс (°)	Az . (°)	TVD , (US ft)	N.Offset (US ft)	E.Offset (US ft)	VS (US ft)	DLS (%/100US ft)	Northing (US ft)	Easting (US ft)	Comment
4300.00	0.00	0.00	4300,00	-0.00	-0.00	0.00	0.00	545852.80	591943.30	
4310.00	0.00	0.00	4310.00	-0.00	-0.00	0.00	0.00	545852.80	591943.30	Nudge
4400.00	0.90	0.00	4400.00	0.71	-0.00	0.00	1.00	545853.51	591943.30	
4500.00	1.90	0.00	4499,97	3.15	-0.00	0.00	1.00	545855.95	591943.30	
4600.00	2.90	0.00	4599.88	7.34	-0.00	0.01	1.00	545860.14	591943.30	
4700.00	3.90	0.00	4699.70	13.27	-0.00	0.02	1.00	545866.07	591943.30	
4800.00	4.90	0.00	4799.40	20.94	-0.00	0.03	1.00	545873.74	591943.30	
4810.00	5.00	0.00	4809.37	21,80	-0.00	0.03	1.00	545874.60	591943.30	Hold
4900.00	5.00	0.00	4899.02	29.65	-0.00	0.04	0.00	545882,45	591943.30	
5000.00	5.00	0.00	4998.64	38.35	-0.00	0.05	0.00	545891.16	591943.30	
5100.00	5.00	0.00	5098.26	47.08	-0.00	0.07	0.00	545899.88	591943.30	
5200.00	5.00	0.00	5197.88	55.79	-0.00	0.08	0.00	545908.59	591943.30	
5300.00	5.00	0.00	5297.50	64.51	-0.00	0.09	0.00	545917.31	591943.30	
5400.00	5.00	0.00	5397.12	73.22	-0.00	0.10	0.00	545926.02	591943.30	
5500.00	5.00	0.00	5496.74	81.94	-0.00	0.11	0.00	545934,74	591943.30	
5600.00	5.00	0.00	5596.36	90.66	-0.00	0.13	0.00	545943,46	591943.30	
\$700.00	5.00	0.00	5695.98	99.37	-0.00	0.14	0.00	545952,17	591943.30	
5800.00	5.00	0.00	5795.60	108.09	-0.00	0.15	0.00	545960.89	591943.30	
5900.00	5.00	0.00	5895.22	116.80	-0.00	D. 16	0.00	545969.60	591943.30	
6000.00	5.00	0.00	5994.84	125.52	-0.00	0.18	0.00	545978.32	591943.30	
6100.00	5.00	0.00	6094.46	134.23	-0.00	0.19	0.00	\$45987.03	591943.30	
6200.00	5.00	0.00	6194.08	142.95	-0.00	0.20	0.00	545995.75	591943.30	
6230.00	5.00	0.00	6223.96	145.56	-0.00	0.20	0.00	545998.36	591 <b>9</b> 43.30	Drop
6300.00	4.30	0.00	6293.73	151.24	-0.00	0.21	1.00	546004.04	591943.30	
6400.00	3.30	0.00	6393.51	157.87	-0.00	0.22	1.00	546010.67	591943.30	
6500.00	2.30	0.00	6493.39	162.75	-0.00	0.23	1.00	546015.55	591943.30	
6600.00	1.30	0.00	6593.34	165.89	-0.00	0.23	1.00	546018.69	591943.30	
6700.00	0.30	0.00	6693,33	167.29	-0.00	0.23	1.00	546020.09	591943.30	
6730.00	0.00	0.00	6723.33	167.37	-0.00	0.23	1.00	546020.17	591943.30	Hold
6800.00	0.00	0.00	6793.33	167.37	-0.00	0.23	0.00	546020.17	591943.30	
6900.00	0.00	0.00	6893.33	167.37	-0.00	0.23	0.00	546020,17	591943.30	
6930.00	0.00	0.00	6923.33	167.37	-0.00	0.23	0.00	546020.17	591943.30	KOP
7000.00	7.00	270.08	6993.15	167.37	-4.27	4.50	10.00	546020.17	591939.03	
7100.00	17.00	270.08	7090.84	167.40	-25.04	25.27	10.00	546020.20	591918.26	
7200.00	27.00	270.08	7183.45	167.46	-62.45	62.68	10.00	546020,26 546020,33	591880.85 591827.93	
7300.00 7400.00	37.00	270.08	7268.14	167.53	-115.37	115.61	10.00 10.00	546020.33	591827.95 591761.10	
7500.00	47,00	270.08	7342.36	167.63	-182.20	182.44 261.14	10.00	546020.54	591682.40	
7600.00	57.00	270.08 2 <b>70.08</b>	7403.85	167.74	-260.90 -349.08	349.32	10.00	546020.67	591594.22	
7700.00	67.00		7450,74	167.87				546020.80	591499.23	
7800.00	77.00	270.08	7481.60	168.00	-444.07	444.30 543.21	10.00 10.00	546020.94	591499.23 591400.33	
7837.89	87.00	270.08	7495.50	168.14	-542,97		10.00	546020.94 546021.00	591400.33	LP
7900.00	90.79	270.08	7496.23	168.20	-580.84	581.08	0.00	546021.00	591302.46 591300.35	LT
8000.00	90.79	270.08	7495,38	168.29	-642.95	643.19		546021.09		
8100.00	90.79	270.08	7494.00	168.43	-742.94	743.18	0.00 0.00	546021.23	591200.36 591100.37	
	90.79	270.08	7492,62	168.57	-842.93	843.17		546021.37		
8200.00	90.79	270.08	7491.25	168.72	-942.92	943.16	0.00		591000.38	
8300.00	90.79	270.08	7489.87	168.85	-1042.91	1043.15	0.00	546021.66	590900.39	

Weatherford International Limited

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Interpolated	Points: (Rel	ative to Slot ce	ntre)(TVD rel	ative to Kelly	Bushiñg)	1.2 F . 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1	Star Star	Marian - Sala	1	No. 1
MD (US ft)	Inc (°)	Az (°)	TVD (US ft);	N.Offset (US ft)	E.Offset , (US ft)	• VS (US ft)	DLS (°/100US ft)	Northing (US ft)	Easting (US ft)	Comment
8400.00	90.79	270.08	7488.50	169.00	-1142.90	1143.14	0.00	546021.80	590800.40	
8500.00	90.79	270.08	7487.12	169.14	-1242.89	1243.13	0.00	546021.94	590700.41	
8600.00	90.7 <del>9</del>	270.08	7485.74	169.29	-1342.88	1343.12	0.00	546022.09	590600.42	
8700.00	90.7 <del>9</del>	270.08	7484.37	169.43	-1442.87	1443.11	0.00	546022.23	590500.43	
8800.00	90.79	270.08	7482.99	169.57	-1542.86	1543.10	0.00	546022.37	590400.44	
8900.00	90.79	270.08	7481.61	169.72	-1642.86	1643.09	0.00	546022.52	590300.44	
9000.00	90.79	270.08	7480.24	169.86	-1742.85	1743.08	0.00	546022.66	590200.45	
9100.00	90.79	270.08	7478.86	170.00	-1842.84	1843.07	0.00	546022.80	590100.46	
9200.00	90.79	270.0B	7477.49	170.15	-1942.83	1943.06	0.00	546022.95	590000.47	
9300.00	90.79	270.08	7476.11	170.29	-2042.82	2043.05	0.00	546023.09	589900.48	
9400.00 9500.00	90.79 90.79	270.08	7474,73	170.43	-2142.81	2143.04	0.00	546023.23	589800.49	
9600.00	90.79	270.08 270.08	7473.36 7471.98	170.58 170.72	-2242.80	2243.03 2343.02	0.00 0.00	546023.38 546023.52	589700.50	
9700.00	90.79	270.08	7470.60	170.72	-2342.79 -2442.78	2343.02	0.00	546023.66	589600.51 589500.52	
9800.00	90.79	270.08	7469.23	170.88	-2542.78	2543.01	0.00	546023.80	589400.52	
9900.00	90.79	270.08	7467.85	171,15	-2642.76	2643.00	0.00	S46023.95	589300.54	
10000.00	90.79	270.08	7466.48	171.29	-2742.75	2742.99	0.00	546024.09	589200.55	
10100.00	90.79	270.08	7465.10	171.43	-2842.74	2842.98	0.00	546024.23	589100.56	
10200.00	90.79	270.08	7463.72	171.58	-2942.73	2942.97	0.00	546024.38	589000.57	
10300.00	90.79	270.08	7462.35	171.72	-3042.72	3042.96	0.00	546024.52	588900.58	
10400.00	90.79	270.08	7460.97	171.86	<b>·3142,71</b>	3142.95	0.00	546024.66	588800.59	
10500.00	90.79	270.08	7459.59	172.01	-3242.70	3242.94	0.00	546024.81	588700.60	
10600.00	90.79	270.08	7458.22	172.15	-3342.69	3342.93	0.00	546024.95	588600.61	
10700.00	90.79	270.08	7456.84	172.29	-3442.68	3442.92	0.00	546025.09	588500.62	
10800.00	90.79	270.08	7455.47	172.43	-3542.67	3542.91	0.00	546025.23	588400.63	
10900.00	90.79	270.08	7454.09	172.58	-3642.66	3642.90	0.00	546025.38	588300.64	
11000.00	90.79	270.08	7452.71	172.72	-3742.65	3742.89	0.00	546025.52	588200.65	
11100.00	90.79	270.08	7451.34	172.86	-3842.64	3842.88	0.00	546025.66	588100.66	
11200.00	90.79	270.08	7449.96	173.01	-3942.64	3942.87	0.00	546025.81	588000.66	
11300.00	90.79	270.08	7448.58	173.15	-4042.63	4042.86	0.00	546025.95	587900.67	
11400.00	90.79	270.08	7447.21	173.29	-4142.62	4142.85	0.00	546026.09	587800.68	
11500.00	90.79	270.08	7445.83	173.44	-4242.61	4242.84	0.00	546026.24	587700.69	
11600.00	90.79	270.08	7444.46	173.58	-4342.60	4342.83	0.00	546026.38	587600.70	
11700.00	90.79	270.08	7443.08	173.72	-4442.59	4442.83	0.00	546026.52	587500.71	
11800.00	90.79	270.08	7441.70	173.87	-4542.58	4542.82	0.00	546026.67	587400.72	
11900.00 12000.00	90.79	270.08	7440.33	174.01	-4642.57	4542.81	0.00	546026.81 546026.95	587300.73	
12100.00	90.79 90.79	270.08 270.08	7438.95	174.15 174.29	-4742.56	4742.80 4842.79	0.00 0.00	546026.95 546027.09	587200.74 587100.75	
12200.00	90.79	270.08	7437.57 7436.20	174.29	-4842.55 -4942.54	4942.79	0.00	546027.24	587000.75	
12300.00	90.79	270.08	7434.82	174.58	-5042.53	5042.77	0.00	546027.38	586900.77	
12400.00	90.79	270.08	7433.45	174.72	-5142.52	5142.76	0.00	546027.52	586800.78	
12500.00	90.79	270.08	7432.07	174.87	-5242.51	5242.75	0.00	546027.67	586700.79	•
12600.00	90.79	270.08	7430.69	175.01	-5342.50	\$342.74	a.aa	546027.81	586600.80	
12700.00	90.79	270.08	7429.32	175.15	-5442,49	5442.73	0,00	546027.95	586500.81	
12800.00	90.7 <del>9</del>	270.08	7427.94	175.30	-5542.48	5542.72	0.00	546028.10	586400.82	
12900.00	90.79	270.08	7426.56	175.44	-5642.47	5642.71	0.00	546028.24	586300.83	
13000.00	90.79	270.08	7425.19	175.58	-5742.46	5742.70	0.00	546028.38	586200.84	
13100.00	90.79	270.08	7423.81	175.72	-5842.45	5842.69	0.00	546028.52	586100.85	
13200.00	90.79	270.08	7422.44	175.87	-5942.44	5942.6 <b>8</b>	0.00	546028.67	586000.86	
13300.00	90.79	270.08	7421.06	175.01	-6042.43	6042.67	0.00	546028.81	585900.87	
13400.00	90.79	270.08	7419.68	176.15	-6142.42	6142.66	0.00	546028.95	585800.88	
13500.00	90.79	270.08	7418.31	176.30	-6242.41	6242.65	0.00	546029.10	585700.89	
13600.00	90.79	270.08	7416.93	176.44	-6342.41	6342.65	0.00	546029.24	585600.89	
13700.00	90.79	270.08	7415.55	176.58	-6442.40	6442.64	0.00	546029.38	585500.90	
13800.00	90.79	270.08	7414.18	176.73	-6542.39	6542.63	0.00	546029.53	585400.91	
13900.00	90.79	270.08	7412.80	176.87	·6642.38	6642.62	0.00	546029.67	585300.92	
14000.00	90.79 90.79	270.08	7411.43	177.01	-6742.37	6742.61	0.00	546029.81	585200.93	
14100.00	90.79 90 79	270.08	7410.05	177.16	-6842.36	6842.60 6047.59	0.00	546029.96	585100.94	
14200.00	90.79	270.08	7408.67	177.30	-6942.35	6942.59	0.00	546030.10	585000.95	

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Weatherford International Limited

5D 5D\_Reporting 8.1.9.79 64-bit : 13 August 2015, 20:02:04 UTC

#### 5D Plan Report

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Interpolated	Points: (Rel:	ativé to Slot cer	itre)(TVD re	lative to Kelly	Bushing)					
「 MD (US ft)		Az (°)	TVD (US ft)	N:Offset (US ft)	E.Òffset (US ft)	VS (US ft) a	DLS (°/100US ft),	Northing → (US ft).	Easting (US ft)	Comment
14300.00	90.79	270.08	7407.30	177.44	-7042.34	7042.58	0.00	546030.24	584900.96	
14400.00	90.79	270.08	7405.92	177.58	-7142.33	7142.57	0.00	546030.38	584800.97	
14500.00	90.79	270.08	7404.54	177.73	-7242,32	7242.56	0.00	546030.53	584700.98	
14600.00	90.79	270.08	7403.17	177.87	-7342.31	7342.55	0.00	546030.67	584600.99	
14700.00	90.7 <del>9</del>	270.08	7401.79	178.01	-7442.30	7442.54	0.00	546030.81	584501.00	
14800.00	90.79	270.08	7400.42	178.16	+7542.29	7542.53	0.00	\$46030.96	584401.01	
14830.21	90.79	270.08	7400.00	178.20	-7572.50	7572.74	0.00	546031.00	584370.80	PBHL 19H

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5D Anti-Collision Report

devon

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NM OIL CONSERVATION ARTESIA DISTRICT

MAY 16 2016

RECEIVED

**5D Anti-Collision Report** 

2	
Devon Energ	
Field Name:	Eddy Co, NM (Nad 83 NME)
Site Name:	Cerf 10 Federal 19H, 20H Pad
Well Name:	Cerf 10 Federal 19H

13 August 2015



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	<b>p Units:</b> US ft	Dature (MDD): Mar		ipany Name: De	evon energy	
ield Name: 👙		Datum (VRD): Mea				
Eddý Co, NM 🛸		ate System: NAD83	/ New Mexico Eas	it (ItUS)		
Nad 83 NME) Col	mment:			•		
Un	its: US ft	North Referenc	e: Grid	Convergence	Angle: 0.09	
		Northing: 5458	52.80US ft	Latitude: 32°	4	
Site:	Position:	Easting: 591943	.30US ft 🚬 ,	Longitude: -10	4° 10' 9.06"	
err 10 Federals	vation above M mment:	<b>SL:</b> 3238.00 US ft				
		Positic	n (Relative to S	ite Centre)		المحادية الم
	<b>/-\$</b> . 0.0005 ft	Northing: 5458		2 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	a series and a series of the s	
	/-W: 0.00US ft	Easting: 591943	<u>* * * * * * * * * * * * * * * * * * * </u>	Longitude: -10	)4°10'9.06"	с .
erf 10 Federal		e: Ground Elevation				
	mment:	<b>SL:</b> 3238.00US ft				
	pe:Main well		UWI:		lan:Working	Plan
	e Number:	Comment:	0441.		lan.working	FIGH
	sure Distance:		Closure Azi	muth:271.35°		
erf 10 Federal	rtical Section: P	osition of Origin (I	Relative to Slot (	centre)		
-19H		+N/-S: -0.00US ft	+E/-W: -0.0	00US ft A	<b>z: 2</b> 70.08°	
	gnetic Paramet del: BGGM	ers: Field Strength:	Declination	: 7.56° D	ip: 60.27°	Date:
		48295.5nT				15/Nov/2015
	···	t da e terre service	and the second secon	a the second second	·	
				and a second	, · · · · · · · · · · · · · · · · · · ·	0°
ill floor: Plan: W Height (Kelly Bi			Inclination: 0	.00° A	<b>zimuth:</b> 0.0	
ill floor: Plan: W Height (Kelly Bo 00us <del>n</del>		on above MSL:	Inclination: 0	.00° A	zimuth: 0.0	
Height (Kelly B	ushing): Elevati	on above MSL:	Inclination: 0	A °00.	zimuth: 0.0	
<b>Height (Kelly B</b> i 00us <del>n</del>	ushing): Elevati 3263.00	on above MSL:	Inclination: 0			
Height (Kelly Bo OOus ft Illision / Uncerta	ushing): Elevati 3263.00 inty Analysis	on above MSL: Dus <del>n</del>				ations in Erro
<b>Height (Kelly B</b> i 00us <del>n</del>	ushing): Elevati 3263.00	on above MSL: Dus ft Dus ft D End MD	Inclination: 0 Collision Inter	ı Risk Noi		
Height (Kelly Bo OOus ft Ilision / Uncerta Primary Well Cerf 10 Federal 196	ushing): Elevati 3263.00 inty Analysis Start Mi (USFt)	on above MSL: Dus ft Dus ft D End MD	Collision	ı Rişk 🕴 Nord val	of Std. Devi	
Height (Kelly Bo OOus ft Illision / Uncerta Primary Well Cerf 10 Federal 19H (p)	ushing): Elevati 3263.00 inty Analysis Start Mi (USFt) 1 0.00	on above MSL: Dus ft End MD (USFt)	Collision Inter	ı Rişk 🕴 Nord val	of Std. Devi Compu	
Height (Kelly Bo OGus ft Ilision / Uncerta Primary Well Cerf 10 Federal 19h (p) Condary Well Na	ushing): Elevati 3263.00 inty Analysis Start Mi (USFt) H 0.00 mes:	on above MSL: Dus ft End MD (USFt)	Collision Inter	ı Rişk 🕴 Nord val	of Std. Devi Compu	
Height (Kelly Bo OOus ft Illision / Uncerta Primary Well Cerf 10 Federal 19H (p)	ushing): Elevati 3263.00 inty Analysis Start Mi (USFt) H 0.00 mes:	on above MSL: Dus ft End MD (USFt)	Collision Inter	ı Rişk 🕴 Nord val	of Std. Devi Compu	ations in Erro
Height (Kelly Bo OOus it Primary Well Cerf 10 Federal 19H (p) Condary Well Na rf 10 Federal 20 H	ushing): Elevati 3263.00 inty Analysis Start Mi (USFt) H 0.00 mes::	on above MSL: Dus ft End MD (USFt)	Collision Inter	ı Rişk 🕴 Nord val	of Std. Devi Compu	
Height (Kelly Bo OGUS ft Ilision / Uncerta Primary Well Cerf 10 Federal 19h (p) Condary Well Na rf 10 Federal 20 H -Collision Report Term	ushing): Elevati 3263.00 inty Analysis Start Mi (USFt) d 0.00 mes: (p)	on above MSL: Dus ft D End MD (USFt) 14830.21	Collision Inter 100.	Risk No. ( val	of Std. Devi Compu 2	
Height (Kelly Bi OOus it Ilision / Uncerta Primary Well Cerf 10 Federal 19H (p) condary Well Na rf 10 Federal 20 H -Collision Report Term S.Minor, S.M	ushing): Elevati 3263.00 inty Analysis Start Mi (USFt) 1 0.00 mes: (p) hinology ajor: Radii of the ellip PHI: Angle between h read: Total TVD range ES: Distance betwee	on above MSL: Dus ft Description End MD (USFt) 14830.21	Collision Inter 100. ent location as seen in inor axis ty at the current location nary and secondary und	Risk No. val DO the along hole direction n. ertainty ellipsoids in th	of Std. Devi Comput 2	tation

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#### AC Filter Info: No filter has been applied.

## Separation factors calculated using Pedal Curve (Independent Uncertainty). Surface Uncertainty (S.U.) Not Applied. Wellpath created using

			matter with the second state in the		Latin and the second	and in the second second second	and the second sec
Secondary Well Name	Pri MD (US ft)	TVD (US ft)	Sec MD (US ft)	US ft)	US ft)	SF	Risk
erf 10 Federal 20 H (p)	14830.21	7400.00	14582.98	168.19	279.96	2.50	

MD (US ft)	TVD (US ft)	T.Face to Sec (°)	S.Major (US ft)	<ul> <li>S.Minor (US ft)</li> </ul>	TVD Spread (US ft)	Nearest Well	ES (US ft)	CC (US ft)	SF	Risk
0.00	0.00	180.57	0.00	0.00	0.00	Cerf 10 Federal 20 H (p)	49,44	50.00	88.24	
100.00	100.00	180.57	0.11	0.11	4.60	Cerf 10 Federal 20 H (p)	49.22	50.00	63.51	
200.00	200.00	180.57	0.34	0.34	4.62	Cerf 10 Federal 20 H (p)	48.77	50.00	40.43	
300.00	300.00	180.57	0.56	0.56	4.65	Cerf 10 Federal 20 ∺ (p)	48.32	<b>50</b> .00	29.65	
400.00	400.00	180.57	0.79	0.79	4.69	Cerf 10 Federal 20 H (p)	47.87	50.00	23.41	
500.00	500.00	180.57	1.01	1.01	4.75	Cerf 10 Federal 20 H (p)	47.42	50.00	19.34	
600.00	600.00	180.57	1.24	1.24	4.81	Cerf 10 Federal 20 H (p)	46.97	50.00	16.48	
700.00	700.00	180.57	1.46	1.46	4.88	Cerf 10 Federal 20 H (p)	46.52	50.00	14.35	
800.00	800.00	180.57	1.69	1.69	4.97	Cerf 10 Federal 20 H (p)	46.07	50.00	12.71	
900.00	900.00	180.57	1.91	1.91	5.06	Cerf 10 Federal 20 H (p)	45.62	50.00	11.41	
<b>100</b> 0.00	1000.00	180.57	2.14	2.14	5.16	Cerf 10 Federal 20 H (p)	45.17	50.00	10.35	
1100.00	1100.00	180.57	2.36	2.35	5.26	Cerf 10 Federal 20 H (p)	44.72	50.00	9.47	
1200.00	1200.00	180.57	2.59	2.59	5.38	Cerf 10 Federal 20 H (p)	44,27	50.00	8.72	
1300.00	1300.00	180.57	2.81	2.81	5.49	Cerf 10 Federal 20 H (p)	43.82	50.00	8.09	
1400.00	1400.00	180.57	3.03	3.03	5.62	Cerf 10 Federal 20 H (p)	43.37	50.00	7.54	
1500.00	1500.00	180.57	3.26	3.26	5.75	Cerf 10 Federal 20 H (p)	42.92	50.00	7.06	
1600.00	1600.00	180.57	3.48	3.48	5.88	Cerf 10 Federal 20 H (p)	42.47	50.00	6.64	
1700.00	1700.00	180.57	3.71	3.71	6.02	Cerf 10 Federal 20 H (p)	42.02	50.00	6.27	
1800.00	1800.00	180.57	3.93	3.93	6.16	Cerf 10 Federal 20 H (p)	41.57	50.00	5.93	
1900.00	1900.00	180.57	4.16	4.15	6.31	Cerf 10 Federal 20 H (p)	41.12	50.00	5.63	
2000.00	2000.00	180.57	4.38	4.38	6.46	Cerf 10 Federal 20 H (p)	40.67	50.00	5.36	

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MD	TVD,	T.Face to Sec	S.Major	• S.Minor	*TVD Spread	th Relative to G Nearest Well	ES `	, cc	SF Risk
(US ft)- 2100.00	(US ft) 2100.00	(°) 180.57	- (US ft) 4.61	. (US ft) . 4.61	(US ft) 6.62	Cerf 10 Federal 20 H	(US ft) 40.22	(US ft) 50.00	5.11
2200.00	2200.00	180.57	` 4.83	4.83	6.77	(p) Cerf 10 Federal 20 H	39.77	50.00	4.89
2300.00	2300.00	180.57	5.06	5.06	5.94	(p) Cerf 10 Federal 20 H	39.33	50.00	4.68
2400.00	2400.00	180.57	5.28	5.28	7.10	(p) Cerf 10 Federal 20 위	38.88	50.00	4.49
2500.00	2500.00	180.57	5.51	5.51	7.27	(p) Cerf 10 Federal 20 H	38.43	50.00	4.32
2600.00	2600.00	180.57	5.73	5.73	7.44	(p) Cerf 10 Federal 20 H	37.98	50.00	4.16
2700.00	2700.00	180.57	5.96	5.96	7.61	(p) Cerf 10 Federal 20 H	37.53	50.00	4.01
2800.00	2800.00	180.57	6.18	6.18	7.78	(p) Cerf 10 Federal 20 H	37.08	50.00	3.87
2900.00	2900.00	180.57	6.41	5.41	7,96	(p) Cerf 10 Federal 20 H (p)	36.63	50.00	3.74
3000.00	3000.00	180.57	6.63	6.63	8.14	(p) Cerf 10 Federal 20 H (p)	36.18	50.00	3.62
3100.00	3100.00	180.57	6.86	6.86	8.33	(p) Cerf 10 Federal 20 H (p)	35.73	50.00	3.50
3200.00	3200.00	180.57	7.08	7.08	8.51	Cerf 10 Federal 20 H (p)	35.28	50.00	3.40
3300.00	3300.00	180.57	7.31	7.31	8.70	Cerf 10 Federal 20 H (p)	34.83	50.00	3.30
3400.00	3400.00	180.57	7.53	7.53	8.89	Cerf 10 Federal 20 H (p)	34.38	50.00	3.20
3500.00	3500.00	180.57	7.76	7.76	9.09	Cerf 10 Federal 20 H (p)	33.93	50.00	3,11
3600.00	3600.00	180.57	7.98	7.98	9.2 <del>9</del>	Cerf 10 Federal 20 H (p)	33.48	50.00	3.03
3700.00	3700.00	180.57	8.20	8.20	9.49	Cerf 10 Federal 20 H (p)	33.03	50.00	2.95
3800.00	3800.00	180.57	8.43	8.43	9.69	Cerf 10 Federal 20 H (p)	32.58	50.00	2.87
3900.00	3900.00	180.57	8.65	8.65	9.90	Cerf 10 Federal 20 H (p)	32.13	50.00	2.80
4000.00	4000.00	180.57	8.88	8.88	10.11	Cerf 10 Federal 20 H (p)	31.68	50.00	2.73
4100.00	4100.00	180.57	9.10	9.10	10.32	Cerf 10 Federal 20 <del>H</del> (p)	31.23	50.00	2.66
4200.00	4200.00	180.57	9.33	9.33	10.54	Cerf 10 Federal 20 H (p)	30.78	50.00	2.60
4300.00	4300.00	180.57	9.55	9.55	10.75	Cerf 10 Federal 20 H (p)	30.33	50.00	2.54
4400.00	4400.00	180.57	9.78	9.78	10.98	Cerf 10 Federal 20 H (p)	30.60	50.71	2.52
4500.00	4499.97	180.54	10.00	10.00	11.21	Cerf 10 Federal 20 H (p)	32.60	53.15	2.59
4600.00	4599.88	180.50	10.22	10.22	11.43	Cerf 10 Federal 20 H (p)	36.34	57.34	2.73

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ິ⇒ MD (USnt)	TVD (US ft)	T.Face to Sec (°)	S.Major * (US ft)	S.Minor (US ft)	TVD Spread	Nearest Well	ES (US ft)	CC (US ft)	SF	Risk
4700.00	4699.70	180.45	10.45	10.44	11.67	Cerf 10 Federal 20 H (p)	41.84	63.27	2.95	
4800,00	4799.40	180.41	10.67	10.65	11.90	Cerf 10 Federal 20 H (p)	49.04	70.94	3.24	
4900,00	4899.02	180.36	10.90	10.87	12.14	Cerf 10 Federal 20 H (p)	57.29	79.65	3.56	
5000.00	4998.64	180.33	11.13	11.10	12.38	Cerf 10 Federal 20 H (p)	65.59	88.36	3.88	
5100.00	5098.26	180.30	11.36	11.32	12.63	Cerf 10 Federal 20 H (¢)	73.82	97.08	4.17	
5200.00	5197.88	180.27	11.59	11.55	12.88	Cerf 10 Federal 20 H (p)	82.08	105.79	4.45	
5300.00	5297.50	180.25	11.82	11.7B	13.14	Cerf 10 Federal 20 H (p)	90.37	114.51	4.74	
5400,00	5397.12	180.23	12.06	12.00	13.40	Cerf 10 Federal 20 H (p)	98.66	123.23	5.02	
5500.00	5496.74	180.22	12.29	12.23	13.66	Cerf 10 Federal 20 H (p)	106.92	131.94	5.27	
5600,00	5596.36	180.20	12.53	12.46	13.93	Cerf 10 Federal 20 H (p)	115.17	140.66	5.52	
5700,00	5695.98	180.19	12.77	12.68	14.20	Cerf 10 Federal 20 H (p)	123,43	149.37	5.76	
5800.00	5795.60	180.18	13.01	12.91	14.48	Cerf 10 Federal 20 H (p)	131.69	158.09	5.99	
5900,00	5895.22	180.17	13.25	13.14	14.76	Cerf 10 Federal 20 H (p)	139.96	166.80	6.21	
6000.00	5994.84	180.16	13.49	13.37	15.05	Cerf 10 Federal 20 H (p)	148.22	175.52	6.43	
6100.00	6094.46	180.16	13.73	13.59	15.34	Cerf 10 Federal 20 H (p)	156.48	184.23	5.64	
6200.00	6194.08	180.15	13.98	13.82	15.63	Cerf 10 Federal 20 H (p)	164.74	192.95	6.84	
6300.00	6293.73	180.14	14.20	14.04	15.93	Cerf 10 Federal 20 H (p)	172.60	201.24	7.03	
6400.00	6393.51	180.14	14.39	14.21	16.24	Cerf 10 Federal 20 H (p)	178.83	207.87	7.16	
6500.00	6493.39	180.13	14.57	14.39	16.55	Cerf 10 Federal 20 H (p)	183.32	212.75	7.23	
6600.00	6593,34	180.13	14.75	14.56	16.87	Cerf 10 Federal 20 H (p)	186.07	215.89	7.24	
6700.00	6693.33	183.07	14.93	14.73	17.18	Cerf 10 Federal 20 H (P)	178.40	208.29	6.97	
6800.00	6793.33	192,44	15.12	14.92	17.51	Cerf 10 Federal 20 H (p)	154.49	184.46	6.15	
6900.00	6893.33	205.85	15.34	15.15	17.84	Cerf 10 Federal 20 H (p)	127.29	158.18	5.12	
7000.00	6993.15	310.33	15.47	15.36	18.17	Cerf 10 Federal 20 H (p)	118.13	149.80	4.73	•
7100.00	7090.84	324.34	15.57	15.29	18.47	Cerf 10 Federal 20 H (p)	126.46	157.22	5.11	
7200.00	7183.45	335.95	15.81	14.80	18.74	Cerf 10 Federal 20 H (p)	145.95	174.69	6.08	
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		eral 19H (p)(	TVD relative to	Kelly Bushin		th Relative to G	RID NORTH)		
MD (US-ft)	TVD (US ft)	T.Face to Sec	S.Major (US ft)	S.Minor, (US ft)	TVD Spread (US ft) 'u	Nearest Well	ES (US,ft)	CC (US ft) , ₊	SF Risk
7300.00	7268.14	344.56	16,12	14.07	18.96	Cerf 10 Federal 20 H (p)	169.73	196.21	7.41
7400.00	7342.36	350.60	16.58	13.15	19.17	Cerf 10 Federal 20 H (p)	193.09	217.54	8.90
7500.00	7403.85	354.73	17.26	12.16	19.39	Cerf 10 Federal 20 H (p)	213.26	236.08	10.35
7600.00	7450.74	357.47	18.24	11.23	19.64	Cerf 10 Federal 20 H (p)	228.62	250.23	11.58
7700.00	7481.60	359.18	19.53	10.54	19.97	Cerf 10 Federal 20 H (p)	238.14	259.06	12.38
7800.00	7495.50	0.03	21,11	10.25	20.39	Cerf 10 Federal 20 H (p)	241.26	261.99	12.63
7900.00	7495.38	0.18	22.89	10.42	20.89	Cerf 10 Federal 20 H (p)	240.35	261.35	12.44
8000.00	7494.00	0.18	24.86	10,72	21.48	Cerf 10 Federal 20 H (p)	240.00	261.62	12.10
8100.00	7492.62	0.17	26,96	11.05	22.15	Cerf 10 Federal 20 H (p)	239.57	261.88	11.73
8200.00	7491.25	0.17	29.17	11.43	22.90	Cerf 10 Federal 20 H (P)	239.06	262.15	11.35
8300.00	7489.87	0.17	31.46	11.83	23.71	Cerf 10 Federal 20 H (p)	238.49	262.42	10.96
8400.00	7488.50	0.16	33.83	12.27	24.58	Cerf 10 Federal 20 H (p)	237.85	262.69	10.58
8500.00	7487.12	0.16	36.25	12.73	25.51	Cerf 10 Federal 20 H (p)	237.16	262.96	10.19
8600.00	7485.74	0.16	38.71	13.22	26.49	Cerf 10 Federal 20 H (p)	236.42	263.23	9.82
8700.00	7484.37	0.1 <b>6</b>	41.21	13.73	27.51	Cerf 10 Federal 20 H (p)	235.64	263.50	9.46
8800.00	7482.99	0.15	43.75	14.26	28.57	Cerf 10 Federal 20 H (p)	234.82	263.76	9.11
8900.00	7481.61	0.15	46.30	14.81	29.66	Cerf 10 Federat 20 H (p)	234.02	264.03	8.80
9000.00	7480.24	0.15	48.88	15.37	30.78	Cerf 10 Federal 20 H (p)	233.16	264.30	8.49
9100.00	7478.86	0.15	51.48	15.95	31.94	Cerf 10 Federal 20 H (p)	232.25	264.57	8.19
9200.00	7477.49	0.14	S4.09	16.54	33.11	Cerf 10 Federal 20 H (p)	231.32	264.84	7.90
9300.00	7476.11	0.14	56,72	17.14	34.31	Cerf 10 Federal 20 H (p)	230.40	265.11	7.64
9400.00	7474.73	0.14	59.36	17.75	35.53	Cerf 10 Federal 20 H (p)	229.49	265.38	7.39
9500.00	7473.36	0.13	62.01	18.37	36.77	Cerf 10 Federal 20 H (p)	228.43	265.64	7.14
9600.00	7471.98	0.13	64.66	19.00	38.03	Cerf 10 Federal 20 H (p)	227.45	265.91	6.91
9700.00	7470.60	0.13	67.33	19.63	39.29	Cerf 10 Federal 20 H (p)	226.49	266.18	6.71
9800.00	7469.23	0.13	70.00	20.27	40.58	Cerf 10 Federal 20 H (p)	225.53	266.45	6.51

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Primary Well:	Cerf 10 Fede	ral 19H (6)(T)	/D relative to	Kelly Bushin	e) ( All Azimu	th Relative to Gl	RID NORTH)		
t MD	TVD .	T.Face to Sec	S.Major / S	S Minor	TVD Spread	Nearest Well	ES .	CC	*SF Risk
(US ft) 🦕 9900.00	(US_ft)* 7467.85	0.12	(US ft) - ** 72.68	20.92	(US ft) 41.87	Cerf 10 Federal 20 H (p)	(US.ft) 224.48	(US ft) 266.72	6.31
10000.00	7466.48	0.12	75.36	21.57	43.18	Cerf 10 Federal 20 H (p)	223.41	266.99	6.13
10100.00	7465.10	0.12	78.05	22.23	44.49	Cerf 10 Federal 20 H (p)	222.33	267.26	5.95
10200.00	7463.72	0.12	80.75	22.89	45.82	Cerf 10 Federal 20 H (p)	221.25	267.52	5.78
10300.00	7462.35	0.11	83.45	23.56	47.15	Cerf 10 Federal 20 H (p)	220.17	267.79	5.62
10400.00	7460.97	0.11	86.15	24.23	48.49	Cerf 10 Federal 20 H (p)	219.09	268.06	5.47
10500.00	7459.59	0.11	88.85	24.90	49.84	Cerf 10 Federal 20 H (p)	217.99	268.33	5.33
10600.00	7458.22	0.11	91.56	25.58	51.19	Cerf 10 Federal 20 H (p)	216.90	268.60	5.20
10700.00	7456.84	0.10	94.27	26.26	52.55	Cerf 10 Federal 20 H (p)	215.80	268.87	5.07
10800.00	7455.47	0.10	96.98	26.95	53.92	Cerf 10 Federal 20 H (p)	214.69	269.14	4.94
10900.00	7454.09	0.10	99.70	27.63	55.2 <del>9</del>	Cerf 10 Federal 20 H (p)	213.58	269.40	4.83
11000.00	7452.71	0.10	102.42	28.32	56.66	Cerf 10 Federal 20 H (p)	212.47	269.67	4.71
11100.00	7451.34	0.09	105.14	29.01	58.04	Cerf 10 Federal 20 H (p)	211.35	269.94	4.61
11200.00	7449.96	0.09	107.86	29.70 1	59.43	Cerf 10 Federal 20 H (p)	210.23	270.21	4.50
11300.00	7448.58	0.09	110.58	30.40	60.82	Cerf 10 Federal 20 H (p)	209.10	270.48	4.41
11400.00	7447.21	0.09	113.30	31.09	62.21	Cerf 10 Federal 20 H (p)	207.97	270.75	4.31
11500.00	7445.83	0.08	116.03	31.79	63.60	Cerf 10 Federal 20 H (p)	206.84	271.02	4.22
11600.00	7444.46	0.08	118.76	32.49	65.00	Cerf 10 Federal 20 H (p)	205.71	271,29	4.14
11700.00	7443.08	0.08	121.49	33.19	66.40	Cerf 10 Federal 20 H (p)	204.57	271.55	4.05
11800.00	7441.70	0.07	124,22	33.89	67.81	Cerf 10 Federal 20 H (p)	203.43	271.82	3.97
11900.00	7440.33	0.07	126.95	34.60	69.21	Cerf 10 Federal 20 H (p)	202.29	272.09	3.90
12000.00	7438.95	0.07	129.68	35.30	70.62	Cerf 10 Federal 20 H (p)	201.14	272.36	3.82
12100.00	7437.57	0.07	132.41	36.01	72.03	Cerf 10 Federal 20 H (p)	200.00	272.63	3.75
12200.00	7436.20	0.06	135.15	36.71	73.45	Cerf 10 Federal 20 H (p)	198.85	272.90	3.69
12300.00	7434.82	0.06	137.88	37.42	74.86	Cerf 10 Federal 20 H (p)	197.70	273.17	3.62
12400.00	7433.45	0.06	140.62	38.13	76.28	Cerf 10 Federal 20 H (p)	196.55	273.43	3.56

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Primary Well	: Cerf 10 Fed	erai 19H (p)(	TVD relative to	o Kelly <u>Bush</u>	ing)(All Azimu	th Relative to G	RID NORTH)	e	
'MD (US ft)	TVD (US ft)	T.Face to Sec		S Minor (US ft)	The second state of the se	Nearest Well	ES (US ft)	CC (US ft)	SF Risk
12500.00	7432.07	0.06	143.35	38.84	77.70	Cerf 10 Federal 20 H (p)	195.39	273.70	3.50
12600.00	7430.69	0.05	146.09	39.55	79.12	Cerf 10 Federal 20 H (p)	194.24	273.97	3.44
12700.00	7429.32	0.05	148.83	40.26	80.54	Cerf 10 Federal 20 H (p)	193.08	274.24	3.38
12800.00	7427.94	0.05	151.57	40.97	81.97	Cerf 10 Federal 20 H (p)	191.92	274.51	3.32
12900.00	7426.56	0.05	154.31	41.69	83.39	Cerf 10 Federal 20 H (p)	190.76	274,78	3.27
13000.00	7425.19	0.04	157.05	42.40	84. <b>82</b>	Cerf 10 Federal 20 H (p)	189.60	275.05	3.22
13100.00	7423.81	0.04	159.79	43.12	86.25	Cerf 10 Federal 20 H (p)	188.44	275.31	3.17
13200.00	7422.44	0.04	162.53	43.83	87.68	Cerf 10 Federal 20 H (p)	187.28	275.58	3.12
13300.00	7421.06	0.04	165.27	44.55	89.11	Cerf 10 Federal 20 H (p)	186.11	275.85	3.07
13400.00	7419.68	0.03	168.01	45.26	90.54	Cerf 10 Federal 20 H	184.95	276.12	3.03
13500.00	7418.31	0.03	170.75	45.98	91.98	(p) Cerf 10 Federal 20 H	183.78	276.39	2.98
13600.00	7416.93	0.03	173.49	46.70	93.41	(p) Cerf 10 Federal 20 H	182.61	276.66	2.94
13700.00	7415.55	0.03	175.24	47.41	94.84	(p) Cerf 10 Federal 20 H	181.44	276.93	2.90
13800.00	7414.18	0.03	178.98	48.13	96.28	(p) Cerf 10 Federal 20 H	180.28	277.19	2.86
13900.00	7412.80	0.02	181.72	48.85	97.72	(p) <i>Cerf</i> 10 Federal 20 H	179.11	277.46	2.82
14000.00	7411.43	0.02	184.47	49.57	99.16	(p) Cerf 10 Federal 20 H	177.93	277.73	2.78
14100.00	7410.05	0.02	187.21	50.29	100.59	(p) Cerf 10 Federal 20 H	175.75	278.00	2.75
14200.00	7408.67	0.02	189.96	51.01	102.03	(p) Cerf 10 Federal 20 H	175.59	278,27	2.71
14300.00	7407.30	0.01	192.70	51.73	103.47	(p) Cerf 10 Federal 20 H (n)	174.42	278.54	2.68
14400.00	7405.92	0.01	195.45	52.45	104.91	(p) Cerf 10 Federal 20 H (p)	173.24	278.81	2.64
14500.00	7404.54	0.01	198.19	53.17	106.36	(p) Cerf 10 Federal 20 H (p)	172.07	279.08	2.61
14600.00	7403.17	0.01	200.94	53.89	107.80	(P) Cerf 10 Federal 20 H (p)	170.89	279.34	2.58
14700,00	7401.79	0.00	203.69	54.61	109.24	(p) Cerf 10 Federal 20 H (p)	169.72	279.61	2.54
14800.00	7400.42	0.00	206.43	55.33	110.69	Cerf 10 Federal 20 H	168.54	279.88	2.51
14830.21	7400.00	0.00	207.26	55.55	111.12	(p) Cerf 10 Federal 20 H (p)	168.19	279.96	2.50

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Secondary W	ell: Cerf.10 (	Federal 20 H	(p){TVD relativ	e to Kelly Bu	shing)(All A	zimuth Relative	to GRID NO	₹TH) /	ź	
Pri MD	TVD	Sec MD (US.ft)	T.Face to Sec	S:Major	S.Minor	TVD Spread	ES •	CC (US ft)	SF	Risk
(US ft) 0.00	(US ft) 0.00	(US.ft) ' 0.00	(°) 180.57	(US-ft) - 0.00	(US ft) 0.00	(US ft) * 0.00	(US ft) 49,44	50.00	88.24	an an the second se
100.00	100.00	100.00	180.57 +	0.11	0.11	4.60	49.22	50.00	63.51	
200.00	200.00	200.00	180.57	0.34	0.34	4.62	48,77	50.00	40.43	
300.00	300.00	300.00	180.57	0.56	0.56	4.65	48.32	50.00	29.65	
400.00	400.00	400.00	180.57	0.79	0.79	4.69	47.87	50.00	23.41	
500.00	500.00	500.00	180,57	1.01	1.01	4.75	47.42	50.00	19.34	
600.00	600.00	600.00	180.57	1.24	1.24	4.81	46.97	50.00	16.48	
700.00	700.00	700.00	180.57	1.46	1.46	4.88	46.52	50.00	14.35	
800.00	800.00	800.00	180,57	1.69	1.69	4.97	46.07	50.00	12.71	
900.00	900.00	900.00	180.57	1.91	1.91	5.06	45.62	50.00	11.41	
1000.00	1000.00	1000.00	180.57	2.14	2.14	5.16	45.17	50.00	10.35	
1100.00	1100.00	1100.00	180.57	2.36	2.36	5.26	44,72	50.00	9.47	
1200.00	1200.00	1200.00	180,57	2.59	2.59	5.38	44,27	50.00	8.72	
1300.00	1300.00	1300.00	180,57	2.81	2.81	5.49	43.82	50.00	8.09	
1400.00	1400.00	1400.00	180.57	3.03	3.03	5.62	43.37	50.00	7.54	
1500.00	1500.00	1500.00	180.57	3.26	3.26	5.75	42.92	50.00	7.06	
1600.00	1600.00	1600.00	180.57	3.48	3.48	5.88	42.47	50.00	6.64	
1700.00	1700.00	1700.00	180.57	3.71	3.71	6.02	42.02	50.00	6.27	
1800.00	1800.00	1800.00	180.57	3.93	3.93	6.15	41.57	50.00	5.93	
1900.00	1900.00	1900.00	180.57	4.16	4.16	6.31	41.12	50.00	5.63	
2000.00	2000.00	2000.00	180.57	4.38	4.38	5.46	40.67	50.00	5.36	
2100.00	2100.00	2100.00	180.57	4.61	4.61	6.62	40.22	50.00	5.11	
2200.00 2300.00	2200.00	2200.00	180.57	4.83	4.83	6.77	39.77	50.00	4,89	
2300.00	2300.00	2300.00	180.57	5.06	5.06	6.94	. 39.33 38.88	50.00 50.00	4.68 4.49	
2500.00	2400.00 2500.00	2400.00 2500.00	180.57 180.57	5.28 5.51	5.28 5.51	7.10 7,27	38.43	50.00	4.49	
2600.00	2500.00	2600.00	180,57	5.73	5.73	7,27	37.98	50.00	4.15	
2700.00	2700.00	2700.00	180.57	5.96	5.96	7.61	37.53	50.00	4.01	
2800.00	2800.00	2800.00	180.57	6.18	6.18	7,78	37.08	50.00	3.87	
2900.00	2900.00	2900.00	180.57	6.41	6.41	7.96	36.63	50.00	3,74	
3000.00	3000.00	3000.00	180.57	6.63	6.63	8.14	36.18	50.00	3.62	
3100.00	3100.00	3100.00	180.57	6.86	6.86	8.33	35.73	50.00	3.50	
3200.00	3200.00	3200.00	180.57	7.08	7.08	8.51	35.28	50.00	3.40	
3300.00	3300.00	3300.00	180.57	7.31	7.31	8.70	34.83	50.00	3.30	
3400.00	3400.00	3400.00	180.57	7.53	7.53	8.89	34.38	50.00	3.20	
3500.00	3500.00	3500.00	180.57	7.76	7.76	9.09	33.93	50.00	3,11	
3600.00	3600.00	3600.00	180.57	7.98	7.98	9.29	33.48	50.00	3.03	
3700.00	3700.00	3700.00	180,57	8.20	8.20	9,49	33.03	50.00	2.95	
3800.00	3800.00	3800.00	180,57	8.43	8.43	9.69	32.58	50.00	2.87	
3900.00	3900.00	3900.00	180.57	8.65	8.65	9.90	32,13	50.00	2.80	
4000.00	4000.00	4000.00	180.57	8.88	8.88	10.11	31.68	50.00	2,73	
4100.00	4100.00	4100.00	180.57	9.10	9,10	10.32	31.23	50.00	2.66	
4200.00	4200.00	4200.00	180.57	9.33	9.33	10.54	30.78	50.00	2.60	
4300.00	4300.00	4300.00	180.57	9.55	9.55	10.76	30.33	50.00	2.54	
4400.00	4400.00	4400.00	180.57	9.78	9.78	10.98	30.60	50.71	2.52	
4500.00 4600.00	4499.97	4499.97	180.54	10.00	10.00	11.21	32.60	53.15 57 34	2.59	
4600.00	4599.88 4699.70	4599.8B 4699.70	180.50	10.23	10.23 10.45	11.44 11.67	36.34 41.84	57.34 63.27	2.73 2.95	
4800.00	4699.70 4799.40	4699.70	180.45 180.41	10.45 10.68	10.45 10.68	11.87	49.04	70.94	3.24	
4900.00	4899.02	4799.40	180,36	10.88	10.88	12.14	57.29	79.65	3.56	
5000.00	4998.64	4998.64	180.33	11.12	11,12	12.39	65.59	88.36	3.98	
5100.00	5098.26	5098.26	180,30	11.35	11.35	12.64	73.82	97.08	4,17	
5200.00	5197.88	5197.88	180.27	11.55	11.55	12.89	82.08	105.79	4.45	
5300.00	5297.50	5297.50	180,25	11.80	11.80	13.14	90.37	114.51	4.74	
5400.00	5397.12	5397.12	180,23	12.02	12.02	13.40	98.66	123.23	5.02	
5500.00	5496.74	5496.74	180.22	12.24	12.24	13.66	106.92	131.94	5.27	
5600.00	5596.36	5596.36	180.20	12.47	12.47	13.93	115.17	140.66	5.52	
5700.00	5695.98	5695.98	180.19	12.69	12.69	14.20	123.43	149.37	5.76	
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Weatherford International Limited

5D 5D\_Reporting 8.1.9.79 64-bit : 13 August 2015, 20:00:48 UTC

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#### 5D Anti-Collision Report

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Secondary V	Vell: Cerf 10 F	ederal 20 H	l'(p)(TVD relativ	e to Kelly Bus	ihing)(All A	zimuth Relative	to GRID, NO	ŘТН): 👘 , 👘	19. j.	St. St.
Pri MD	· TVD	Sec MD	T.Face to Sec	S.Major	S.Minor	TVD Spread (US ft)	ES	CC (US ft)	SF	Risk
(US ft) 5800.00	(US ft) 5795.60	(US ft) 5795.60	(°) 180.18	(US.ft) 12.92	(US ft) 12.92	14.48	(US ft) 131.69	158.09	5.99	
5900.00	5895.22	5895.22	180.17	13.14	13.14	14.76	139.96	166.80	6.21	
6000,00	5994.84	5994.84	180.16	13.36	13.36	15.04	148.22	175.52	6.43	
6100.00	6094,46	6094.46	180.16	13.59	13.59	15.33	156.48	184.23	6.64	
6200.00	6194.08	6194.08	180.15	13.81	13.81	15.63	164.74	192.95	6.84	
6300.00	6293.73	6293.73	180.14	14.04	14.04	15.93	172.60	201.24	7.03	
6400.00	6393.51	6393.51	180.14	14.25	14.26	16.23	178.83	207.87	7.16	
6500.00	6493.39	6493.39	180,13	14.48	14.48	16.54	183.32	212.75	7.23	
6600.00	6593.34	6593.34	180.13	14.71	14.71	16.85	185.07	215.89	7.24	
6700.00	6729.90	6731.20	183.07	15.01	14.72	17.26	178.40	208.29	6.97	
6800,00	5845.12	6855.06	192.44	15.30	14.23	17.58	154.49	184.46	6.15	
6900.00	6922.75	6943.60	205.86	15.56	13.80	17,76	127.29	158.18	5.12	
7000.00	6980.86	7015.20	310.33	15.81	13.41	17.93	118.13	149.80	4,73	
7100.00	7033.49	7085.03	324.34	16.12	12.95	18.09	126.46	157.22	5.11	
7200.00	7080.84	7154.12	335.95	16.52	12.42	18.24	145.95	174.69	6.08	
7300,00	7122.66	7222.96	344.56	16.99	11.86	18.40	169.73	196.21	7.41	
7400.00	7158.59	7291.91	350.60	17.57	11.30	18.58	193.09	217.54	8.90	
7500.00	7188.14	7361.14	354.73	18.32	10.77	18.81	213.26	236.08	10.35	
7600.00	7210.83	7430.76	357.47	19.16	10.33	19.06	228.62	250.23	11.58	
7700.00	7226.19	7500.77	359.18	20.09	10.03	19.35	238.14	259.06	12.38	
7800.00	7233.88	7571.09	0.03	21.17	9.92	19.71	241.26	261.99	12.63	
7900.00	7234.07	7652.80	0.18	22,56	10.06	20.16	240.35	261.35	12,44	
B000.00	7232.42	7752.80	0.18	24.53	10.38	20.81	240,00	261.62	12.10	
8100.00	7230.78	7852.79	0.17	26.64	10.74	21.52	239.57	261.88	11.73	
8200.00	7229.13	7952.79	0.17	28.86	11.14	22.32	239.06	262.15	11.35	
8300.00	7227.49	8052.79	0.17	31.16	11.57	23.17	238.49	262.42	10.96	
8400.00	7225.84	8152.79	0.16	33.54	12.02	24.09	237.85	262.69	10.58	
8500.00	7224.20	8252.79	0.16	35.96	12.51	25.06	237.16	262.96	10.19	
8600.00	7222.55	8352.79	0.16	38.43	13.02	26.08	236.42	263.23	9.82	
8700.00	7220.91	8452.79	0.16	40.94	13.55	27.13	235.64	263.50	9.46	
8800.00	7219.26	8552.79	0.15	43.48	14.09	28.23	234.82	263.76	9.11	
8900.00	7217.62	8652.79	0.15	46.04	14.66	29.35	234.02	264.03	8.80	
9000.00	7215.97	8752.79	0.15	48.63	15.23	30.51	233.16	264.30	8.49	
9100.00	7214.33	8852.79	0.15	51.23	15.82	31.69	232.25	264.57	8.19	
9200,00	7212,68	8952.79	0.14	53.85	16.43	32.89	231.32	264.84	7.90	
9300,00	7211.04	9052.79	0.14	56.48	17.04	34.12	230.40	265.11	7.64	
9400.00	7209.39	9152.79	0.14	59.12	17.66	35.36	229.49	265.38	7.39	
9500.00	7207.75	9252.79	0.13	61.77	18.29	36.62	228.43	265.64	7.14	
9600,00	7206.10	9352.79	0.13	64.43	18.93	37.8 <del>9</del>	227.45	265.91	6.91	
9700,00	7204.46	9452.79	0.13	67.10	19.57	39.18	226.49	266.18	6.71	
9800.00	7202.81	9552.79	0.13	69.78	20.22	40.48	225.53	266.45	6.51	
9900.00	7201.17	9652.79	0.12	72.46	20.68	41.79	224,48	266.72	6.31	
10000.00	7199.52	9752.79	0.12	75.14	21.54	43.11	223.41	266.99	6.13	
10100.00	7197.88	9852.79	0.12	77.83	22.21	44,44	222.33	267.26	5.95	
10200.00	7196.23	9952.79	0.12	80.53	22.87	45.78	221.25	267.52	5.78	
10300.00	7194.59	10052.79	0.11	83.23	23.55	47.13	· 220.17	267.79	5.62	
10400.00	7192.95	10152.79	0.11	85.93	24.23	48.48	219.09	268.06	5.47	
10500.00 10600 pp	7191.30	10252.79	0.11	88.64	24.91	49.84	217.99	268.33	5.33	
10605.00 10705.00	7189.66	10352.79	0.11	91.35 94.06	25.59 26.27	51.21 52.58	216.90 215.80	268.60 268.87	5.20 5.07	
10800.00	7188.01	10452.79	0.10		26.27	52.58 53.95	215.80	269.14	4.94	
10900.00	7186.37	10552.79	0.10	96.77				259.14	4.94	
	7184.72	10652.78	0.10	99.49 102.21	27.65	55.33 56.72	213.58 212.47	269.40	4.83	
11000.00	7183.08	10752.78	0.10	102.21	28.35				4.71	
11100.00	7181.43	10852.78	0.09	104.93	29.04	58.11 59.50	211.35	269.94 270.21	4.61	
11200.00	7179.79	11052.78	0.09	107.65	29.74	60.90	210.23	270.21	4.30 4.41	
11300.00 11400.00	7178.14	11052.78	0.09	110.38	30.43 31.13	62.29	209.10 2 <b>07.97</b>	270.48	4.41	
11500.00	7176.50	11152.78	0.09	113.10		63.70	207.97	270.73	4.31	
11340,00	7174.85	11252.78	0.08	115.83	31.84	07,70	200.04	271.02	7.22	

Weatherford International Limited

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5D 5D\_Reporting 8.1.9.79 64-bit : 13 August 2015, 20:00:48 UTC

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Secondary V	Vell: Cerf 10	Federal 20 H	(p)(TVD relativ	e to Kelly Bi	ushing)(All A	zimuth Relativ	e to GRID NO	(HTK)	e e sine in a	1
Pri MD (US ft)	TVD (US ft)	Sec MD (US ft)	T.Face to Sec (°)	S.Major (US ft)	S.Minor (US ft)	TVD Spread (US ft)	ES (US ft)	CC (US ft)	SF	Risk
11600.00	7173.21	11352.78	0.08	118.56	32.54	65.10	205.71	271.29	4,14	
11700.00	7171.56	11452.78	0.08	121.29	33.24	66.51	204.57	271.55	4.05	
11800.00	7169.92	11552.78	0.07	124.02	33.95	67.92	203.43	271.82	3.97	
11900.00	7168.27	11652.78	0.07	126.75	34.65	69.33	202.29	272.09	3.90	
12000.00	7166.63	11752.78	0.07	129.48	35.36	70.75	201.14	272.36	3.82	
12100.00	7164.98	11852.78	0.07	132.22	36.07	72.16	200.00	272.63	3.75	
12200.00	7163.34	11952.78	0.06	134.95	36.78	73.58	198.85	272.90	3.69	
12300.00	7161.69	12052.78	0.06	137.69	37.49	75.00	197.70	273.17	3.62	
12400.00	7160.05	12152.78	0.06	140.42	38.20	76,43	196.55	273.43	3.56	
12500.00	7158,40	12252.78	0.06	143.16	38.91	77.85	195.39	273.70	3.50	
12600.00	7156.76	12352.78	0.05	145.90	39.63	79.28	194.24	273.97	3.44	
12700.00	7155.11	12452.78	0.05	148.63	40.34	80.70	193.08	274.24	3.38	
12800.00	7153.47	12552.78	0.05	151.37	41.06	82.13	191.92	274,51	3.32	
12900.00	7151.82	12652.78	0.05	154.11	41.77	83.56	190.76	274,78	3.27	1
13000.00	7150.18	12752.78	0.04	156.85	42.49	84.99	189.60	275.05	3.22	
13100.00	7148.53	12852.78	0.04	159.59	43.20	86.42	188.44	275.31	3.17	
13200.00	7146.89	12952.78	0.04	162.33	43.92	87.86	187.28	275.58	3.12	
13300.00	7145.25	13052.78	0.04	165.08	44.64	89.29	186.11	275.85	3.07	
13400.00	7143.60	13152.78	0.03	167.82	45.35	90.73	184.95	275.12	3.03	
13500.00	7141.96	13252.78	0.03	170.56	46.07	92.16	183.78	276.39	2.98	
13600.00	7140.31	13352.78	0.03	173.30	46.79	93.60	182.51	276.66	2.94	
13700.00	7138.67	13452.77	0.03	176.05	47.51	95.04	181.44	276.93	2.90	
13800.00	7137.02	13552.77	0.03	178.79	48.23	96.48	180.28	277.19	2.86	
13900.00	7135.38	13652.77	0.02	181.53	48.95	97.92	179.11	277.46	2.82	
14000.00	7133.73	13752.77	0.02	184.28	49.67	99.36	177.93	277.73	2.78	
14100.00	7132.09	13852.77	0.02	187.02	50.39	100.80	176.76	278.00	2.75	
14200.00	7130.44	13952.77	0.02	189.77	51.11	102.24	175.59	278.27	2.71	
14300.00	7128.80	14052.77	0.01	192.51	51.83	103.69	174.42	278.54	2.68	
14400.00	7127.15	14152.77	0.01	195.26	52.56	105.13	173.24	278.81	2.64	
14500.00	7125.51	14252.77	0.01	198.00	53.28	106.57	172.07	279.08	2.61	
14600.00	7123.86	14352,77	0.01	200.75	54.00	108.02	170.89	279.34	2.58	
14700.00	7122.22	14452.77	0.00	203.50	54.72	109.46	169.72	279.61	2,54	
14800.00	7120.57	14552.77	0.00	206.24	55.45	110.91	168.54	279.88	2.51	
14830.21	7120.08	14582.98	0.00	207.07	55.66	111.35	168.19	279.96	2.50	

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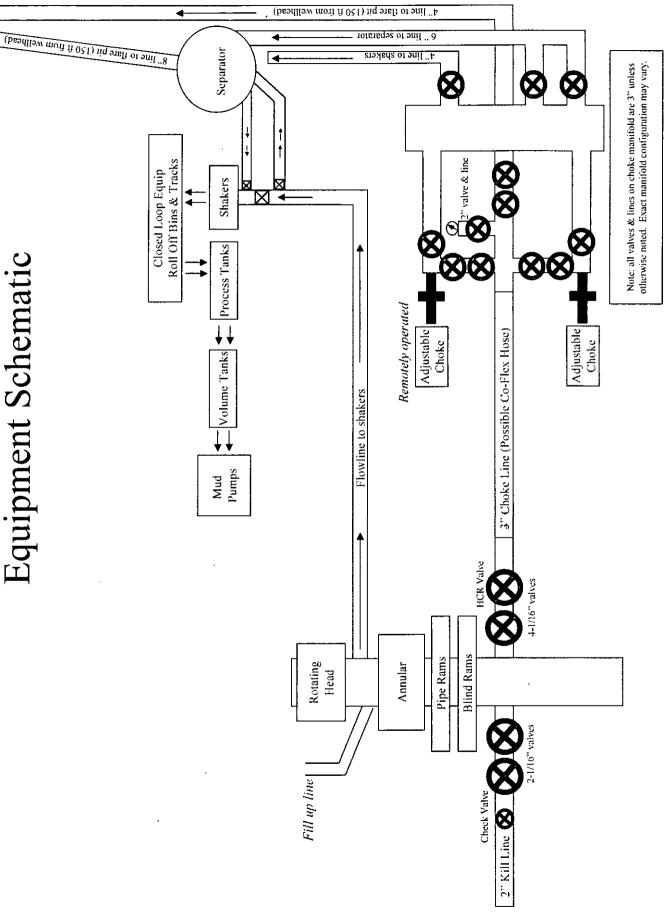
## Weatherford Drilling Services

GeoDec4 v2.1.0.0

Report Date: Job Number:	Αι	Jgust 13, 2015					
Customer:	De	evon Energy					
Well Name: API Number:	Ce	erf 10 Federal 19H					
Rig Name:							
Location: Block:	Ed	ldy Co, NM Nad83 NME					
Engineer:	RV	VJ					
NAD83 / New Me	exico E	ast (ftUS)	NAD83 (1986)				
Projected Coordi	nate S	System	Geodetic Coordinate	e Syst	em		
Datum: North Ar	nerica	n Datum 1983 (1986)	Datum: North Ameri	ican I	Datum 1983 (1986		
Ellipsoid: GRS 19	080		Ellipsoid: GRS 1980				
EPSG: 2257			EPSG: 4269				
North: 545852.80	) US S	urvey Foot	Latitude: 32.500503	Degr	ee		
East: 591943.30	US Su	rvey Foot	Longitude: -104.169	185 C	)egree		
Convergence: 0.0	09°						
Declination: 7.56	0						
Total Correction:	7.47°	>					
Datum Transform	nation	: none					
Geodetic Location	n WGS	- <u></u> 584					
MSL Elevation	= (	0 m					
Latitude	= :	32° 30' 01.81" N					
Longitude	= ;	104° 10' 09.06" W					
Magnetic Declina	ntion =	 = 7.56 deg	[True North Offset]				
Local Gravity	=	= .9988 g	CheckSum	=	6673		
Local Field Stren	gth =	= 48296 nT	Magnetic Vector X	=	23746 nT		
Magnetic Dip	=	= 60.27 deg	Magnetic Vector Y	Ξ	3150 nT		
Magnetic Model	=	= bggm2015.dat	Magnetic Vector Z	=	41937 nT		
Run Date	=	- November 15, 2015	Magnetic Vector H	=	23954 nT		
					<u> </u>		

accompanied by a controlled table of contents in order to ensure adequate revision control





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#### **NOTES REGARDING BLOWOUT PREVENTERS**

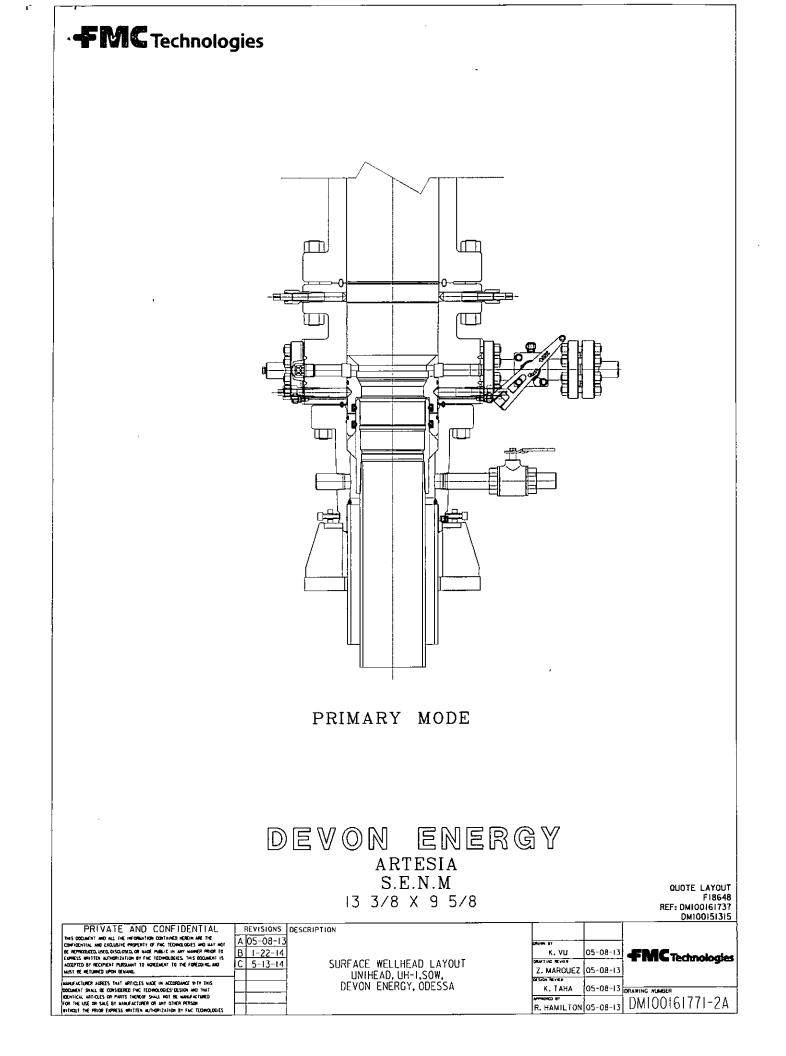
#### Devon Energy Production Company, L.P. CERF 10 FED COM 19H

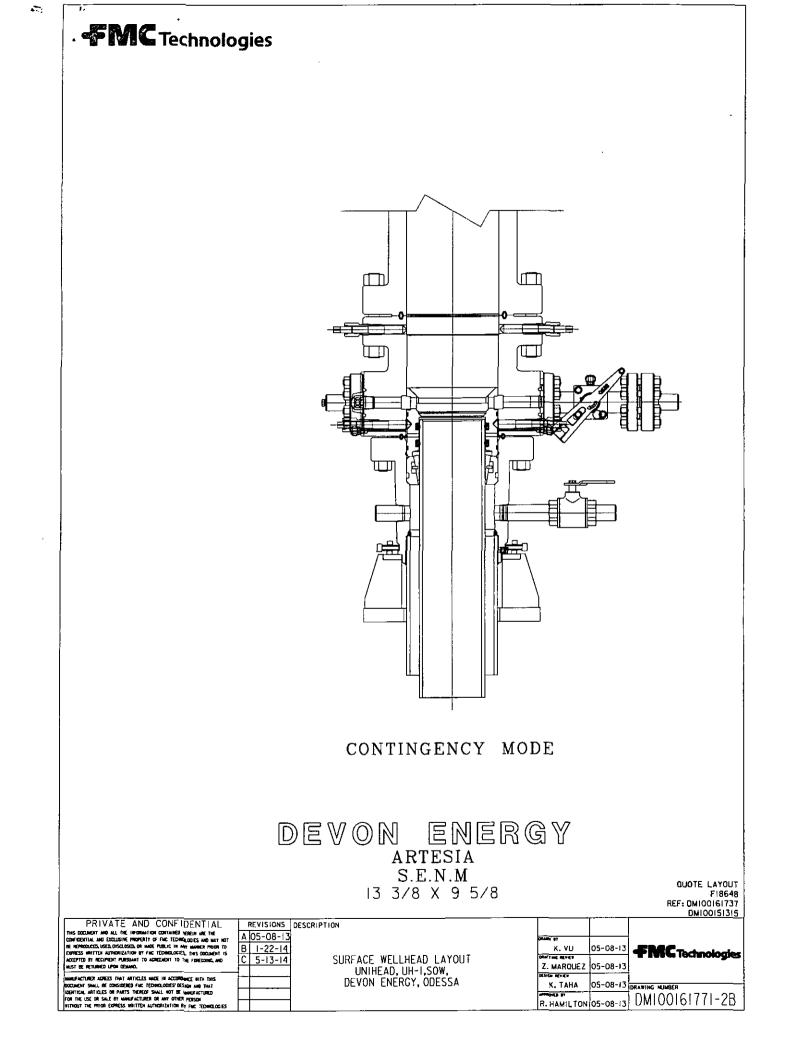
- 1. Drilling Nipple will be constructed so it can be removed mechanically without the aid of a welder. The minimum internal diameter will equal BOP bore.
- 2. Wear ring will be properly installed in head.
- 3. Blowout preventer and all associated filings will be in operable condition to withstand a minimum of 3000psi working pressure.
- 4. All fittings will be flanged.

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- 5. A fill bore safety valve tested to a minimum of 3000psi WP with proper thread connections will be available on the rotary rig floor at all times.
- 6. All choke lines will be anchored to prevent movement.
- 7. All BOP equipment will be equal to or larger in bore than the internal diameter of the last casing string.
- 8. Will maintain a kelly cock attached to the kelly.
- 9. Hand wheels and wrenches will be properly installed and tested for safe operation.
- 10. Hydraulic floor control for blowout preventer will be located as near in proximity to driller's controls as possible.
- 11. All BOP equipment will meet API standards and include a minimum 40 gallon accumulator having two independent means of power to initiate closing operation.





## Ontinental S CONTIECH

Fluid Technology

ContiTech Beattle Corp. Website: <u>www.contitechbeattie.com</u>

Monday, June 14, 2010

RE: Drilling & Production Hoses Lifting & Safety Equipment

To Heimerich & Payne,

A Continental ContiTech hose assembly can perform as intended and suitable for the application regardless of whether the hose is secured or unsecured in its configuration. As a manufacturer of High Pressure Hose Assemblies for use in Drilling & Production, we do offer the corresponding lifting and safety equipment, this has the added benefit of easing the lifting and handling of each hose assembly whilst affording hose longevity by ensuring correct hendling methods and procedures as well as securing the hose in the unlikely event of a failure; but in no way does the lifting and safety equipment affect the performance of the hoses providing the hose handled and installed correctly it is good practice to use lifting & safety equipment but not mandatory

Should you have any questions or require any additional information/darifications then please do not hesitate to contact us.

ContiTech Beattie is part of the Continental AG Corporation and can offer the full support resources associated with a global organization.

Best regards,

Robin Hodgson Sales Manager ContiTech Beattie Corp

ContiTach Beatte Carp, 11535 Britumora Park Drive, Houston, TX 77041 Phone: +1 (322) 327-0141 Fax: +1 (832) 327-0148 www.contiledfieadle.com



# R16 212



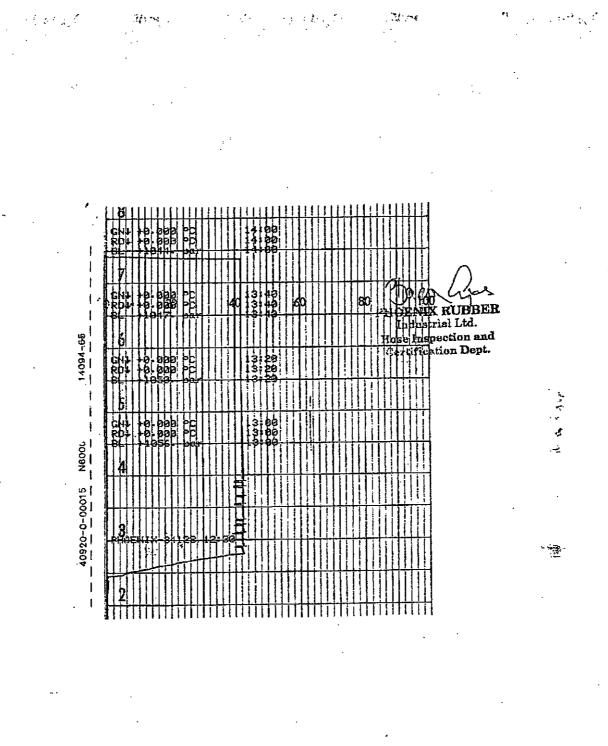
PHOENIX RUBBER

QUALITY DOCUMENT

#### INDUSTRIAL LTD.

6728 Szeged, Budapesi úl 10, Hungary - H-6701 Szeged, P. O. Box 152 none: (3662) 566-737 - Far: (3662) 586-738 SALES & MARKETING: H-1092 Budapest, Ráday u 42.44, Hungary • H-1440 Budapest, P. O. Box 26 Fhonz: (381) 458-4200 : Fax: (361) 217-2972, 458-4273 • www.taurusemerge.hu

INSPECTION A	TY CONTR		ATE	CERT. Nº:	552	
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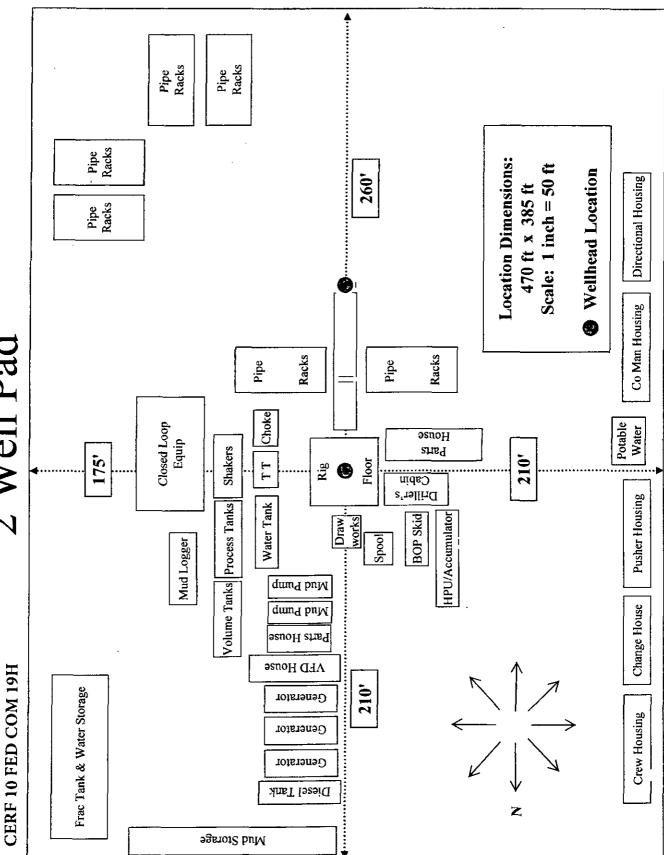
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VERIFIED TRUE CO. PHOENIX RUBBER C.C.

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H&P Flex Rig Location Layout 2 Well Pad





Devon Energy Center 333 West Sheridan Avenue Oklahoma City, Oklahoma 73102-5015

# Hydrogen Sulfide (H<sub>2</sub>S) Contingency Plan

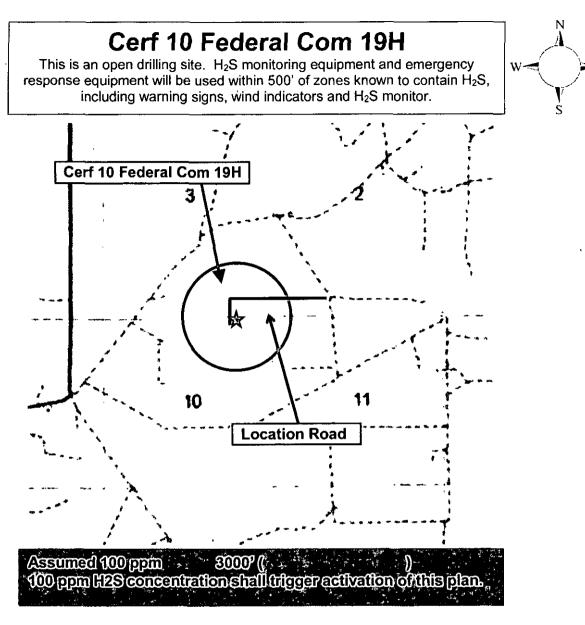
For

Cerf 10 Federal Com 19H

Sec-10 T-21S R-27E 550 FNL & 50' FEL LAT. = 32.500503' N (NAD83) LONG = 104.169185' W

**Eddy County NM** 

Devon Energy Corp. Cont Plan. Page 1



## Escape

Crews shall escape upwind of escaping gas in the event of an emergency release of gas. Escape can be facilitated from the location entrance road. Crews should then block the entrance to the location from the lease road so as not to allow anyone traversing into a hazardous area. The blockade should be at a safe distance outside of the ROE. <u>There are no homes or buildings in or near the ROE</u>.

# Assumed 100 ppm ROE = 3000'

# 100 ppm H<sub>2</sub>S concentration shall trigger activation of this plan.

## Emergency Procedures

6

In the event of a release of gas containing H<sub>2</sub>S, the first responder(s) must

- Isolate the area and prevent entry by other persons into the 100 ppm ROE.
- Evacuate any public places encompassed by the 100 ppm ROE.
- Be equipped with H<sub>2</sub>S monitors and air packs in order to control the release.
- Use the "buddy system" to ensure no injuries occur during the response
- Take precautions to avoid personal injury during this operation.
- Contact operator and/or local officials to aid in operation. See list of phone numbers attached.
- Have received training in the
  - Detection of H<sub>2</sub>S, and
  - Measures for protection against the gas,
  - Equipment used for protection and emergency response.

## Ignition of Gas Source

Should control of the well be considered lost and ignition considered, take care to protect against exposure to Sulfur Dioxide (SO<sub>2</sub>). Intentional ignition must be coordinated with the NMOCD and local officials. Additionally the NM State Police may become involved. NM State Police shall be the Incident Command on scene of any major release. Take care to protect downwind whenever there is an ignition of the gas

Common Name	Chemical Formula	Specific Gravity	Threshold Limit	Hazardous Limit	Lethal Concentration
Hydrogen Sulfide	H <sub>2</sub> S	1.189 Air = 1	10 ppm	100 ppm/hr	600 ppm
Sulfur Dioxide	SO <sub>2</sub>	2.21 Air = 1	2 ppm	N/A	1000 ppm

#### Characteristics of H<sub>2</sub>S and SO<sub>2</sub>

## **Contacting Authorities**

Devon Energy Corp. personnel must liaison with local and state agencies to ensure a proper response to a major release. Additionally, the OCD must be notified of the release as soon as possible but no later than 4 hours. Agencies will ask for information such as type and volume of release, wind direction, location of release, etc. Be prepared with all information available. The following call list of essential and potential responders has been prepared for use during a release. Devon Energy Corp. Company response must be in coordination with the State of New Mexico's 'Hazardous Materials Emergency Response Plan' (HMER)

#### I. HYDROGEN SULFIDE (H<sub>2</sub>S) TRAINING

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will receive training from a qualified instructor in the following areas prior to commencing drilling operations on this well:

- 1. The hazards and characteristics of hydrogen sulfide (H<sub>2</sub>S)
- 2. The proper use and maintenance of personal protective equipment and life support systems.
- 3. The proper use of H<sub>2</sub>S detectors, alarms, warning systems, briefing areas, evacuation procedures, and prevailing winds.
- 4. The proper techniques for first aid and rescue procedures.

In addition, supervisory personnel will be trained in the following areas:

- The effects of H<sub>2</sub>S metal components. If high tensile tubulars are to be used, personnel will be trained in their special maintenance requirements.
- 2. Corrective action and shut-in procedures when drilling or reworking a well and blowout prevention and well control procedures.
- 3. The contents and requirements of the H<sub>2</sub>S Drilling Operations Plan and Public Protection Plan.

There will be an initial training session just prior to encountering a known or probable  $H_2S$  zone (within 3 days or 500 feet) and weekly  $H_2S$  and well control drills for all personnel in each crew. The initial training session shall include a review of the site specific  $H_2S$  Drilling Operations Plan and the Public Protection Plan.

#### II. HYDROGEN SULFIDE TRAINING

Note: All  $H_2S$  safety equipment and systems will be installed, tested, and operational when drilling reaches a depth of 500 feet above, or three days prior to penetrating the first zone containing or reasonably expected to contain  $H_2S$ .

#### 1. Well Control Equipment

- A. Flare line
- B. Choke manifold Remotely Operated
- C. Blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit
- D. Auxiliary equipment may include if applicable: annular preventer and rotating head.
- E. Mud/Gas Separator

#### 2. Protective equipment for essential personnel:

30-minute SCBA units located at briefing areas, as indicated on well site diagram, with one escape unit available in the top doghouse. As it may be difficult to communicate audibly while wearing these units, hand signals shall be utilized.

#### 3. H<sub>2</sub>S detection and monitoring equipment:

Portable H<sub>2</sub>S monitors positioned on location for best coverage and response. These units have warning lights which activate when H<sub>2</sub>S levels reach 10 ppm and audible sirens which activate at 10 ppm. Sensor locations:

- Bell nipple
   Shale shaker
   Trip tank
- Suction pit
   Rig floor
- Cellar
- Choke manifold
   Iving Quarters (usually the
  - company man's trailer stairs.)

#### Visual warning systems:

- A. Wind direction indicators as shown on well site diagram
- B. Caution/ Danger signs shall be posted on roads providing direct access to locations. Signs will be painted a high visibility yellow with black lettering of sufficient size to be reasonable distance from the immediate location. Bilingual signs will be used when appropriate.

### 4. Mud program:

The mud program has been designed to minimize the volume of H<sub>2</sub>S circulated to surface. Proper mud weight, safe drilling practices and the use of H<sub>2</sub>S scavengers will minimize hazards when penetrating H<sub>2</sub>S bearing zones.

#### 5. Metallurgy:

- A. All drill strings, casings, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold lines, and valves shall be H<sub>2</sub>S trim.
- B. All elastomers used for packing and seals shall be H<sub>2</sub>S trim.

#### 6. Communication:

- A. Company personnel have/use cellular telephones in the field.
- B. Land line (telephone) communications at Office

### 7. Well testing:

- A. Drill stem testing will be performed with a minimum number of personnel in the immediate vicinity, which are necessary to safety and adequately conduct the test. The drill stem testing will be conducted during daylight hours and formation fluids will not be flowed to the surface. All drill-stem-testing operations conducted in an H<sub>2</sub>S environment will use the closed chamber method of testing.
- B. There will be no drill stem testing.

Drilling Su	405-823-479		
Drilling Su	405-760-723		
EHS Prof	575-513-908		
Agency	<u>r Call List</u>	· · · · · ·	
Lea	Hobbs		
County	Lea County Communication Author	ity	393-398
<u>(575)</u>	State Police		392-558
	City Police		397-926
	Sheriff's Office	393-251	
	Ambulance		91
	Fire Department		397-930
	LEPC (Local Emergency Planning	Committee)	393-287
	NMOCD		393-616
	US Bureau of Land Management	393-361	
Eddy	Carlsbad		· · · · · · · · · · · · · · · · · · ·
County	State Police		885-313
<u>575)</u>	City Police	, <b>`</b>	885-211
	Sheriff's Office		887-755
	Ambulance		91
	Fire Department	885-312	
	LEPC (Local Emergency Planning	887-379	
	US Bureau of Land Management	887-654	
	NM Emergency Response Commis	ision (Santa Fe)	(505) 476-960
	24 HR	,	(505) 827-912
	National Emergency Response Cer		(800) 424-880
	National Pollution Control Center: D	Direct	(703) 872-600
	For Oil Spills		(800) 280-711
	Emergency Services		
	Wild Well Control		(281) 784-470
	Cudd Pressure Control	(915) 699- 0139	(915) 563-335
	Halliburton		(575) 746-275
	B. J. Services	(575) 746-356	
Give	Native Air – Emergency Helicopter – Hobbs		(575) 392-642
GPS	Flight For Life - Lubbock, TX	(806) 743-991	
position:	Aerocare - Lubbock, TX	(806) 747-892	
	Med Flight Air Amb - Albuquerque,	(575) 842-443	
	Lifeguard Air Med Svc. Albuquerqu	(800) 222-122	
	Poison Control (24/7) Oil & Gas Pipeline 24 Hour Service	(575) 272-311 (800) 364-436	

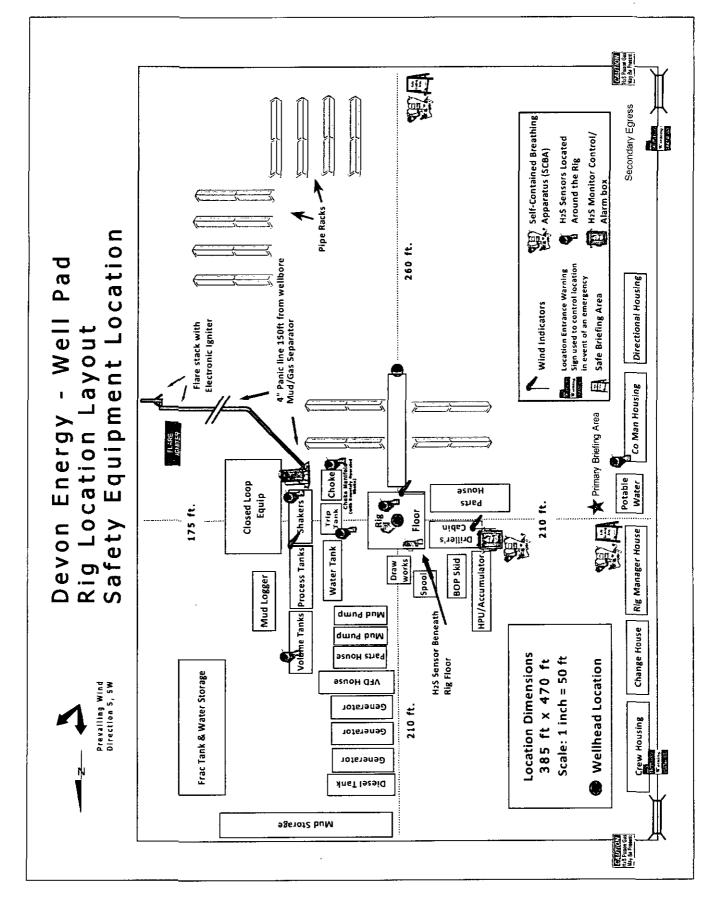
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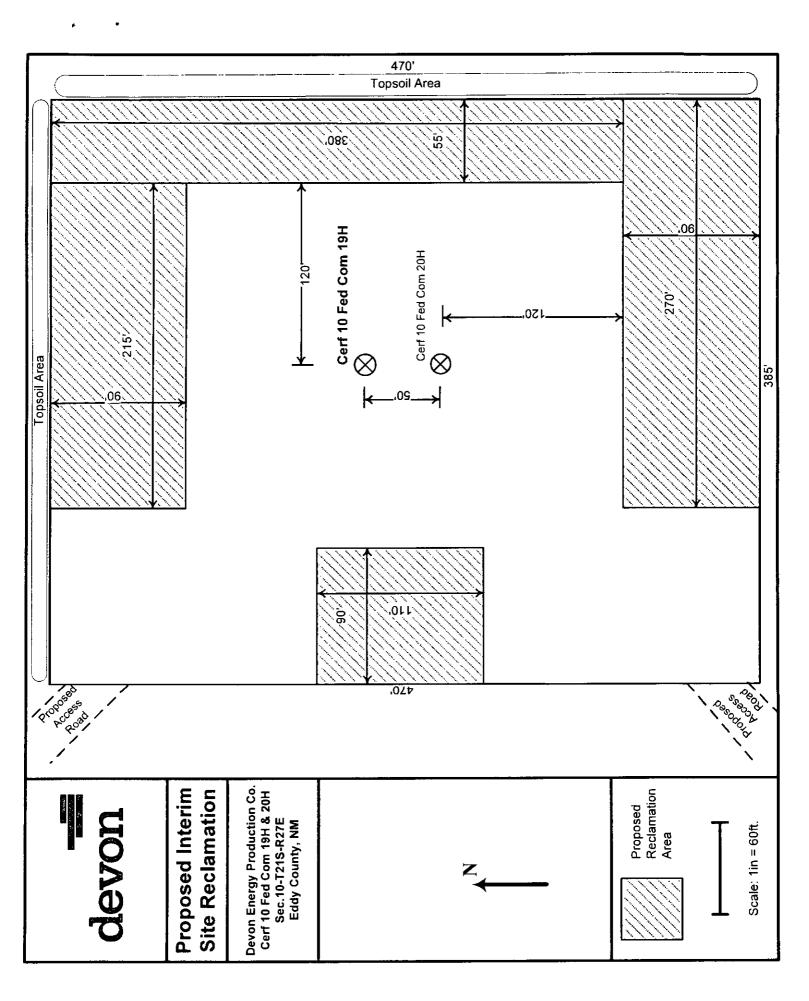
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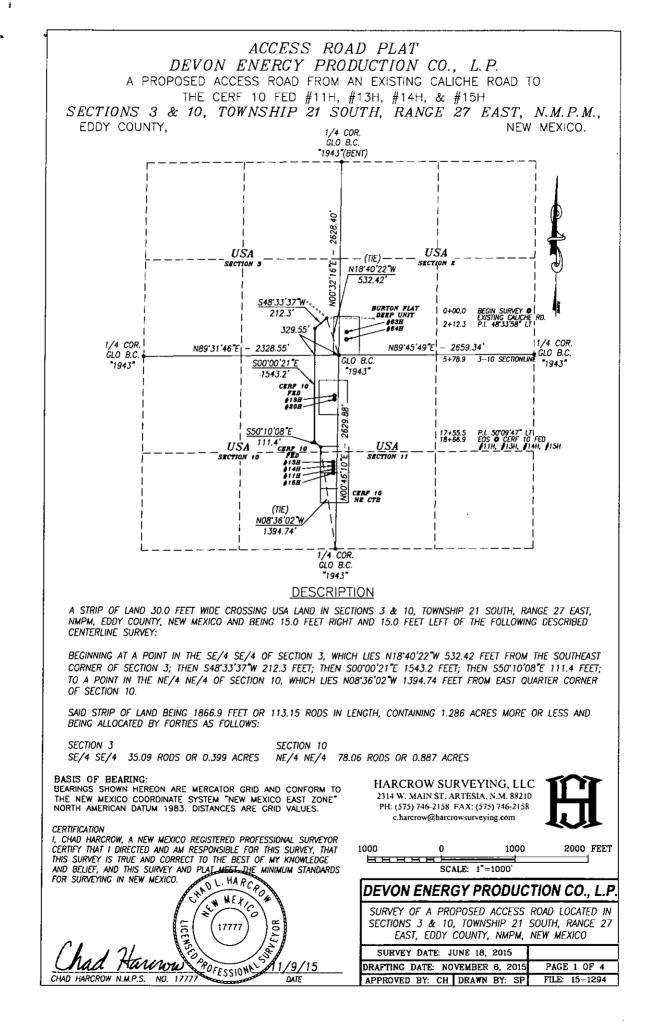


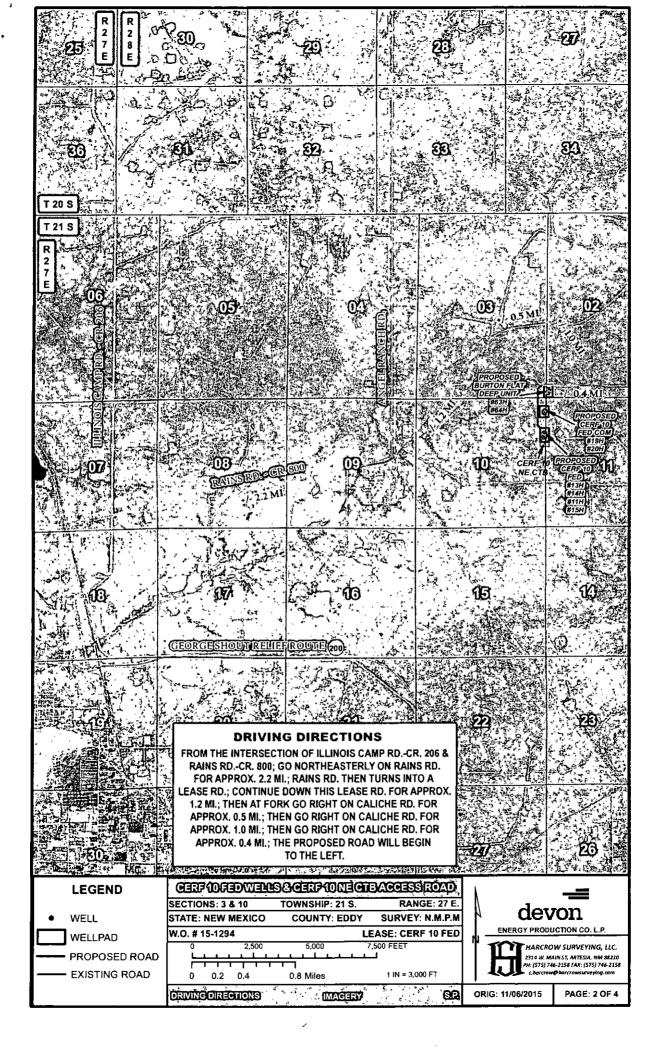


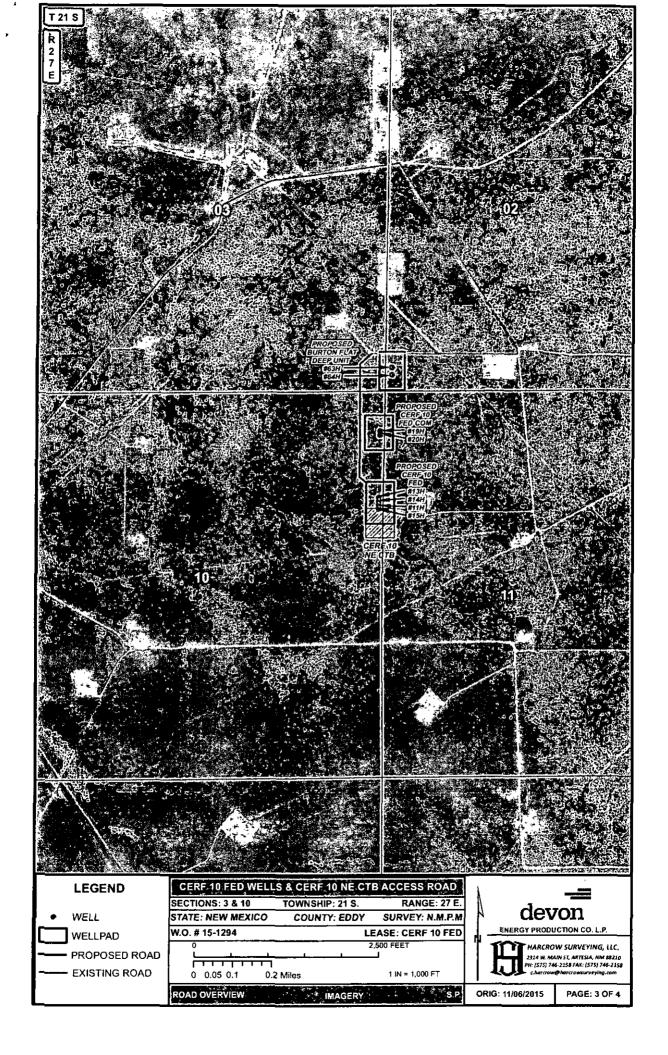
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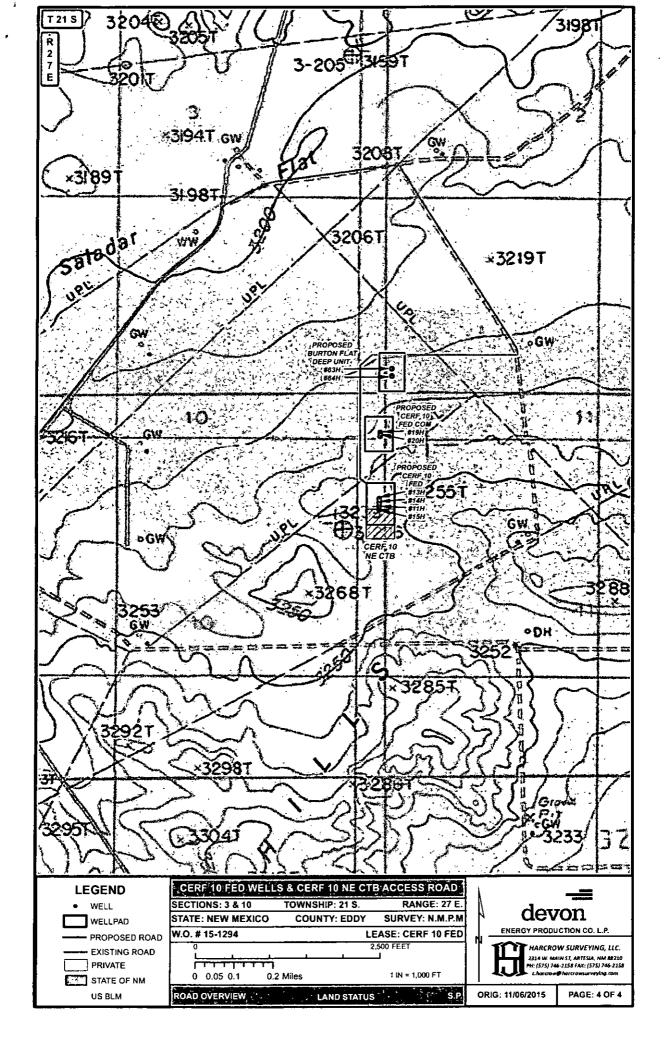
Devon Energy Corp. Cont Plan. Page 8

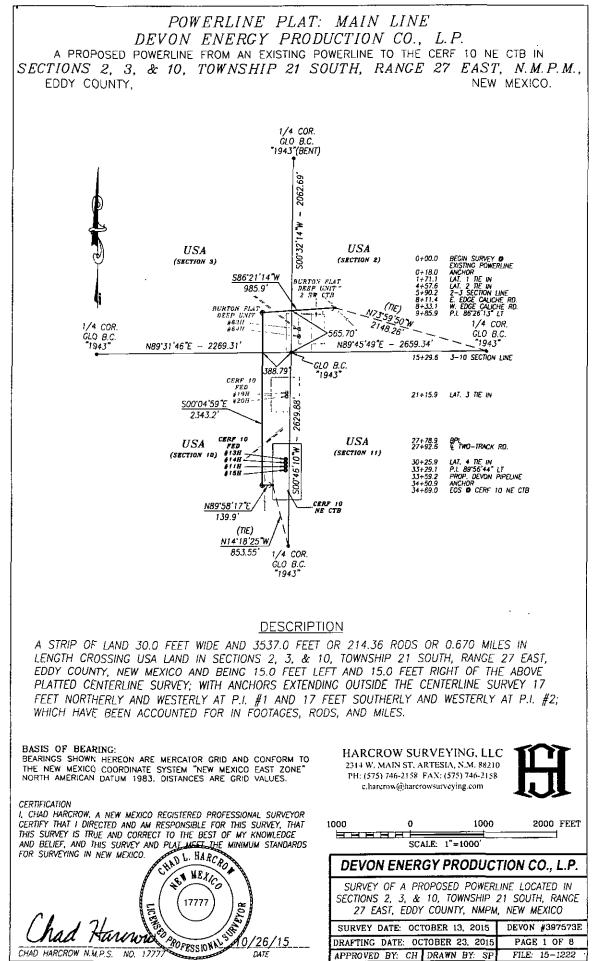


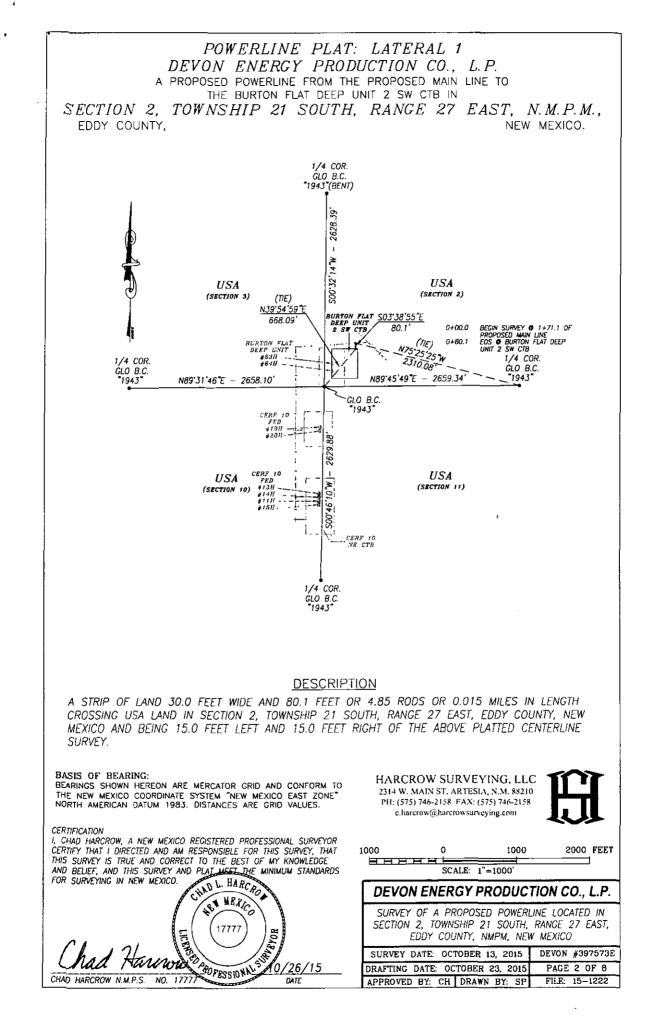


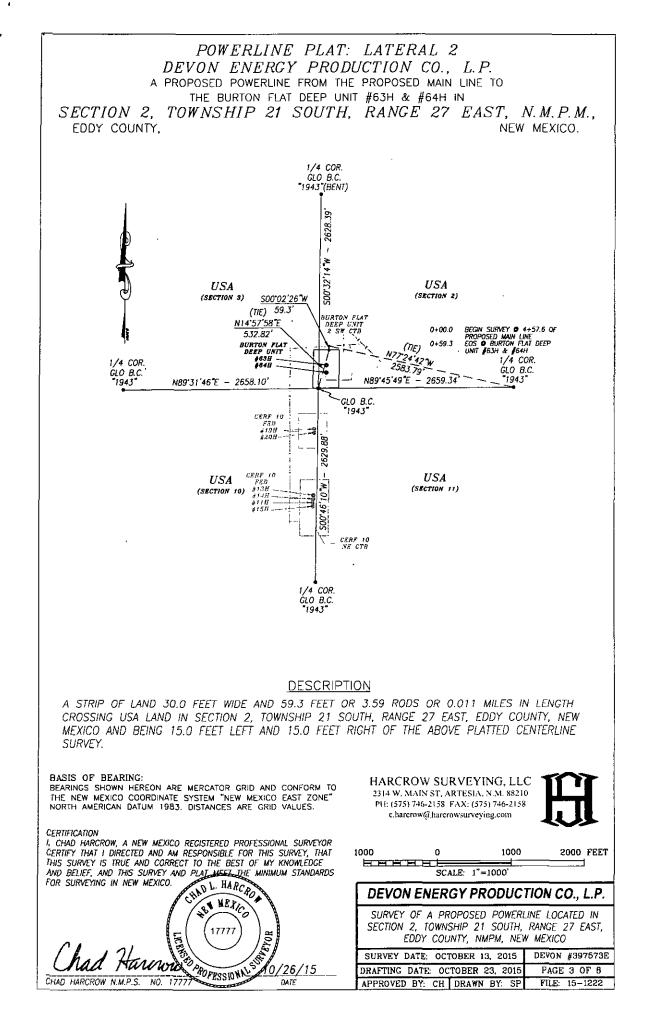


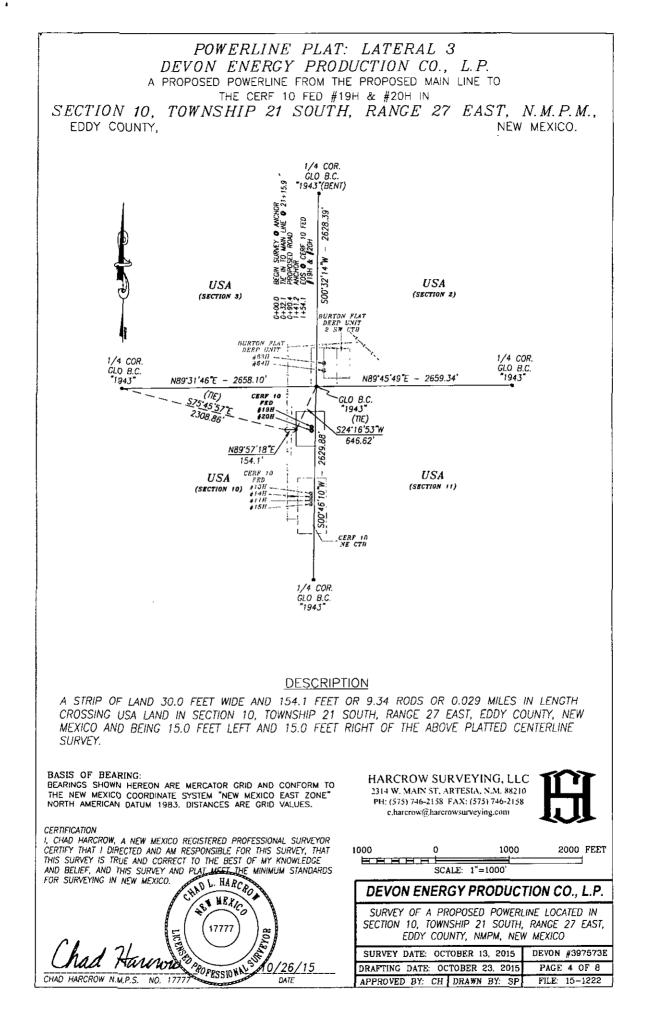


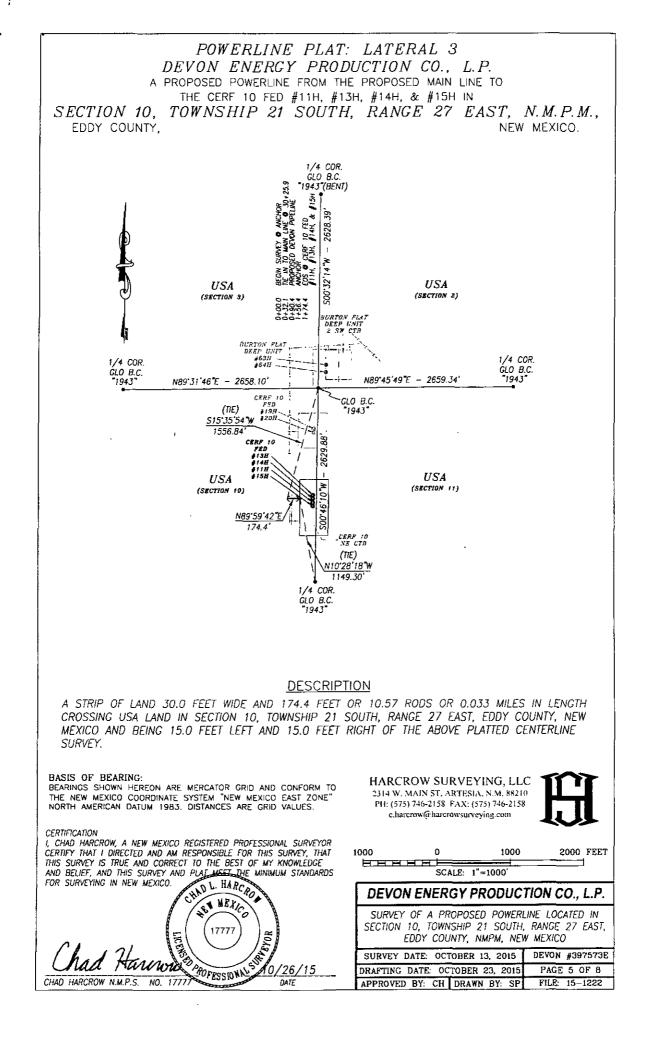


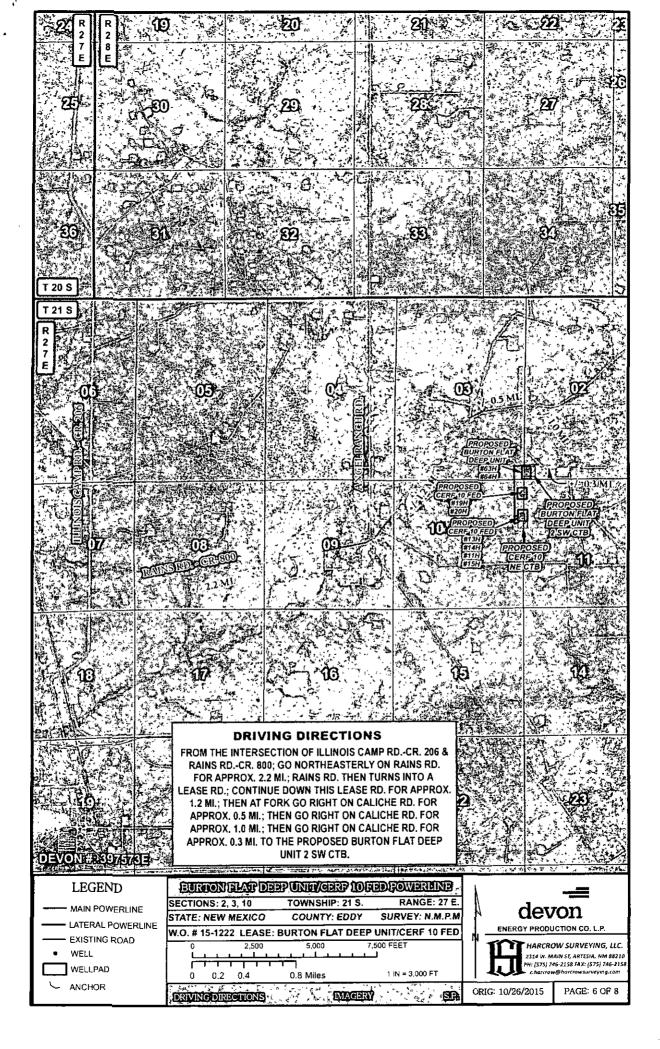


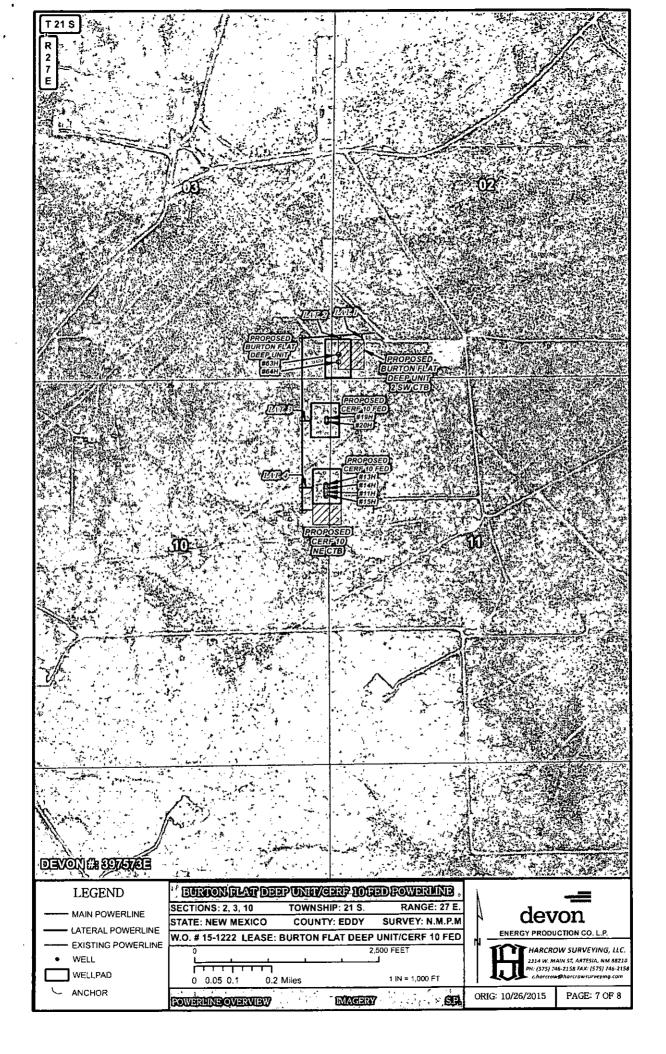


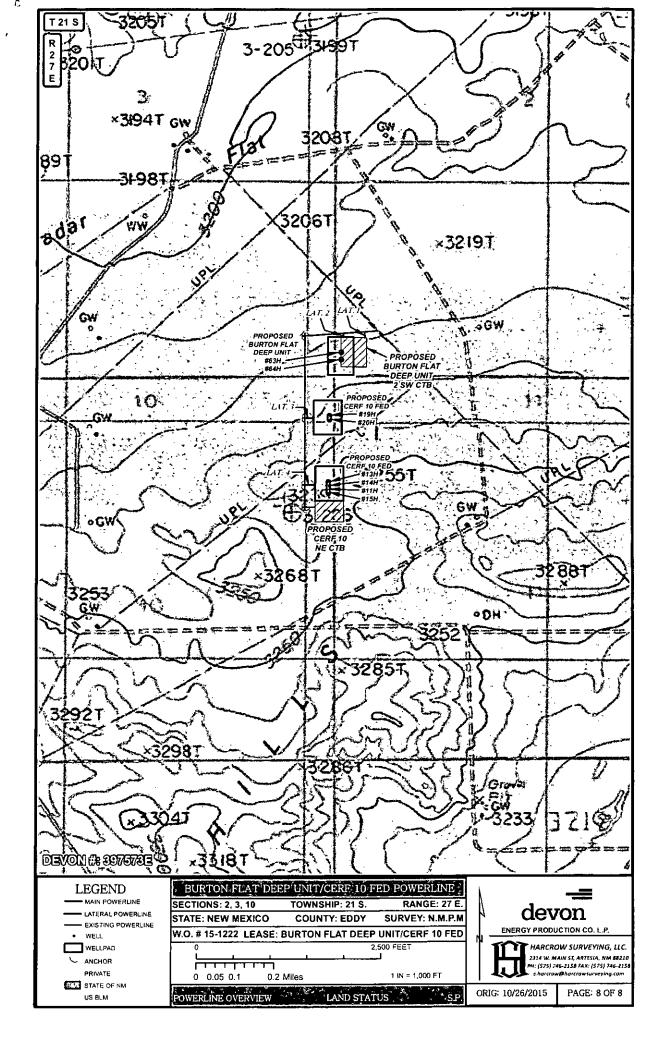


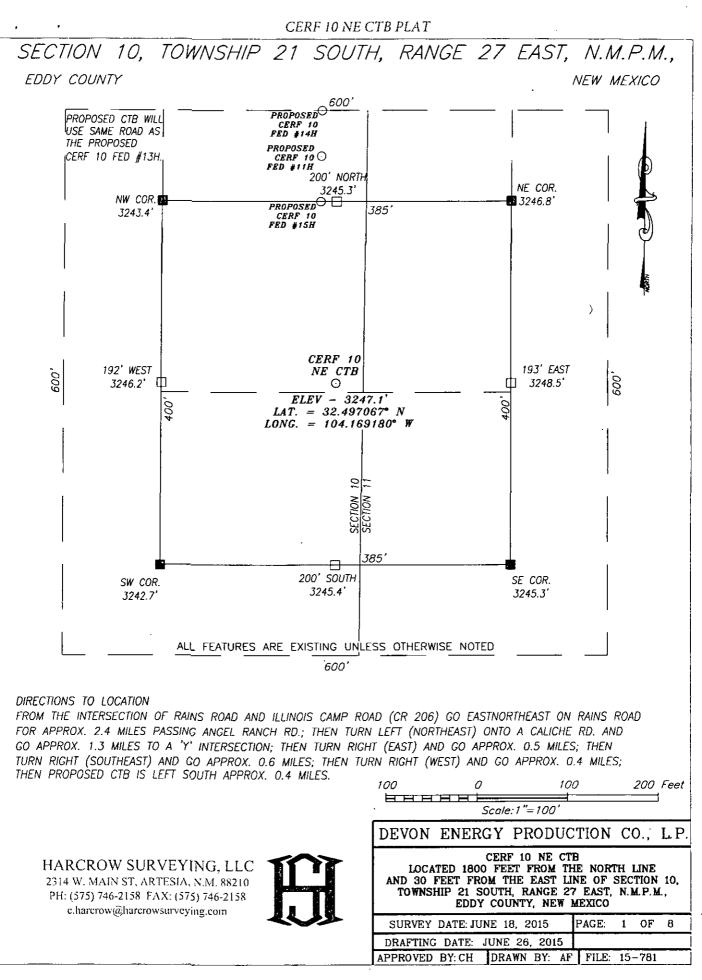


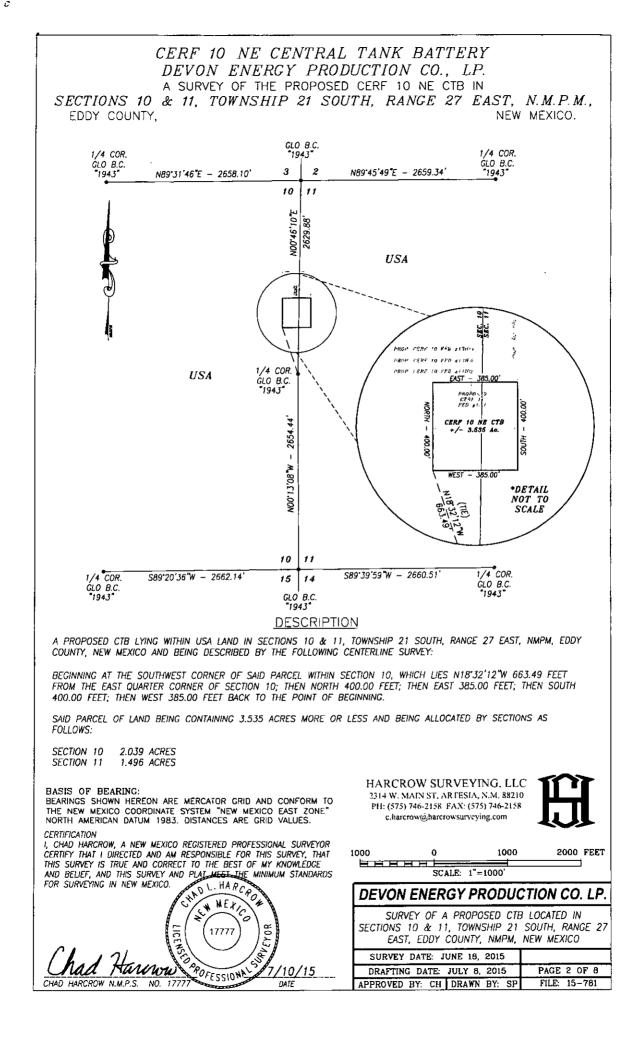


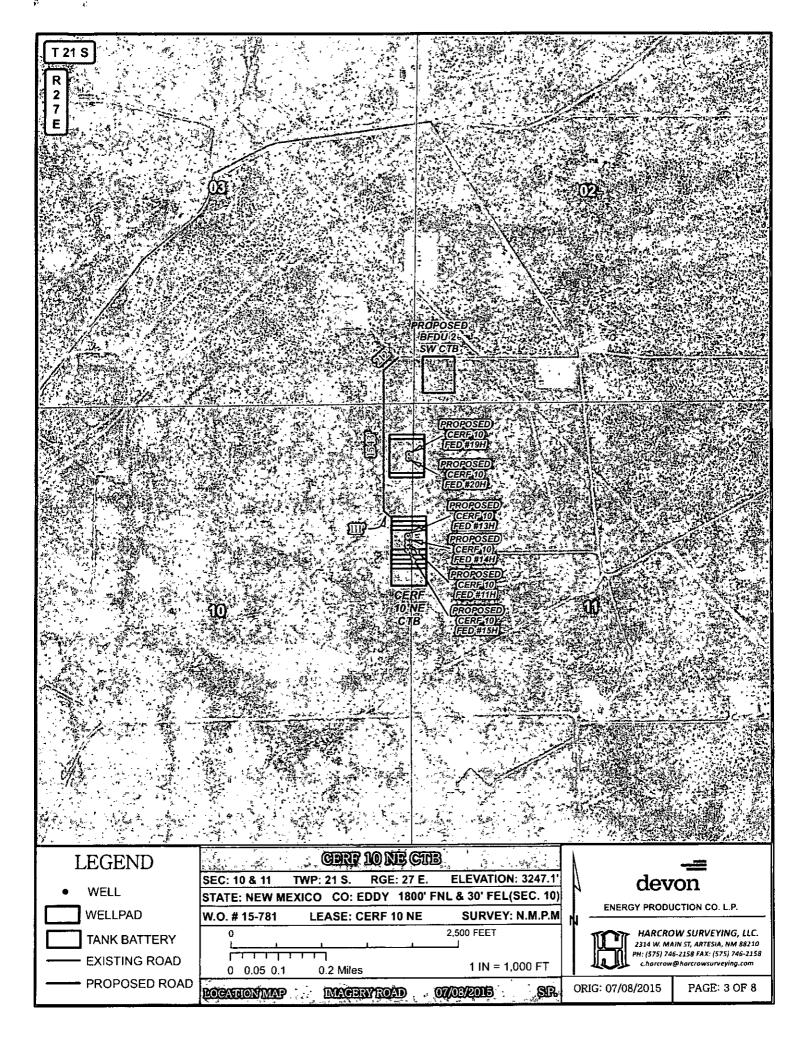




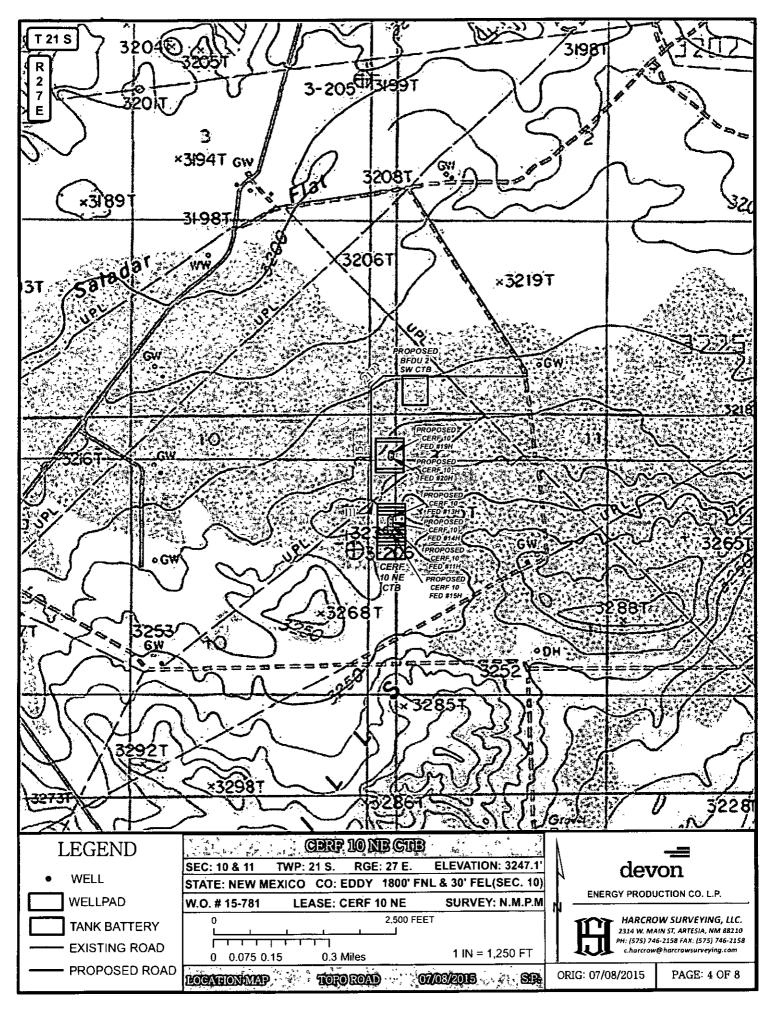


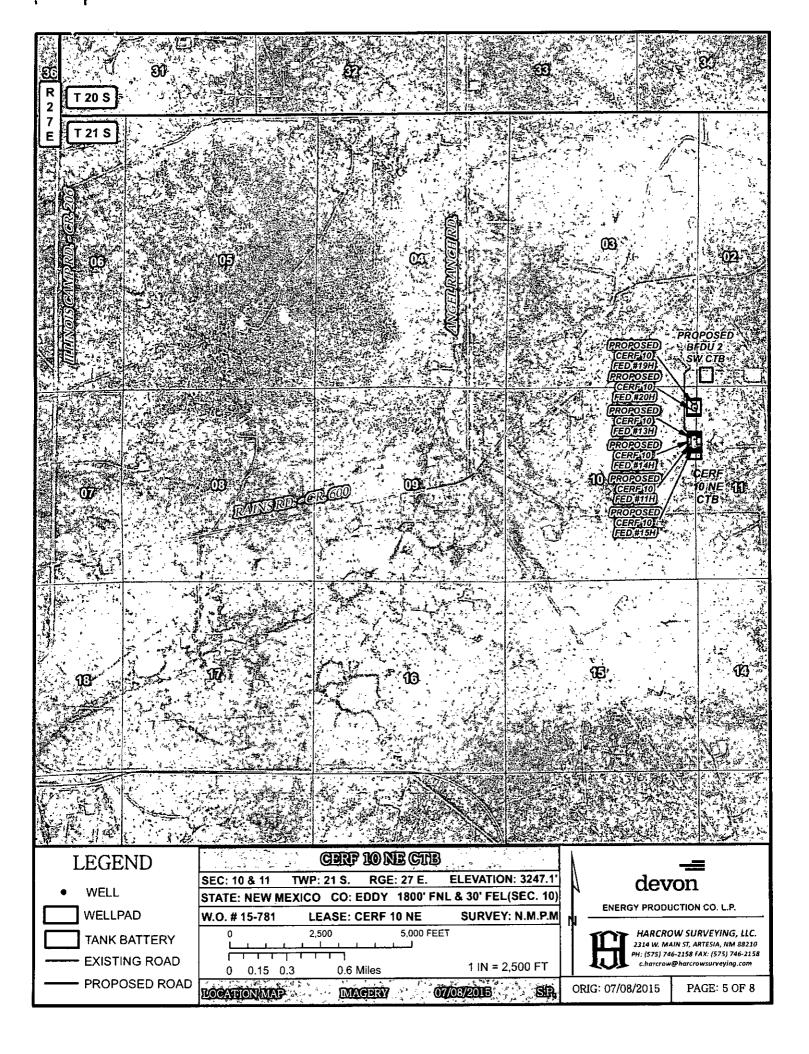


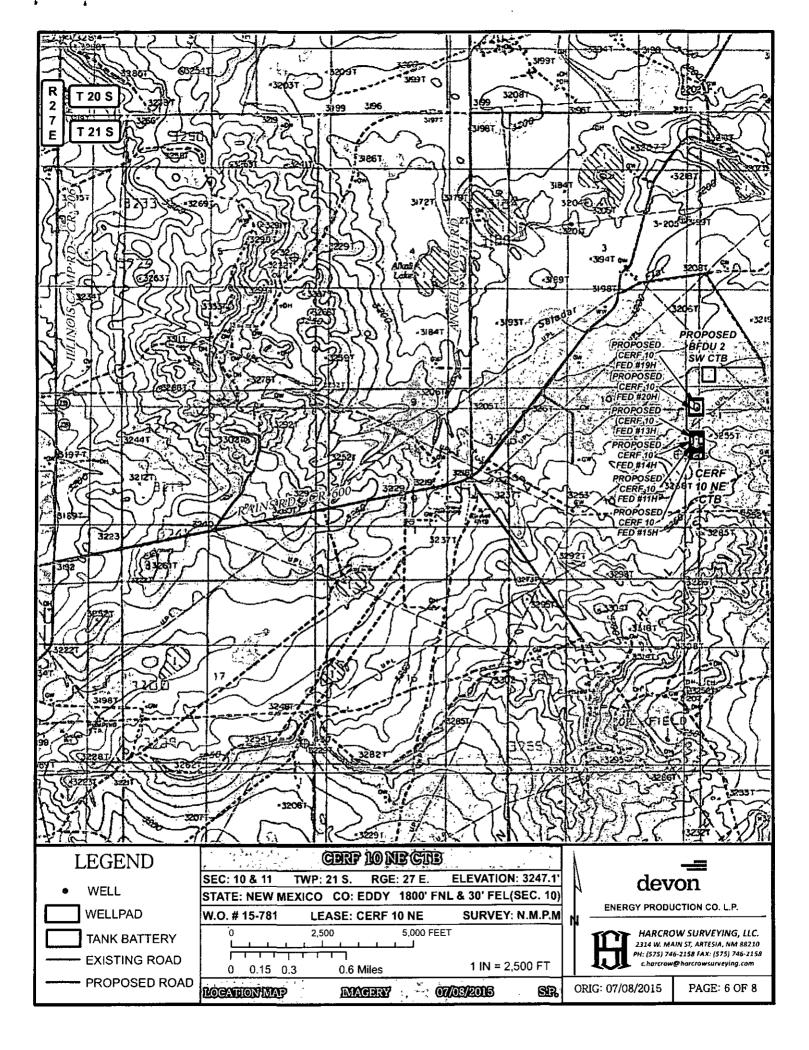


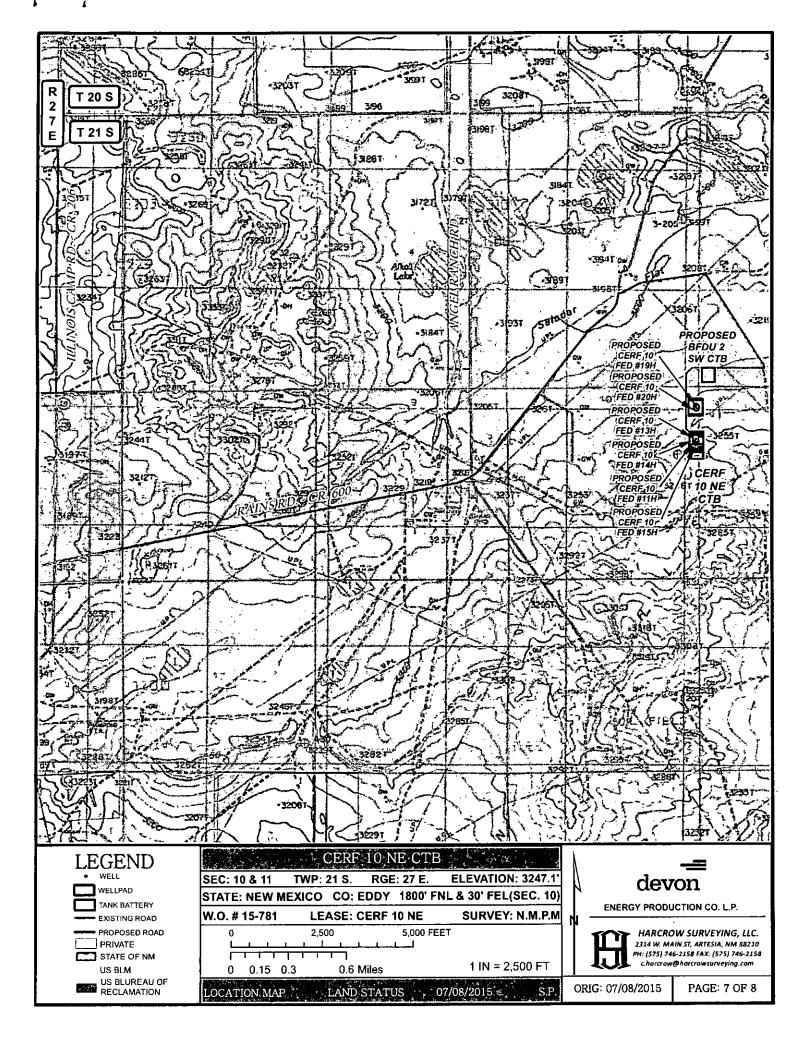


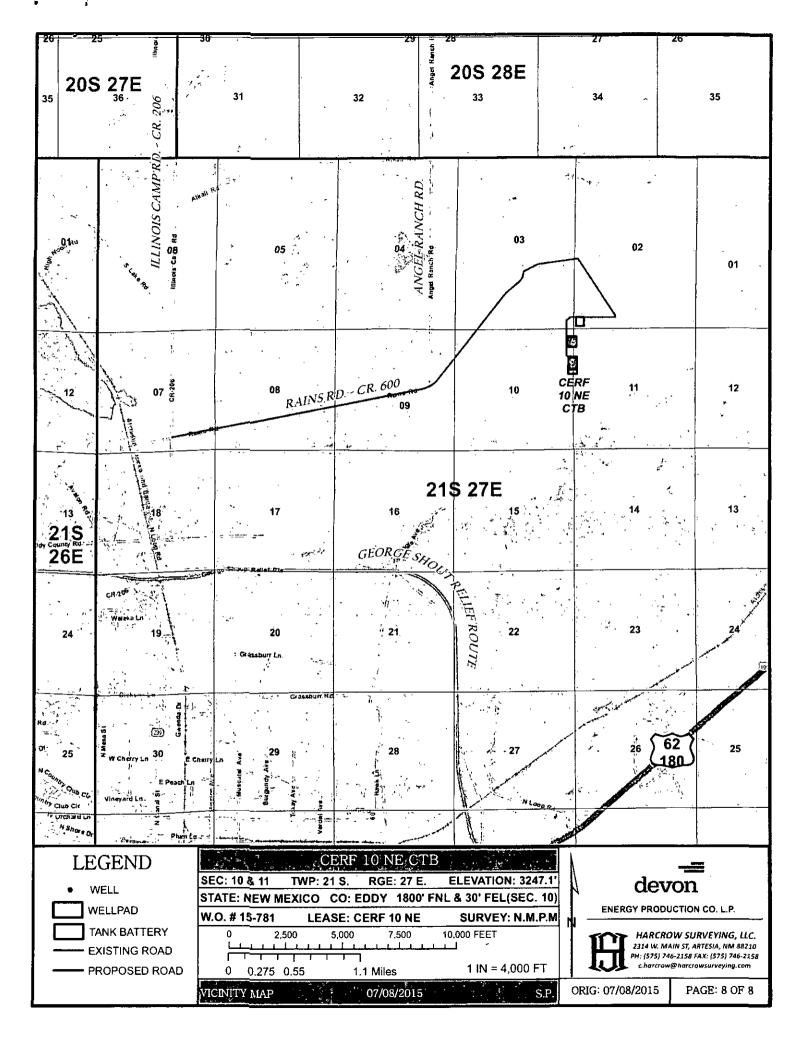


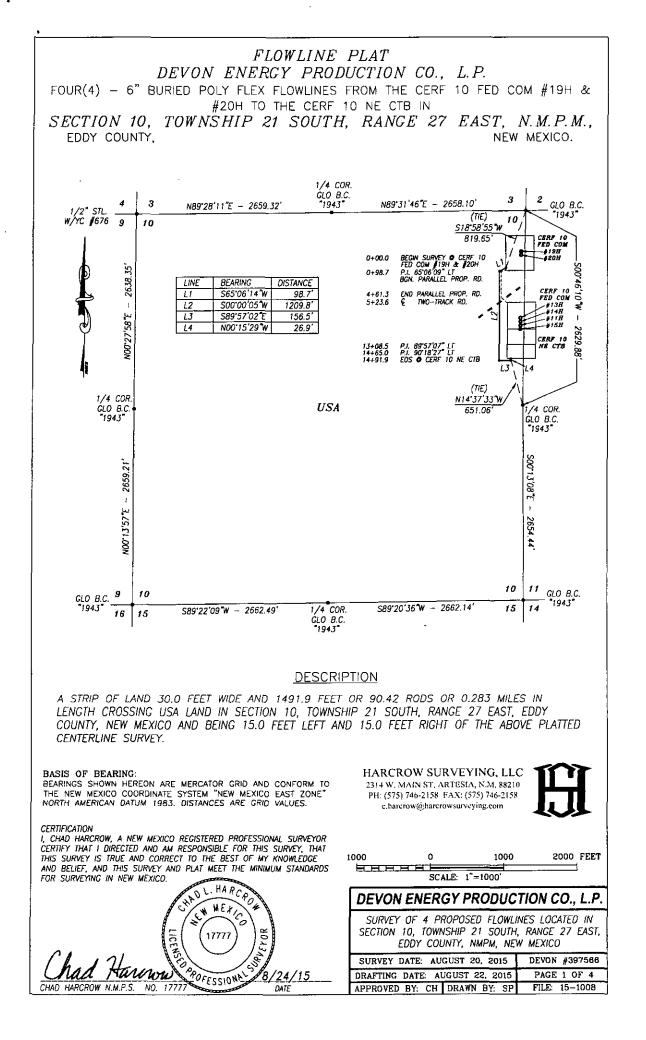


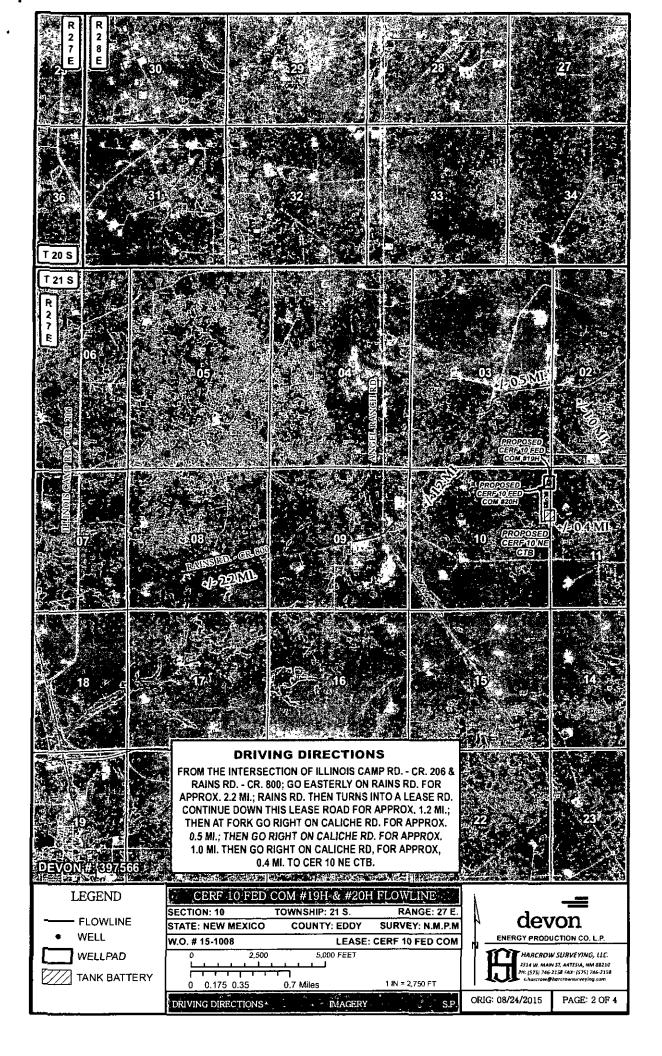


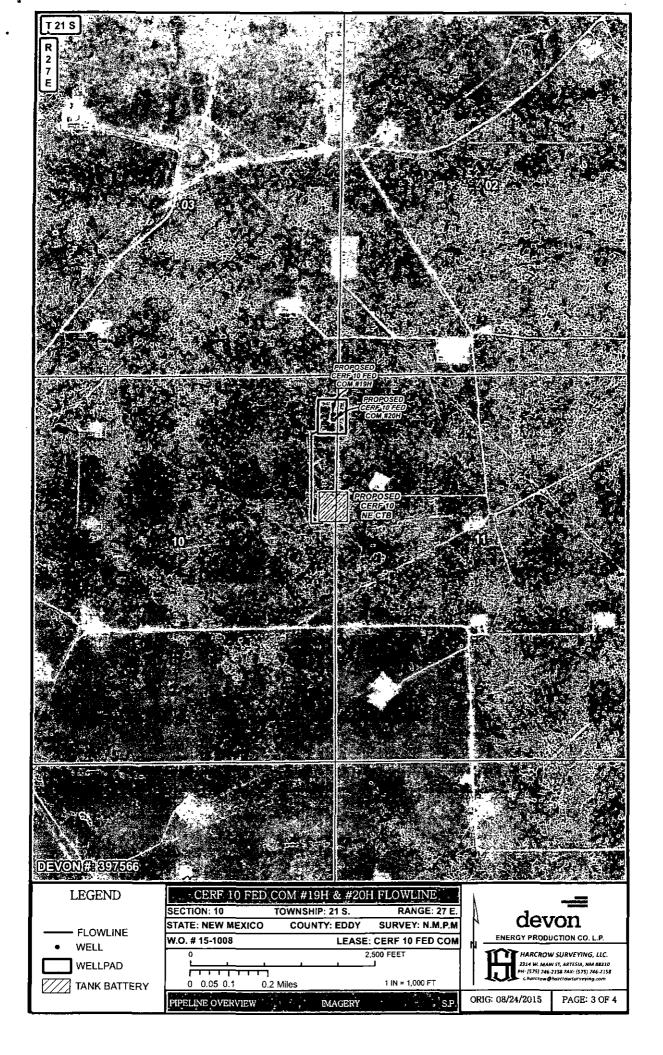


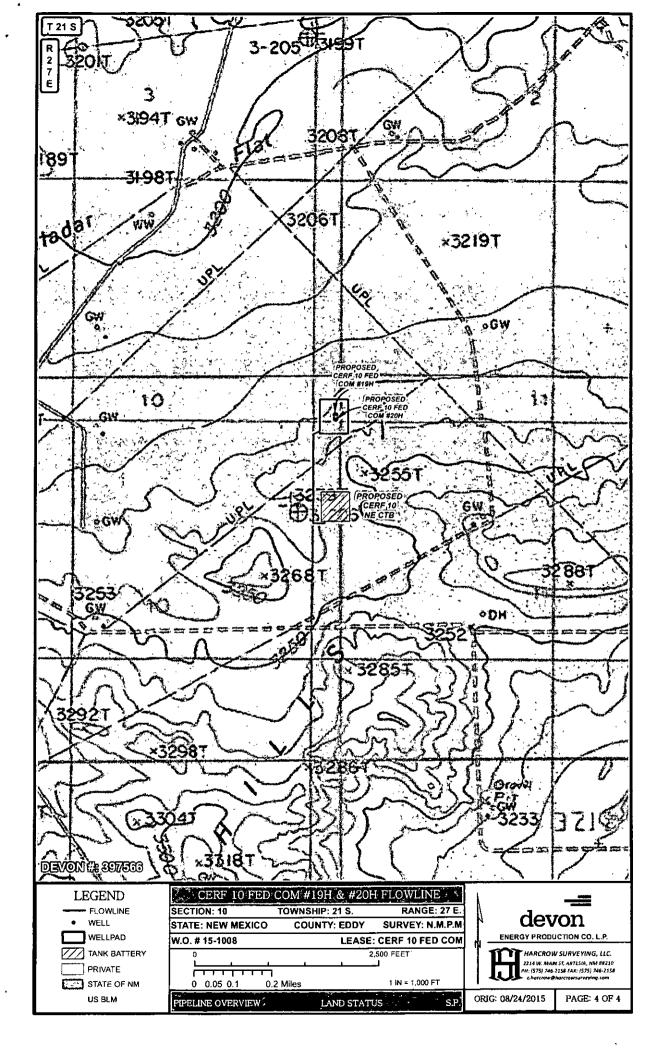












#### SURFACE USE PLAN

## Devon Energy Production Company, L.P. The on-site inspection for these projects was performed on – 4/7/2015 by CEHMM

#### CERF 10 FED COM 19H

#### **1.** Existing Roads:

- a. The well site and elevation plat for the proposed well are reflected on the "Site Map". The well was staked by Harcrow Surveying, LLC.
- b. All roads into the location are depicted on the "Vicinity Map". The operator will repair pot holes, clear ditches, repair the crown, etc. All existing structures on the entire access route such as cattle guards, culverts, etc. will be properly repaired or replaced if they are damaged or have deteriorated beyond practical use. BLM written approval will be acquired before application of surfactants, binding agents, or other dust suppression chemicals on roadways.
- c. Directions to Location: Please see "Site Map". From the intersection of Rains Road and Illinois Camp Road (CR 206), go EastNorthEast on Rains Road for approximately 2.4 miles passing Angel Ranch Road; then turn Left (Northeast) onto a caliche road and go approximately 1.3 miles to a "Y" intersection; then turn Right (East) and go approximately 0.5 miles; then turn Right (Southeast) and go approximately 0.6 miles; then turn Right (West) and go approximately 0.4 miles to proposed road on the Left (South); proposed well is approximately 0.2 miles South.

#### 2. New or Reconstructed Access Roads:

- a. The "Site Map" and "Access Road Plat" shows new constructed access road, which will be approximately 1866.9 feet from the existing lease road and will also serve the Cerf 10 Fed Com 11H, 13H, 14H, 15H & 20H wells. See "Access Road Plat". The SF299 for the Access Road ROW is attached.
- b. The maximum driving width of the access road will be 14 feet. The maximum width of surface disturbance when constructing the access road will not exceed 25 feet. The road will be crowned and ditched with 2% slope from the tip of the crown to the edge of the driving surface. The ditches will be 3 feet wide with 3:1 slopes. The driving surface will be made of 6" rolled and compacted caliche.
- c. When cutting fences separating ownership lines of the rancher(s), Devon will install cattle guards to prevent the loss of cattle. Devon will assume responsibility for any damages that occur to fences when moving a rig in or out of the area. No turnouts are planned.

## 3. Location of Existing Wells:

The attached "One Mile Radius Map" shows all existing and proposed wells within a one-mile radius of the proposed location.

## 4. Location of Existing and/or Proposed Production Facilities:

a. In the event the well is found productive, the Cerf 10 NE Central Tank Battery would be utilized and shared, located in Sec 10-T21S-R27E. See "Central Tank Battery Plat". This well will be padded with the Cerf 10 Fed Com 20H.

- b. Four 6" buried poly flex flowlines to carry water, oil & gas will run 4354.19' from the Cerf 10 Fed Com 19H & 20H to the Cerf 10 NE Central Tank Battery. See "Flowline Plat".
- c. The well will be operated by means of an electric distribution line and take-off point. We will connect to the electric distribution line that is on the West side of the pad. The run is 139.9 ft., coming on the West side of the pad. See "Powerline Survey". The SF299 for the Powerline Survey ROW is attached.
- d. All flow lines will adhere to API standards.
- e. If the well is productive, rehabilitation plans are as follows:
  - i. A closed loop system will be utilized.
  - ii. The original topsoil from the well site will be returned to the location. The drill site will then be contoured as close as possible to the original state.

## 5. Location and Types of Water Supply:

This location will be drilled using a combination of water mud systems (outlined in the Drilling Program). The water will be obtained from commercial water stations in the area and hauled to location by transport truck using the existing and proposed roads described and depicted on the "Vicinity Map". On occasion, water will be obtained from a pre-existing water well, running a pump directly to the drill rig. In cases where a poly pipeline is used to transport water for drilling purposes, proper authorizations will be secured. If a poly pipeline is used, the size, distance, and map showing route will be provided to the BLM via sundry notice.

## 6. Construction Materials:

- i

Obtaining caliche: One primary way of obtaining caliche to build locations and roads will be by "turning over" the location. This means caliche will be obtained from the actual well site. Actual amounts will vary for each pad. The procedure below has been approved by BLM personnel:

- a. The top 6 inches of topsoil is pushed off and stockpiled along the side of the location.
- b. Subsoil is removed and stockpiled within the surveyed well pad.
- c. When caliche is found, material will be stock piled within the pad site to build the location and road.
- d. Then subsoil is pushed back in the hole and caliche is spread accordingly across entire location and road.
- e. Once well is drilled, the stock piled top soil will be used for interim reclamation and spread along areas where caliche is picked up and the location size is reduced.
- f. Neither caliche, nor subsoil will be stock piled outside of the well pad. Topsoil will be stockpiled along the edge of the pad as depicted in the Well Site Layout or survey plat.

In the event that no caliche is found onsite, caliche will be hauled in from a BLM approved caliche pit or other established mineral pit. A BLM mineral material permit will be acquired prior to obtaining any mineral material from BLM pits or land.

## 7. Methods of Handling Waste Material:

a. Drill cuttings will be safely contained in a closed loop system and disposed of properly at a NMOCD approved disposal site.

- b. All trash, junk and other waste material will be contained in trash cages or trash bins to prevent scattering. When the job is completed all contents will be removed and disposed of in an approved sanitary landfill.
- c. The supplier will pick up salts remaining after completion of well, including broken sacks.
- d. A Porto-john will be provided for the rig crews. This equipment will be properly maintained during the drilling and completion operations and will be removed when all operations are complete.
- e. Remaining drilling fluids will be sent to a closed loop system. Water produced during completion will be put into a closed loop system. Oil and condensate produced will be put into a storage tank and sold.
- f. Fluids will be transported to an NMOCD approved facility and properly disposed.
- 8. Ancillary Facilities: No campsite or other facilities will be constructed as a result of this well.

## 9. Well Site Layout

- a. The Rig Location Layout attachment shows the proposed well site layout and pad dimensions.
- b. The Rig Location Layout attachment proposes location of sump pits and living facilities.
- c. Mud pits in the active circulating system will be steel pits.
- d. A closed loop system will be utilized. Devon will provide a copy of the Design Plan to the BLM.

## 10. Plans for Surface Reclamation:

- a. After concluding the drilling and/or completion operations, if the well is found non-commercial, the caliche will be removed from the pad and transported to the original caliche pit or used for other drilling locations. The road will be reclaimed as directed by the BLM. The original top soil will again be returned to the pad and contoured, as close as possible, to the original topography.
- b. The location and road will be rehabilitated as recommended by the BLM.
- c. If the well is deemed commercially productive, caliche from areas of the pad site not required for operations will be reclaimed. The original top soil will be returned to the area of the drill pad not necessary to operate the well. These unused areas of the drill pad will be contoured, as close as possible, to match the original topography. See "Interim Reclamation Diagram".
- d. All disturbed areas not needed for active support of production operations will undergo interim reclamation. The portions of the cleared well site not needed for operational and safety purposes will be recontoured to a final or intermediate contour that blends with the surrounding topography as much as possible. Topsoil will be respread over areas not needed for all-weather operations. See "Interim Reclamation Diagram".

## 11. Surface Ownership

- a. The surface is owned by the US Government and is administered by the Bureau of Land Management. The surface is multiple use with the primary uses of the region for the grazing of livestock and the production of oil and gas.
- b. The proposed road routes and the surface location will be restored as directed by the BLM.

## **12.** Other Information:

- a. The area surrounding the well site is grassland. The topsoil is very sandy in nature. The vegetation is moderately sparse with native prairie grass, sage bush, yucca and miscellaneous weeds. No wildlife was observed but it is likely that deer, rabbits, coyotes, and rodents traverse the area.
- b. There is no permanent or live water in the general proximity of the location.
- c. There are no dwellings within 2 miles of location.
- d. A Cultural Resources Examination will be completed by Lone Mountain Archaeological Services, Inc. and forwarded to the BLM office in Carlsbad, New Mexico.

#### 13. Bond Coverage:

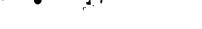
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Bond Coverage is Nationwide; Bond # is CO-1104.

#### **Operators Representative:**

The Devon Energy Production Company, L.P. representatives responsible for ensuring compliance of the surface use plan are listed below.

James Allbee – Project Supervisor Devon Energy Production Company, L.P. 333 W. Sheridan Oklahoma City, OK 73102-5010 (405) 228-8698 (office) (405) 820-8682 (Cellular) Don Mayberry - Superintendent Devon Energy Production Company, L.P. Post Office Box 250 Artesia, NM 88211-0250 (575) 748-3371 (office) (575) 746-4945 (home)



## Certification

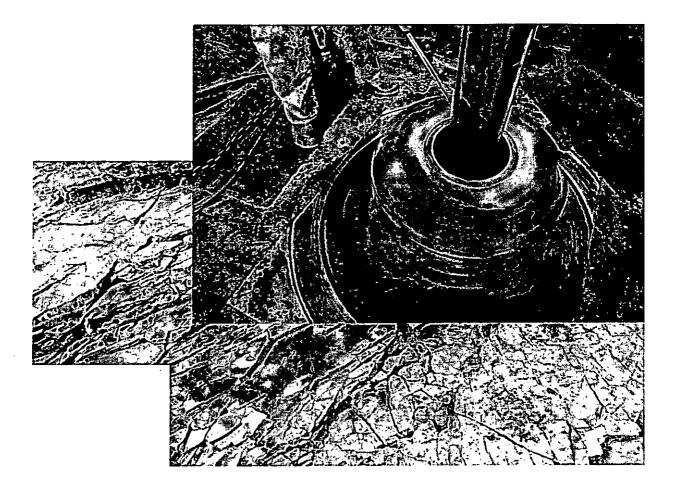
I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access road proposed herein; that I am familiar with the conditions that presently exist; that I have full knowledge of State and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or Devon Energy Production Company, L.P. am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

I hereby also certify that I, or Devon Energy Production Company, L.P. have made a good faith effort to provide the surface owner with a copy of the Surface Use Plan of Operations and any Conditions of Approval that are attached to the APD.

Executed this 3rd day of \_\_\_\_\_\_ 2015. Printed Name: Linda Good, Signed Name: <u>XIndia Soor</u> Position Title: Regulatory Compliance Specialist Address: 333 W. Sheridan, OKC OK 73102 Telephone: (405)-552-6558



Commitment Runs Deep



Design Plan Operation and Maintenance Plan Closure Plan

SENM - Closed Loop Systems June 2010

## I. Design Plan

Devon uses MI SWACO closed loop system (CLS). The MI SWACO CLS is designed to maintain drill solids at or below 5%. The equipment is arranged to progressively remove solids from the largest to the smallest size. Drilling fluids can thus be reused and savings is realized on mud and disposal costs. Dewatering may be required with the centrifuges to insure removal of ultra fine solids.

The drilling location is constructed to allow storm water to flow to a central sump normally the cellar. This insures no contamination leaves the drilling pad in the event of a spill. Storm water is reused in the mud system or stored in a reserve fluid tank farm until it can be reused. All lubricants, oils, or chemicals are removed immediately from the ground to prevent the contamination of storm water. An oil trap is normally installed on the sump if an oil spill occurs during a storm.

A tank farm is utilized to store drilling fluids including fresh water and brine fluids. The tank farm is constructed on a 20 ml plastic lined, bermed pad to prevent the contamination of the drilling site during a spill. Fluids from other sites may be stored in these tanks for processing by the solids control equipment and reused in the mud system. At the end of the well the fluids are transported from the tank farm to an adjoining well or to the next well for the rig.

Prior to installing a closed-loop system on site, the topsoil, if present, will be stripped and stockpiled for use as the final cover or fill at the time of closure.

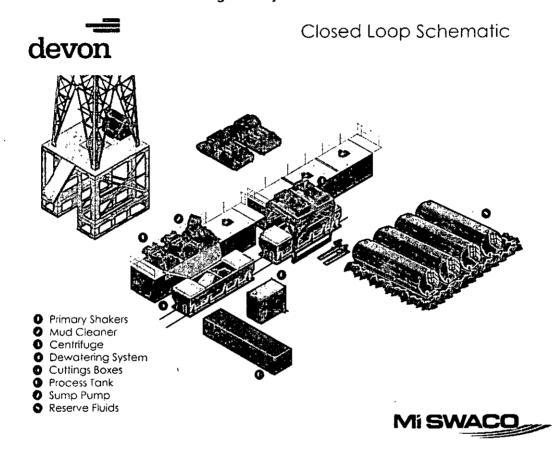
Signs will be posted on the fence surrounding the closed-loop system unless the closed-loop system is located on a site where there is an existing well, that is operated by Devon.

## II. Operations and Maintenance Plan

*Primary Shakers:* The primary shakers make the first removal of drill solids from the drilling mud as it leaves the well bore. The shakers are sized to handle maximum drilling rate at optimal screen size. The shakers normally remove solids down to 74 microns.

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*Mud Cleaner*: The Mud Cleaner cleans the fluid after it leaves the shakers. A set of hydrocyclones are sized to handle 1.25 to 1.5 times the maximum circulating rate. This ensures all the fluid is being processed to an average cut point of 25 microns. The wet discharged is dewatered on a shaker equipped with ultra fine mesh screens and generally cut at 40 microns.



*Centrifuges*: The centrifuges can be one or two in number depending on the well geometry or depth of well. The centrifuges are sized to maintain low gravity solids at 5% or below. They may or may not need a dewatering system to enhance the removal rates. The centrifuges can make a cut point of 8-10 microns depending on bowl speed, feed rate, solids loading and other factors.

The centrifuge system is designed to work on the active system and be flexible to process incoming fluids from other locations. This set-up is also dependent on well factors.

Dewatering System: The dewatering system is a chemical mixing and dosing system designed to enhance the solids removal of the centrifuge. Not commonly used in shallow wells. It may contain pH adjustment, coagulant mixing and dosing, and polymer mixing and dosing. Chemical flocculation binds ultra fine solids into a mass that is within the centrifuge operating design. The dewatering system improves the centrifuge cut point to infinity or allows for the return of clear water or brine fluid. This ability allows for the ultimate control of low gravity solids.

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*Cuttings Boxes:* Cuttings boxes are utilized to capture drill solids that are discarded from the solids control equipment. These boxes are set upon a rail system that allows for the removal and replacement of a full box of cuttings with an empty one. They are equipped with a cover that insures no product is spilled into the environment during the transportation phase.

*Process Tank:* (Optional) The process tank allows for the holding and process of fluids that are being transferred into the mud system. Additionally, during times of lost circulation the process tank may hold active fluids that are removed for additional treatment. It can further be used as a mixing tank during well control conditions.

Sump and Sump Pump: The sump is used to collect storm water and the pump is used to transfer this fluid to the active system or to the tank for to hold in reserve. It can also be used to collect fluids that may escape during spills. The location contains drainage ditches that allow the location fluids to drain to the sump.

*Reserve Fluids (Tank Farm):* A series of frac tanks are used to replace the reserve pit. These are steel tanks that are equipped with a manifold system and a transfer pump. These tanks can contain any number of fluids used during the drilling process. These can include fresh water, cut brine, and saturated salt fluid. The fluid can be from the active well or reclaimed fluid from other locations. A 20 ml liner and berm system is employed to ensure the fluids do not migrate to the environment during a spill.

If a leak develops, the appropriate division district office will be notified within 48 hours of the discovery and the leak will be addressed. Spill prevention is accomplished by maintaining pump packing, hoses, and pipe fittings to insure no leaks are occurring. During an upset condition the source of the spill is isolated and repaired as soon as it is discovered. Free liquid is removed by a diaphragm pump and returned to the mud system. Loose topsoil may be used to stabilize the spill and the contaminated soil is excavated and placed in the cuttings boxes. After the well is finished and the rig has moved, the entire location is scrapped and testing will be performed to determine if a release has occurred.

All trash is kept in a wire mesh enclosure and removed to an approved landfill when full. All spent motor oils are kept in separate containers and they are removed and sent to an approved recycling center. Any spilled lubricants, pipe dope, or regulated chemicals are removed from soil and sent to landfills approved for these products.

These operations are monitored by Mi Swaco service technicians. Daily logs are maintained to ensure optimal equipment operation and maintenance. Screen and chemical use is logged to maintain inventory control. Fluid properties are monitored and recorded and drilling mud volumes are accounted for in the mud storage farm. This data is kept for end of well review to insure performance goals are met. Lessons learned are logged and used to help with continuous improvement.

A MI SWACO field supervisor manages from 3-5 wells. They are responsible for training personnel, supervising installations, and inspecting sites for compliance of MI SWACO safety and operational policy.

#### III. Closure Plan

A maximum 340' X 340' caliche pad is built per well. All of the trucks and steel tanks fit on this pad. All fluid cuttings go to the steel tanks to be hauled by various trucking companies to an agency approved disposal.

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NM OIL CONSERVATION

ARTESIA DISTRICT

MAY 16 2016

# PECOS DISTRICT CONDITIONS OF APPROVAL

## RECEIVED

OPERATOR'S NAME:	Devon Energy Prod Co
LEASE NO.:	NM14768
WELL NAME & NO.:	19H-Cerf 10 Fed Com
SURFACE HOLE FOOTAGE:	550'/N & 50'/E
BOTTOM HOLE FOOTAGE	· · · · · · · · · · · · · · · · · · ·
LOCATION:	Section 10, T. 21 S., R. 27 E., NMPM
COUNTY:	Eddy County, New Mexico

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Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

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Noxious Weeds
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## I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

## II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

## **III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES**

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

## IV. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

# V. SPECIAL REQUIREMENT(S)

## **Communitization Agreement:**

- 1. The operator will submit a Communitization Agreement to the Carlsbad Field Office, 620 E Greene St. Carlsbad, New Mexico 88220, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- 2. If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- 3. In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

## Cave and Karst Conditions of Approval:

\*\* Depending on location, additional Drilling, Casing, and Cementing procedures may be required by engineering to protect critical karst groundwater recharge areas.

## Cave/Karst Surface Mitigation

The following stipulations will be applied to minimize impacts during construction, drilling and production.

## **Construction**:

In the advent that any underground voids are opened up during construction activities, construction activities will be halted and the BLM will be notified immediately.

## No Blasting:

No blasting will be utilized for pad construction. The pad will be constructed and leveled by adding the necessary fill and caliche.

## Pad Berming:

The entire perimeter of the well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad.

- The compacted berm shall be constructed at a minimum of 12 inches high with impermeable mineral material (e.g. caliche).
- No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad.

- The topsoil stockpile shall be located outside the bermed well pad.
- Topsoil, either from the well pad or surrounding area, shall not be used to construct the berm.
- No storm drains, tubing or openings shall be placed in the berm.
- If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.
- The integrity of the berm shall be maintained around the surfaced pad throughout the life of the well and around the downsized pad after interim reclamation has been completed.
- Any access road entering the well pad shall be constructed so that the integrity of the berm height surrounding the well pad is not compromised. (Any access road crossing the berm cannot be lower than the berm height.)

## Tank Battery Liners and Berms:

Tank battery locations and all facilities will be lined and bermed. A 20 mil permanent liner will be installed with a 4 oz. felt backing to prevent tears or punctures. Tank battery berms must be large enough to contain  $1\frac{1}{2}$  times the content of the largest tank.

## Leak Detection System:

A method of detecting leaks is required. The method could incorporate gauges to measure loss, situating values and lines so they can be visually inspected, or installing electronic sensors to alarm when a leak is present. Leak detection plan will be submitted to BLM for approval.

## Automatic Shut-off Systems:

Automatic shut off, check values, or similar systems will be installed for pipelines and tanks to minimize the effects of catastrophic line failures used in production or drilling.

## Cave/Karst Subsurface Mitigation

The following stipulations will be applied to protect cave/karst and ground water concerns:

#### **Rotary Drilling with Fresh Water:**

Fresh water will be used as a circulating medium in zones where caves or karst features are expected. SEE ALSO: Drilling COAs for this well.

## **Directional Drilling:**

Kick off for directional drilling will occur at least 100 feet below the bottom of the cave occurrence zone. SEE ALSO: Drilling COAs for this well.

## Lost Circulation:

ALL lost circulation zones from the surface to the base of the cave occurrence zone will be logged and reported in the drilling report.

Regardless of the type of drilling machinery used, if a void of four feet or more and circulation losses greater than 70 percent occur simultaneously while drilling in any cave-

bearing zone, the BLM will be notified immediately by the operator. The BLM will assess the situation and work with the operator on corrective actions to resolve the problem.

#### **Abandonment Cementing:**

Upon well abandonment in high cave karst areas additional plugging conditions of approval may be required. The BLM will assess the situation and work with the operator to ensure proper plugging of the wellbore.

## **Pressure Testing:**

Annual pressure monitoring will be performed by the operator on all casing annuli and reported in a sundry notice. If the test results indicated a casing failure has occurred, remedial action will be undertaken to correct the problem to the BLM's approval.

#### **Powerlines:**

Smaller powerlines will be routed around sinkholes and other karst features to avoid or lessen the possibility of encountering near surface voids and to minimize changes to runoff or possible leaks and spills from entering karst systems. Larger powerlines will adjust their pole spacing to avoid cave and karst features. The BLM, Carlsbad Field Office, will be informed immediately if any subsurface drainage channels, cave passages, or voids are penetrated during construction and no further construction will be done until clearance has been issued by the Authorized Officer. Special restoration stipulations or realignment may be required.

## Watershed

- The entire well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad. Topsoil shall not be used to construct the berm. No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad. The berm shall be maintained through the life of the well and after interim reclamation has been completed.
- Any water erosion that may occur due to the construction of the well pad during the life of the well will be quickly corrected and proper measures will be taken to prevent future erosion.

# VI. CONSTRUCTION

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## A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (575) 234-5909 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

## **B.** TOPSOIL

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

## C. CLOSED LOOP SYSTEM

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

## **D.** FEDERAL MINERAL MATERIALS PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

## E. WELL PAD SURFACING

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

## F. EXCLOSURE FENCING (CELLARS & PITS)

## **Exclosure Fencing**

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The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

## G. ON LEASE ACCESS ROADS

## **Road Width**

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) feet.

#### Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

#### Crowning

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

## Ditching

Ditching shall be required on both sides of the road.

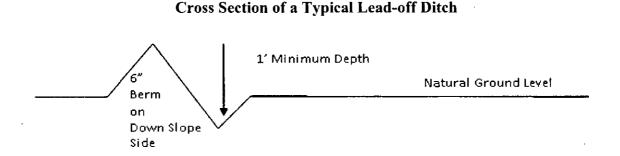
## Turnouts

Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

#### Drainage

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outsloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

## Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

400 foot road with 4% road slope: 400' + 100' = 200' lead-off ditch interval 4%

#### Cattleguards

An appropriately sized cattleguard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattleguards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattleguards that are in place and are utilized during lease operations.

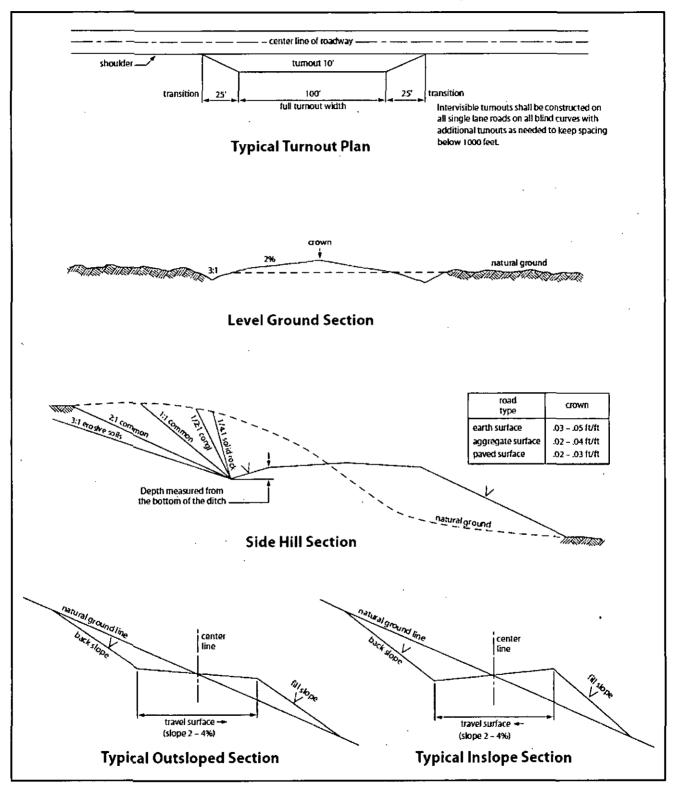
#### **Fence Requirement**

Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

#### **Public Access**

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

# Construction Steps1. Salvage topsoil3. Redistribute topsoil2. Construct road4. Revegetate slopes





## VII. DRILLING

## A. DRILLING OPERATIONS REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)

## **Eddy County**

Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822

- 1. A Hydrogen Sulfide (H2S) Drilling Plan shall be activated 500 feet prior to drilling into the Delaware formation. As a result, the Hydrogen Sulfide area must meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.
- 2. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval. If the drilling rig is removed without approval an Incident of Non-Compliance will be written and will be a "Major" violation.
- 3. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works is located, this does not include the dog house or stairway area.
- 4. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well – vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report. This well assist in better understanding the shelf geologic stratigraphy.

#### **B.** CASING

Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.).

The initial wellhead installed on the well will remain on the well with spools used as needed.

Centralizers required on surface casing per Onshore Order 2.III.B.1.f.

#### Wait on cement (WOC) for Water Basin:

After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least <u>8 hours</u>. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. DURING THIS WOC TIME, NO DRILL PIPE, ETC. SHALL BE RUN IN THE HOLE.

Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.

No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.

#### <u>Risks:</u>

Possibility of water flows from the Castile and the Salado. Possibility of lost circulation from the Rustler, the Red Beds, and the Delaware.

HIGH CAVE/ KARST: <u>A MINIMUM OF TWO CASING STRINGS CEMENTED</u> <u>TO SURFACE IS REQUIRED IN HIGH CAVE/KARST AREAS.</u> THE CEMENT MUST BE IN A SOLID SHEATH. THEREFORE, ONE INCH OPERATIONS ARE NOT SUFFICIENT TO PROTECT CAVE KARST RESOURCES. A CASING DESIGN THAT HAS A ONE INCH JOB PERFORMED DOES NOT COUNT AS A SOLID SHEATH.

<u>ON A THREE STRING OR GREATER DESIGN</u>: IF THE PRIMARY CEMENT JOB ON THE SURFACE CASING DOES NOT CIRCULATE, THEN THE NEXT TWO CASING STRINGS MUST BE CEMENTED TO SURFACE. Freshwater mud to be used to setting depth of the surface casing.

- The 20 inch surface casing shall be set at approximately 360 feet (to protect all usable ware and cave/ karst zones, and if salt is encountered, set casing at least 25 feet above the salt) and cemented to the surface. <u>Excess calculates to negative</u> <u>10% - Additional cement shall be required.</u>
  - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
  - b. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry.
  - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
  - d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 13 3/8 inch first (1st) intermediate casing which shall be set at 720 feet (to avoid setting in the Reef, and to allow more room for DV Tool if severe lost circulation occurs) is:

Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst.

3. The minimum required fill of cement behind the 9 5/8 inch second (2nd) intermediate casing is:

## **Option 1 (Single Stage):**

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Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst.

## Option 2 (Two Stage):

DV tool shall be set a minimum of 50 feet below previous shoe and a minimum of 200 feet above current shoe. Operator shall submit sundry if DV tool depth cannot be set in this range.

Operator proposed DV tool depth of 700 feet does not meet the setting criteria. Operator shall adjust cement proportionately considering the described requirements.

- a. First stage to DV tool:
- Cement to circulate. If cement does not circulate, contact the appropriate BLM office before proceeding with second stage cement job. Operator should have plans as to how they will achieve approved top of cement on the next stage.
- b. Second stage above DV tool:
- Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst. Additional cement may be required since excess was calculated to be 2%.

Centralizers required on horizontal leg, must be type for horizontal service and a minimum of one every other joint.

4. The minimum required fill of cement behind the 5-1/2 inch production casing is:

**Option 1 (Single Stage):** 

Cement tie-back is appropriate as proposed. Operator shall provide method of verification. Additional cement may be required since excess was calculated to be 21%.

#### **Option 2 (Two Stage):**

Operator has proposed DV tool at depth of 750 feet, but will adjust cement proportionately if moved. DV tool shall be set a minimum of 50 feet below previous shoe and a minimum of 200 feet above current shoe. Operator shall submit sundry if DV tool depth cannot be set in this range.

- a. First stage to DV tool:
- Cement to circulate. If cement does not circulate, contact the appropriate BLM office before proceeding with second stage cement job. Operator should have plans as to how they will achieve approved top of cement on the next stage.
- b. Second stage above DV tool:
- Cement tie-back is appropriate as proposed. Operator shall provide method of verification. Excess calculates to 0% Additional cement shall be required.
- 5. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.

## C. PRESSURE CONTROL

- All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API 53.
   For H&P rigs – the stump test is not an approved BOP test. Equipment shall be tested when mounted on well head.
- 2. Variance approved to use flex line from BOP to choke manifold. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor. If the BLM inspector questions the straightness of the hose, a BLM engineer will be contacted and will review in the field or via picture supplied by inspector to determine if changes are required (operator shall expect delays if this occurs).
- 3. A variance is granted for the use of a diverter on the 20 inch surface casing.
- 4. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the <u>13 3/8 inch intermediate casing</u>. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 3000 (3M) psi.
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test.
  - d. Operator shall perform the intermediate casing integrity test to 70% of the casing burst. This will test the multi-bowl seals.
  - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.

- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
  - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
  - b. The tests shall be done by an independent service company utilizing a test plug **not a cup or J-packer**.
  - c. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
  - d. The results of the test shall be reported to the appropriate BLM office.
  - e. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
  - f. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.

## D. DRILL STEM TEST

If drill stem tests are performed, Onshore Order 2.III.D shall be followed.

## E. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

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## VIII. PRODUCTION (POST DRILLING)

#### A. WELL STRUCTURES & FACILITIES

#### **Placement of Production Facilities**

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

#### **Exclosure Netting (Open-top Tanks)**

Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps.

#### Chemical and Fuel Secondary Containment and Exclosure Screening.

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install

effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

## **Open-Vent Exhaust Stack Exclosures**

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (*Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.*) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

#### **Containment Structures**

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

#### Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, <u>Shale Green</u> from the BLM Standard Environmental Color Chart (CC-001: June 2008).

#### B. PIPELINES

## **BURIED PIPELINE STIPULATIONS**

A copy of the application (Grant, APD, or Sundry Notice) and attachments, including conditions of approval, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.

2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b.

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A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.

3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C.6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.

4. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure of holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.

5. All construction and maintenance activity will be confined to the authorized right-ofway.

6. The pipeline will be buried with a minimum cover of 36 inches between the top of the pipe and ground level.

7. The maximum allowable disturbance for construction in this right-of-way will be 30 feet:

• Blading of vegetation within the right-of-way will be allowed: maximum width of blading operations will not exceed 20 feet. The trench is included in this area. (Blading is defined as the complete removal of brush and ground vegetation.)

• Clearing of brush species within the right-of-way will be allowed: maximum width of clearing operations will not exceed 30 feet. The trench and bladed area are included in this area. (Clearing is defined as the removal of brush while leaving ground vegetation (grasses, weeds, etc.) intact. Clearing is best accomplished by holding the blade 4 to 6 inches above the ground surface.)

• The remaining area of the right-of-way (if any) shall only be disturbed by

compressing the vegetation. (Compressing can be caused by vehicle tires, placement of equipment, etc.)

8. The holder shall stockpile an adequate amount of topsoil where blading is allowed. The topsoil to be stripped is approximately <u>6</u> inches in depth. The topsoil will be segregated from other spoil piles from trench construction. The topsoil will be evenly distributed over the bladed area for the preparation of seeding.

9. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

10. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in rows, piles, or berms, unless otherwise approved by the Authorized Officer. The entire right-of-way shall be recontoured to match the surrounding landscape. The backfilled soil shall be compacted and a 6 inch berm will be left over the ditch line to allow for settling back to grade.

11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.

12. The holder will reseed all disturbed areas. Seeding will be done according to the attached seeding requirements, using the following seed mix.

() seed mixture 1	(	) seed mixture 3
(X) seed mixture 2	(	) seed mixture 4
() seed mixture 2/LPC		() Aplomado Falcon Mixture

13. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "Standard Environmental Colors" – Shale Green, Munsell Soil Color No. 5Y 4/2.

14. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. All signs and information thereon will be posted in a permanent, conspicuous manner, and will be maintained in a legible condition for the life of the pipeline.

15. The holder shall not use the pipeline route as a road for purposes other than routine

maintenance as determined necessary by the Authorized Officer in consultation with the holder before maintenance begins. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway. As determined necessary during the life of the pipeline, the Authorized Officer may ask the holder to construct temporary deterrence structures.

16. Any cultural and/or paleontological resources (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

17. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes associated roads, pipeline corridor and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

18. Escape Ramps - The operator will construct and maintain pipeline/utility trenches that are not otherwise fenced, screened, or netted to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps, ladders, or other methods of avian and terrestrial wildlife escape in the trenches according to the following criteria:

a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench.

b. For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.

#### C. ELECTRIC LINES

STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

A copy of the grant and attachments, including stipulations, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

1. The holder shall indemnify the United States against any liability for damage to life or

property arising from the occupancy or use of public lands under this grant.

2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 <u>et seq</u>. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.

3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.

4. There will be no clearing or blading of the right-of-way unless otherwise agreed to in writing by the Authorized Officer.

5. Power lines shall be constructed and designed in accordance to standards outlined in "Suggested Practices for Avian Protection on Power lines: The State of the Art in 2006" Edison Electric Institute, APLIC, and the California Energy Commission 2006. The holder shall assume the burden and expense of proving that pole designs not shown in the above publication deter raptor perching, roosting, and nesting. Such proof shall be provided by a raptor expert approved by the Authorized Officer. The BLM reserves the right to require modification or additions to all powerline structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. Such modifications and/or additions shall be made by the holder without liability or expense to the United States.

Raptor deterrence will consist of but not limited to the following: triangle perch discouragers shall be placed on each side of the cross arms and a nonconductive perching deterrence shall be placed on all vertical poles that extend past the cross arms.

6. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The

holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

7. The BLM serial number assigned to this authorization shall be posted in a permanent, conspicuous manner where the power line crosses roads and at all serviced facilities. Numbers will be at least two inches high and will be affixed to the pole nearest the road crossing and at the facilities served.

8. Upon cancellation, relinquishment, or expiration of this grant, the holder shall comply with those abandonment procedures as prescribed by the Authorized Officer.

9. All surface structures (poles, lines, transformers, etc.) shall be removed within 180 days of abandonment, relinquishment, or termination of use of the serviced facility or facilities or within 180 days of abandonment, relinquishment, cancellation, or expiration of this grant, whichever comes first. This will not apply where the power line extends service to an active, adjoining facility or facilities.

10. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

11. Special Stipulations:

- For reclamation remove poles, lines, transformer, etc. and dispose of properly.
- Fill in any holes from the poles removed.

## IX. INTERIM RECLAMATION

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

## X. FINAL ABANDONMENT & RECLAMATION

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

#### Seed Mixture 2, for Sandy Sites

The holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)\* per acre. There shall be <u>no</u> primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed will be done in accordance with State law (s) and within nine (9) months prior to purchase. Commercial seed will be either certified or registered seed. The seed container will be tagged in accordance with State law(s) and available for inspection by the authorized officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). The holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per <u>acre are to be doubled</u>. The seeding will be repeated until a satisfactory stand is established as determined by the authorized officer. Evaluation of growth will not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed\* per acre:

Species	l <u>b/acre</u>
Sand dropseed (Sporobolus cryptandrus)	1.0
Sand love grass (Eragrostis trichodes)	1.0
Plains bristlegrass (Setaria macrostachya)	2.0

\*Pounds of pure live seed:

Pounds of seed x percent purity x percent germination = pounds pure live seed

## NMOCD CONDITION OF APPROVAL

The New! Gas Capture Plan (GCP) notice is posted on the NMOCD website under Announcements. The Plan became effective May 1, 2016. A copy of the GCP form is included with the NOTICE and is also in our FORMS section under Unnumbered Forms. Please review filing dates for all applicable activities currently approved or pending and submit accordingly. Failure to file a GCP may jeopardize the operator's ability to obtain C-129 approval to flare gas after the initial 60-day completion period.