Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. NMNM54290

	SUNDRY NOTICES AND REPORTS ON WELLS							
Do not use thi abandoned wel	s form for proposals to o ll. Use form 3160-3 (APD	frill or to re-) for such p	enter an roposals.		6. If Indian, Allottee or	Tribe Name		
SUBMIT IN 1	TRIPLICATE - Other instr	uctions on p	page 2		7. If Unit or CA/Agree	ment, Name and/or No.		
1. Type of Well A Oil Well Gas Well Oth	ner		V		8. Well Name and No. NORTH BRUSHY	DRAW FEDERAL 35 5H		
Name of Operator RKI EXPLORATION & PROD	Contact: J LLC E-Mail: jessica.dem	ESSICA M E arce@wpxene	DEMARCE rgy.com		9. API Well No. 30-015-42291-0	0-X1		
3a. Address 3500 ONE WILLIAMS CENTE TULSA, OK 74172	R MD 35	3b. Phone No. Ph: 539-57	(include area code) 3-3521		10. Field and Pool or E CORRAL CANY	xploratory Area ON		
4. Location of Well (Footage, Sec., T.	, R., M., or Survey Description)				11. County or Parish, S	State		
Sec 35 T25S R29E SESW 179 32.053455 N Lat, 103.562225					EDDY COUNTY	, NM		
12. CHECK THE AF	PPROPRIATE BOX(ES)	TO INDICAT	TE NATURE O	F NOTICE,	REPORT, OR OTH	ER DATA		
TYPE OF SUBMISSION			TYPE OF	F ACTION				
✓ Notice of Intent	☐ Acidize	☐ Deep	en	☐ Product	ion (Start/Resume)	☐ Water Shut-Off		
_	Alter Casing	☐ Hydi	aulic Fracturing	Reclam Reclam	ation	■ Well Integrity		
☐ Subsequent Report	□ Casing Repair	□ New	Construction	☐ Recomp	olete	Other		
☐ Final Abandonment Notice	☐ Change Plans	Plug	and Abandon	Change to Original A PD				
	☐ Convert to Injection	Plug	Back	☐ Water I	Disposal			
Attach the Bond under which the wor following completion of the involved testing has been completed. Final Abdetermined that the site is ready for final RKI is requesting to change the Please see attached plats, generally co-flex hose variance request	operations. If the operation resignandonment Notices must be file inal inspection. The BHL from 230? FNL, 23 opprogs, drilling plan, BOP	ults in a multiple d only after all r	e completion or reco equirements, includ 230? FNL, 2550	ompletion in a ling reclamation?	new interval, a Form 316 n, have been completed a 	0-4 must be filed once nd the operator has		
,					JAN 0	3 2017		
02 Paul	17	SE CO	E ATTAC	CHED F NS OF .	OR TOTAL			
	Electronic Submission #3 For RKI EXPLOR mitted to AFMSS for proce	ATION & PRE	D LLC, sent to t CILLA PEREZ or	he Carlsbad n 10/17/2016	(17PP0055SE)			
Name (Printed/Typed) JESSICA	M DEMARCE		Title REGUL	ATORY TE	CHNICIAN	· · · · · · · · · · · · · · · · · · ·		
Signature (Electronic S	ubmission)		Date 10/13/20	016				
	THIS SPACE FO	R FEDERA	L OR STATE	OFFICE U	SE			
Approved By CHRISTOPHER WA	LLS		TitlePETROLE	UM ENGINI	ER	Date 12/29/2016		
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to condu	d. Approval of this notice does raitable title to those rights in the		Office Carlsbac					
Title 18 U.S.C. Section 1001 and Title 43 U.S. States any false, fictitious or fraudulent s				willfully to ma	ike to any department or	agency of the United		

DISTRICT I
1623 N. French Dr. Hobbs, NN 188240
Phace: (575) 393-6161 Fac (375) 393-0720
DISTRICT II
811 S. Fren St. Arteia, NN 88210
Phace: (575) 743-1243 Fac (375) 745-9720
DISTRICT III
1000 Rio Bratos Rd. Artee, NM 57410
Phace: (595) 334-0178 Fac; (995) 334-0170
DISTRICT IV
1230 S. St. Francis Dr. Sami Pc. NM 87505
Phace: (595) 376-3460 Fac; (595) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

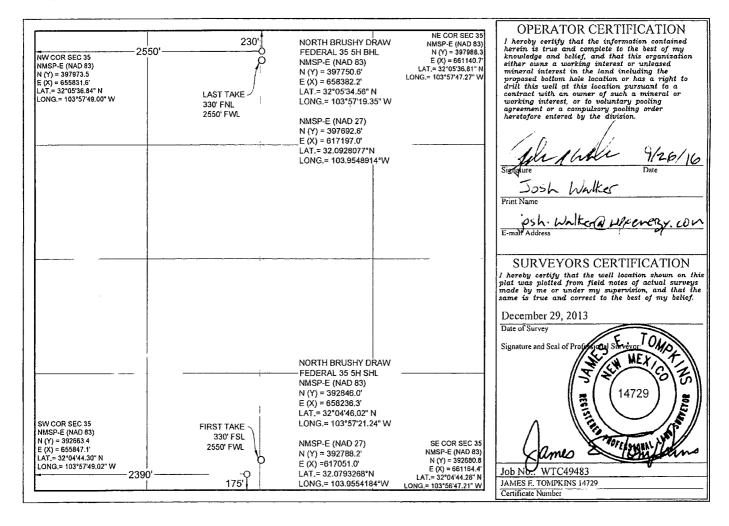
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

A	PI Number			Pool Code 13354		Pool Name UNDESIGNATED WOLFCAMP					
Property Co	ode		<u> </u>	· · · · · · · · · · · · · · · · · · ·	Property Nam	ne		Well Nu	mber		
			1	NORTH B	RUSHY DRA'		5H				
OGRID N	О.			Elevati	Elevation						
24628	9			RKI EXPL	ORATION &	PRODUCTION		299	7'		
·					Surface Loc	ation					
UL or lot 110.	Section	Township	Range	Lot Idn	Feet from the	Feet from the	East/West line	County			
N	35	25 S	29 E		175	SOUTH	2390	WEST	EDDY		
		L	Bott	om Hole I	Location If Di	fferent From Surfac	e				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
С	35	25 S	29 E	29 E 230 NORTH 2550 WEST E							
Dedicated Acres	Joint or	Infill	Consolidated Co	idated Code Order No.					•		
160											

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



WPX Energy

Well

North Brushy Draw 35-5H

Location

Surface: Bottom Hole: 175 FSL 230 FNL 2,390 FWL 2,550 FWL Sec 35-25S-29E Sec 35-25S-29E

County

Eddy

State

New Mexico

1) The elevation of the unprepared ground is

2,997 feet above sea level.

2) The geologic name of the surface formation is Quaternary - Alluvium.

3) A rotary rig will be utilized to drill the well to

15,443 feet and run casing and cement.

This equipment will then be rigged down and the well will be completed with a workover rig.

4) Proposed depth is

15,443 feet MD

5) Estimated tops:

	MD	TVD		
Bell Canyon Sand (Base Salt)	3,214	3,214		BHP = .44 psi/ft x depth
Cherry Canyon Sand	4,316	4,304		1,414 psi
Brushy Canyon Sand	5,393	5,377		1,894 psi
Bone Spring Lime	7,013	6,997	Oil	2,366 psi
1st Bone Spring Sand	7,919	7,903	Oil	3,079 psi
2nd Bone Spring Sand	8,807	8,791	Oil	3,477 psi
3rd Bone Spring Sand	9,830	9,814	Oil	3,868 psi
Wolfcamp	10,191	10,175	Oil	4,318 psi
Wolfcamp A	10,394	10,309	Oil	4,477 psi
			Oil	4,536
KOP	10,141	10,125	Oil	-
Landing Point (Wolfcamp)	10,891	10,603	Oil	4,455 psi
TD	15,443	10,603	Oil	4,665 psi

6) Casing program:

Hole Size	Тор	Bottom	OD Csg	Wt/Grade	Connection	Collapse Design	Burst Design	Tension Design
		600	j			Factor	Factor	Factor
17 1/2"	0	•	13 3/8"	54.5#/)-55	ST&C	2.57	12.4	9.43
12 1/4"	0	3,214	9 5/8"	40#/J-55	LT&C	1.43	5.5	9 4.04
8 3/4"	0	10,891	7"	29#/HCP-110	BT&C	1.30	1.9	9 2.81
6 1/8"	10,141	15,443	4 1/2"	13.5#/HCP-110	CDC-HTC	2.29	1.2	24 6.19

Collapse	1.125
Burst	1.0
Tension	2.0

7) Cement program:

17 1/2" hole Surface 13 3/8" Pipe OD Setting Depth 1,000 ft Annular Volume 0.69462 cf/ft

100 % 1 Excess

Lead 794 sx 1.75 cf/sk 9.13 gal/sk 13.5 ppg 200 sx 1.33 cf/sk 6.32 gal/sk 14.8 ppg Tail

Lead: "C" + 4% PF20 (gel) + 2% PF1 (CC) + .125 pps PF29 (CelloFlake) + .4 pps PF46 (antifoam)

Tail: "C" + 1% PF1 (CC)

Surface Top of cement:

Intermediate 12 1/4" hole Pipe OD 9 5/8" 3,214 ft Setting Depth

0.3627 cf/ft 0.31318 cf/ft Annular Volume Excess 0.5 50 %

2.37 cf/sk 9.95 gal/sk 12.6 ppg 556 sx Lead 1.33 cf/sk 6.32 gal/sk 14.8 ppg 200 sx Tail

Lead: 35/65 Poz "C" + 5% PF44 + 6% PF20 + 1% PF1 _ .125 pps PF29 + .4 pps PF46 + 3 pps PF42

Tail: "C" + .2% PF13 (retarder)

Top of cement: Surface

8 3/4" hole Intermediate Pipe OD 7" Setting Depth 10,891 ft

0.1585 cf/ft 500 ft Annular Volume 0.15033 cf/ft

35 % 0.35 Excess

758 sx 10.06 gal/sk 1.89 cf/sk 12.9 ppg Lead: 175 sx 1.33 cf/sk 6.32 gal/sk 14.8 ppg

Lead: 35/65 Poz "C" + 5% PF44 + 6% PF20 + .2% PF13 + .125 ps PF29 + .4 pps PF46

Tail: "C" + .2% PF13

2,714 ft Top of cement:

6 1/8" hole **Production** 4 1/2" Pipe OD (in OH) 15,443 ft Setting Depth 0.0942 Annular Volume 0.50 Excess

1.87 cf/sk 9.52 gal/sk 13.0 ppg Lead: 401 sx

Lead: AcidSolid PVL + 5% PF174 + .7% PF606 + .2% PF153 + .5% PF13 + 30% PF151 + .4 pps PF46

Top of cement: 10,141 ft

8) Pressure control equipment:

The blowout preventer equipment (BOP) shown in Exhibit #1 will consist of a triple ram type (10,000 psi WP) preventer, a bag-type annular preventer (5,000 psi WP), and rotating head. Both units will be hydraulically operated and the ram type preventer will be equipped with variable rams on top, blind rams, and pipe rams (sized to accommodate the drill pipe size being utilized) on bottom. A 13 3/8" SOW x 13 5/8" 5M casing head will be installed on the 13 3/8" casing and utilized until total depth is reached. All BOP and associated equipment will be tested to 5,000 psi and the annular will be tested to 1,500 psi after setting 13-3/8" casing string & 7" casing string. The 13 3/8" and 9 5/8" casing will be tested to .22 psi per ft of casing string length or 1500 psi whichever is greater, but not to exceed 70% of the minimum yield.

The 9 5/8" casing will be hung in the casing head and the stack will not be nippled down at this point.

The stack will not be isolated and tested after running the 9 5/8" casing, but will be tested along with the 9 5/8" casing. Pipe rams will be operated and checked each 24 hour period and each time the drill string is out of the hole. These function test will be documented on the daily driller's log.

A drilling spool or blowout preventer with 2 side outlets (choke side shall be 3" minimum diameter, kill side shall be at least 2" diameter).

2 kill line valves, one of which will be a check valve.

2 chokes on the manifold along with a pressure gauge.

Upper kelly cock valve with handle available.

Safety valve and subs to fit all drill string connections in use.

All BOP equipment connections subjected to pressure will be flanged, welded, or clamped.

Fill up line above the upper most preventer.

9) Mud program:

Top	Во	ttom	Mud Wt.	Vis	PV	YP	Fluid Loss	Type System
	0		8.5 to 8.9	32 to 36	1 - 6	1 - 6	NC	Fresh Water
600	1,000	3,214	9.8 to 10.0	28 to 30	1 - 3	1 - 3	NC	Brine
	3,214	10,891	8.9 to 9.1	28 to 36	1 - 3	1 - 3	NC	Cut Brine
	10,891	15,443	10.5 to 12.5	50 to 55	20-22	8 - 10	8 - 10	ОВМ

10) Logging, coring, and testing program:

No drill stem test are planned

KOP to intermediate: No logs planned Intermediate to surface: No logs planned

No coring is planned

11) Potential hazards:

No abnormal pressure or temperature is expected. No H2S is known to exist in the area. Lost circulation can occur in, lost circulation material will be on location and readily available if needed.

12) Anticipated start date ASAP

Duration 30 days

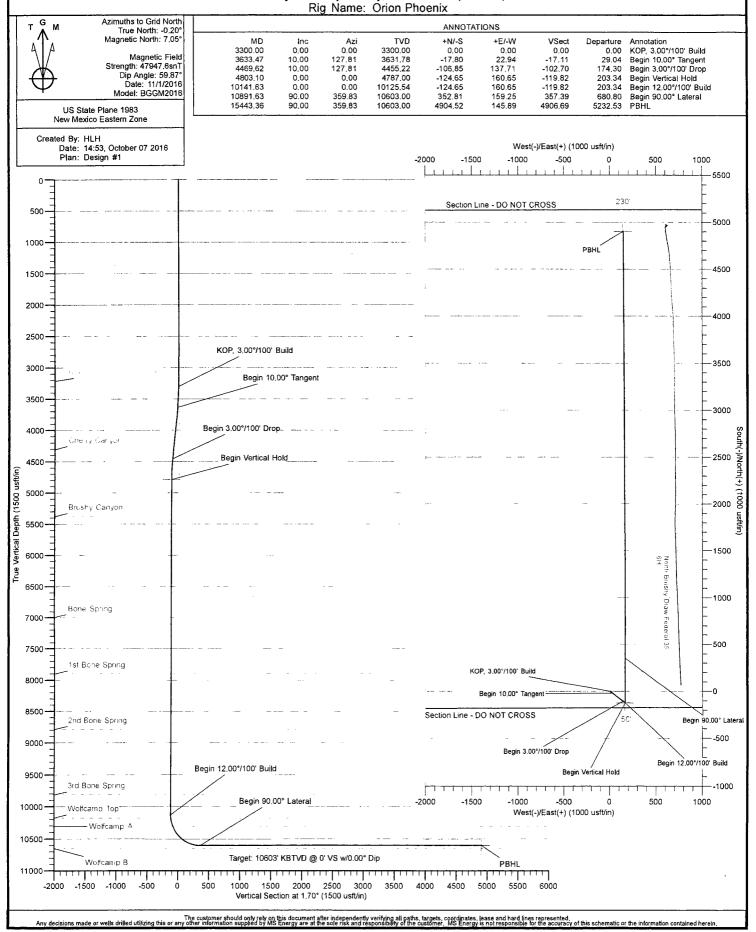
WPXENERGY

Company: WPX Energy Site: North Brushy Draw Federal 35

Well: 5H

Project: Eddy County, New Mexico (NAD 83)







WPX Energy

Eddy County, New Mexico (NAD 83) North Brushy Draw Federal 35 5H

Wellbore #1

Plan: Design #1

Standard Planning Report

07 October, 2016





Planning Report



Database:

EDM Conroe

Company:

WPX Energy

Project: Site: Eddy County, New Mexico (NAD 83) North Brushy Draw Federal 35

Well:

.

Wellbore:

Wellbore #1

Design:

Design #1

Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference: MD Reference: North Reference:

WE

WELL @ 3022.00usft (Orion Phoenix) WELL @ 3022.00usft (Orion Phoenix)

Grid

Well 5H

Minimum Curvature

Project Eddy County, New Mexico (NAD 83)

Map System: Geo Datum:

Map Zone:

US State Plane 1983 North American Datum 1983 New Mexico Eastern Zone System Datum:

Mean Sea Level

Well

5H

Well Position

+N/-S 392,846.06 usft

Northing:

392,846.06 usft

Latitude:

32° 4' 46.025 N

+E/-W
Position Uncertainty

658,236.34 usft 0.00 usft

Easting: Wellhead Elevation:

658,236.34 usft

Longitude:

103° 57' 21.244 W

Ground Level:

2,997.00 usft

Wellbore

Weilbore #1

Magnetics

Model Name

Sample Date

Declination (°) Dip Angle

Field Strength

(nT)

BGGM2016

11/1/2016

7.25

59.87

47,948

Design

Design #1

Audit Notes:

Version:

Phase:

PROTOTYPE

Tie On Depth:

0.00

Vertical Section:

Depth From (TVD) (usft)

Date 10/7/2016

0.00

+N/-S (usft)

0.00

+E/-W (usft)

0.00

Direction (°) 1.70

Plan Survey Tool Program

Depth From (usft)

Depth To (usft)

Survey (Wellbore)

Tool Name

Remarks

1

0.00

15,443.36 Design #1 (Wellbore #1)

MWD

OWSG MWD - Standard

Plan Sections

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,300.00	0.00	0.00	3,300.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,633.47	10.00	127.81	3,631.78	-17.80	22.94	3.00	3.00	0.00	127.81	
4,469.62	10.00	127.81	4,455.22	-106.85	137.71	0.00	0.00	0.00	0.00	
4,803.10	0.00	0.00	4,787.00	-124.65	160.65	3.00	-3.00	0.00	180.00	VP - North Brushy [
10,141.63	0.00	0.00	10,125.54	-124.65	160.65	0.00	0.00	0.00	0.00	
10,891.63	90.00	359.83	10,603.00	352.81	159.25	12.00	12.00	0.00	359.83	
15,443,36	90.00	359.83	10,603.00	4,904.53	145.89	0.00	0.00	0.00	0.00	PBHL - North Brush



Planning Report



Database:

EDM Conroe

Company: Project:

WPX Energy

Site:

Eddy County, New Mexico (NAD 83) North Brushy Draw Federal 35

Well:

5H

Wellbore: Design: Wellbore #1 Design #1 Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference: Survey Calculation Method: Well 5H

WELL @ 3022.00usft (Orion Phoenix) WELL @ 3022.00usft (Orion Phoenix)

Grid

Minimum Curvature

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00	
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00	
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00	
400.00	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.00	0.00	
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00	
600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.00	
700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00	0.00	0.00	
800.00 900.00	0.00 0.00	0.00 0.00	800.00 900.00	0.00 0.00	0.00 0.00	0.00 0.00	00.0 00.0	0.00 0.00	0.00 0.00	
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,100.00	0.00	0.00 0.00	1,100.00 1,200.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,200.00 1,300.00	0.00 0.00	0.00	1,300.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	
1,400.00	0.00	0.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00	
,			•							
1,500.00 1,600.00	0.00 0.00	0.00 0.00	1,500.00 1,600.00	0.00 0.00	0.00	0.00	0.00 0.00	0.00	0.00	
1,700.00	0.00	0.00	1,700.00	0.00	0.00 0.00	0.00 0.00	0.00	0.00 0.00	0.00 0.00	
1,800.00	0.00	0.00	1,800.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,900.00	0.00	0.00	1,900.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,000.00	0.00	0.00	2,000.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,100.00	0.00	0.00	2,100.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,200.00	0.00	0.00	2,200.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,300.00	0.00	0.00	2,300.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,400.00	0.00	0.00	2,400.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,500.00	0.00	0.00	2.500.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,600.00	0.00	0.00	2,600.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,700.00	0.00	0.00	2,700.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,800.00	0.00	0.00	2,800.00	0.00	0.00	0.00	0.00	0,00	0.00	
2,900.00	0.00	0.00	2,900.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,000.00	0.00	0.00	3.000.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,100.00	0.00	0.00	3,100.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,200.00	0.00	0.00	3,200.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,300.00	0.00	0.00	3,300.00	0.00	0.00	0.00	0.00	0.00	0.00	
	/100' Build									
3,400.00	3.00	127.81	3,399.95	-1.60	2.07	-1.54	3.00	3.00	0.00	
3,500.00	6.00	127.81	3,499.63	-6.41	8.27	-6.17	3.00	3.00	0.00	
3,600.00	9.00	127.81	3,598.77	-14.41	18.58	-13.86	3.00	3.00	0.00	
3,633.47	10.00	127.81	3,631.78	-17.80	22.94	-17.11	3.00	3.00	0.00	
	00° Tangent	107.01	0.007.00	0.4.00						
3,700.00	10.00	127.81 127.81	3,697.30	-24.89	32.07	-23.92	0.00	0.00	0.00 0.00	
3,800.00	10.00		3,795.78	-35.54	45.80	-34.16	0.00	0.00		
3,900.00	10.00	127.81	3,894.26	-46.18	59.52	-44.39	0.00	0.00	0.00	
4,000.00	10.00	127.81	3,992.74	-56.83	73.25	-54.63	0.00	0.00	0.00	
4,100.00	10.00	127.81	4,091.21	-67.48	86.97	-64.87	0.00	0.00	0.00	
4,200.00	10.00	127.81	4,189.69	-78.13	100.70	-75.10	0.00	0.00	0.00	
4,300.00	10.00	127.81	4 ,288.17	- 88.78	114.43	-85.34	0.00	0.00	0.00	
4,400.00	10.00	127.81	4,386.65	-99.43	128.15	-95.58	0.00	0.00	0.00	
4,469.62	10.00	127,81	4,455.22	-106.85	137.71	-102.70	0.00	0.00	0.00	
	1°/100' Drop	40= 57		48555	4					
4,500.00	9.09	127.81	4,485.17	-109.94	141.69	-105.67	3.00	-3.00	0.00	
4,600.00	6.09	127.81	4,584.29	-118.03	152,13	-113.46	3.00	-3.00	0.00	
4,700.00	3.09	127.81	4,683.95	-122.94	158.45	-118.18	3.00	-3.00	0.00	



Planning Report



Database:

EDM Conroe WPX Energy

Company: Project:

Eddy County, New Mexico (NAD 83)

Site: Well:

Wellbore: Design:

North Brushy Draw Federal 35

Wellbore #1 Design #1

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: **Survey Calculation Method:** Well 5H

WELL @ 3022.00usft (Orion Phoenix) WELL @ 3022.00usft (Orion Phoenix)

Minimum Curvature

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
4,803.10	0.00	.0,00	4,787.00	-124.65	160.65	-119.82	3.00	-3.00	0.00
Begin Vert 4,900.00 5,000.00 5,100.00 5,200.00	ical Hold 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	4,883.90 4,983.90 5,083.90 5,183.90	-124.65 -124.65 -124.65 -124.65	160.65 160.65 160.65 160.65	-119.82 -119.82 -119.82 -119.82	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
5,300.00	0.00	0.00	5,283.90	-124.65	160.65	-119.82	0.00	0.00	0.00
5,400.00	0.00	0.00	5,383.90	-124.65	160.65	-119.82	0.00	0.00	0.00
5,500.00	0.00	0.00	5,483.90	-124.65	160.65	-119.82	0.00	0.00	0.00
5,600.00	0.00	0.00	5,583.90	-124.65	160.65	-119.82	0.00	0.00	0.00
5,700.00	0.00	0.00	5,683.90	-124.65	160.65	-119.82	0.00	0.00	0.00
5,800.00	0.00	0.00	5,783.90	-124.65	160.65	-119.82	0.00	0.00	0.00
5,900.00	0.00	0.00	5,883.90	-124.65	160.65	-119.82	0.00	0.00	0.00
6,000.00	0.00	0.00	5,983.90	-124.65	160.65	-119.82	0.00	0.00	0.00
6,100.00	0.00	0.00	6,083.90	-124.65	160.65	-119.82	0.00	0.00	0.00
6,200.00	0.00	0.00	6,183.90	-124.65	160.65	-119.82	0.00	0.00	0.00
6,300.00	0.00	0.00	6,283,90	-124.65	160.65	-119.82	0.00	0.00	0.00
6,400.00	0.00	0.00	6,383,90	-124.65	160.65	-119.82	0.00	0.00	0.00
6,500.00	0.00	0.00	6,483,90	-124.65	160.65	-119.82	0.00	0.00	0.00
6,600.00	0.00	0.00	6,583,90	-124.65	160.65	-119.82	0.00	0.00	0.00
6,700.00	0.00	0.00	6,683,90	-124.65	160.65	-119.82	0.00	0.00	0.00
6,800.00	0.00	0.00	6,783.90	-124.65	160.65	-119.82	0.00	0.00	0.00
6,900.00	0.00	0.00	6,883.90	-124.65	160.65	-119.82	0.00	0.00	0.00
7,000.00	0.00	0.00	6,983.90	-124.65	160.65	-119.82	0.00	0.00	0.00
7,100.00	0.00	0.00	7,083.90	-124.65	160.65	-119.82	0.00	0.00	0.00
7,200.00	0.00	0.00	7,183.90	-124.65	160.65	-119.82	0.00	0.00	0.00
7,300.00	0.00	0.00	7,283.90	-124.65	160.65	-119.82	0.00	0.00	0.00
7,400.00	0.00	0.00	7,383.90	-124.65	160.65	-119.82	0.00	0.00	0.00
7,500.00	0.00	0.00	7,483.90	-124.65	160.65	-119.82	0.00	0.00	0.00
7,600.00	0.00	0.00	7,583.90	-124.65	160.65	-119.82	0.00	0.00	0.00
7,700.00	0.00	0.00	7,683.90	-124.65	160.65	-119.82	0.00	0.00	0.00
7,800.00	0.00	0.00	7,783.90	-124.65	160.65	-119.82	0.00	0.00	0.00
7,900.00	0.00	0.00	7,883.90	-124.65	160.65	-119.82	0.00	0.00	0.00
8,000.00	0.00	0.00	7,983.90	-124.65	160.65	-119.82	0.00	0.00	0.00
8,100.00	0.00	0.00	8,083.90	-124.65	160.65	-119.82	0.00	0.00	0.00
8,200.00	0.00	0.00	8,183.90	-124.65	160.65	-119.82	0.00	0.00	0.00
8,300.00 8,400.00 8,500.00 8,600.00 8,700.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	8,283.90 8,383.90 8,483.90 8,583.90 8,683.90	-124.65 -124.65 -124.65 -124.65 -124.65	160.65 160.65 160.65 160.65	-119.82 -119.82 -119.82 -119.82 -119.82	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
8,800.00 8,900.00 9,000.00 9,100.00 9,200.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	8,783.90 8,883.90 8,983.90 9,083.90 9,183.90	-124.65 -124.65 -124.65 -124.65 -124.65	160.65 160.65 160.65 160.65	-119.82 -119.82 -119.82 -119.82 -119.82	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
9,300.00 9,400.00 9,500.00 9,600.00 9,700.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	9,283.90 9,383.90 9,483.90 9,583.90 9,683.90	-124.65 -124.65 -124.65 -124.65 -124.65	160.65 160.65 160.65 160.65	-119.82 -119.82 -119.82 -119.82 -119.82	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
9,800.00	0.00	0.00	9,783.90	-124.65	160.65	-119.82	0.00	0.00	0.00
9,900.00	0.00	0.00	9,883.90	-124.65	160.65	-119.82	0.00	0.00	0.00
10,000.00	0.00	0.00	9,983.90	-124.65	160.65	-119.82	0.00	0.00	0.00



Planning Report



Database:

EDM Conroe WPX Energy

Company: Project:

Eddy County, New Mexico (NAD 83) North Brushy Draw Federal 35

Site: Well:

Wellbore: Design:

Wellbore #1 Design #1

Local Co-ordinate Reference:

TVD Reference:

MD Reference: North Reference:

Survey Calculation Method:

Well 5H

WELL @ 3022.00usft (Orion Phoenix) WELL @ 3022.00usft (Orion Phoenix)

Grid

Minimum Curvature

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	
10,100.00 10,141.63 Begin 12.0	0.00 0.00 0°/100' Build	0.00 00.0	10,083.90 10,125.54	-124.65 -124.65	160.65 160.65	-119.82 -119.82	0.00 0.00	0.00 0.00	0.00 0.00	}
10,150.00	1.00	359.83	10,133.90	-124.57	160.65	-119.74	12.00	12.00	0.00	
10,175.00	4.00	359.83	10,158.88	-123.48	160.65	-118.65	12.00	12.00	0.00	
10,200.00	7.00	359.83	10,183.76	-121.08	160.64	-116.26	12.00	12.00	0.00	
10,225.00	10.00	359.83	10,208.48	-117.39	160.63	-112.56	12.00	12.00	0.00	
10,250.00	13.00	359.83	10,232.97	-112.40	160.61	-107.58	12.00	12.00	0.00	
10,275.00	16.00	359.83	10,257.18	-106.14	160.60	-101.32	12.00	12.00	0.00	
10,300.00	19.00	359.83	10,281.01	-98.62	160.57	-93.81	12.00	12.00	0.00	
10,325.00	22.00	359.83	10,304.43	-89.87	160.55	-85.05	12.00	12.00	0.00	
10,350.00	25.00	359.83	10,327.35	-79.90	160.52	-75.09	12.00	12.00	0.00	
10,375.00	28.00	359.83	10,349.72	-68.74	160.49	-63.94	12.00	12.00	0.00	
10,400.00	31.00	359.83	10,371.48	-56.43	160.45	-51.64	12.00	12.00	0.00	
10,425.00	34.00	359.83	10,392.56	-43.00	160.41	-38.21	12.00	12.00	0.00	
10,450.00	37.00	359.83	10,412.91	-28.48	160.37	-23.70	12.00	12.00	0.00	
10,475.00	40.00	359.83	10,432.47	-12.92	160.32	-8.15	12.00	12.00	0.00	
10,500.00	43.00	359.83	10,451.19	3.64	160.27	8.41	12.00	12.00	0.00	
10,525.00	46.00	359.83	10,469.02	21.17	160.22	25.92	12.00	12.00	0.00	
10,550.00	49.00	359.83	10,485.90	39.60	160.17	44.34	12.00	12.00	0.00	
10,575.00	52.00	359.83	10,501.80	58.89	160.11	63.62	12.00	12.00	0.00	
10,600.00	55.00	359.83	10,516.67	78.98	160.05	83.71	12.00	12.00	0.00	
10,625.00	58.00	359.83	10,530.47	99.83	159.99	104.54	12.00	12.00	0.00	
10,650.00	61.00	359.83	10,543.15	121.37	159.93	126.07	12.00	12.00	0.00	
10,675.00	64.00	359.83	10,554.69	143.54	159.86	148.23	12.00	12.00	0.00	
10,700.00	67.00	359.83	10,565.06	166.29	159.80	170.96	12.00	12.00	0.00	
10,725.00	70.00	359.83	10,574.22	189.54	159.73	194.21	12.00	12.00	0.00	
10,750.00	73.00	359.83	10,582.15	213.25	159.66	217.90	12.00	12.00	0.00	
10,775.00	76.00	359.83	10,588.83	237.34	159.59	241.98	12.00	12.00	0.00	
10,800.00	79.00	359.83	10,594.23	261.74	159.52	266.37	12.00	12.00	0.00	
10,825.00	82.00	359.83	10,598.36	286.40	159.44	291.01	12.00	12.00	0.00	
10,850.00	85.00	359.83	10,601.19	311.24	159.37	315.84	12.00	12.00	0.00	
10,875.00	88,00	359.83	10,602.71	336.19	159.30	340.77	12.00	12.00	0.00	
10,891.63 Begin 90.0	90.00	359.83	10,603.00	352.81	159.25	357.39	12.00	12.00	0.00	
10,900.00	90.00	359.83	10,603.00	361.18	159.22	365.76	0.00	0.00	0.00	-
11,000.00	90.00	359.83	10,603.00	461.18	158.93	465.70	0.00	0.00	0.00	
11,100.00	90.00	359.83	10,603.00	561.18	158.64	565.65	0.00	0.00	0.00	
11,200.00	90.00	359.83	10,603.00	661.18	158.34	665.60	0.00	0.00	0.00	
11,300.00	90,00	359.83	10,603.00	761.18	158.05	765.54	0.00	0.00	0.00	;
11,400.00	90,00	359.83	10,603.00	861.18	157.76	865.49	0.00	0.00	0.00	
11,500.00	90,00	359.83	10,603.00	961.18	157.46	965.44	0.00	0.00	0.00	
11,600.00	90,00	359.83	10,603.00	1,061.18	157.17	1,065.38	0.00	0.00	0.00	
11,700.00	90,00	359.83	10,603.00	1,161.18	156.88	1,165.33	0.00	0.00	0.00	
11,800.00 11,900.00 12,000.00 12,100.00 12,200.00	90.00 90.00 90.00 90.00 90.00	359.83 359.83 359.83 359.83 359.83	10,603.00 10,603.00 10,603.00 10,603.00 10,603.00	1,261.18 1,361.18 1,461.18 1,561.18 1,661.18	156.58 156.29 156.00 155.70 155.41	1,265.28 1,365.22 1,465.17 1,565.12 1,665.06	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	; ;
12,300.00	90.00	359,83	10,603.00	1,761.18	155.11	1,765.01	0.00	0.00	0.00	:
12,400.00	90.00	359,83	10,603.00	1,861.18	154.82	1,864.96	0.00	0.00	0.00	
12,500.00	90.00	359,83	10,603.00	1,961.18	154.53	1,964.90	0.00	0.00	0.00	
12,600.00	90.00	359,83	10,603.00	2,061.17	154.23	2,064.85	0.00	0.00	0.00	
12,700.00	90.00	359,83	10,603.00	2,161.17	153.94	2,164.80	0.00	0.00	0.00	



Planning Report



Database: Company: EDM Conroe

Project:

WPX Energy

Site:

Eddy County, New Mexico (NAD 83) North Brushy Draw Federal 35

Well:

ELL

Wellbore: Design: Wellbore #1 Design #1 Local Co-ordinate Reference:

TVD Reference:

MD Reference: North Reference:

Survey Calculation Method:

Well 5H

WELL @ 3022.00usft (Orion Phoenix)

WELL @ 3022.00usft (Orion Phoenix)

Grid

Minimum Curvature

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
12,800.00 12,900.00 13,000.00 13,100.00 13,200.00 13,300.00 13,400.00 13,500.00	90.00 90.00 90.00 90.00 90.00 90.00 90.00	359.83 359.83 359.83 359.83 359.83 359.83 359.83 359.83	10,603.00 10,603.00 10,603.00 10,603.00 10,603.00 10,603.00 10,603.00 10,603.00	2,261.17 2,361.17 2,461.17 2,561.17 2,661.17 2,761.17 2,861.17 2,961.17	153.65 153.35 153.06 152.77 152.47 152.18 151.89 151.59	2,264.74 2,364.69 2,464.64 2,564.58 2,664.53 2,764.48 2,864.42 2,964.37	0.00 0.00 0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00 0.00 0.00
13,600.00 13,700.00 13,800.00 13,900.00 14,000.00 14,100.00	90.00 90.00 90.00 90.00 90.00	359.83 359.83 359.83 359.83 359.83	10,603.00 10,603.00 10,603.00 10,603.00 10,603.00 10,603.00	3,061.17 3,161.17 3,261.17 3,361.17 3,461.17 3,561.17	151.30 151.01 150.71 150.42 150.13 149.83	3,064.32 3,164.26 3,264.21 3,364.16 3,464.10 3,564.05	0.00 0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00 0.00
14,200.00 14,300.00 14,400.00 14,500.00 14,600.00 14,700.00	90.00 90.00 90.00 90.00 90.00	359.83 359.83 359.83 359.83 359.83	10,603.00 10,603.00 10,603.00 10,603.00 10,603.00 10,603.00	3,661.17 3,761.17 3,861.17 3,961.17 4,061.17 4,161.17	149.54 149.24 148.95 148.66 148.36 148.07	3,664.00 3,763.94 3,863.89 3,963.84 4,063.78 4,163.73	0.00 0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00 0.00
14,800.00 14,900.00 15,000.00 15,100.00 15,200.00	90.00 90.00 90.00 90.00 90.00	359.83 359.83 359.83 359.83	10,603.00 10,603.00 10,603.00 10,603.00 10,603.00	4,261.17 4,361.17 4,461.16 4,561.16 4,661.16	147.78 147.48 147.19 146.90 146.60	4,263.68 4,363.62 4,463.57 4,563.52 4,663.46	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
15,300.00 15,400.00 15,443.36 PBHL	90.00 90.00 90.00	359.83 359.83 359.83	10,603.00 10,603.00 10,603.00	4,761.16 4,861.16 4,904.53	146.31 146.02 145.89	4,763.41 4,863.36 4,906.69	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00

Design Targets

Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
VP - North Brushy Dra - plan hits target ce - Point	0.00 nter	0.00	4,787.00	-124.65	160.65	392,721.41	658,396.99	32° 4' 44.786 N	103° 57' 19.382 W
PBHL - North Brushy - plan hits target ce - Point	0.00 nter	0.00	10,603.00	4,904.53	145.89	397,750.58	658,382.23	32° 5′ 34,555 N	103° 57' 19.349 W



Planning Report



Database: Company: **EDM** Conroe

Project:

WPX Energy

Eddy County, New Mexico (NAD 83) North Brushy Draw Federal 35

Site: Well:

Wellbore:

Wellbore #1

Design:

Design #1

Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference: MD Reference:

North Reference:

WELL @ 3022.00usft (Orion Phoenix)

Grid

Well 5H

Minimum Curvature

WELL @ 3022.00usft (Orion Phoenix)

Formations

Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)	
3,214.00	3,214.00	Bell Canyon (Base of Salt)		0.00	1.70	i
4,316.07	4,304.00	Cherry Canyon		0.00	1.70	
5,393.10	5,377.00	Brushy Canyon		0.00	1.70	
7,013.10	6,997.00	Bone Spring		0.00	1.70	
7,919.10	7,903.00	1st Bone Spring		0.00	1.70	
8,807.10	8,791.00	2nd Bone Spring		0.00	1.70	
9,830.10	9,814.00	3rd Bone Spring		0.00	1.70	
10,191.19	10,175.00	Wolfcamp Top		0.00	1.70	į
10,329.94	10,309.00	Wolfcamp A		0.00	1.70	

Plan Annotations

Measured	Vertical Depth (usft)	Local Coordinates			
Depth (usft)		+N/-S (usft)	+E/-W (usft)	Comment	
3,300,00	3,300.00	0.00	0,00	KOP, 3.00°/100' Build	
3,633.47	3,631.78	-17.80	22.94	Begin 10,00° Tangent	
4,469,62	4,455.22	-106.85	137,71	Begin 3,00°/100' Drop	
4,803,10	4,787.00	-124.65	160,65	Begin Vertical Hold	
10,141,63	10.125.54	-124.65	160.65	Begin 12.00°/100' Build	
10.891.63	10,603,00	352.81	159.25	Begin 90.00° Lateral	
15.443.36	10,603,00	4.904.53	145.89	PBHL	



U. S. Steel Tubular Products

4 1/2 13.50 lb (0.29) P110 HC

USS-CDC HTQ™

	PIPE	CONNECTION	
MECHANICAL PROPERTIES			
Minimum Yield Strength	110,000		psi
Maximum Yield Strength	140,000		psi
Minimum Tensile Strength	125,000		psi
DIMENSIONS			
Outside Diameter	4.500	5.250	in.
Wall Thickness	0.290		in.
Inside Diameter	3 920	3.920	in.
Drift API	3 795	3 795	in.
Nominal Linear Weight, T&C	13.50		ibs/ft
Plain End Weight	13.05		lbs/ft
SECTION AREA			
Cross Sectional Area Critical Area	3.836	3 836	94. m.
Joint Efficiency		100.0	રેક
PERFORMANCE			
Minimum Collapse Pressure	11,810	11,810	psi
External Pressure Leak Resistance		9,450	,os!
Minimum Internal Yield Pressure	12,420	12,420	osi.
Minimum Pipe Body Yield Strength	422,000		lbs
Joint Strength		443,000	lbs
Compression Rating		266,000	lbs
Reference Length		21,877	ft
Maximum Uniaxial Bend Rating		70.6	deg/100 ft
Make-Up Loss		4.44	in.
Minimum Make Up Torque		7,000	ft-lbs
Maximum Make Up Torque		10,000	ft-lbs
Connection Yield Torque		12,400	ft-lbs
* Verification of connection shoulder require	d. Typical shoulder rang	e 4,500 6,5	00 ft lbs

- 1) Other than proprietary collapse and connection values, performance properties have been calculated using standard equations defined by API 5C3 and do not incorporate any additional design or safety factors. Calculations assume nominal pipe OD, nominal wall thickness, and Specified Minimum Yield Strength (SMYS).
- 2) Uhaxial bending rating shown is structural only, and equal to compress on efficiency.
 3) Torques have been calculated assuming a thread compound friction factor of 1.0 and are recommended only. Field make-up torques may require adjustment based on actual field conditions (e.g. make-up speed, temperature, thread compound, etc.)
- 4) Reference length is calculated by joint strength divided by nominal T&C weight with 1.5 safety factor
- 5) Connection external pressure resistance has been venified to 80% API dipe body collapse pressure (API 505 Call II) testing protocol.

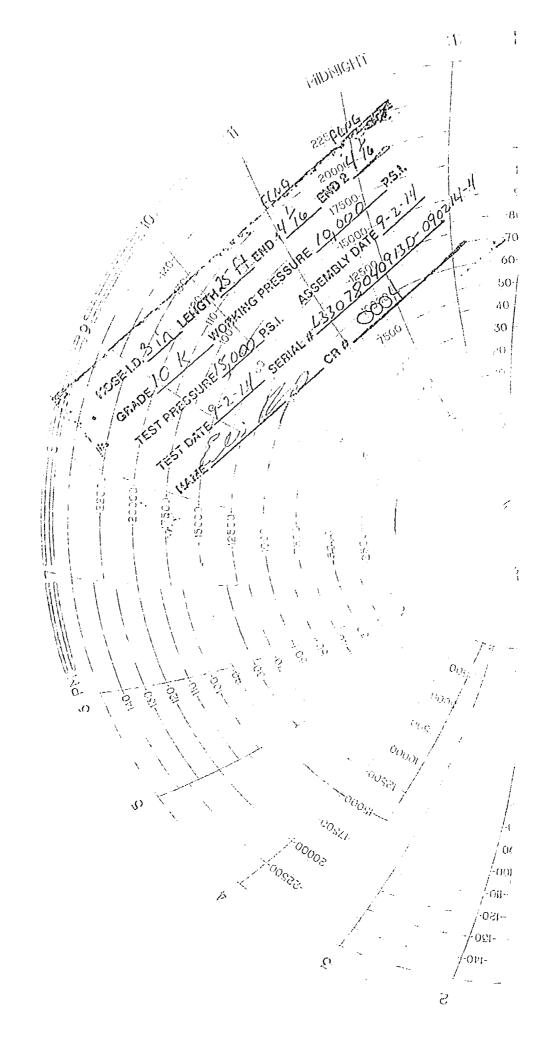
Legal Nation (U.S. COC HTOTM (High Torque Casing Onling Connection) is a trademark of U.S. Stee Corporation. This product is a modified AP Buttress threaded and coupled connection designed for drilling with casing applications. At insterial contained in this publication is for general information only. This material solution therefore be used on the dupon for any specific acceptability independent competent professional examination and verification of accuracy, suitability, and application by Anyone making use of this material does so at their own risk and assumes any and all fability resisting from such use. U.S. Ottes discustris any and all expressed or inched warrantee of fitness for any general or particular application.

Flex Hose Variance Request

Flex Hose Variance Statement

to drill this well to use a co-flex line between the BOP and choke manifold. Serial Number: Manufacturer: (operator) requests a variance if Original Pheonix (rig name) is used

WP rating: 16,000 PS Length: 44" Size: 41/16 10K + 41/16 10K Ends - flanges/clamps Anchors required by manufacturer – (Yes)/No





GATES E & S NORTH AMERICA, INC

DU-TEX

134 44TH STREET

CORPUS CHRISTI, TEXAS 78405

PHONE: 361-887-9807

FAX:

361-887-0812

EMAIL:

WEB:

www.gates.com

10K CHOKE & KILL ASSEMBLY PRESSURE TEST CERTIFICATE

Customer:

ORION DRILLING COMPANY

Test Date:

9/2/2014

Customer Ref.:

PENDING

Hose Serial No.:

D-090214-4

Invoice No.:

203508

Created By:

JUSTIN CROPPER

Product Description:

10K3.025.0CK4.1/1610KFLGE/E

End Fitting 1:

4 1/16 10K FLG

End Fitting 2:

4 1/16 10K FLG

Gates Part No. :

4773-4291

Assembly Code:

L33078040913D-090214-4

Working Pressure: 10,000 PSI

000 P31

Test Pressure:

15,000 PSI

Gates E & S North America, Inc. certifies that the following hose assembly has been tested to the Gates Oilfield Roughneck Agreement/Specification requirements and passed the 15 minute hydrostatic test per API Spec 7K/Q1, Fifth Edition, June 2010, Test pressure 9.6.7 and per Table 9 to 15,000 psi in accordance with this product number. Hose burst pressure 9.6.7.2 exceeds the minimum of 2.5 times the working pressure per Table 9.

Quality Manager:

Date:

Signature :

QUALITY

9/2/2014

11/1/

Technical Supervisor:

Date :

Signature:

PRODUCTION

/9/2**//**2014

Form PTC - 01 Rev.0 2



Gates E&S North America

134 - 44th St.

CORPUS CHRISTI, TEXAS 78405

PHONE: (361) 887-9807 FAX: (361) 887-0812

CERTIFICATE OF CONFORMANCE

This is to verify that all Parts and/or Materials included in this shipment have been manufactured and/or processed in Conformance with applicable drawings and specifications, and that Records of Required Tests are on file and subject to examination. The following items were assembled at Gates E & S, Inc. (formerly Dutex, Inc.), facilities in Corpus Christi, TX, USA. This hose assembly was designed and manufactured to meet all the requirements of API Spec 7K.

CUSTOMER: ORION DRILLING COMPANY

CUSTOMERS P.O.#: PENDING

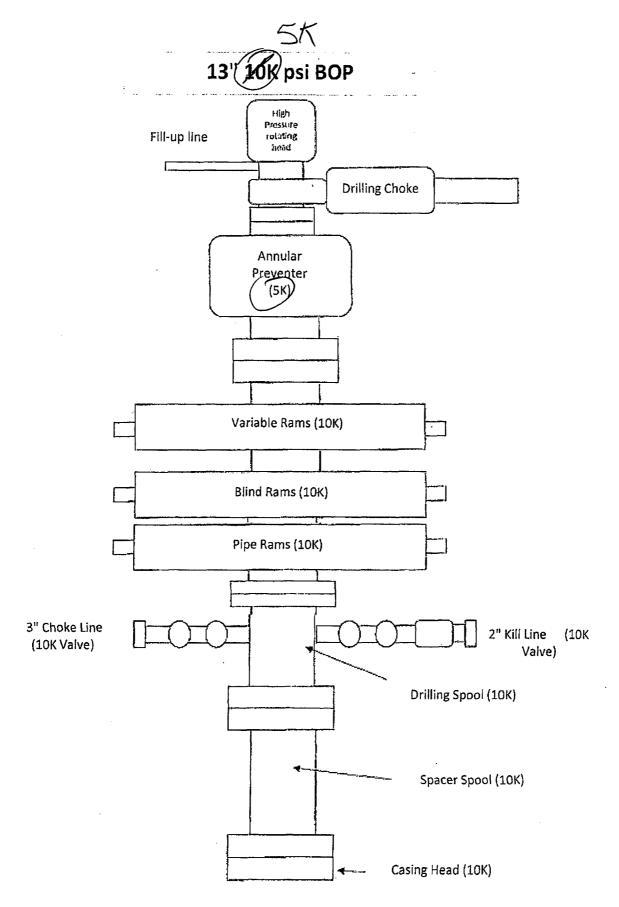
PART DESCRIPTION: 10K3.025.0CK4.1/1610KFLGE/E

SALES ORDER #: 203508

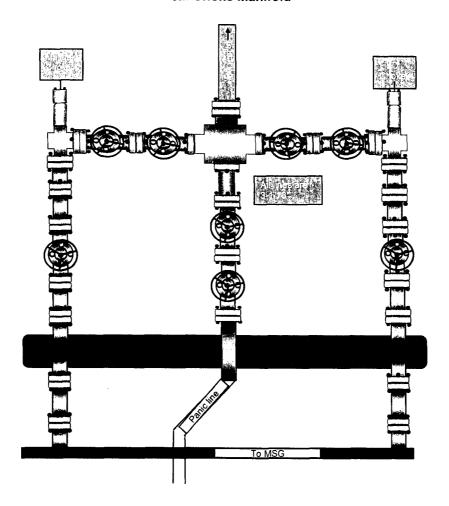
QUANTITY: 1

SERIAL #: D-090214-4

SIGNATURE: ASSUM CUALITY DATE: 9/2/2014



5M Choke Manifold



PECOS DISTRICT CONDITIONS OF APPROVAL

OPERATOR'S NAME: | RKI Exploration & Production, LLC.

LEASE NO.: | NMNM054290

WELL NAME & NO.: | North Brushy Draw Federal 35 5H

SURFACE HOLE FOOTAGE: | 175'/S & 2390'/W BOTTOM HOLE FOOTAGE | 230'/N & 2550'/W

LOCATION: Section 35, T.25 S., R.29 E., NMPM

COUNTY: | Eddy County, New Mexico

I. 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. Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, 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.

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 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements.

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.

Abnormal pressures may be encountered upon penetrating the $3^{\rm rd}$ Bone Spring Sandstone and all subsequent formations.

Medium Cave/Karst

Possibility of water flows in the Salado and Castile.

Possibility of lost circulation in the Rustler and Delaware.

- 1. The 13-3/8 inch surface casing shall be set at approximately 600 feet (in a competent bed below the Magenta Dolomite, which is a Member of the Rustler, and if salt is encountered, set casing at least 25 feet above the salt) and cemented to the surface.
 - 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.

Formation below the 13-3/8" shoe to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe (not the mud weight required to prevent dissolving the salt formation) and the mud weight for the bottom of the hole. Report results to BLM office.

	•
2	The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:
∠.	The minimum required in of cement being the 3-3/6 men intermediate casing is.

X	Cement to surface.	If cement	does not	circulate:	see B.1.a,	c-d above.

Formation below the 9-5/8" shoe to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe (not the mud weight required to prevent dissolving the salt formation) and the mud weight for the bottom of the hole. Report results to BLM office.

Medium Cave/Karst: If cement does not circulate to surface on the intermediate casing, the cement on the production casing must come to surface.

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

3.	The minimum	required fi	ll of cement	behind the 7	inch production	casing is:
٠.	1 110 11111111111111111	roquirou ii.	II OI COIIICIIC	ocinina the	mon production	1 0451115 15.

- Cement should tie-back at least 500 feet into previous casing string. Operator shall provide method of verification.
- 4. The minimum required fill of cement behind the 4-1/2 inch production liner is:

- Cement should tie-back to the top of the liner. Operator shall provide method of verification.
- 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

- 1. 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 RP 53 Sec. 17.
- 2. Operator has proposed a multi-bowl wellhead assembly that has a weld on head with no o-ring seals. 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 5000 (5M) psi.
 - a. Wellhead manufacturer is supplying the test plug/retrieval tool for the operator's third party tester to use during the BOP/BOPE test. Operator shall use the supplied test plug/retrieval tool.
 - b. Operator shall install the wear bushing required by the wellhead manufacturer. This wear bushing shall be installed by using the test plug/retrieval tool.
 - c. Wellhead manufacturer representative shall be on location when the intermediate casing mandrel is landed. Operator shall submit copy of manufacturer's wellsite report with subsequent report.
 - 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.

5M system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.

- 3. 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.
- g. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the **Wolfcamp** formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

D. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the **Wolfcamp** formation, and shall be used until production casing is run and cemented.

E. DRILL STEM TEST

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

F. 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.

CRW122916