Form 3160-3 (March 2012)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires October 31, 2014

5. Lease Serial No. NMLC060325

| : : | BUREAU OF LAND MANAGEMENT | | | | | | | | | | |
|--|---------------------------|--|----------------------|--|---|--|--|--|--|--|--|
| APPLICATION FOR PERMIT TO | | | | 6. If Indian, Allotee or Tribe Name | | | | | | | |
| la. Type of work: DRILL REENTE | ER | | | 7 If Unit or CA Agreement, Name and No. | | | | | | | |
| lb. Type of Well: Oil Well Gas Well Other | | single Zone 🚺 Multip | ole Zone | 8. Lease Name and Well No. THUNDERBIRD A 5H 3/95 | | | | | | | |
| 2. Name of Operator APACHE CORPORATION | | | | 9. API Well No. 30-0/ | 5-44436 | | | | | | |
| 3a. Address 303 Veterans Airpark Lane #1000 Midland TX | 3b. Phone N (432)818 | lo. (include area code) -1000 | | 10. Field and Pool, or I YESO / LOCO HIL | Exploratory <i>967/8</i> LS; GLORIETA-YESO | | | | | | |
| 4. Location of Well (Report location clearly and in accordance with an | y State require | ments.*) | | 11. Sec., T. R. M. or B | lk. and Survey or Area | | | | | | |
| At surface SWNE / 2315 FNL / 1955 FEL / LAT 32.8789. At proposed prod. zone SWSE / 330 FSL / 2159 FEL / LAT | 2007 | SEC 33 / T16S / R | 30E / NMP | | | | | | | | |
| 14. Distance in miles and direction from nearest town or post office* 5.4 miles | | 137 LONG - 100.973 | 3007 | 12. County or Parish EDDY | 13. State | | | | | | |
| 15. Distance from proposed* location to nearest 2373 feet property or lease line, ft. (Also to nearest drig. unit line, if any) | 16. No. of 639.09 | acres in lease | 17. Spacin 279.64 | cing Unit dedicated to this well | | | | | | | |
| Distance from proposed location* to nearest well, drilling, completed, 350 feet applied for, on this lease, ft. | 19. Propos 4715 fee | ed Depth t / 12329 feet | | BIA Bond No. on file MB000736 | | | | | | | |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3741 feet | 22 Approx 12/01/20 | rimate date work will sta | rt* | 23. Estimated duration 42 days | 1 | | | | | | |
| | 24. Att | achments | | | | | | | | | |
| The following, completed in accordance with the requirements of Onshor | re Oil and Ga | s Order No.1, must be a | ttached to thi | s form: | | | | | | | |
| Well plat certified by a registered surveyor. A Drilling Plan. | | Item 20 above). | - | ns unless covered by an | existing bond on file (see | | | | | | |
| 3. A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office). | Lands, the | 5. Operator certific6. Such other site BLM. | | ormation and/or plans as | may be required by the | | | | | | |
| 25. Signature (Electronic Submission) | | e <i>(Printed Typed)</i> na Flores / Ph: (432 |)818-1167 | | Date 09/02/2016 | | | | | | |
| Title Supv of Drilling Services | | | | | | | | | | | |
| Approved by (Signature) (Electronic Submission) | | e <i>(Printed Typed)</i> y Layton / Ph: (575)2 | 234-5959 | | Date 09/07/2017 | | | | | | |
| Title Supervisor Multiple Resources | | Office CARLSBAD | | | | | | | | | |
| Application approval does not warrant or certify that the applicant hold conduct operations thereon. Conditions of approval, if any, are attached. | ls legaloreq | uitable title to those righ | its in the sub | ject lease which would e | ntitle the applicant to | | | | | | |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a c States any false, fictitious or fraudulent statements or representations as | | | willfully to m | ake to any department o | r agency of the United | | | | | | |

(Continued on page 2)

*(Instructions on page 2)



NM OIL CONSERVATION

ARTESIA DISTRICT

SEP 08 2017

RECEIVED

Ruf 9-14-17

INSTRUCTIONS

GENERAL: This form is designed for submitting proposals to perform certain well operations, as indicated on Federal and Indian lands and leases for action by appropriate Federal agencies, pursuant to applicable Federal laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from local Federal offices.

ITEM 1: If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable Federal regulations concerning subsequent work proposals or reports on the well.

ITEM 4: Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local Federal offices for specific instructions.

ITEM 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on the reverse side, showing the roads to, and the surveyed location of, the well, and any other required information, should be furnished when required by Federal agency offices.

ITEMS 15 AND 18: If well is to be, or has been directionally drilled, give distances for subsurface location of hole in any present or objective productive zone.

ITEM 22: Consult applicable Federal regulations, or appropriate officials, concerning approval of the proposal before operations are started.

NOTICES

The Privacy Act of 1974 and regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 25 U.S.C. 396; 43 CFR 3160

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service well or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts. ROUTINE USE: Information from the record and/or the record will be transferred to appropriate Federal, State, and local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecution, in connection with congressional inquiries and for regulatory responsibilities.

EFFECT OF NOT PROVIDING INFORMATION: Filing of this application and disclosure of the information is mandatory only if you elect to initiate a drilling or reentry operation on an oil and gas lease.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to allow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases. This information will be used to analyze and approve applications. Response to this request is mandatory only if the operator elects to initiate drilling or reentry operations on an oil and gas lease. The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

(Continued on page 3) (Form 3160-3, page 2)

Additional Operator Remarks

Location of Well

1. SHL: SWNE / 2315 FNL / 1955 FEL / TWSP: 16S / RANGE: 30E / SECTION: 33 / LAT: 32.8789277 / LONG: -103.9747311 (TVD: 0 feet, MD: 0 feet)

PPP: SWNE / 2374 FNL / 1970 FEL / TWSP: 16S / RANGE: 30E / SECTION: 33 / LAT: 32.8787667 / LONG: -103.9747793 (TVD: 4427 feet, MD: 4437 feet)

BHL: SWSE / 330 FSL / 2159 FEL / TWSP: 16S / RANGE: 30E / SECTION: 4 / LAT: 32.8572043 / LONG: -103.9753887 (TVD: 4715 feet, MD: 12329 feet)

BLM Point of Contact

Name: Deborah McKinney

Title: Legal Instruments Examiner

Phone: 5752345931

Email: dmckinne@blm.gov

Review and Appeal Rights

A person contesting a decision shall request a State Director review. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

NM OIL CONSERVATION

ARTESIA DISTRICT

PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

SEP 08 2017

RECEIVED

| OPERATOR'S NAME: | Apache Corporation |
|-----------------------|------------------------------------|
| LEASE NO.: | NMNM02425 |
| WELL NAME & NO.: | 5H-Thunderbird A |
| SURFACE HOLE FOOTAGE: | 2315'/N & 1955'/E |
| BOTTOM HOLE FOOTAGE | 330'/S & 2159'/E |
| LOCATION: | Section 33, T.16 S., R.30 E., NMPM |
| COUNTY: | Eddy County, New Mexico |

TABLE OF CONTENTS

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.

| General Provisions |
|---|
| Permit Expiration |
| Archaeology, Paleontology, and Historical Sites |
| Noxious Weeds |
| Special Requirements |
| Lesser Prairie-Chicken Timing Stipulations |
| Below Ground-level Abandoned Well Marker |
| DSL Trench Stipulation |
| Construction |
| Notification |
| Topsoil |
| Closed Loop System |
| Federal Mineral Material Pits |
| Well Pads |
| Roads |
| Road Section Diagram |
| |
| ☑ Production (Post Drilling) |
| Well Structures & Facilities |
| Pipelines |
| Electric Lines |
| ☐ Interim Reclamation |
| Final Abandonment & Reclamation |

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)

Timing Limitation Stipulation / Condition of Approval for lesser prairie-chicken:

Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 feet from the source of the noise.

Below Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well. For more installation details, contact the Carlsbad Field Office at 575-234-5972.

Dunes Sagebrush Lizard Trench Stipulation

- Pre-construction contact with a BLM wildlife biologist is required within 5 days before any ground disturbing activities associated with the project occurs.
- Successful completion of the BLM Trench Stipulation Workshop is required for a non-agency person to be approved as a monitor.
- Any trench left open for (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, an agency approved monitor shall walk the entire length of the open trench and remove all trapped vertebrates. The bottom surface of the trench will be disturbed a minimum of 2 inches in order to arouse any buried vertebrates. All vertebrates will be released a minimum of 100 yards from the trench.
- For trenches left open for eight (8) hours or more the following requirements apply:
 - Earthen escape ramps and/or structures (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench. Metal structures will <u>not</u> be authorized. Options will be discussed in detail at the required Trench Stipulation Workshop.
 - One approved monitor shall be required to survey up to three miles of trench between the hours of 11 AM-2 PM. A daily report (consolidate if there is more than one monitor) on the vertebrates found and removed from the trench shall be provided to the BLM (email/fax is acceptable) the following morning.
 - O Prior to backfilling of the trench all structures used as escape ramps will be removed and the bottom surface of the trench will be disturbed a

minimum of 2 inches in order to arouse any buried vertebrates. All vertebrates will be released a minimum of 100 yards from the trench.

- This stipulation shall apply to the entire length of the project in the DSL habitat polygon regardless of land ownership or CCA/CCAA enrollment status.
- A project closeout will be required within three business days of the completion of the project.

VI. CONSTRUCTION

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

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

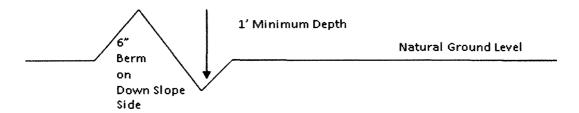
Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

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.

Cross Section of a Typical 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:
$$\frac{400'}{4\%} + 100' = 200'$$
 lead-off ditch interval

Cattle guards

An appropriately sized cattle guard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattle guards 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 cattle guards 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 Steps

- 1. Salvage topsoil
- 3. Redistribute topsoil
- 2. Construct road
- 4. Revegetate slopes

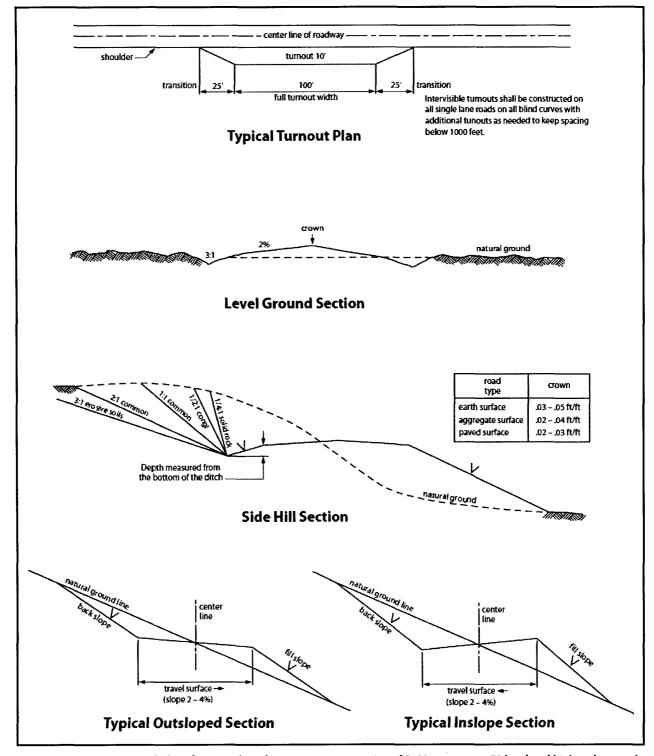


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

VII. 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 until the operator removes 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, **Shale Green** 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. 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-of-way.
- 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 $\underline{30}$ feet:
 - Blading of vegetation within the right-of-way will be allowed: maximum width of blading operations will not exceed <u>20</u> 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 <u>30</u> 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 ___6__ 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 |
|------------------------|-----------------------------|
| () seed mixture 2 | () seed mixture 4 |
| (X) 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. <u>Escape Ramps</u> 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.
- 19. Special Stipulations:

Lesser Prairie-Chicken

Oil and gas activities will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities

that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

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 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. 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.

Timing Limitation Stipulation/Condition of Approval for Lesser Prairie-Chicken:

Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

Dunes Sagebrush Lizard Trenching Monitor Stipulation

- ➤ Pre-construction contact with a BLM wildlife biologist is required 5 days prior to any ground disturbing activities associated with the project occurs.
- > Successful completion of the BLM Trench Stipulation Workshop is required for a non-agency person to be approved as a monitor.
- Any trench left open for (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, an agency approved monitor shall walk the entire length of the open trench and remove all trapped vertebrates. The bottom surface of the trench will be disturbed a minimum of 2 inches in order to arouse any buried vertebrates. All vertebrates will be released a minimum of 100 yards from the trench.
- > For trenches left open for eight (8) hours or more the following requirements apply:
 - Earthen escape ramps and/or structures (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the

- trench. Metal structures will <u>not</u> be authorized. Options will be discussed in detail at the required Trench Stipulation Workshop.
- One approved monitor shall be required to survey up to three miles of trench between the hours of 11 AM-2 PM. A daily report (consolidate if there is more than one monitor) on the vertebrates found and removed from the trench shall be provided to the BLM (email/fax is acceptable) the following morning.
- o Prior to backfilling of the trench all structures used as escape ramps will be removed and the bottom surface of the trench will be disturbed a minimum of 2 inches in order to arouse any buried vertebrates. All vertebrates will be released a minimum of 100 yards from the trench.
- > This stipulation shall apply to the entire length of the project in the DSL habitat polygon regardless of land ownership or CCA/CCAA enrollment status.
- A project closeout will be required within three business days of the completion of the project.

VIII. 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).

IX. 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).

Below Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well.

Seed Mixture for LPC Sand/Shinnery Sites

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 shall be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed shall be either certified or registered seed. The seed container shall 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). 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 acre are to be doubled. Seeding shall be repeated until a satisfactory stand is established as determined by the Authorized Officer. Evaluation of growth may 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 | <u>lb/acre</u> |
|---------------------|----------------|
| Plains Bristlegrass | 51bs/A |
| Sand Bluestem | 5lbs/A |
| Little Bluestem | 3lbs/A |
| Big Bluestem | 6lbs/A |
| Plains Coreopsis | 2lbs/A |
| Sand Dropseed | 1lbs/A |

^{*}Pounds of pure live seed:

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



NAME: Sorina Flores

U.S. Department of the interior BUREAU OF LAND MANAGEMENT



Signed on: 09/02/2016

Operator Certification

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently 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 the company I represent, 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.

| Title: Supv of Drilling Se | ervices | |
|----------------------------|--------------------------|--------------------|
| Street Address: 303 Ve | eterans Airpark Ln #1000 | |
| City: Midland | State: TX | Zip : 79705 |
| Phone: (432)818-1167 | | |
| Email address: sorina.t | flores@apachecorp.com | |
| Field Repres | | |
| Street Address: | • | |
| City: | State: | Zip: |
| Phone: | | |
| Email address: | | |



U.S. Department of the interior BUREAU OF LAND MANAGEMENT

Application Data Report

APD ID: 10400003537 Submission Date: 09/02/2016

Operator Name: APACHE CORPORATION

reflects the most recent changes

Well Name: THUNDERBIRD A Well Number: 5H

Show Final Text

Highlighted data

Well Type: OIL WELL Well Work Type: Drill

Section 1 - General

APD ID: 10400003537 Tie to previous NOS? 10400001686 Submission Date: 09/02/2016

BLM Office: CARLSBAD User: Sorina Flores Title: Supv of Drilling Services

Federal/Indian APD: FED Is the first lease penetrated for production Federal or Indian? FED

Lease number: NMLC060325 Lease Acres: 639.09

Surface access agreement in place? Allotted? Reservation:

Agreement in place? NO Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? NO

Permitting Agent? NO APD Operator: APACHE CORPORATION

Operator letter of designation:

Operator Info

Operator Organization Name: APACHE CORPORATION

Operator Address: 303 Veterans Airpark Lane #1000

Operator PO Box:

Operator City: Midland State: TX

Operator Phone: (432)818-1000 Operator Internet Address:

Section 2 - Well Information

Well in Master Development Plan? NO Mater Development Plan name:

Well in Master SUPO? NO Master SUPO name:

Well in Master Drilling Plan? NO Master Drilling Plan name:

Well Name: THUNDERBIRD A Well Number: 5H Well API Number:

Field Pool or Exploratory? Field and Pool Field Name: YESO Pool Name: LOCO HILLS;

GLORIETA-YESO

Zip: 79705

Is the proposed well in an area containing other mineral resources? NATURAL GAS,OIL,POTASH

Page 1 of 3

Operator Name: APACHE CORPORATION

Well Name: THUNDERBIRD A Well Number: 5H

Describe other minerals:

Is the proposed well in a Helium production area? N Use Existing Well Pad? NO New surface disturbance?

Type of Well Pad: MULTIPLE WELL Multiple Well Pad Name: PAD 2 Number: 5H

Well Class: HORIZONTAL Number of Legs: 1

Well Work Type: Drill Well Type: OIL WELL Describe Well Type:

Well sub-Type: DELINEATION

Describe sub-type:

Reservoir well spacing assigned acres Measurement: 279.64 Acres

Well plat: Plat_REV2_Thunderbird A 5H_Nad83_09-15-2016.pdf

Well work start Date: 12/01/2016 Duration: 42 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83 Vertical Datum: NAVD88

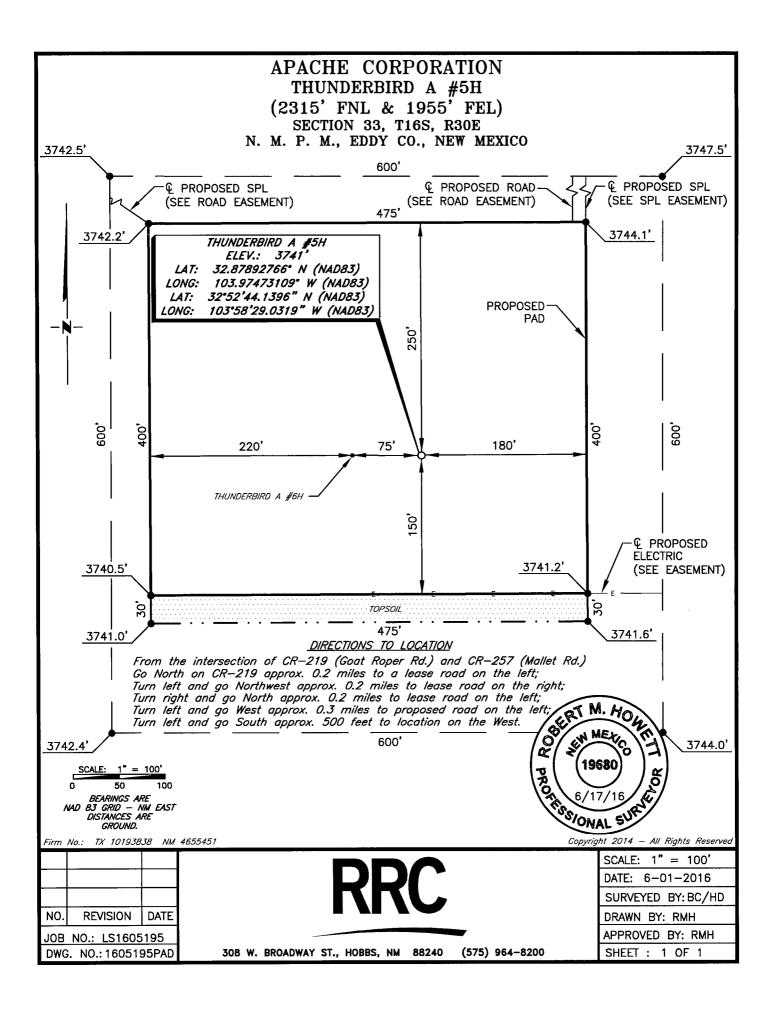
Survey number:

| | NS-Foot | NS Indicator | EW-Foot | EW Indicator | Twsp | Range | Section | Aliquot/Lot/Tract | Latitude | Longitude | County | State | Meridian | Lease Type | Lease Number | Elevation | MD | TVD |
|------------------|----------|--------------|----------|--------------|------|-------|---------|-------------------|----------------|----------------------|----------|-------|-------------------|------------|----------------|-----------|----------|----------|
| SHL Leg #1 | 231 5 | FNL | 195 5 | FEL | 168 | 30E | 33 | Aliquot SWNE | 32.87892 77 | - 103.9747 311 | EDD Y | l | NEW MEXI CO | F | NMLC0 60325 | 374 1 | 0 | 0 |
| KOP Leg #1 | 231 5 | FNL | 195 5 | FEL. | 16S | 30E | 33 | Aliquot SWNE | 32.87892 77 | - 103.9747 311 | EDD Y | | NEW MEXI CO | l | NMNM 02425 | -453 | 419 4 | 419 4 |
| PPP Leg #1 | 237 4 | FNL | 197 0 | FEL | 16S | 30E | 33 | Aliquot SWNE | 32.87876 67 | - 103.9747 793 | EDD Y | | NEW MEXI CO | ı | NMNM 02425 | -686 | 443 7 | 442 7 |

Operator Name: APACHE CORPORATION

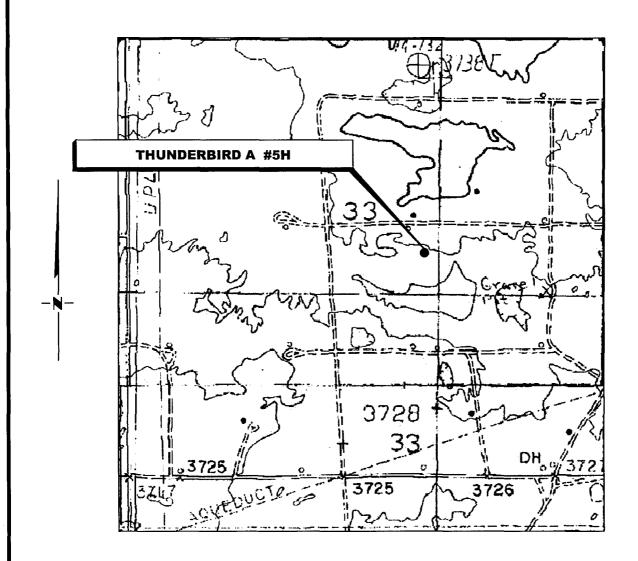
Well Name: THUNDERBIRD A Well Number: 5H

| | NS-Foot | NS Indicator | EW-Foot | EW Indicator | Twsp | Range | Section | Aliquot/Lot/Tract | Latitude | Longitude | County State | | State Meridian | | Lease Number | Elevation | MD | DVT |
|-------------------|---------|--------------|----------|--------------|------|-------|---------|-------------------|----------------|----------------------|-----------------|-------------------|-------------------|---|----------------|-----------|----|----------|
| EXIT Leg #1 | 330 | FSL | 215 9 | FEL | 16S | 30E | 4 | Aliquot SWSE | 1 | - 103.9753 887 | EDD Y | NEW MEXI CO | | ı | NMLC0 60325 | -974 | | 471 5 |
| BHL Leg #1 | 330 | FSL | 215 9 | FEL | 16S | 30E | 4 | Aliquot SWSE | 32.85720 43 | - 103.9753 887 | EDD Y | NEW MEXI CO | 14-44 | 1 | NMLC0 60325 | -974 | | 471 5 |



APACHE CORPORATION INTERIM RECLAMATION THUNDERBIRD A #5H (2315' FNL & 1955' FEL) SECTION 33, T16S, R30E N. M. P. M., EDDY CO., NEW MEXICO **Q** PROPOSED ROAD **Q** PROPOSED SPL **©** PROPOSED SPL (SEE ROAD EASEMENT) (SEE ROAD EASEMENT) (SEE SPL EASEMENT) 30 8 INTERIM RECLAMATION **PROPOSED** PAD 400 75' 180' 220' THUNDERBIRD A #6H PROPOSED **ELECTRIC** (SEE EASEMENT) 70' THUNDERBIRD A #5H ELEV.: 3741 LAT: 32.87892766° N (NAD83) 103.97473109° W (NAD83) 32°52'44.1396" N (NAD83) LONG: LAT: 103°58'29.0319" W (NAD83) LONG: 600' DIRECTIONS TO LOCATION From the intersection of CR-219 (Goat Roper Rd.) and CR-257 (Mallet Rd.) Go North on CR-219 approx. 0.2 miles to a lease road on the left; Turn left and go Northwest approx. 0.2 miles to lease road on the right; 50 100 BEARINGS ARE Turn right and go North approx. 0.2 miles to lease road on the left; NAD 83 GRID — NM EAST DISTANCES ARE Turn left and go West approx. 0.3 miles to proposed road on the left; Turn left and go South approx. 500 feet to location on the West. Copyright 2014 - All Rights Reserved Firm No.: TX 10193838 NM 4655451 SCALE: 1" = 100' DATE: 6-01-2016 SURVEYED BY: BC/HD NO. REVISION DATE DRAWN BY: RMH APPROVED BY: RMH JOB NO.: LS1605195 308 W. BROADWAY ST., HOBBS, NM 88240 (575) 964-8200 SHEET: 1 OF 1 DWG. NO.: 1605195REC

LOCATION VERIFICATION MAP



SECTION 33, TWP. 16 SOUTH, RGE. 30 EAST, N. M. P. M., EDDY CO., NEW MEXICO

OPERATOR: Apache Corporation

LEASE: Thunderbird A

WELL NO.: 5H

ELEVATION: 3741'

LOCATION: 2315' FNL & 1955' FEL

CONTOUR INTERVAL: 10'

USGS TOPO. SOURCE MAP:

Henshaw Tank, NM (P. E. 1985)

Firm No.: TX 10193838 NM 4655451

Copyright 2014 - All Rights Reserved

NO. REVISION DATE

JOB NO.: LS1605195

DWG. NO.: 1605195LVM

RRC

308 W. BROADWAY ST., HOBBS, NM 88240

(575) 964-8200

SCALE: 1" = 1000'

DATE: 6-01-2016

SURVEYED BY: BC/HD

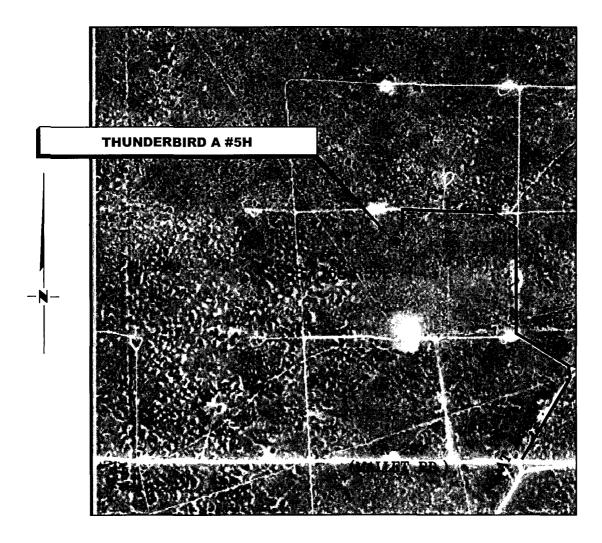
DRAWN BY: LPS

APPROVED BY: RMH

SHEET: 1 OF 1

VICINITY MAP

NOT TO SCALE



SECTION 33, TWP. 16 SOUTH, RGE. 30 EAST, N. M. P. M., EDDY CO., NEW MEXICO

| OPERATOR: Apache Corporation | LOCATION: 2315' FNL & 1955' FEL |
|------------------------------|---------------------------------|
| LEASE: Thunderbird A | ELEVATION: 3741' |
| WELL NO.: 5H | |

Firm No.: TX 10193838 NM 4655451

Copyright 2014 - All Rights Reserved

SCALE: NTS

| NO. | REVISION | DATE |
|-----|-------------|------|
| JOB | NO.: LS1605 | 5195 |



DATE: 6-01-2016
SURVEYED BY: BC/HD
DRAWN BY: LPS
APPROVED BY: RMH
SHEET: 1 OF 1

DWG. NO.: 1605195VM 308 W. BROADWAY ST., HOBBS, NM 88240 (575) 964-8200



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Drilling Plan Data Report 09/07/2017

APD ID: 10400003537

Operator Name: APACHE CORPORATION

Well Name: THUNDERBIRD A

Well Type: OIL WELL

Submission Date: 09/02/2016

Highlighted data reflects the most

recent changes

Show Final Text

Well Work Type: Drill

Well Number: 5H

Section 1 - Geologic Formations

| Formation | Formation Name | Elevation | True Vertical Depth | Measured Depth | Lithologies | Mineral Resources | Producing Formation |
|-----------|----------------|-----------|------------------------|-------------------|-------------|-------------------|------------------------|
| 17746 | RUSTLER | 3351 | 390 | 390 | | POTASH | No |
| 17718 | TOP SALT | 3224 | 517 | 517 | | POTASH | No |
| 17722 | BASE OF SALT | 2571 | 1170 | 1170 | | NATURAL GAS,OIL | . No |
| 17694 | YATES | 2409 | 1332 | 1332 | | NATURAL GAS | No |
| 15319 | SEVEN RIVERS | 2149 | 1592 | 1592 | | NATURAL GAS,OIL | No |
| 15318 | QUEEN | 1550 | 2191 | 2191 | | NATURAL GAS,OIL | . No |
| 17683 | GRAYBURG | 1120 | 2621 | 2621 | | NATURAL GAS,OIL | No |
| 15314 | SAN ANDRES | 798 | 2943 | 2943 | | NATURAL GAS,OIL | No |
| 17701 | GLORIETA | -633 | 4374 | 4374 | | NATURAL GAS,OIL | Yes |
| 17700 | PADDOCK | -686 | 4427 | 4427 | | NATURAL GAS,OIL | Yes |
| 15342 | BLINEBRY | -1171 | 4912 | 4912 | | NATURAL GAS,OIL | Yes |
| 17685 | TUBB | -2011 | 5752 | 5752 | | NONE | No |

Section 2 - Blowout Prevention

Pressure Rating (PSI): 3M

Rating Depth: 6818

Equipment: Rotating Head, Mud Gas Separator, Blow Down Pit, Flare Line, Ignitor

Requesting Variance? NO

Variance request:

Testing Procedure: BOP/BOPE will be tested by independent service company to 250psi low & high pressure indicated above per Onshore Order 2 requirements. System may be upgraded to higher pressure but sill tested to WP listed . If system is upgraded, all components installed will be functional & tested. Pipe rams will be operationally checked each 24 hr period.

Operator Name: APACHE CORPORATION

Well Name: THUNDERBIRD A Well Number: 5H

Blind rams will be operationally checked on each TOOH. These checks will be noted on daily tour sheets. Other accessories to BOP equipment will include Kelly cock & floor safety valve (inside BOP), choke lines & choke manifold. (see attached schematic)

Choke Diagram Attachment:

BOP_3M_2M_Annular_Manifold_Schematic_09-15-2016.pdf

BOP Diagram Attachment:

BOP_3M_2M_Inst on Surf_Manifold_Schem_09-15-2016.pdf

Section 3 - Casing

| Casing ID | String Type | Hole Size | Csg Size | Condition | Standard | Tapered String | Top Set MD | Bottom Set MD | Top Set TVD | Bottom Set TVD | Top Set MSL | Bottom Set MSL | Calculated casing length MD | Grade | Weight | Joint Type | Collapse SF | Burst SF | Joint SF Type | Joint SF | Body SF Type | Body SF |
|-----------|------------------|-----------|----------|-----------|----------|----------------|------------|---------------|-------------|----------------|-------------|----------------|-----------------------------|-------|--------|------------|-------------|----------|---------------|----------|--------------|---------|
| 1 | SURFACE | 17.5 | 13.375 | NEW | API | N | 0 | 400 | 0 | 400 | -974 | -1374 | 400 | H-40 | 48 | STC | 4.12 | 1.44 | BUOY | 2.07 | BUOY | 3.47 |
| | INTERMED IATE | 12.2 5 | 9.625 | NEW | API | N | 0 | 3200 | 0 | 3200 | -974 | -4174 | 3200 | J-55 | 36 | LTC | 2.22 | 2.19 | BUOY | 2.07 | BUOY | 2.56 |
| 3 | PRODUCTI ON | 8.5 | 7.0 | NEW | API | N | 0 | 4194 | 0 | 4194 | -974 | -5168 | 4194 | L-80 | 29 | LTC | 3.48 | 1.4 | BUOY | 2.61 | BUOY | 2.98 |
| 4 | OTHER | 8.5 | 5.5 | NEW | API | Y | 4194 | 12392 | 4194 | 4715 | -5168 | -5689 | 8198 | L-80 | 17 | LTC | 2.77 | 1.16 | BUOY | 1.81 | BUOY | 2.1 |

Casing Attachments

Casing ID: 1

String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Thunderbird 5H Csg Design Assumptions_09-15-2016.pdf

Operator Name: APACHE CORPORATION Well Name: THUNDERBIRD A Well Number: 5H **Casing Attachments** Casing ID: 2 String Type: INTERMEDIATE **Inspection Document: Spec Document: Tapered String Spec:** Casing Design Assumptions and Worksheet(s): Thunderbird 5H Csg Design Assumptions_09-15-2016.pdf Casing ID: 3 String Type: PRODUCTION **Inspection Document: Spec Document: Tapered String Spec:**

Casing Design Assumptions and Worksheet(s):

Thunderbird 5H Csg Design Assumptions_09-15-2016.pdf

Casing ID: 4 String Type:OTHER

- Tapered Production String

Spec Document:

Tapered String Spec:

Inspection Document:

Thunderbird5HProdCsgTaperedStringSpec_09-15-2016.pdf

Casing Design Assumptions and Worksheet(s):

Thunderbird 5H Csg Design Assumptions_09-15-2016.pdf

Section 4 - Cement

Operator Name: APACHE CORPORATION

Well Name: THUNDERBIRD A Well Number: 5H

| String Type | Lead/Tail | Stage Tool Depth | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives |
|--------------|-----------|---------------------|--------|-----------|--------------|-------|---------|------------|---------|-------------|--|
| OTHER | Lead | 4194 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| SURFACE | Lead | | 0 | 400 | 342 | 1.33 | 14.8 | 454.8 6 | 50 | Class C | 1% Calcium Chloride |
| INTERMEDIATE | Lead | | 0 | 2275 | 497 | 1.84 | 12.9 | 914.4 8 | 30 | Class C | 5% Salt + 6% Bentonite + 1#/sk Kolseal + 0.125#/sk Celloflake |
| INTERMEDIATE | Tail | | 2275 | 3200 | 300 | 1.32 | 14.8 | 396 | 30 | Class C | 0.1% Retarder |
| PRODUCTION | Lead | 4194 | 0 | 2337 | 198 | 1.97 | 12.6 | 390.0 6 | 25 | Class C | 5% Salt + 6% Bentonite |
| PRODUCTION | Tail | | 2337 | 4194 | 210 | 302.4 | 13 | 302.4 | 25 | TXI Lite | 3% Gas Migration Expansion Additive + 0.3% Fluid Loss Agent + 1.5% Sodium Metasilicate |

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: BOP, Choke Manifold, Gas Buster, Blow Down Pit, Flare Line with Igniter, Pre-Mix Pit, Rotating Head

Describe the mud monitoring system utilized: PVT/Pason/Visual Monitoring

Circulating Medium Table

| Top Depth | Bottom Depth | Mud Type | Min Weight (lbs/gal) | Max Weight (lbs/gal) | Density (lbs/cu ft) | Gel Strength (lbs/100 sqft) | НА | Viscosity (CP) | Salinity (ppm) | Filtration (cc) | Additional Characteristics | |
|-----------|--------------|----------|----------------------|----------------------|---------------------|-----------------------------|----|----------------|----------------|-----------------|----------------------------|--|
| 0 | 400 | SPUD MUD | 8.3 | 9 | | | | | | | | |

Operator Name: APACHE CORPORATION

Well Name: THUNDERBIRD A Well Number: 5H

| 10p Depth | Bottom Depth | ed. L pnW OTHER : Cut Brine | Min Weight (lbs/gal) | ω Max Weight (lbs/gal) | Density (lbs/cu ft) | Gel Strength (lbs/100 sqft) | Н | Viscosity (CP) | Salinity (ppm) | Filtration (cc) | Additional Characteristics |
|-----------|--------------|--------------------------------------|----------------------|------------------------|---------------------|-----------------------------|---|----------------|----------------|-----------------|----------------------------|
| 400 | 3200 | SALT SATURATED | 9.8 | 10.5 | | | | | | | |

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

If drill stem tests are performed, Onshore Order 2.III.D shall be followed. Apache will core approx. 900 feet, between depths of 4300' - 5200'

List of open and cased hole logs run in the well:

CALIPER, CBL, CDL, CNL, DS, DLL, GR, MWD, MUDLOG, OTH, SONIC, TL

Other log type(s):

Logs to be run in Pilot Hole: Nuclear Magnetic Resonance (NMR), Resistivity and Sonic Formation Imaging Tools, Formation Pressure Tester (MDT); Shuttle Logs to be run in Lateral include: Gamma; Dual lateral log, Sonic, Resistivity Formation Imaging Tools, Neutron & Density

Coring operation description for the well:

Whole core will be taken from 4,300' - 5,200' TVD - approx. 900'.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 2075 Anticipated Surface Pressure: 1037.7

Anticipated Bottom Hole Temperature(F): 113

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

H2S Drlg Ops_Contg Plan_Well Contg Plan_09-15-2016.pdf

Operator Name: APACHE CORPORATION

Well Name: THUNDERBIRD A Well Number: 5H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

DirPlan_Thunderbird A 5H_09-15-2016.pdf

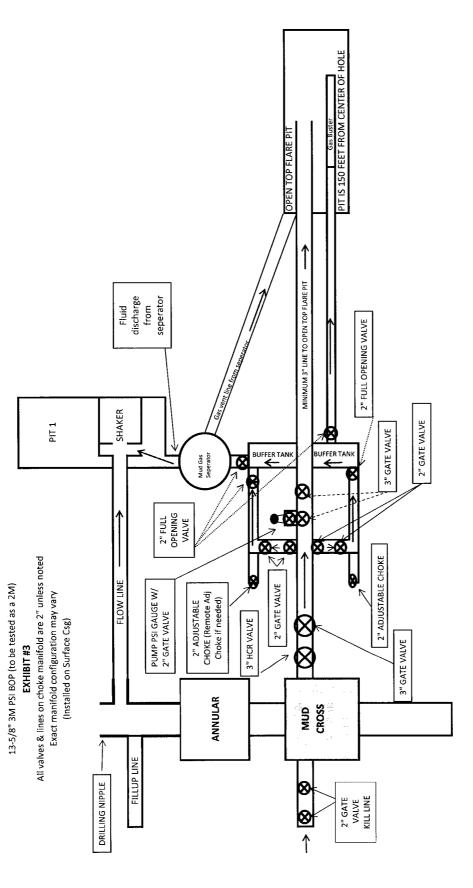
Other proposed operations facets description:

Other proposed operations facets attachment:

Interm2 StgCmtConting_ThunderbirdA5H_09-15-2016.pdf

Other Variance attachment:

APACHE BOP AND CHOKE MANIFOLD SCHEMATIC



*** If H2S is encountered in quantities greater than 100ppm, Apache will shut in well & install a remote operated choke ***

APACHE BOP AND CHOKE MANIFOLD SCHEMATIC

13-5/8" 3M PSI BOP (to be tested as a 2M)

(Test annular to 50% WP)

EXHIBIT #3A

PIT IS 150 FEET FROM CENTER OF HOLE OPEN TOP FLARE PI MINIMUM 3" LINE TO OPEN TOP FLARE PIT Fluid discharge from seperator 2" FULL OPENING VALVE SHAKER PIT 1 Mud Gas Seperator 2" FULL OPENING VALVE **⊗**+ **⊗** All valves & lines on choke manifold are 2" unless noted Exact manifold configuration may vary 2" ADJUSTABLE CHOKE FLOW LINE 2" GATE VALVE PUMP PSI GAUGE W/ 2" GATE VALVE 2" ADJUSTABLE CHOKE (Remote Adj Choke if needed) (Installed on Surface Csg) 3" HCR VALVE ROTATING HEAD **BLIND RAMS** PIPE RAMS ANNULAR MUD FILL UP LINE 2" GATE VALVE KILL LINE

*** If H2S is encountered in quantities greater than 100ppm, Apache will shut in well & install a remote operated choke ***

2" GATE VALVE

3" GATE VALVE

3" GATE VALVE

Thunderbird 5H Production Casing Tapered String Specs

| Ctring | OD/Weight/Grade Connection MD Interval (ft) | Minimum Safety Factor (Al | | r (Abs) | | |
|------------|---|---------------------------|-------------------|---------|----------|-------|
| String | OD/ Weight/Grade | Connection | Wid interval (it) | Burst | Collapse | Axial |
| Production | 7", 29.000 ppf, L-80 | LTC, L-80 | 0-4194.0 | 1.4 | 3.48 | 2.61 |
| Casing | 5 1/2", 17.000 ppf, L-80 | LTC, L-80 | 4194.0-12392.40 | 1.16 | 2.77 | 1.81 |

Production Casing Loads

Burst Loads

Internal Profile

Drilling Loads

- Pressure Test
 - o 6500 psi with 8.33 ppg fresh water
- Green Cement Pressure Test
 - 2000 psi put on casing when bumping the plug with 8.33 ppg displacement fresh water at the DV Tool located at kick off point

Production Loads

- Tubing Leak
 - o Packer Fluid Density at 8.6 ppg
 - o Packer Depth of 4150'
 - o Perf Depth at 12392' MD
 - o Gas/Oil Gradient 0.35 psi/ft
 - o Reservoir pressure at 2072 psi
- Injection Down Casing
 - o Injection pressure of 6500 psi
 - o Injection density of 9.0 ppg

- Fluid Gradients w/ Pore Pressure
 - o 9.2 ppg mud weight above TOC
 - o 8.33 ppg below TOC
 - O Pore pressure applied in the openhole

^{*}This will have an open hole completion consisting of open hole hydraulic packers and sliding sleeves attached to the 5-1/2" casing. 5-1/2" will crossover to 7" where a DV tool will be placed at the bottom of the 7" (KOP @ ~4194'). The 5-1/2" casing will be uncemented and the 7" from the DV tool to surface will be cemented.

Internal Profile

Drilling Loads

- Cementing
 - o Mud weight at shoe is 9.2 ppg
 - o TOC at surface
 - o Lead Slurry Density is 12.6 ppg
 - o Tail Slurry Density is 13.0 ppg
 - o Tail Slurry Length at 1000'.
 - o Displacement fluid density is 8.33 ppg

Production Loads

- Full Evacuation
- Above/Below Packer
 - o Reservoir pressure at 2075 psi
 - o Density Above Packer at 8.6 ppg
 - o Density Below Packer at 6.0 ppg
 - o Assuming a fluid drop above the packer

External Profile

- Fluid Gradients w/ Pore Pressure
 - o Fluid Gradient Above TOC is 9.2 ppg
 - o Fluid Gradient Below TOC is 9.2 ppg

- Average Running in hole speed at 2.0 ft/s
- Overpull of 100,000 lbf
- 2000 psi Green Cement Pressure Test
- Service Loads from Burst and Collapse

Thunderbird 5H Casing Design Assumptions

Pore Pressure

| Vertical Depth (ft) | Pore Pressure/EMW | | Permeable Zones |
|------------------------|----------------------|-------|--------------------|
| | | | Zulies |
| Depth (ft) | (psi) | (ppg) | Zones |
| 11 | 5 | 8.33 | No |
| 300 | 130 | 8.33 | No |
| 1300 | 563 | 8.33 | No |
| 2900 | 1261 | 8.37 | No |
| 3500 | 1527 | 8.4 | No |
| 4436 | 1950 | 8.46 | No |

Fracture Pressure

| Vertical Depth | Fracture Pressure/EMW | |
|----------------|--------------------------|-------|
| (ft) | Pressure/civivv | |
| Depth (ft) | (psi) | (ppg) |
| 11 | 5 | 9 |
| 100 | 52 | 10 |
| 360 | 215 | 11.5 |
| 1343 | 872 | 12.5 |
| 2203 | 1488 | 13 |
| 2953 | 2071 | 13.5 |
| 4383 | 3188 | 14 |
| 4436 | 3226 | 14 |

Temperature Gradient

Ambient Temperature is 80° F

Temperature gradient of 0.7°/100′ TVD

Analysis Options

- Single External Pressure Profile
- Temperature Deration
- Buckling

Surface Casing Loads

Burst Loads

Internal Profile

Drilling Loads

- Fracture @ Shoe w/ Gas Gradient Above
 - o No margin of error on frac gradient
 - Using a 0.7 ppg gas gradient
- Lost Returns with Water
 - No margin of error on frac gradient
 - o Mud/Water Interface at 400'
 - o Mud weight with losses at 10.2 ppg
- Pressure Test
 - o 1200 psi casing pressure test with 8.33 ppg fresh water
- Green Cement Pressure Test
 - 650 psi put on casing when bumping the plug with 8.33 ppg displacement fresh water

- Mud and Cement Mix-Water
 - o TOC at surface
 - o Mud weight is 8.6 ppg
 - o Cement Mix-Water Density is 8.33 ppg

Internal Profile

Drilling Loads

- Partial Evacuation
 - o 50% evacuation. Top of mud level at 200'.
 - o Mud Weight is 8.6 ppg
- Lost Returns with Mud Drop
 - Losses occurring at 3200'
 - o Pore Pressure at 8.33 ppg
 - o Current Mud Weight at 10.2 ppg
 - o Mud level drops to 587'
- Cementing
 - o Single Slurry at 14.8 ppg
 - o TOC at surface
 - Mud Weight at shoe 8.6 ppg
 - o Displacement fluid density at 8.33 ppg

External Profile

- Fluid Gradients w/ Pore Pressure
 - Fluid Gradient Above TOC is 8.6 ppg
 - O Fluid Gradient Below TOC is 8.6 ppg

- Average Running in hole speed at 2.0 ft/s
- Overpull of 100,000 lbf
- 650 psi Green Cement Pressure Test
- Service Loads from Burst and Collapse

Intermediate Casing Loads

Burst Loads

Internal Profile

Drilling Loads

- Gas Kick Profile
 - o 50 bbl kick volume
 - o 0.5 ppg kick intensity
 - o 9.2 ppg max mud weight
 - o 0.7 ppg kick gas gravity
 - o No margin of error on frac gradient
 - o 5" DP OD
 - o 600' of 6.5" Drill Collars
- Lost Returns with Water
 - o No margin of error on frac gradient
 - o Mud/Water Interface at 3200'
 - o Mud weight with losses at 9.2 ppg
- Pressure Test
 - o 1500 psi casing pressure test with 8.33 ppg fresh water
- Green Cement Pressure Test
 - 1600 psi put on casing when bumping the plug with 8.33 ppg displacement fresh water

- Mud and Cement Mix-Water
 - o TOC at surface
 - o Mud weight is 10.2 ppg
 - Cement Mix-Water Density is 8.33 ppg

Internal Profile

Drilling Loads

- Partial Evacuation
 - o 50% evacuation. Top of mud level at 1600'.
 - o Mud Weight is 10.2 ppg
- Lost Returns with Mud Drop
 - o Losses occurring at 12392' MD
 - o Pore Pressure at 8.33 ppg
 - Current Mud Weight at 9.2 ppg
 - o Mud level drops to 446'
- Cementing
 - Lead Slurry Density at 12.9 ppg
 - o Tail Slurry Density at 14.8 ppg
 - o Tail Slurry Length of 500'
 - o TOC at surface
 - Mud Weight at shoe 10.2 ppg
 - Displacement fluid density at 8.33 ppg

External Profile

- Fluid Gradients w/ Pore Pressure
 - Fluid Gradient Above TOC is 10.2 ppg
 - O Fluid Gradient Below TOC is 10.2 ppg

- Average Running in hole speed at 2.0 ft/s
- Overpull of 100,000 lbf
- 1600 psi Green Cement Pressure Test
- Service Loads from Burst and Collapse

Production Casing Loads

Burst Loads

Internal Profile

Drilling Loads

- Pressure Test
 - o 6500 psi with 8.33 ppg fresh water
- Green Cement Pressure Test
 - 2000 psi put on casing when bumping the plug with 8.33 ppg displacement fresh water at the DV Tool located at kick off point

Production Loads

- Tubing Leak
 - o Packer Fluid Density at 8.6 ppg
 - o Packer Depth of 4150'
 - o Perf Depth at 12392' MD
 - o Gas/Oil Gradient 0.35 psi/ft
 - o Reservoir pressure at 2072 psi
- Injection Down Casing
 - o Injection pressure of 6500 psi
 - o Injection density of 9.0 ppg

- Fluid Gradients w/ Pore Pressure
 - 9.2 ppg mud weight above TOC
 - 8.33 ppg below TOC
 - O Pore pressure applied in the openhole

Internal Profile

Drilling Loads

- Cementing
 - o Mud weight at shoe is 9.2 ppg
 - TOC at surface
 - Lead Slurry Density is 12.6 ppg
 - Tail Slurry Density is 13.0 ppg
 - o Tail Slurry Length at 1000'.
 - Displacement fluid density is 8.33 ppg

Production Loads

- Full Evacuation
- Above/Below Packer
 - Reservoir pressure at 2075 psi
 - Density Above Packer at 8.6 ppg
 - Density Below Packer at 6.0 ppg
 - o Assuming a fluid drop above the packer

External Profile

- Fluid Gradients w/ Pore Pressure
 - Fluid Gradient Above TOC is 9.2 ppg
 - O Fluid Gradient Below TOC is 9.2 ppg

- Average Running in hole speed at 2.0 ft/s
- Overpull of 100,000 lbf
- 2000 psi Green Cement Pressure Test
- Service Loads from Burst and Collapse

Thunderbird 5H Casing Design Assumptions

Pore Pressure

| Vertical Depth | l Depth Pore | | Permeable |
|----------------|--------------|-------|-----------|
| (ft) | Pressure/EMW | | Zones |
| Depth (ft) | (psi) | (ppg) | Zones |
| 11 | 5 | 8.33 | No |
| 300 | 130 | 8.33 | No |
| 1300 | 563 | 8.33 | No |
| 2900 | 1261 | 8.37 | No |
| 3500 | 1527 | 8.4 | No |
| 4436 | 1950 | 8.46 | No |

Fracture Pressure

| Vertical Depth | Fracture | |
|----------------|--------------|-------|
| (ft) | Pressure/EMW | |
| Depth (ft) | (psi) | (ppg) |
| 11 | 5 | 9 |
| 100 | 52 | 10 |
| 360 | 215 | 11.5 |
| 1343 | 872 | 12.5 |
| 2203 | 1488 | 13 |
| 2953 | 2071 | 13.5 |
| 4383 | 3188 | 14 |
| 4436 | 3226 | 14 |

Temperature Gradient

Ambient Temperature is 80° F

Temperature gradient of 0.7°/100′ TVD

Analysis Options

- Single External Pressure Profile
- Temperature Deration
- Buckling

Surface Casing Loads

Burst Loads

Internal Profile

Drilling Loads

- Fracture @ Shoe w/ Gas Gradient Above
 - o No margin of error on frac gradient
 - O Using a 0.7 ppg gas gradient
- Lost Returns with Water
 - o No margin of error on frac gradient
 - o Mud/Water Interface at 400'
 - Mud weight with losses at 10.2 ppg
- Pressure Test
 - o 1200 psi casing pressure test with 8.33 ppg fresh water
- Green Cement Pressure Test
 - 650 psi put on casing when bumping the plug with 8.33 ppg displacement fresh water

- Mud and Cement Mix-Water
 - TOC at surface
 - o Mud weight is 8.6 ppg
 - o Cement Mix-Water Density is 8.33 ppg

Internal Profile

Drilling Loads

- Partial Evacuation
 - o 50% evacuation. Top of mud level at 200'.
 - Mud Weight is 8.6 ppg
- Lost Returns with Mud Drop
 - Losses occurring at 3200'
 - o Pore Pressure at 8.33 ppg
 - o Current Mud Weight at 10.2 ppg
 - o Mud level drops to 587'
- Cementing
 - o Single Slurry at 14.8 ppg
 - o TOC at surface
 - Mud Weight at shoe 8.6 ppg
 - o Displacement fluid density at 8.33 ppg

External Profile

- Fluid Gradients w/ Pore Pressure
 - O Fluid Gradient Above TOC is 8.6 ppg
 - O Fluid Gradient Below TOC is 8.6 ppg

- Average Running in hole speed at 2.0 ft/s
- Overpull of 100,000 lbf
- 650 psi Green Cement Pressure Test
- Service Loads from Burst and Collapse

Intermediate Casing Loads

Burst Loads

Internal Profile

Drilling Loads

- Gas Kick Profile
 - o 50 bbl kick volume
 - o 0.5 ppg kick intensity
 - o 9.2 ppg max mud weight
 - o 0.7 ppg kick gas gravity
 - o No margin of error on frac gradient
 - o 5" DP OD
 - o 600' of 6.5" Drill Collars
- Lost Returns with Water
 - o No margin of error on frac gradient
 - o Mud/Water Interface at 3200'
 - Mud weight with losses at 9.2 ppg
- Pressure Test
 - o 1500 psi casing pressure test with 8.33 ppg fresh water
- Green Cement Pressure Test
 - 1600 psi put on casing when bumping the plug with 8.33 ppg displacement fresh water

- Mud and Cement Mix-Water
 - o TOC at surface
 - Mud weight is 10.2 ppg
 - o Cement Mix-Water Density is 8.33 ppg

Internal Profile

Drilling Loads

- Partial Evacuation
 - o 50% evacuation. Top of mud level at 1600'.
 - o Mud Weight is 10.2 ppg
- Lost Returns with Mud Drop
 - Losses occurring at 12392' MD
 - o Pore Pressure at 8.33 ppg
 - o Current Mud Weight at 9.2 ppg
 - o Mud level drops to 446'
- Cementing
 - Lead Slurry Density at 12.9 ppg
 - o Tail Slurry Density at 14.8 ppg
 - o Tail Slurry Length of 500'
 - o TOC at surface
 - o Mud Weight at shoe 10.2 ppg
 - o Displacement fluid density at 8.33 ppg

External Profile

- Fluid Gradients w/ Pore Pressure
 - Fluid Gradient Above TOC is 10.2 ppg
 - O Fluid Gradient Below TOC is 10.2 ppg

- Average Running in hole speed at 2.0 ft/s
- Overpull of 100,000 lbf
- 1600 psi Green Cement Pressure Test
- Service Loads from Burst and Collapse

Production Casing Loads

Burst Loads

Internal Profile

Drilling Loads

- Pressure Test
 - o 6500 psi with 8.33 ppg fresh water
- Green Cement Pressure Test
 - 2000 psi put on casing when bumping the plug with 8.33 ppg displacement fresh water at the DV Tool located at kick off point

Production Loads

- Tubing Leak
 - o Packer Fluid Density at 8.6 ppg
 - o Packer Depth of 4150'
 - o Perf Depth at 12392' MD
 - o Gas/Oil Gradient 0.35 psi/ft
 - o Reservoir pressure at 2072 psi
- Injection Down Casing
 - o Injection pressure of 6500 psi
 - o Injection density of 9.0 ppg

- Fluid Gradients w/ Pore Pressure
 - 9.2 ppg mud weight above TOC
 - o 8.33 ppg below TOC
 - O Pore pressure applied in the openhole

Internal Profile

Drilling Loads

- Cementing
 - o Mud weight at shoe is 9.2 ppg
 - o TOC at surface
 - Lead Slurry Density is 12.6 ppg
 - o Tail Slurry Density is 13.0 ppg
 - o Tail Slurry Length at 1000'.
 - o Displacement fluid density is 8.33 ppg

Production Loads

- Full Evacuation
- Above/Below Packer
 - Reservoir pressure at 2075 psi
 - Density Above Packer at 8.6 ppg
 - Density Below Packer at 6.0 ppg
 - Assuming a fluid drop above the packer

External Profile

- Fluid Gradients w/ Pore Pressure
 - Fluid Gradient Above TOC is 9.2 ppg
 - O Fluid Gradient Below TOC is 9.2 ppg

- Average Running in hole speed at 2.0 ft/s
- Overpull of 100,000 lbf
- 2000 psi Green Cement Pressure Test
- Service Loads from Burst and Collapse

Thunderbird 5H Casing Design Assumptions

Pore Pressure

| Vertical Depth | Pore | | Permeable |
|----------------|--------------|-------|-----------|
| (ft) | Pressure/EMW | | Zones |
| Depth (ft) | (psi) | (ppg) | Zones |
| 11 | 5 | 8.33 | No |
| 300 | 130 | 8.33 | No |
| 1300 | 563 | 8.33 | No |
| 2900 | 1261 | 8.37 | No |
| 3500 | 1527 | 8.4 | No |
| 4436 | 1950 | 8.46 | No |

Fracture Pressure

| Vertical Depth | Fracture | |
|----------------|--------------|-------|
| (ft) | Pressure/EMW | |
| Depth (ft) | (psi) | (ppg) |
| 11 | 5 | 9 |
| 100 | 52 | 10 |
| 360 | 215 | 11.5 |
| 1343 | 872 | 12.5 |
| 2203 | 1488 | 13 |
| 2953 | 2071 | 13.5 |
| 4383 | 3188 | 14 |
| 4436 | 3226 | 14 |

Temperature Gradient

Ambient Temperature is 80° F

Temperature gradient of 0.7°/100′ TVD

Analysis Options

- Single External Pressure Profile
- Temperature Deration
- Buckling

Surface Casing Loads

Burst Loads

Internal Profile

Drilling Loads

- Fracture @ Shoe w/ Gas Gradient Above
 - o No margin of error on frac gradient
 - o Using a 0.7 ppg gas gradient
- Lost Returns with Water
 - o No margin of error on frac gradient
 - o Mud/Water Interface at 400'
 - o Mud weight with losses at 10.2 ppg
- Pressure Test
 - o 1200 psi casing pressure test with 8.33 ppg fresh water
- Green Cement Pressure Test
 - 650 psi put on casing when bumping the plug with 8.33 ppg displacement fresh water

- Mud and Cement Mix-Water
 - o TOC at surface
 - o Mud weight is 8.6 ppg
 - Cement Mix-Water Density is 8.33 ppg

Internal Profile

Drilling Loads

- Partial Evacuation
 - o 50% evacuation. Top of mud level at 200'.
 - o Mud Weight is 8.6 ppg
- Lost Returns with Mud Drop
 - o Losses occurring at 3200'
 - o Pore Pressure at 8.33 ppg
 - o Current Mud Weight at 10.2 ppg
 - Mud level drops to 587'
- Cementing
 - o Single Slurry at 14.8 ppg
 - o TOC at surface
 - Mud Weight at shoe 8.6 ppg
 - Displacement fluid density at 8.33 ppg

External Profile

- Fluid Gradients w/ Pore Pressure
 - O Fluid Gradient Above TOC is 8.6 ppg
 - O Fluid Gradient Below TOC is 8.6 ppg

- Average Running in hole speed at 2.0 ft/s
- Overpull of 100,000 lbf
- 650 psi Green Cement Pressure Test
- Service Loads from Burst and Collapse

Intermediate Casing Loads

Burst Loads

Internal Profile

Drilling Loads

- Gas Kick Profile
 - o 50 bbl kick volume
 - o 0.5 ppg kick intensity
 - o 9.2 ppg max mud weight
 - o 0.7 ppg kick gas gravity
 - o No margin of error on frac gradient
 - o 5" DP OD
 - o 600' of 6.5" Drill Collars
- Lost Returns with Water
 - No margin of error on frac gradient
 - o Mud/Water Interface at 3200'
 - Mud weight with losses at 9.2 ppg
- Pressure Test
 - o 1500 psi casing pressure test with 8.33 ppg fresh water
- Green Cement Pressure Test
 - 1600 psi put on casing when bumping the plug with 8.33 ppg displacement fresh water

- Mud and Cement Mix-Water
 - o TOC at surface
 - o Mud weight is 10.2 ppg
 - o Cement Mix-Water Density is 8.33 ppg

Internal Profile

Drilling Loads

- Partial Evacuation
 - o 50% evacuation. Top of mud level at 1600'.
 - o Mud Weight is 10.2 ppg
- Lost Returns with Mud Drop
 - o Losses occurring at 12392' MD
 - o Pore Pressure at 8.33 ppg
 - Current Mud Weight at 9.2 ppg
 - o Mud level drops to 446'
- Cementing
 - Lead Slurry Density at 12.9 ppg
 - o Tail Slurry Density at 14.8 ppg
 - o Tail Slurry Length of 500'
 - o TOC at surface
 - Mud Weight at shoe 10.2 ppg
 - o Displacement fluid density at 8.33 ppg

External Profile

- Fluid Gradients w/ Pore Pressure
 - Fluid Gradient Above TOC is 10.2 ppg
 - O Fluid Gradient Below TOC is 10.2 ppg

- Average Running in hole speed at 2.0 ft/s
- Overpull of 100,000 lbf
- 1600 psi Green Cement Pressure Test
- Service Loads from Burst and Collapse

Production Casing Loads

Burst Loads

Internal Profile

Drilling Loads

- Pressure Test
 - o 6500 psi with 8.33 ppg fresh water
- Green Cement Pressure Test
 - 2000 psi put on casing when bumping the plug with 8.33 ppg displacement fresh water at the DV Tool located at kick off point

Production Loads

- Tubing Leak
 - o Packer Fluid Density at 8.6 ppg
 - o Packer Depth of 4150'
 - o Perf Depth at 12392' MD
 - o Gas/Oil Gradient 0.35 psi/ft
 - o Reservoir pressure at 2072 psi
- Injection Down Casing
 - o Injection pressure of 6500 psi
 - o Injection density of 9.0 ppg

- Fluid Gradients w/ Pore Pressure
 - O 9.2 ppg mud weight above TOC
 - o 8.33 ppg below TOC
 - Pore pressure applied in the openhole

Internal Profile

Drilling Loads

- Cementing
 - o Mud weight at shoe is 9.2 ppg
 - TOC at surface
 - o Lead Slurry Density is 12.6 ppg
 - o Tail Slurry Density is 13.0 ppg
 - o Tail Slurry Length at 1000'.
 - o Displacement fluid density is 8.33 ppg

Production Loads

- Full Evacuation
- Above/Below Packer
 - o Reservoir pressure at 2075 psi
 - o Density Above Packer at 8.6 ppg
 - o Density Below Packer at 6.0 ppg
 - o Assuming a fluid drop above the packer

External Profile

- Fluid Gradients w/ Pore Pressure
 - O Fluid Gradient Above TOC is 9.2 ppg
 - O Fluid Gradient Below TOC is 9.2 ppg

- Average Running in hole speed at 2.0 ft/s
- Overpull of 100,000 lbf
- 2000 psi Green Cement Pressure Test
- Service Loads from Burst and Collapse

Thunderbird 5H Casing Design Assumptions

Pore Pressure

| Vertical Depth | Pore | | Permeable |
|----------------|--------------|-------|-----------|
| (ft) | Pressure/EMW | | Zones |
| Depth (ft) | (psi) | (ppg) | Zones |
| 11 | 5 | 8.33 | No |
| 300 | 130 | 8.33 | No |
| 1300 | 563 | 8.33 | No |
| 2900 | 1261 | 8.37 | No |
| 3500 | 1527 | 8.4 | No |
| 4436 | 1950 | 8.46 | No |

Fracture Pressure

| Vertical Depth | Fracture | |
|----------------|--------------|-------|
| (ft) | Pressure/EMW | |
| Depth (ft) | (psi) | (ppg) |
| 11 | 5 | 9 |
| 100 | 52 | 10 |
| 360 | 215 | 11.5 |
| 1343 | 872 | 12.5 |
| 2203 | 1488 | 13 |
| 2953 | 2071 | 13.5 |
| 4383 | 3188 | 14 |
| 4436 | 3226 | 14 |

Temperature Gradient

Ambient Temperature is 80° F

Temperature gradient of 0.7°/100′ TVD

Analysis Options

- Single External Pressure Profile
- Temperature Deration
- Buckling

Surface Casing Loads

Burst Loads

Internal Profile

Drilling Loads

- Fracture @ Shoe w/ Gas Gradient Above
 - o No margin of error on frac gradient
 - Using a 0.7 ppg gas gradient
- Lost Returns with Water
 - o No margin of error on frac gradient
 - Mud/Water Interface at 400'
 - Mud weight with losses at 10.2 ppg
- Pressure Test
 - o 1200 psi casing pressure test with 8.33 ppg fresh water
- Green Cement Pressure Test
 - 650 psi put on casing when bumping the plug with 8.33 ppg displacement fresh water

- Mud and Cement Mix-Water
 - TOC at surface
 - o Mud weight is 8.6 ppg
 - Cement Mix-Water Density is 8.33 ppg

Internal Profile

Drilling Loads

- Partial Evacuation
 - o 50% evacuation. Top of mud level at 200'.
 - o Mud Weight is 8.6 ppg
- Lost Returns with Mud Drop
 - Losses occurring at 3200'
 - o Pore Pressure at 8.33 ppg
 - Current Mud Weight at 10.2 ppg
 - o Mud level drops to 587'
- Cementing
 - o Single Slurry at 14.8 ppg
 - o TOC at surface
 - Mud Weight at shoe 8.6 ppg
 - o Displacement fluid density at 8.33 ppg

External Profile

- Fluid Gradients w/ Pore Pressure
 - O Fluid Gradient Above TOC is 8.6 ppg
 - O Fluid Gradient Below TOC is 8.6 ppg

- Average Running in hole speed at 2.0 ft/s
- Overpull of 100,000 lbf
- 650 psi Green Cement Pressure Test
- Service Loads from Burst and Collapse

Intermediate Casing Loads

Burst Loads

Internal Profile

Drilling Loads

- Gas Kick Profile
 - o 50 bbl kick volume
 - o 0.5 ppg kick intensity
 - o 9.2 ppg max mud weight
 - o 0.7 ppg kick gas gravity
 - o No margin of error on frac gradient
 - o 5" DP OD
 - o 600' of 6.5" Drill Collars
- Lost Returns with Water
 - o No margin of error on frac gradient
 - o Mud/Water Interface at 3200'
 - Mud weight with losses at 9.2 ppg
- Pressure Test
 - o 1500 psi casing pressure test with 8.33 ppg fresh water
- Green Cement Pressure Test
 - 1600 psi put on casing when bumping the plug with 8.33 ppg displacement fresh water

- Mud and Cement Mix-Water
 - o TOC at surface
 - o Mud weight is 10.2 ppg
 - o Cement Mix-Water Density is 8.33 ppg

Internal Profile

Drilling Loads

- Partial Evacuation
 - o 50% evacuation. Top of mud level at 1600'.
 - o Mud Weight is 10.2 ppg
- Lost Returns with Mud Drop
 - Losses occurring at 12392' MD
 - Pore Pressure at 8.33 ppg
 - o Current Mud Weight at 9.2 ppg
 - Mud level drops to 446'
- Cementing
 - o Lead Slurry Density at 12.9 ppg
 - o Tail Slurry Density at 14.8 ppg
 - o Tail Slurry Length of 500'
 - o TOC at surface
 - o Mud Weight at shoe 10.2 ppg
 - Displacement fluid density at 8.33 ppg

External Profile

- Fluid Gradients w/ Pore Pressure
 - Fluid Gradient Above TOC is 10.2 ppg
 - O Fluid Gradient Below TOC is 10.2 ppg

- Average Running in hole speed at 2.0 ft/s
- Overpull of 100,000 lbf
- 1600 psi Green Cement Pressure Test
- Service Loads from Burst and Collapse

Production Casing Loads

Burst Loads

Internal Profile

Drilling Loads

- Pressure Test
 - o 6500 psi with 8.33 ppg fresh water
- Green Cement Pressure Test
 - 2000 psi put on casing when bumping the plug with 8.33 ppg displacement fresh water at the DV Tool located at kick off point

Production Loads

- Tubing Leak
 - o Packer Fluid Density at 8.6 ppg
 - o Packer Depth of 4150'
 - o Perf Depth at 12392' MD
 - o Gas/Oil Gradient 0.35 psi/ft
 - o Reservoir pressure at 2072 psi
- Injection Down Casing
 - o Injection pressure of 6500 psi
 - o Injection density of 9.0 ppg

- Fluid Gradients w/ Pore Pressure
 - 9.2 ppg mud weight above TOC
 - o 8.33 ppg below TOC
 - O Pore pressure applied in the openhole

Internal Profile

Drilling Loads

- Cementing
 - Mud weight at shoe is 9.2 ppg
 - o TOC at surface
 - o Lead Slurry Density is 12.6 ppg
 - o Tail Slurry Density is 13.0 ppg
 - o Tail Slurry Length at 1000'.
 - o Displacement fluid density is 8.33 ppg

Production Loads

- Full Evacuation
- Above/Below Packer
 - o Reservoir pressure at 2075 psi
 - o Density Above Packer at 8.6 ppg
 - o Density Below Packer at 6.0 ppg
 - o Assuming a fluid drop above the packer

External Profile

- Fluid Gradients w/ Pore Pressure
 - Fluid Gradient Above TOC is 9.2 ppg
 - Fluid Gradient Below TOC is 9.2 ppg

- Average Running in hole speed at 2.0 ft/s
- Overpull of 100,000 lbf
- 2000 psi Green Cement Pressure Test
- Service Loads from Burst and Collapse

HYDROGEN SULFIDE (H2S) DRILLING OPERATIONS PLAN

Hydrogen Sulfide Training:

<u>All regularly assigned personnel, contracted or employed by Apache Corporation</u> will receive training from qualified instructor(s) in the following areas prior to commencing drilling possible hydrogen sulfide bearing formations in this well:

- The hazards and characteristics of hydrogen sulfide (H₂S)
- The proper use and maintenance of personal protective equipment and life support systems.
- The proper use of H₂S detectors, alarms, warning systems, briefing area, evacuation procedures & prevailing winds.
- The proper techniques for first aid and rescue procedures.

Supervisory personnel will be trained in the following areas:

- The effects of H₂S on metal components. If high tensile tubulars are to be utilized, personnel will be trained in their special maintenance requirements.
- Corrective action & shut-in procedures when drilling or reworking a well & blowout prevention / well control procedures.
- The contents and requirements of the H₂S Drilling Operations Plan

There will be an initial training session just prior to encountering a known or probable H_2S zone (within 3 days or 500') 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. This plan shall be available at the well site. All personnel will be required to carry documentation that they have received proper training.

H₂S SAFETY EQUIPMENT AND SYSTEMS:

Well Control Equipment that will be available & installed if H₂S is encountered:

- Flare Line with electronic igniter or continuous pilot.
- Choke manifold with a minimum of one remote choke.
- Blind rams & pipe rams to accommodate all pipe sizes with properly sized closing unit.
- · Auxiliary equipment to include: annular preventer, mud-gas separator, rotating head & flare gun with flares

Protective Equipment for Essential Personnel:

Mark II Survive-air 30 minute units located in dog house & at briefing areas, as indicated on wellsite diagram.

H2S Dection and Monitoring Equipment:

- Two portable H₂S monitors positioned on location for best coverage & response. These units have warning lights & audible sirens when H₂S levels of 20 ppm are reached.
- One portable H₂S monitor positioned near flare line.

H2S Visual Warning Systems:

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

Mud Program:

- The Mud Program has been designed to minimize the volume of H₂S circulated to the surface. Proper mud weights, safe drilling practices & the use of H₂S scavengers will minimize hazards when penetrating H₂S bearing zones.
- A mud-gas separator and H₂S gas buster will be utilized as needed.

Metallurgy:

- All drill strings, casing, tubing, wellhead, blowout preventers, drilling spool, kill lines, choke manifold & lines, & valves will be suitable for H₂S service.
- All elastomers used for packing & seals shall be H₂S trim.

Communication:

• Cellular telephone and 2-way radio communications in company vehicles, rig floor and mud logging trailer.

HYDROGEN SULFIDE (H2S) CONTINGENCY PLAN

Assumed 100 ppm ROE = 3000'

100 ppm H₂S concentration shall trigger activation of this plan.

Emergency Procedures

In the event of a release of gas containing H₂S, 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 H₂S 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 operators and/or local officials to aid in operation. See list of phone numbers attached.
- · Have received training in the :
 - Detection of H₂S, and
 - o 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 (SO₂). 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 this is an ignition of the gas.

Characteristics of H₂S and SO₂

| Common Name | Chemical Formula | Specific Gravity | Threshold Limit | Hazardous Limit | Lethal Concentration |
|---------------------|---------------------|---------------------|--------------------|--------------------|-------------------------|
| Hydrogen Sulfide | H₂S | 1.189 Air = I | 10 ppm | 100 ppm/hr | 600 ppm |
| Sulfur Dioxide | SO ₂ | 2.21 Air = I | 2 ppm | N/A | 1000 ppm |

Contacting Authorities

Apache Corporation 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 including directions to site. The following call list of essential and potential responders has been prepared for use during a release. Apache's response must be in coordination with the State of New Mexico's "Hazardous Materials Emergency Response Plan" (HMER).

WELL CONTROL EMERGENCY RESPONSE PLAN

I. GENERAL PHILOSOPHY

Our objective is to ensure that during an emergency, a predetermined procedure is followed so that prompt decisions can be made based on accurate information.

The best way to handle and emergency is with an experienced organization set up for the sole purpose of solving the problem. The *Well Control Emergency Response Team* was organized to handle dangerous & expensive well control problems. The *Team* is structured such that each individual can contribute the most from his area of expertise. Key decision-makers are determined prior to an emergency to avoid confusion about who is in charge.

If the well is flowing uncontrolled at the surface or subsurface, *The Emergency Response Team* will be mobilized. The *Team* is customized for the people currently on the Apache staff. Staff changes may require a change in the plan.

II. EMERGENCY PROCEDURE ON DRILLING OR COMPLETION OPERATIONS

A. In the event of an emergency the *Drilling Foreman or Tool-Pusher* will immediately contact only one of the following starting with the first name listed:

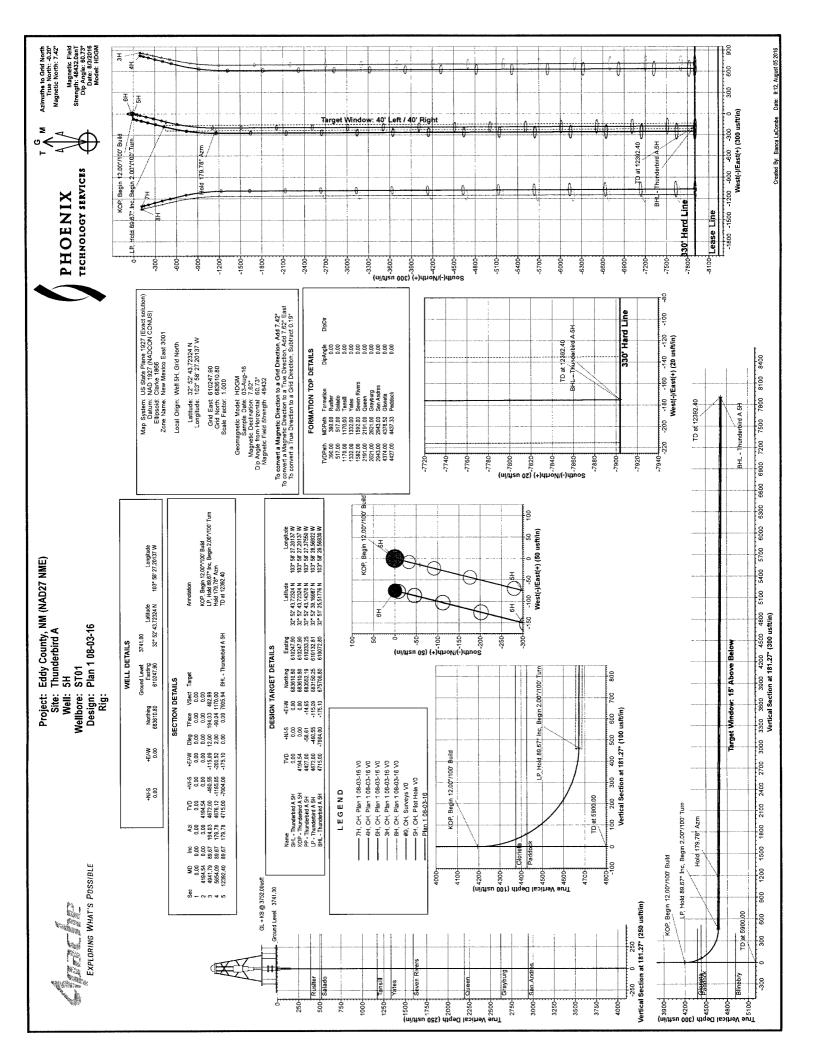
| Name | Office | Mobile | Home |
|-----------------------------------|--------------|--------------|------|
| Danny Laman – Drlg Superintendent | 432-818-1022 | 432-634-0288 | |
| John Vacek – Drilling Engineer | 432-818-1882 | 281-222-1812 | |
| Bobby Smith – Drilling Manager | 432-818-1020 | 432-556-7701 | |
| Bill Jones – EH&S Coordinator | | 432-967-9576 | · |

^{**}This one phone call will free the Drilling Foreman to devote his full time to securing the safety of personnel & equipment. This call will initiate the process to mobilize the Well Control Emergency Response Team. Apache maintains an Emergency Telephone Conference Room in the Houston office. This room is available for us by the Permian Region. The room has 50 separate telephone lines.

- **B.** The Apache employee contacted by the Drilling Foreman will begin contacting the rest of the *Team*. If **DANNY LAMAN** is out of contact, **JOHN VACEK** will be notified.
- **C.** If a member of the *Emergency Response Team* is away from the job, he must be available for call back. Telephone numbers should be left with secretaries or a key decision-maker.
- **D.** Apache's reporting procedure for spills or releases of oil or hazardous materials will be implemented when spills or releases have occurred or are probable.

EMERGENCY RESPONSE NUMBERS:

| SHERIFF DEPARTMENT | |
|-----------------------------|--------------|
| Eddy County | 575-887-7551 |
| Lea County | 575-396-3611 |
| FIRE DEPARTMENT | 911 |
| Artesia | 575-746-5050 |
| Carlsbad | 575-885-2111 |
| Eunice | 575-394-2111 |
| Hobbs | 575-397-9308 |
| Jal | 575-395-2221 |
| Lovington | 575-396-2359 |
| HOSPITALS | 911 |
| Artesia Medical Emergency | 575-746-5050 |
| Carlsbad Medical Emergency | 575-885-2111 |
| Eunice Medical Emergency | 575-394-2112 |
| Hobbs Medical Emergency | 575-397-9308 |
| Jal Medical Emergency | 575-395-2221 |
| Lovington Medical Emergency | 575-396-2359 |
| AGENT NOTIFICATIONS | |
| | |
| Bureau of Land Management | 575-393-3612 |





NM OIL CONSERVATION

ARTESIA DISTRICT

SEP 08 2017

RECEIVED

Apache Corporation

Eddy County, NM (NAD27 NME) Thunderbird A 5H

OH

Plan: Plan 1 08-03-16

Standard Planning Report

03 August, 2016





Planning Report



Database: Company: Compass 5000 GCR

Apache Corporation

Project: Site:

Eddy County, NM (NAD27 NME) Thunderbird A

Well: Wellbore:

5H ОН

Plan 1 08-03-16 Design:

Local Co-ordinate Reference:

TVD Reference:

MD Reference: North Reference: Well 5H

GL + KB @ 3752.00usft GL + KB @ 3752.00usft

Grid

Survey Calculation Method:

Minimum Curvature

Project

Eddy County, NM (NAD27 NME)

Map System:

US State Plane 1927 (Exact solution)

Geo Datum:

NAD 1927 (NADCON CONUS)

System Datum:

Mean Sea Level

Map Zone:

New Mexico East 3001

Site

Thunderbird A

Site Position:

Northing:

683,518.00 usft

Latitude:

Longitude:

32° 52' 42.77301 N

From:

Map

Easting: 0.00 usft

611,193.10 usft 13-3/16 "

Grid Convergence:

Position Uncertainty:

Slot Radius:

103° 58' 16.12161 W

0.20

Well

5H

Well Position

+N/-S

+E/-W

92.80 usft -945.20 usft 0.00 usft

HDGM

Northing: Easting:

683,610.80 usft 610,247.90 usft

7.60

Latitude: Longitude: 32° 52' 43.72324 N

Position Uncertainty

Wellhead Elevation:

8/3/2016

0.00 usft

Ground Level:

103° 58' 27,20137 W 3,741.00 usft

Wellbore

ОН

Magnetics

Model Name

Sample Date

Declination (")

Dip Angle (")

Field Strength (nT)

48,426

Design

Plan 1 08-03-16

Audit Notes:

Phase:

PROTOTYPE

Tie On Depth:

0.00

Vertical Section:

Depth From (TVD) (usft)

0.00

+N/-S (usft) 0.00

+E/-W (usft) 0.00

Direction (") 181.27

60.73

| 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 | |
| 4,194.54 | 0.00 | 0.00 | 4,194.54 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 4,941.79 | 89.67 | 194.03 | 4,672.00 | -460.55 | -115.09 | 12.00 | 12.00 | 0.00 | 194.03 | |
| 5,654.09 | 89.67 | 179.78 | 4,676.12 | -1,165.85 | -200.52 | 2.00 | 0.00 | -2.00 | -90.04 | |
| 12,392.40 | 89.67 | 179.78 | 4,715.00 | -7,904.00 | -175.10 | 0.00 | 0.00 | 0.00 | 0,00 | BHL - Thunderbird A 5 |



Planning Report



Database: Company:

Compass 5000 GCR Apache Corporation

Eddy County, NM (NAD27 NME)

Project: Site:

Thunderbird A

Well: Wellbore:

ОН Plan 1 08-03-16 Design:

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

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

GL + KB @ 3752.00usft GL + KB @ 3752.00usft

Grid

Minimum Curvature

| Measured | | | Vertical | | , , | Vertical | Dogleg | Build | Turn |
|---------------------------------------|--------------------|------------------|----------------------|-------------------|------------------|-------------------|---------------------|---------------------|---------------------|
| Depth (usft) | Inclination (°) | Azimuth (°) | Depth (usft) | +N/-S (usft) | +E/-W (usft) | Section (usft) | Rate (*/100usft) | Rate (*/100usft) | Rate (*/100usft) |
| 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 390.00 | 0.00 | 0.00 | 390.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Rusiter | | | | | | | | | |
| 517.00 | 0.00 | 0.00 | 517.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Salado | | | | | | | | | |
| 1,170.00 | 0.00 | 0.00 | 1,170.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Tansili | | | | | | | | | |
| 1,332.00 | 0.00 | 0.00 | 1,332.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Yates | | | | | | | | | |
| 1,592.00 | 0.00 | 0.00 | 1,592.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Seven Rive | rs | | | | | | | | |
| 2,191.00 | 0.00 | 0.00 | 2,191.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Queen | | | | | | | | | |
| 2,621.00 | 0.00 | 0.00 | 2,621.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Grayburg | | 0.00 | 0.040.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,943.00 | 0.00 | 0.00 | 2,943.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| San Andres 4,194,54 | 0.00 | 0.00 | 4.194.54 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| • | 12.00°/100' Build | | 4,104.04 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 4,200.00 | 0.66 | 194.03 | 4,200.00 | -0.03 | -0.01 | 0.03 | 12.00 | 12.00 | 0.00 |
| 4,300.00 4,378.52 | 12.66 22.08 | 194.03 194.03 | 4,299.14 4,374.00 | -11.25 -33.97 | -2.81 -8.49 | 11.31 34.14 | 12.00 12.00 | 12.00 12.00 | 0.00 0.00 |
| Giorieta | 22.00 | 134.03 | 4,374.00 | -33.87 | -0.43 | 54.14 | 12.00 | 12.00 | 0.00 |
| 4,400.00 | 24.66 | 194.03 | 4,393.72 | -42.23 | -10.55 | 42.45 | 12.00 | 12.00 | 0.00 |
| 4,437.33 | 29.13 | 194.03 | 4,427.00 | -58.61 | -14.65 | 58.92 | 12.00 | 12.00 | 0.00 |
| Paddock | | | ., | | | | | | |
| | | 404.00 | 4 470 50 | 04.04 | 22.80 | 00.00 | 12.00 | 12.00 | 0.00 |
| 4,500.00 4,600.00 | 36.66 48.66 | 194.03 194.03 | 4,479.59 4,553.00 | -91.61 -157.22 | -22.89 -39.29 | 92.09 158.05 | 12.00 12.00 | 12.00 12.00 | 0.00 |
| 4,700.00 | 60.66 | 194.03 | 4,610.74 | -236.21 | -59.03 | 237.46 | 12.00 | 12.00 | 0.00 |
| 4,800.00 | 72.66 | 194.03 | 4,650.29 | -325.13 | -81.24 | 326.84 | 12.00 | 12.00 | 0.00 |
| 4,900.00 | 84.66 | 194.03 | 4,669.93 | -420.07 | -104.97 | 422.29 | 12.00 | 12.00 | 0.00 |
| 4,941.79 | 89.67 | 194.03 | 4,672.00 | -460.55 | -115.09 | 462.99 | 12.00 | 12.00 | 0.00 |
| · · · · · · · · · · · · · · · · · · · | .67° inc, Begin 2 | | 4,072.00 | 400.00 | -110.00 | 402.00 | 12.00 | 72.00 | 0.00 |
| 5,000.00 | 89.67 | 192.87 | 4,672.33 | -517.17 | -128.62 | 519.89 | 2.00 | 0.00 | -2.00 |
| 5,100.00 | 89.67 | 190.87 | 4,672.91 | -615.02 | -149.18 | 618.18 | 2.00 | 0.00 | -2.00 |
| 5,200.00 | 89.67 | 188.87 | 4,673.49 | -713.54 | -166.32 | 717.05 | 2.00 | 0.00 | -2.00 |
| 5,300.00 | 89.67 | 186.87 | 4,674.07 | -812.59 | -180.00 | 816.38 | 2.00 | 0.00 | -2.00 |
| 5,400.00 | 89.67 | 184.87 | 4,674.65 | -912.06 | -190.22 | 916.05 | 2.00 | 0.00 | -2.00 |
| 5,500.00 | 89.67 | 182.87 | 4,675.23 | -1,011.82 | -196.96 | 1,015.94 | 2.00 | 0.00 | -2.00 |
| 5,600.00 | 89.67 | 180.87 | 4,675.81 | -1,111.76 | -200.22 | 1,115.93 | 2.00 | 0.00 | -2.00 |
| 5,654.09 | 89.67 | 179.78 | 4,676.12 | -1,165.85 | -200.52 | 1,170.00 | 2.00 | 0.00 | -2.00 |
| Hold 179.78 | 3° Azm | | | | | | | | |
| 5,700.00 | 89.67 | 179.78 | 4,676.39 | -1,211.76 | -200.35 | 1,215.90 | 0.00 | 0.00 | 0.00 |
| 5,800.00 | 89.67 | 179.78 | 4,676.97 | -1,311.76 | -199.97 | 1,315.87 | 0.00 | 0.00 | 0.00 |
| 5,900.00 | 89.67 | 179.78 | 4,677.54 | -1,411.76 | -199.59 | 1,415.83 | 0.00 | 0.00 | 0.00 |
| 6,000.00 | 89.67 | 179.78 | 4,678.12 | -1,511.75 | -199.22 | 1,515.80 | 0.00 | 0.00 | 0.00 |
| 6,100.00 | 89.67 | 179.78 | 4,678.70 | -1,611.75 | -198.84 | 1,615.76 | 0.00 | 0.00 | 0.00 |
| 6,200.00 | 89.67 | 179.78 | 4,679.27 | -1,711.75 | -198.46 | 1,715.73 | 0.00 | 0.00 | 0.00 |
| 6,300.00 | 89.67 | 179.78 | 4,679.85 | -1,811.75 | -198.08 | 1,815.69 | 0.00 | 0.00 | 0.00 |
| 6,400.00 | 89,67 | 179.78 | 4,680.43 | -1,911.74 | -197.71 | 1,915.65 | 0.00 | 0.00 | 0.00 |
| 6,500.00 | 89.67 | 179.78 | 4,681.00 | -2,011.74 | -197.33 | 2,015.62 | 0.00 | 0.00 | 0.00 |
| 6,600.00 | 89.67 | 179.78 | 4,681.58 | -2,111.74 | -196.95 | 2,115.58 | 0.00 | 0.00 | 0.00 |
| 6,700.00 | | 179.78 | 4,682.16 | -2,211.74 | -196.58 | 2,215.55 | 0.00 | 0.00 | 0.00 |



Planning Report



Database: Company: Compass 5000 GCR Apache Corporation

Apache Corporation
Eddy County, NM (NAD27 NME)

Project: Site:

Thunderbird A

Well: 5H Wellbore: OH

Design: Plan 1 08-03-16

Local Co-ordinate Reference:

TVD Reference:

MD Reference: North Reference:

Survey Calculation Method:

Well 5H

GL + KB @ 3752.00usft GL + KB @ 3752.00usft

Grid

Minimum Curvature

| Measured Depth | Inclination | Azimuth | Vertical Depth | +N/-S | +E/-W | Vertical Section | Dogleg Rate | Build Rate | Turn Rate |
|-------------------|-------------|---------|----------------------|------------------------|--------------------|-----------------------------------|----------------|---------------|--------------|
| (usft) | (°) | (°) | (usft) | (usft) | (usft) | (usft) | (*/100usft) | ("/100usft) | (*/100usft) |
| 6,800.00 | 89,67 | 179.78 | 4,682.74 | -2,311.74 | -196,20 | 2,315.51 | 0.00 | 0.00 | 0.00 |
| 6,900.00 | 89.67 | 179.78 | 4,683,31 | -2,411.73 | -195.82 | 2,415.48 | 0.00 | 0.00 | 0.00 |
| 7,000.00 | 89.67 | 179.78 | 4,683.89 | -2,511.73 | -195.44 | 2,515.44 | 0.00 | 0.00 | 0.00 |
| 7,100.00 | 89.67 | 179.78 | 4,684.47 | -2,611.73 | -195.07 | 2,615.41 | 0.00 | 0.00 | 0.00 |
| 7,100.00 | 89.67 | 179.78 | 4,685.04 | -2,711.73 | -194.69 | 2,715.37 | 0.00 | 0.00 | 0.00 |
| | | | - | • | | | | | |
| 7,300.00 | 89.67 | 179.78 | 4,685.62 | -2,811.72 | -194.31 | 2,815.34 | 0.00 | 0.00 | 0.00 |
| 7,400.00 | 89.67 | 179.78 | 4,686.20 | -2,911.72 | -193.93 | 2,915.30 | 0.00 | 0.00 | 0.00 |
| 7,500.00 | 89.67 | 179.78 | 4,686.77 | -3,011.72 | -193.56 | 3,015.27 | 0.00 | 0.00 | 0.00 |
| 7,600.00 | 89.67 | 179.78 | 4,687.35 | -3,111.72 | -193.18 | 3,115.23 | 0.00 | 0.00 | 0.00 |
| 7,700.00 | 89.67 | 179.78 | 4,687.93 | -3,211.71 | -192.80 | 3,215.20 | 0.00 | 0.00 | 0.00 |
| 7,800.00 | 89.67 | 179.78 | 4,688.50 | -3,311.71 | -192.43 | 3,315.16 | 0.00 | 0.00 | 0.00 |
| 7,900.00 | 89.67 | 179.78 | 4,689.08 | -3,411.71 | -192.05 | 3,415.13 | 0.00 | 0.00 | 0.00 |
| 8,000.00 | 89.67 | 179.78 | 4,689.66 | -3,511.71 | -191.67 | 3,515.09 | 0.00 | 0.00 | 0.00 |
| 8,100.00 | 89.67 | 179.78 | 4,690.24 | -3,611.70 | -191.29 | 3,615.06 | 0.00 | 0.00 | 0.00 |
| 8,200.00 | 89.67 | 179.78 | 4,690.81 | -3,711.70 | -190.92 | 3,715.02 | 0.00 | 0.00 | 0.00 |
| | | | · | -3.811.70 | -190.54 | 3,814.98 | 0,00 | 0.00 | 0.00 |
| 8,300.00 | 89.67 | 179.78 | 4,691.39 | | | | 0.00 | 0.00 | 0.00 |
| 8,400.00 | 89.67 | 179.78 | 4,691.97 | -3,911.70 | -190.16 | 3,914.95 | | 0.00 | 0.00 |
| 8,500.00 | 89.67 | 179.78 | 4,692.54 | -4,011.69 | -189.78 | 4,014.91 | 0.00 | | |
| 8,600.00 | 89.67 | 179.78 | 4,693.12 | -4,111.69 | -189.41 | 4,114.88 | 0.00 | 0.00 | 0.00 |
| 8,700.00 | 89.67 | 179.78 | 4,693.70 | -4,211.69 | -189.03 | 4,214.84 | 0.00 | 0.00 | 0.00 |
| 8,800.00 | 89.67 | 179.78 | 4,694.27 | -4,311.69 | -188.65 | 4,314.81 | 0.00 | 0.00 | 0.00 |
| 8,900.00 | 89.67 | 179.78 | 4,694.85 | -4,411.69 | -188.28 | 4,414.77 | 0.00 | 0.00 | 0.00 |
| 9,000.00 | 89.67 | 179.78 | 4,695.43 | -4,511.68 | -187.90 | 4,514.74 | 0.00 | 0.00 | 0.00 |
| 9,100.00 | 89.67 | 179.78 | 4,696.01 | -4,611.68 | -187.52 | 4,614.70 | 0.00 | 0.00 | 0.00 |
| 9,200.00 | 89.67 | 179.78 | 4,696.58 | -4,711.68 | -187.14 | 4,714.67 | 0.00 | 0.00 | 0.00 |
| 9,300.00 | 89.67 | 179.78 | 4,697.16 | -4,811.68 | -186.77 | 4,814.63 | 0.00 | 0.00 | 0.00 |
| 9,400.00 | 89.67 | 179.78 | 4,697.74 | -4,911.67 | -186.39 | 4,914.60 | 0.00 | 0.00 | 0.00 |
| • | 89.67 | 179.78 | 4,698.31 | -5,011.67 | -186.01 | 5,014.56 | 0.00 | 0.00 | 0.00 |
| 9,500.00 | | | * | | -185.63 | 5,114.53 | 0.00 | 0.00 | 0.00 |
| 9,600.00 | 89.67 | 179.78 | 4,698.89 | -5,111.67 | -185.26 | 5,214.49 | 0.00 | 0.00 | 0.00 |
| 9,700.00 | 89.67 | 179.78 | 4,699.47 | -5,211.67 | | | | | |
| 9,800.00 | 89.67 | 179.78 | 4,700.04 | -5,311.66 | -184.88 | 5,314.46 | 0.00 | 0.00 | 0.00 |
| 9,900.00 | 89.67 | 179.78 | 4,700.62 | -5,411.66 | -184.50 | 5,414.42 | 0.00 | 0.00 | 0.00 |
| 10,000.00 | 89.67 | 179.78 | 4,701.20 | -5,511.66 | -184.13 | 5,514.39 | 0.00 | 0.00 | 0.00 |
| 10,100.00 | 89.67 | 179.78 | 4,701.77 | -5,611.66 | -183.75 | 5,614.35 | 0.00 | 0.00 | 0.00 |
| 10,200.00 | 89.67 | 179.78 | 4,702.35 | -5,711.65 | -183.37 | 5,714.31 | 0.00 | 0.00 | 0.00 |
| 10.300.00 | 89,67 | 179.78 | 4,702.93 | -5,811.65 | -182.99 | 5,814.28 | 0.00 | 0.00 | 0.00 |
| 10,400.00 | 89.67 | 179.78 | 4,703.51 | -5,911.65 | -182.62 | 5,914.24 | 0.00 | 0.00 | 0.00 |
| 10,500.00 | 89.67 | 179.78 | 4,704.08 | -6,011.65 | -182.24 | 6,014.21 | 0.00 | 0.00 | 0.00 |
| 10,600.00 | 89.67 | 179.78 | 4,704.66 | -6,111.64 | -181.86 | 6,114.17 | 0.00 | 0.00 | 0.00 |
| 10,700.00 | 89.67 | 179.78 | 4,705.24 | -6,211.64 | -181.48 | 6,214.14 | 0.00 | 0.00 | 0.00 |
| • | 89.67 | 179.78 | 4,705.81 | -6,311.64 | -181,11 | 6,314.10 | 0.00 | 0.00 | 0.00 |
| 10,800.00 | | | 4,705.81 | -6,411.64 | -180.73 | 6,414.07 | 0.00 | 0.00 | 0.00 |
| 10,900.00 | 89.67 | 179.78 | • | • | | | 0.00 | 0.00 | 0.00 |
| 11,000.00 | 89.67 | 179.78 | 4,706.97 | -6,511.64 | -180.35 | 6,514.03 | | | |
| 11,100.00 | 89.67 | 179.78 | 4,707.54 | -6,611.63 | -179.98 | 6,614.00 | 0.00 | 0.00 | 0.00 |
| 11,200.00 | 89.67 | 179.78 | 4,708.12 | -6,711.63 | -179.60 | 6,713.96 | 0.00 | 0.00 | 0.00 |
| 11,300.00 | 89.67 | 179.78 | 4,708.70 | -6,811.63 | -179,22 | 6,813.93 | 0.00 | 0.00 | 0.00 |
| 11,400.00 | 89.67 | 179.78 | 4,709.27 | -6,911.63 | -178,84 | 6,913.89 | 0.00 | 0.00 | 0.00 |
| 11,500.00 | 89.67 | 179.78 | 4,709.85 | -7,011.62 | -178.47 | 7,013.86 | 0.00 | 0.00 | 0.00 |
| 11,600.00 | 89.67 | 179.78 | 4,710.43 | -7,111.62 | -178.09 | 7,113.82 | 0.00 | 0.00 | 0.00 |
| 11,700.00 | 89.67 | 179.78 | 4,711.01 | -7,211.62 | -177.71 | 7,213.79 | 0.00 | 0.00 | 0.00 |
| | | | | | -177.33 | | 0.00 | 0.00 | 0.00 |
| 11,800.00 | 89.67 | 179.78 | 4,711.58 4,712.18 | -7,311.62 -7,411.61 | -177.33 -176.96 | 7,313.75 7,413.72 | 0.00 | 0.00 | 0.00 |
| 11,900.00 | 89.67 | 179.78 | 4,712.16 | • | -176.58 | 7, 4 13.72 7,513.68 | 0.00 | 0.00 | 0.00 |
| 12,000.00 | 89.67 | 179.78 | 4,712.74 | -7,511.61 | -1/0.58 | 7 313 00 | 0.00 | U.UU | 0.00 |



Planning Report



Database: Company:

Compass 5000 GCR Apache Corporation

Project: Site:

Eddy County, NM (NAD27 NME)

Thunderbird A

5H Well: Wellbore: ОН

Plan 1 08-03-16 Design:

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well 5H

GL + KB @ 3752.00usft GL + KB @ 3752.00usft

Grid

Minimum Curvature

| 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) |
|-----------------------------|-----------------|----------------|-----------------------------|-----------------|-----------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 12,200.00 | 89.67 | 179.78 | 4,713.89 | -7,711.61 | -175.83 | 7,713.61 | 0.00 | 0.00 | 0.00 |
| 12,300.00 | 89,67 | 179.78 | 4,714.47 | -7,811.60 | -175.45 | 7,813.57 | 0.00 | 0.00 | 0.00 |
| 12.392.40 | 89,67 | 179.78 | 4,715.00 | -7,904.00 | -175.10 | 7,905.94 | 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 |
| BHL - Thunderbird A 5H - plan hits target cen - Rectangle (sides W | | 179.78 0.61 D30.00) | 4,715.00 | -7,904.00 | -175.10 | 675,706.80 | 610,072.80 | 32° 51' 25.51776 N | 103° 58' 29.56930 W |

| Formations | | | | | | |
|------------|-----------------------------|-----------------------------|--------------|-----------|-------------------------------|----|
| | Measured Depth (usft) | Vertical Depth (usft) | Name | Lithology | Dip Dip Directi (°) (°) | òn |
| | 390.00 | 390.00 | Ruslter | | 0.00 | |
| | 517.00 | 517.00 | Salado | | 0.00 | |
| | 1,170.00 | 1,170.00 | Tansill | | 0.00 | |
| | 1,332.00 | 1,332.00 | Yates | | 0.00 | |
| | 1,592.00 | 1,592.00 | Seven Rivers | | 0.00 | |
| | 2,191.00 | 2,191.00 | Queen | | 0.00 | |
| | 2,621.00 | 2,621.00 | Grayburg | | 0.00 | |
| | 2,943.00 | 2,943.00 | San Andres | | 0.00 | |
| | 4,378.52 | 4,374.00 | Giorieta | | 0.00 | |
| | 4,437.33 | 4,427.00 | Paddock | | 0.00 | |

| Plan Annotations | | | | | |
|------------------|-----------------|------------|---------|--|--|
| Measured | Vertical | Local Coon | dinates | | |
| Depth (usft) | Depth (usft) | +N/-S | +E/-W | Comment | |
| (usit) | lasic | (usft) | (usft) | | |
| 4,194.54 | 4,194.54 | 0.00 | 0.00 | KOP, Begin 12.00°/100' Build | |
| 4 ,941.79 | 4,672.00 | -460.55 | -115.09 | LP, Hold 89.67° Inc, Begin 2.00°/100' Turn | |
| 5,654.09 | 4,676.12 | -1,165.85 | -200.52 | Hold 179.78° Azm | |
| 12,392.40 | 4,715.00 | -7,904.00 | -175.10 | TD at 12392.40 | |

INTERMEDIATE 2 STAGE CEMENT JOB CONTINGENCY:

- * DVT depth(s) will be adjusted based on hole conditions & cmt volumes will be adjusted proportionally. DVT will be set a minimum of 50 feet below previous casing & a minimum of 200 feet above current shoe. Lab reports with 500psi compressive strength time for cement will be onsite for review.
- * If lost circ is encountered, Apache may 2-stage Interm csg. A DVT may be used int eh 9-5/8" csg & ECP may be placed below DVT.

1st Stage:

Lead:

Top MD of segment: 450 Btm MD of segment: 2275.38

Cmt type: Class C Cmt Additives: 5% Salt + 6% Bentonite +

1#/sk Kolseal + 0.125#/sk CF

Quantity (sks): 404

Yield(cu/ft/sk): 1.84 Volume (cu/ft): 743.36 Density(lbs/gal): 12.9 Percent excess: 30%

Tail:

Top MD of segment: 2275.38 Btm MD of segment: 3200 Cmt type: Class C Cmt Additives: 0.1% Retarder

Quantity (sks): 300

Yield(cu/ft/sk): 1.32 Volume (cu/ft): 396
Density(lbs/gal): 14.8 Percent excess: 30%

STAGE TOOL DEPTH: 450'

2ND Stage:

Lead:

Top MD of segment: 0 Btm MD of segment: 450

Cmt type: Class C Cmt Additives: 2% Calcium Chloride

Quantity (sks): 129

Yield(cu/ft/sk): 1.33 Volume (cu/ft): 171.57 Density(lbs/gal): 14.8 Percent excess: 30%

*** Apache will have an open hole completion attached to the 5.5" csg. 5.5" csg will crossover to 7" where DVT will be placed at bottom of 7" csg. 5.5" csg will be uncemented & the 7" csg from DVT to surface will be cemented.

Apache plans to drill a pilot hole for this well, Thunderbird A #5H. Below are plugs to be set:

Cement: 150' Bottom plug

Top MD of segment: 5750' Btm MD of segment: 5900'

Cmt type: Class C Cmt Additives: 0.2% Retarder + 0.2% Dispersant +

0.025% Anti-settling additive

Quantity (sks): 48

Yield(cu/ft/sk): 1.25 Volume (cu/ft): 59.12 Density(lbs/gal): 15.2 Percent excess: 0%

Cement: 750' Kickoff plug

Top MD of segment: 3750' Btm MD of segment: 4450'

Cmt type: Class H Cmt Additives: 0.75% Dispersant + 0.3% Retarder

Quantity (sks): 291

Yield(cu/ft/sk): 0.95 Volume (cu/ft): 275.85 Density(lbs/gal): 17.5 Percent excess: 0%



U.S. Department of the interior BUREAU OF LAND MANAGEMENT

SUPO Data Report
09/07/2017

APD ID: 10400003537

Operator Name: APACHE CORPORATION

Well Name: THUNDERBIRD A

Well Type: OIL WELL

Submission Date: 09/02/2016

Well Number: 5H

Well Work Type: Drill

Highlighted data reflects the most

recent changes

Show Final Text

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

Vicinity Loc Verif Thunderbird A 5H 09-15-2016.pdf

Existing Road Purpose: ACCESS Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? YES

Existing Road Improvement Description: Road will be improved by adding 3" - 6" of compacted caliche cap.

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

Plat_Access Rd_Thunderbird A 5H_09-15-2016.pdf

New road type: LOCAL

Length: 86.17

Feet

Width (ft.): 30

Max slope (%): 2

Max grade (%): 2

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 14

New road access erosion control: Road will b crowned for water drainage and to control erosion

New road access plan or profile prepared? NO

New road access plan attachment:

4_Plat_Access Road_Thunderbird A 5H_6.20.16_08-18-2016.pdf

Access road engineering design? NO

Well Name: THUNDERBIRD A Well Number: 5H

Access road engineering design attachment:

Access surfacing type: OTHER

Access topsoil source: ONSITE

Access surfacing type description: Caliche

Access onsite topsoil source depth: 6

Offsite topsoil source description:

Onsite topsoil removal process: Push top 6"

Access other construction information:

Access miscellaneous information:

Number of access turnouts: 0 Access turnout map:

Drainage Control

New road drainage crossing: OTHER

Drainage Control comments: Road will be crowned for water drainage

Road Drainage Control Structures (DCS) description: Road will be crowned to allow for water drainage

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

1 Mile Radius_Thunderbird A 5H_09-15-2016.pdf

Existing Wells description:

Section 4 - Location of Existing and/or Proposed Production Facilities

Submit or defer a Proposed Production Facilities plan? SUBMIT

Estimated Production Facilities description:

Production Facilities description: A pipeline to transport production will be installed from the proposed well to the proposed production facility. Apache plans to install a 4 inch buried spoolable fiberglass pipeline from the proposed well to the offsite production facility. The proposed length of the pipeline will be 3664.33 feet with working pressure of 250psi. A 30 feet wide disturbance will be needed to install the buried pipeline. In areas where blading is allowed, topsoil will be stockpiled and separated from the excavated trench mineral material. Final reclamation procedures will match procedures in plans for surface reclamation. When excavated soil is backfilled, it will be compacted to prevent subsidence. No berm over pipeline will be evident. The proposed pipeline does not cross lease boundaries, so a ROW will not need to be acquired from BLM. The proposed production facility will have a secondary containment structure that is constructed to hold the capacity of 1-1/2

Well Name: THUNDERBIRD A Well Number: 5H

times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

Production Facilities map:

Flowline_Thunderbird A 5H_09-15-2016.pdf Battery_Thunderbird A 5H_09-15-2016.pdf

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: INTERMEDIATE/PRODUCTION CASING Water source type: OTHER

Describe type:

Source latitude: 32.87279 Source longitude: -103.5045

Source datum: NAD83

Water source permit type: PRIVATE CONTRACT

Source land ownership: STATE

Water source transport method: TRUCKING

Source transportation land ownership: STATE

Water source volume (barrels): 2214.2856 Source volume (acre-feet): 0.28540614

Source longitude: -103.98483

Source volume (gal): 93000

Water source use type: INTERMEDIATE/PRODUCTION CASING, Water source type: GW WELL

SURFACE CASING

Describe type:

0 114 1 00 040000

Source latitude: 32.819386

Source datum: NAD83

Water source permit type: PRIVATE CONTRACT

Source land ownership: PRIVATE

Water source transport method: TRUCKING

Source transportation land ownership: PRIVATE

Water source volume (barrels): 2214.2856 Source volume (acre-feet): 0.28540614

Source volume (gal): 93000

Water source and transportation map:

Thunderbird 5H FW Sources_09-15-2016.pdf
Thunderbird 5H BrineWtr Source_09-15-2016.pdf

Water source comments:

New water well? NO

New Water Well Info

Well Name: THUNDERBIRD A Well Number: 5H

Well latitude:

Well Longitude:

Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

Aguifer comments:

Aquifer documentation:

Well depth (ft):

Well casing type:

Well casing outside diameter (in.):

Well casing inside diameter (in.):

New water well casing?

Used casing source:

Drilling method:

Drill material:

Grout material:

Grout depth:

Casing length (ft.):

Casing top depth (ft.):

Well Production type:

Completion Method:

Water well additional information:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: Caliche and tin horn cellar

Construction Materials source location attachment:

Section 7 - Methods for Handling Waste

Waste type: DRILLING

Waste content description: Drilling fluid from well, during drilling operations, will be stored safely and recycled to next well.

Any excess will be hauled to approved NMOCD disposal facility

Amount of waste: 3600

barrels

Waste disposal frequency: One Time Only

Safe containment description: Drilling fluids will be stored in sealed frac tanks

Safe containment attachment:

Waste disposal type: RECYCLE

Disposal location ownership: OTHER

Disposal type description:

Disposal location description: Operators next well

Waste type: SEWAGE

Waste content description: Human waste and grey water

Amount of waste: 2000

gallons

Waste disposal frequency: Weekly

Page 4 of 10

Well Name: THUNDERBIRD A Well Number: 5H

Safe containment description: Sewage will be stored in steel waste tanks

Safe containmant attachment:

Waste disposal type: OTHER Disposal location ownership: STATE

Disposal type description: Municipal waste facility

Disposal location description: Hobbs Municipal Waste Facility

Waste type: DRILLING

Waste content description: Excess cement returns

Amount of waste: 40 barrels

Waste disposal frequency: Weekly

Safe containment description: Cement returns will be stored in steel roll off bins then transferred to disposal vacuum trucks

Safe containment attachment:

Waste disposal type: OTHER Disposal location ownership: PRIVATE

Disposal type description: Haul to private facility

Disposal location description: R360, 6601 W. Hobbs Hwy, Carlsbad, NM, 88220

Waste type: GARBAGE

Waste content description: Household garbage, trash and non-toxic mud sacks

Amount of waste: 1500 pounds

Waste disposal frequency: Weekly

Safe containment description: Garbage will be disposed off in portable trash trailers

Safe containment attachment:

Waste disposal type: OTHER Disposal location ownership: STATE

Disposal type description: Private Land Fill

Disposal location description: Lea County Landfill

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.) Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

Well Name: THUNDERBIRD A Well Number: 5H

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? YES

Description of cuttings location Cuttings will be stored in steel haul off bins & taken to an NMOCD approved disposal

facility

Cuttings area length (ft.)

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

Is at least 50% of the cuttings area in cut?

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: NO

Ancillary Facilities attachment:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

WellsiteRigLayout_Thunderbird A 5H_09-15-2016.pdf

Comments:

Section 10 - Plans for Surface Reclamation

Type of disturbance: NEW Recontouring attachment:

Drainage/Erosion control construction: Slight slope for water drainage

Drainage/Erosion control reclamation: Reclamation is going to follow natural terrain to control erosion, runoff and siltation

of surrounding area

Wellpad long term disturbance (acres): 2.69 Wellpad short term disturbance (acres): 4.36

Access road long term disturbance (acres): 0.01 Access road short term disturbance (acres): 0.01

Pipeline long term disturbance (acres): 1.834938 Pipeline short term disturbance (acres): 1.834938

Other long term disturbance (acres): 9.18 Other short term disturbance (acres): 9.18

Well Name: THUNDERBIRD A Well Number: 5H

Total long term disturbance: 13.714938

Total short term disturbance: 15.384938

Reconstruction method: Areas planned for interim reclamation will be contoured to original contour if feasible, or if not feasible, to an interim contour that blends with surrounding topography as much as possible. Where applicable, fill material of well pad will be back filled into the cut to bring area back to original contour.

Topsoil redistribution: Topsoil that was spread over interim reclamation areas will be stockpiled prior to recontouring.

Topsoil will be redistributed evenly over entire disturbed site to ensure successful revegetation

Soil treatment: No soil treatment expected

Existing Vegetation at the well pad: Plants are sparse but include grasses, some mesquite and shinnery oak

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: Plants are sparse but include grasses, some mesquite and shinnery oak

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline: Plants are sparse but include grasses, some mesquite and shinnery oak

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: Plants are sparse but include grasses, some mesquite and shinnery oak

Existing Vegetation Community at other disturbances attachment:

Non native seed used? NO

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project? NO

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? NO

Seed harvest description:

Seed harvest description attachment:

Seed Management

| Seed Table | |
|--------------|-----------------|
| Seed type: | Seed source: |
| Seed name: | |
| Source name: | Source address: |

Source phone:

Seed cultivar:

Seed use location:

PLS pounds per acre: Proposed seeding season:

| Seed Su | umma r y |
|-----------|-----------------|
| Seed Type | Pounds/Acre |

Total pounds/Acre:

Well Name: THUNDERBIRD A Well Number: 5H

Seed reclamation attachment:

Operator Contact/Responsible Official Contact Info First Name: Phone: Email: Seedbed prep:

Seed BMP:

Seed method:

Existing invasive species? NO

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: Operator will consult with authorized officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

Weed treatment plan attachment:

Monitoring plan description: Interim reclamation, reclaimed areas, will be monitored periodically to ensure vegetation has re-established, that area is not redisturbed, and erosion is controlled **Monitoring plan attachment:**

Success standards: Objective of interim reclamation is to resore vegetative cover and a portion of landform sufficient to maintain healthy, biologically active topsoil, control erosion, and minimize habitat and forage loss, visual impact, and weed infestation during life of well or facilities. Long term objective of final reclamation is to return land to a condition similar to what existed prior to disturbance. This includes restoration of landform and natural vegetative community, hydrologic systems, visual resources, and wildlife habitats. To ensure that the long term objective will be reached through human and natural processes, actions will be taken to ensure standards are met for site stability, visual quality, hydrological functioning, and vegetative productivity. BLM will be notified 3 days prior to commencement of any reclamation procedures. If circumstances allow, interim and/or final reclamation actions will be completed no later than 6 months from when the final well on location has been completed or plugged. We will gain written permission from BLM if more time is needed.

Pit closure description: Not applicable

Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: WELL PAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:
BOR Local Office:
COE Local Office:

DOD Local Office:

Well Name: THUNDERBIRD A Well Number: 5H

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Section 12 - Other Information

Right of Way needed? NO

Use APD as ROW?

ROW Type(s):

ROW Applications

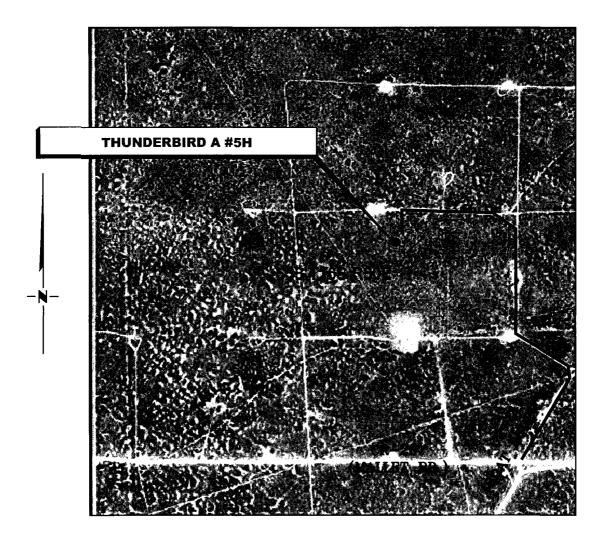
SUPO Additional Information: Apache plans to install an overhead electrical line for the proposed well. The proposed length of the electrical line will be 720.82 feet from Pad 1- Thunderbird A 1H, 2H, 3H to Pad 2-Thunderbird A 5H, 6H. Electrical line will e constructed to provide protection from raptor electrocution. The proposed electrical line does not cross lease boundaries, so a ROW grant will not need to be acquired from BLM. **Use a previously conducted onsite?** YES

Previous Onsite information: 5/26/2016; BLM Rep: Jeffery Robertson; Thunderbird A 1H - 10H

Other SUPO Attachment

VICINITY MAP

NOT TO SCALE



SECTION 33, TWP. 16 SOUTH, RGE. 30 EAST, N. M. P. M., EDDY CO., NEW MEXICO

| OPERATOR: Apache Corporation | LOCATION: <u>2315' FNL & 1955' FEL</u> |
|------------------------------|--|
| LEASE: Thunderbird A | ELEVATION: 3741' |
| WELL NO.: 5H | |

Firm No.: TX 10193838 NM 4655451

Copyright 2014 - All Rights Reserved

| NO. | REVISION | DATE |
|-----|-------------|------|
| JOB | NO.: LS1605 | 195 |



JOB NO.: LS1605195

DWG. NO.: 1605195VM

308 W. BROADWAY ST., HOBBS, NM 88240 (575) 964-8200

SCALE: NTS

DATE: 6-01-2016

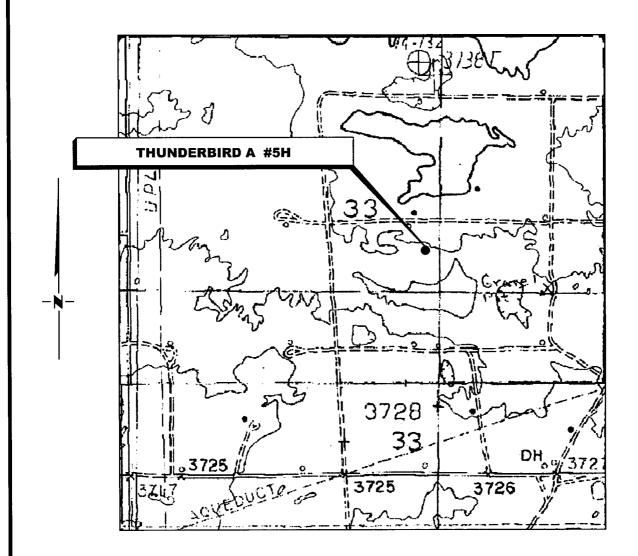
SURVEYED BY: BC/HD

DRAWN BY: LPS

APPROVED BY: RMH

SHEET: 1 OF 1

LOCATION VERIFICATION MAP



SECTION 33, TWP. 16 SOUTH, RGE. 30 EAST, N. M. P. M., EDDY CO., NEW MEXICO

OPERATOR: <u>Apache Corporation</u>
LEASE: <u>Thunderbird A</u>
WELL NO.: 5H

ELEVATION: 3741'

LOCATION: 2315' FNL & 1955' FEL

CONTOUR INTERVAL: 10'

USGS TOPO. SOURCE MAP:

Henshaw Tank, NM (P. E. 1985)

Firm No.: TX 10193838 NM 4655451

SCALE: 1" = 1000'

NO. REVISION DATE
JOB NO.: LS1605195

DWG. NO.: 1605195LVM

308 W. BROADWAY ST., HOBBS, NM 88240

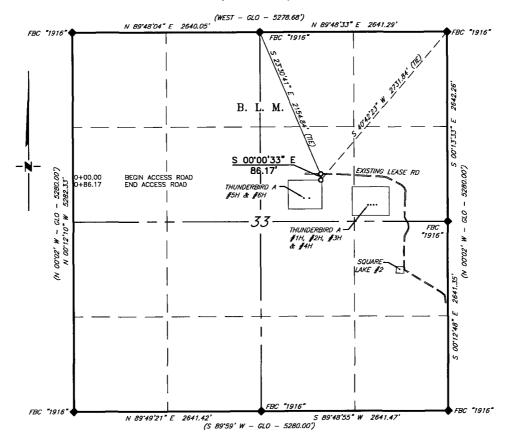
(575) 964-8200

DATE: 6-01-2016
SURVEYED BY: BC/HD
DRAWN BY: LPS
APPROVED BY: RMH
SHEET : 1 OF 1

APACHE CORPORATION PROPOSED ACCESS ROAD

FOR THE THUNDERBIRD A #5H & #6H WELL LOCATIONS SECTION 33, T16S, R30E,

N. M. P. M., EDDY CO., NEW MEXICO



A strip of land 30 feet wide, being 86.17 feet or 5.222 rods in length, lying in Section 33, Township 16 South, Range 30 East, N. M. P. M., Eddy County, New Mexico, being 15 feet left and 15 feet right of the following described survey of a centerline across B. L. M. land:

BEGINNING at Engr. Sta. 0+00, a point in the Northeast quarter of Section 33, which bears, S 23'30'41" E, 2,154.84 feet, from a brass cap, stamped "1916", found for the North quarter corner of Section 33;

Thence S 00°00'33" E, 86.17 feet, to Engr. Sta. 0+86.17, the End of Survey, a point in the Northeast quarter of Section 33, which bears, S 40°42'23" W, 2,731.84 feet, from a brass cap, stamped "1916". found for the Northeast corner of Section 33.

Said strip of land contains 0.059 acres, more or less, and is allocated by forties as follows:

SW 1/4 NE 1/4

5.222 Rods

0.059 Acres



Hobert M. Howell PROPOSED ACCESS ROAD

I, R. M. Howett, a N. M. Professional Surveyor, hereby certify that I prepared this plat from an actual survey made on the ground under my direct supervision, said survey and plat meet the Min. Stds. for Land Surveying in the State of N. M. and are true and correct to the best 6/17/16 GRESIONAL SUR Ciahls of my knowledge and belief.

NM PS 19680 Robert M. Howett

TX 10193838 NM 4655451

JOB NO.: LS1605195RI DWG. NO.: 1605195-1

REVISION

DATE: 6-01-2016 SURVEYED BY: BC/HD DRAWN BY: LPS APPROVED BY: RMH

SHEET: 1 OF 1

SCALE: 1" = 1000"

Copyright 2014 - All Rights

M. HOW

SEM METIC

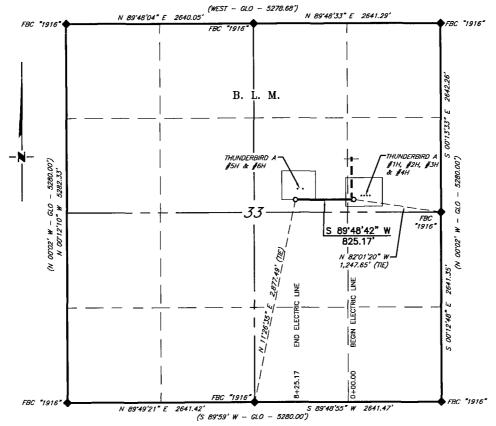
19680

(575) 964-8200 308 W. BROADWAY ST., HOBBS, NM 88240

APACHE CORPORATION

PROPOSED ELECTRIC LINE FROM THE THUNDERBIRD A #1H, #2H, #3H & #4H TO THE THUNDERBIRD A #5H & #10H WELL LOCATIONS SECTION 33, T16S, R30E,

N. M. P. M., EDDY CO., NEW MEXICO



DESCRIPTION

A strip of land 30 feet wide, being 825.17 feet or 50.010 rods in length, lying in Section 33, Township 16 South, Range 30 East, N. M. P. M., Eddy County, New Mexico, being 15 feet left and 15 feet right of the following described survey of a centerline across B. L. M. land:

BEGINNING at Engr. Sta. 0+00, a point in the Northeast quarter of Section 33, which bears, N 82°01'20" W, 1,247.65 feet, from a brass cap, stamped "1916", found for the East quarter corner of Section 33;

Thence S 89'48'42" W. 825.17 feet, to Engr. Sta. 8+25.17, the End of Survey, a point in the Northeast quarter of Section 33, which bears, N 11'26'35" E, 2,877.49 feet, from a brass cap, stamped "1916", found for the South quarter corner of Section 33.

Said strip of land contains 0.568 acres, more or less, and is allocated by forties as follows:

SE 1/4 NE 1/4 SW 1/4 NE 1/4

5.208 Rods 44.802 Rods 0.059 Acres 0.509 Acres

1" = 1000" 1000

BEARINGS ARE GRID NAD 27 NW EAST DISTANCES ARE HORIZ, GROUND.

LEGEND

RECORD DATA - GLO FOUND MONUMENT AS NOTED

PROPOSED ELECTRIC LINE TX 10193838 NM 4655451 I, R. M. Howett, a N. M. Professional Surveyor, hereby certify that I prepared this plat from an actual survey made on the ground under my direct supervision, said survey and plat meet the Min. Stds. for Land Surveying in the State of N. M. and are true and correct to the best of my knowledge and belief.

Hobert M. Howell NM PS 19680

Robert M. Howett

PONAL SU Copyright 2014 - All Rights Research SCALE: 1" = 1000

REVISION DATE JOB NO.: LS1605195EL DWG. NO.: 1605195-1

DATE: 6-01-2016 SURVEYED BY: BC/HD DRAWN BY: LPS APPROVED BY: RMH SHEET: 1 OF 1

M. HOW

MEXIC

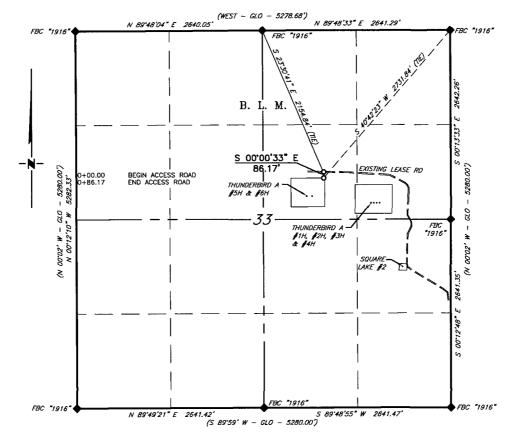
19680

308 W. BROADWAY ST., HOBBS, NM 88240 (575) 964-8200

APACHE CORPORATION PROPOSED ACCESS ROAD

FOR THE THUNDERBIRD A #5H & #6H WELL LOCATIONS SECTION 33, T16S, R30E,

N. M. P. M., EDDY CO., NEW MEXICO



DESCRIPTION

A strip of land 30 feet wide, being 86.17 feet or 5.222 rods in length, lying in Section 33, Township 16 South, Range 30 East, N. M. P. M., Eddy County, New Mexico, being 15 feet left and 15 feet right of the following described survey of a centerline across B. L. M. land:

BEGINNING at Engr. Sta. 0+00, a point in the Northeast quarter of Section 33, which bears, S 23°30'41" E, 2,154.84 feet, from a brass cap, stamped "1916", found for the North quarter corner of Section 33;

Thence S 00°00'33" E, 86.17 feet, to Engr. Sta. 0+86.17, the End of Survey, a point in the Northeast quarter of Section 33, which bears, S 40°42'23" W, 2,731.84 feet, from a brass cap, stamped "1916", found for the Northeast corner of Section 33.

Said strip of land contains 0.059 acres, more or less, and is allocated by forties as follows:

SW 1/4 NE 1/4

5.222 Rods

0.059 Acres

1" = 1000' BEARINGS ARE GRID NAD 27 NM EAST DISTANCES ARE HORIZ, GROUND. I, R. M. Howett, a N. M. Professional Surveyor, hereby certify that I prepared this plat from an actual survey made on the ground under my direct supervision, said survey and plat meet the Min. Stds. for Land Surveying in the State of N. M. and are true and correct to the best LEGEND RECORD DATA - GLO FOUND MONUMENT of my knowledge and belief. Robert M. Howell PROPOSED ACCESS ROAD Robert M. Howett

SEN MEY 19680 ESSIONAL.

Firm No.: TX 10193838 NM 4655451

NM PS 19680

Copyright 2014 - All Rights Resi SCALE: 1" = 1000"

| NO. | REV | ISION | DATE | |
|----------------------|-----|-------|------|--|
| JOB NO.: LS1605195RD | | | | |
| DWG. NO.: 1605195-1 | | | | |

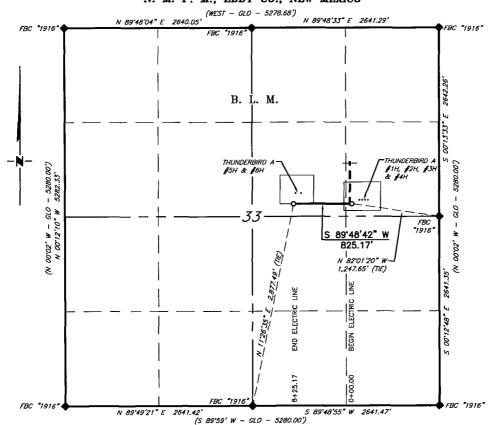
DATE: 6-01-2016 SURVEYED BY: BC/HD DRAWN BY: LPS APPROVED BY: RMH SHEET: 1 OF 1

308 W. BROADWAY ST., HOBBS, NM 88240 (575) 964-8200

APACHE CORPORATION

PROPOSED ELECTRIC LINE FROM THE THUNDERBIRD A #1H, #2H, #3H & #4H TO THE THUNDERBIRD A #5H & #10H WELL LOCATIONS SECTION 33, T16S, R30E,

N. M. P. M., EDDY CO., NEW MEXICO



DESCRIPTION

A strip of land 30 feet wide, being 825.17 feet or 50.010 rods in length, lying in Section 33, Township 16 South, Range 30 East, N. M. P. M., Eddy County, New Mexico, being 15 feet left and 15 feet right of the following described survey of a centerline across B. L. M. land:

BEGINNING at Engr. Sta. 0+00, a point in the Northeast quarter of Section 33, which bears, N 82°01'20" W, 1,247.65 feet, from a brass cap, stamped "1916", found for the East quarter corner of Section 33;

Thence S 89°48'42" W, 825.17 feet, to Engr. Sta. 8+25.17, the End of Survey, a point in the Northeast quarter of Section 33, which bears, N 11'26'35" E, 2,877.49 feet, from a brass cap, stamped "1916", found for the South quarter corner of Section 33.

Said strip of land contains 0.568 acres, more or less, and is allocated by forties as follows:

SE 1/4 NE 1/4 SW 1/4 NE 1/4

5.208 Rods 44.802 Rods

0.059 Acres 0.509 Acres

1" = 1000' 500 1000

BEARINGS ARE GRID NAD 27 DISTANCES ARE HORIZ. GROUND.

LEGEND

RECORD DATA - GLO FOUND MONUMENT AS NOTED

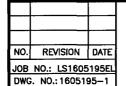
PROPOSED ELECTRIC LINE TX 10193838 NM 4655451 I, R. M. Howett, a N. M. Professional Surveyor, hereby certify that I prepared this plat from an actual survey made on the ground under my direct supervision, said survey and plat meet the Min. Stats for Land Surveying in the State of N. M. and are true and correct to the best of my knowledge and belief.

Robert M. Howett NM PS 19680

Robert M. Howett

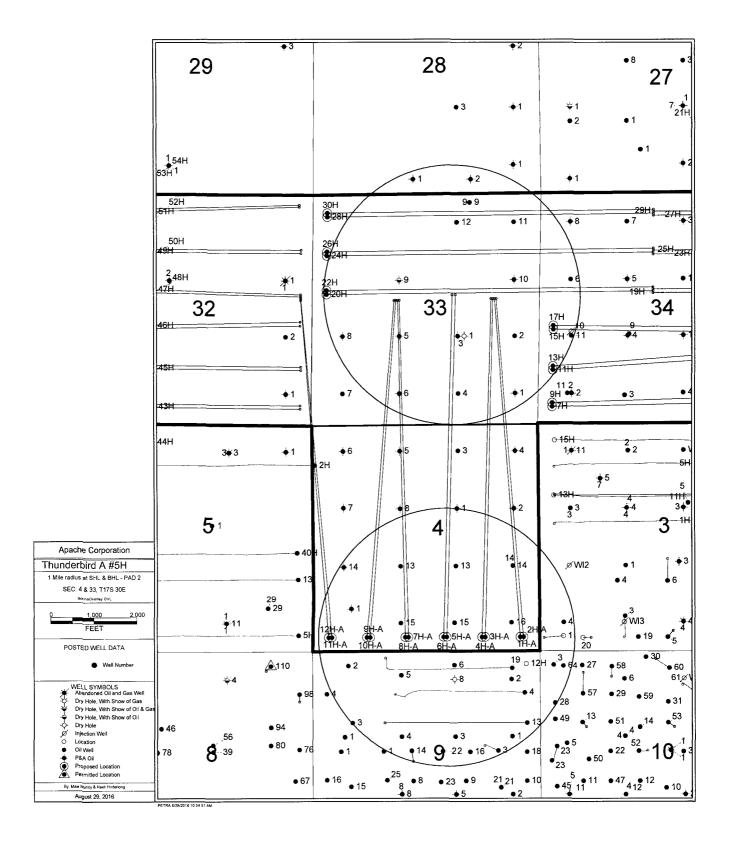
SOONAL Copyright 2014 - All Rights Rese

M. Hoh



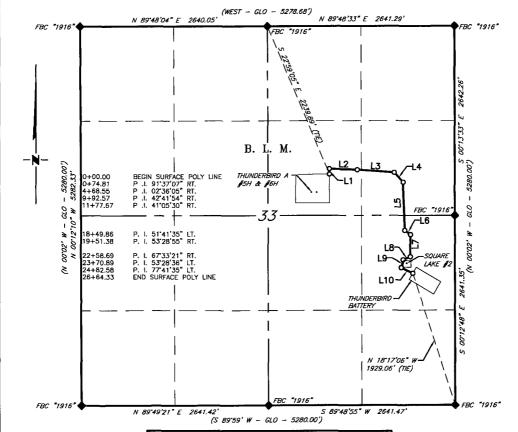
SCALE: 1" = 1000" DATE: 6-01-2016 SURVEYED BY: BC/HD DRAWN BY: LPS APPROVED BY: RMH SHEET: 1 OF 1

308 W. BROADWAY ST., HOBBS, NM 88240 (575) 964-8200



APACHE CORPORATION PROPOSED SURFACE POLY LINE FROM THE THUNDERBIRD A #5H & #6H TO THE THUNDERBIRD BATTERY SECTION 33, T16S, R30E,

N. M. P. M., EDDY CO., NEW MEXICO



| LINE TABLE | | | | | |
|------------|---------------|---------|--|--|--|
| LINE | BEARING | LENGTH | | | |
| L1 | N 00'00'08" W | 74.81 | | | |
| L2 | S 88*23'01" E | 393.74 | | | |
| L3 | S 85*46'56" E | 524.02' | | | |
| L4 | S 43'05'02" E | 185.10' | | | |
| L5 | S 01*59'32" E | 672.19' | | | |
| L6 | S 53'41'07" E | 101.52' | | | |
| L7 | S 00'12'12" E | 307.31 | | | |
| L8 | S 67'21'09" W | 112.20' | | | |
| L9 | S 13'52'33" W | 111.69' | | | |
| L10 | S 63'49'02" E | 181.75' | | | |



BEARINGS ARE GRID NAD 27 NN EAST DISTANCES ARE HORIZ, GROUND. **LEGEND**

RECORD DATA - GLO FOUND MONUMENT AS NOTED

PROPOSED SURFACE POLY LINE

TX 10193838

I, R. M. Howett, a N. M. Professional Surveyor, hereby certify that I prepared this plat from an actual survey made on the ground under my direct supervision, said survey and plat meet the Min. Stds. for Land Surveying in the State of N. M. and are true and correct to the best of my knowledge and belief.

Hobert M. Howell NM PS 19680 Robert M. Howett

PROPERTONAL ST Copyright 2014 - All Rights

SCALE: 1" = 1000 DATE: 6-01-2016 SURVEYED BY: ML/CG DRAWN BY: LPS APPROVED BY: RMH SHEET: 1 OF 2

M. HON

19680

REVISION DATE

JOB NO.: LS1605195PI DWG. NO.: 1605195-1



308 W. BROADWAY ST., HOBBS, NM 88240 (575) 984-8200

APACHE CORPORATION PROPOSED SURFACE POLY LINE FOR THE THUNDERBIRD A #5H & #6H TO THE THUNDERBIRD BATTERY

SECTION 33, T16S, R30E, N. M. P. M., EDDY CO., NEW MEXICO

DESCRIPTION

A strip of land 30 feet wide, being 2,664.33 feet or 161.475 rods in length, lying in Section 33, Township 16 South, Range 30 East, N. M. P. M., Eddy County, New Mexico, being 15 feet left and 15 feet right of the following described survey of a centerline across B. L. M. land:

BEGINNING at Engr. Sta. 0+00, a point in the Northeast quarter of Section 33, which bears, S 22'59'05" E, 2,239.89 feet, from a brass cap, stamped "1916", found for the North quarter corner of Section 33;

Thence N 00°00'08" W, 74.81 feet, to Engr. Sta. 0+74.81, a P. I. of 91°37'07" right;

Thence S 88°23'01" E, 393.74 feet, to Engr. Sta. 4+68.55, a P. I. of 02°36'05" right;

Thence S 85'46'56" E, 524.02 feet, to Engr. Sta. 9+92.57, a P. I. of 42'41'54" right;

Thence S 43'05'02" E, 185.10 feet, to Engr. Sta. 11+77.67, a P. i. of 41'05'30" right;

Thence S 01°59'32" E, 672.19 feet, to Engr. Sta. 18+49.86, a P. I. of 51°41'35" left;

Thence S 53'41'07" E, 101.52 feet, to Engr. Sta. 19+51.38, a P. I. of 53'28'55" right;

Thence S 00°12′12″ E, 307.31 feet, to Engr. Sta. 22+58.69, a P. I. of 67°33′21″ right;

Thence S 67'21'09" W, 112.20 feet, to Engr. Sta. 23+70.89, a P. I. of 53'28'36" left;

Thence S 13'52'33" W, 111.69 feet, to Engr. Sta. 24+82.58, a P. I. of 77'41'35" left;

Thence S 63'49'02" E, 181.75 feet, to Engr. Sta. 26+64.33, the End of Survey, a point in the Southeast quarter of Section 33, which bears, N 18'17'06" W, 1,929.06 feet, from a brass cap, stamped "1916", found for the Southeast corner of Section 33.

Said strip of land contains 1.835 acres, more or less, and is allocated by forties as follows:

SW 1/4 NE 1/4 32.054 Rods 0.364 Acres SE 1/4 NE 1/4 67.437 Rods 0.766 Acres NE 1/4 SE 1/4 61.984 Rods 0.705 Acres

Firm No.: TX 10193838 NM 4655451

NO. REVISION DATE
JOB NO.: LS1605195PL

DWG. NO.: 1605195-2

RRC

DATE: 6-01-2016
SURVEYED BY: ML/CG
DRAWN BY: LPS
APPROVED BY: RMH
SHEET: 2 OF 2

Copyright 2014 - All Rights Reserved

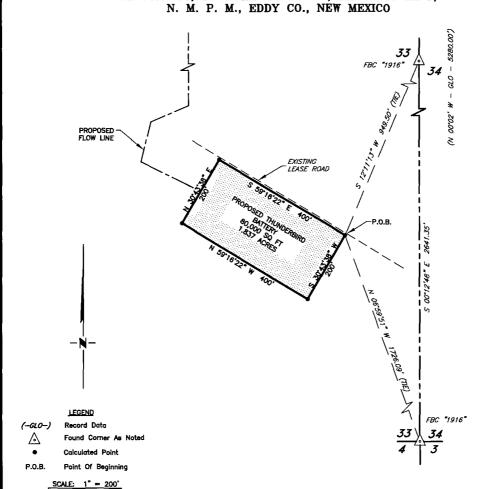
SCALE: 1" = 1000'

308 W. BROADWAY ST., HOBBS, NM 88240 (575) 964-8200

APACHE CORPORATION

SURVEY OF THE PROPOSED THUNDERBIRD BATTERY SITUATED

WITHIN THE NE 1/4, SE 1/4, SECTION 33, TOWNSHIP 16 SOUTH, RANGE 30 EAST,



DESCRIPTION

A tract of land situated within the Northeast quarter, of the Southeast quarter of Section 33, Township 16 South, Range 30 East, N. M. P. M., Eddy County, New Mexico, across B. L. M. land, and being more particularly described by metes and bounds as follows:

BEGINNING at a point, which bears N 06°59′51″ W, 1,726.09 feet, from a brass cap, stamped "1916", found for the Southeost corner of Section 33 and being S 12′11′13″ W, 949.50 feet, from a brass cap, stamped "1916", found for the East quarter corner of Section 33;

Thence S 30°43'38" W, 200 feet, to a point;

Thence N 59"16'22" W, 400 feet, to a point;

Said tract of land contains 80,000 square feet or 1.837 acres, more



200 BEARINGS ARE NAD 27 GRID NM EAST & DISTANCES ARE HORIZ. GROUND.

Robert M. Howett, New Mexico Professional Surveyor No. 19680, do hereby certify that this survey plat and the actual survey on the ground upon which it is based was performed Thence N 30°43'38" E, 200 feet, to a point; under my direct supervision and this survey meets the minimum standards for surveying Thence S 59'16'22" E, 400 feet, to the Point Of Beginning. in the State of New Mexico and is true and correct to the best of my knowledge and belief.

lobert M. Howell Robert M. Howett Date: 6/17/2016 TX 10193838 NM 4655451

SURVEYED BY: BC/HD DRAWN BY: CMJ APPROVED BY: RMH SHEET: 1 OF 1

Copyright 2014 - All Rights Reserve SCALE: 1"=200' DATE: 6-1-2016

308 W. BROADWAY ST., HOBBS, NM 88240

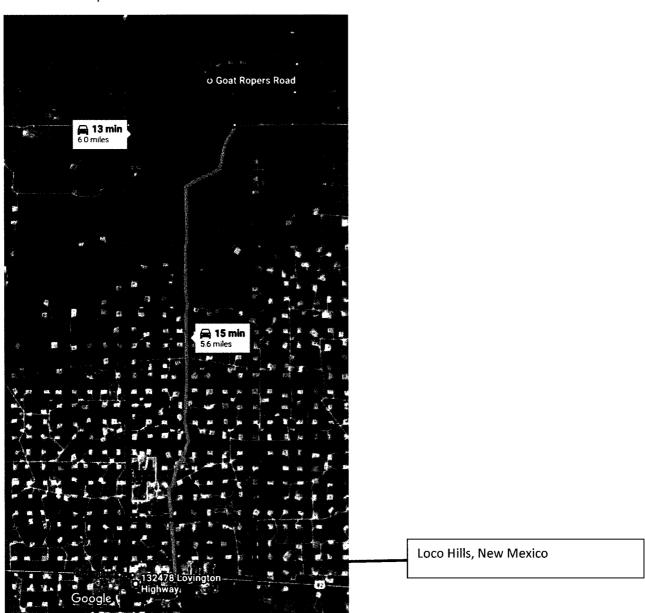
NO. REVISION DATE JOB NO.: LS1606200 DWG. NO.: 1606200BT

(575) 964-8200

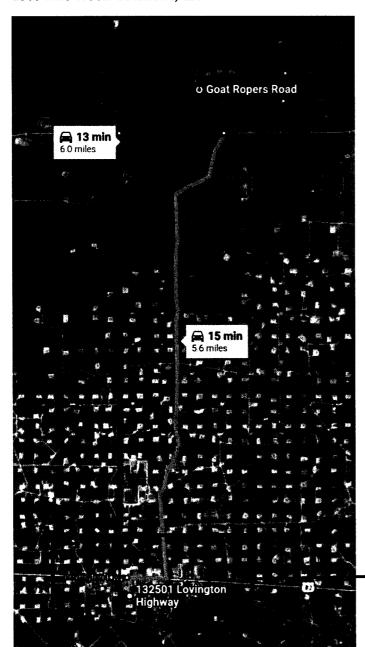
Thunderbird 5H Fresh Water Sources

Source:

Mor-West Corporation



Source:
Loco Hills Water Solutions, LLC

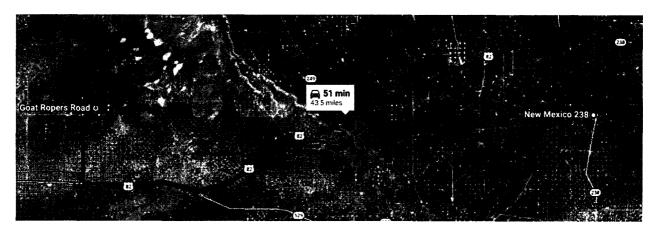


Loco Hills, New Mexico

Thunderbird 5H Brine Water Sources

Source:

Wesserhund



New Mexico 238

Lovington NM 88260

Head north on NM-238 N

5.3 mi

← Turn left onto US-82 W

32.3 m

Turn right onto Hagerman Cutoff Rd

3.7 mi

Turn right onto Mallett Rd

0.9 m

Turn left at the 1st cross street onto Goat Ropers

Rd

0.6 mi

Turn left

0.2 m

Turn left

0.4 m:

Destination: Thunderbird 5H

Source:

Salty Dog



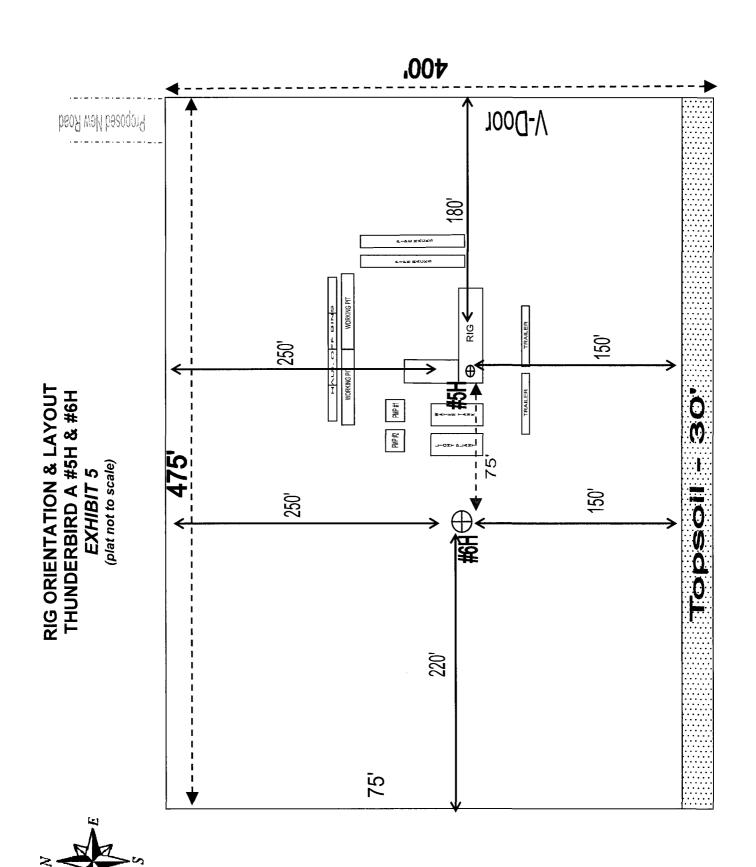
Salty Dog Road Hoods NV 88240

1. Head north on Salty Dog Rd toward US-180 E/US-62 E

22 s (453 ft)

| Take | NM | -529 to Hagerman Cutoff Rd in Loco Hills | |
|------|-------|---|------------------|
| 4 | 2. | Turn left at the 1st cross street onto US-180 W/US-62 W | 38 min (38.4 mi) |
| r+ | 3. | Turn right onto NM-529 | 0.8 m |
| 4 | 4. | Turn left onto US-82 W | 31.0 mi |
| | | | 6.6 m |
| Cont | tinue | on Hagerman Cutoff Rd to your destination | |
| i, | 5. | Turn right onto Hagerman Cutoff Rd | 13 min (5.9 mi) |
| r÷ | 6. | Turn right onto Mallett Rd | 3.7 m |
| 4 | 7. | Turn left at the 1st cross street onto Goat Ropers Rd | 0.9 mi |
| 41 | 8. | Turn left | 0.6 m; |
| 41 | 9. | Turn left | 0.2 m |
| • | | | 0.4 m |

Destination: Thunderbird 5H





U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



Section 1 - General

Would you like to address long-term produced water disposal? NO

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Lined pit specifications:

Pit liner description:

Pit liner manufacturers information:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Lined pit precipitated solids disposal schedule:

Lined pit precipitated solids disposal schedule attachment:

Lined pit reclamation description:

Lined pit reclamation attachment:

Leak detection system description:

Leak detection system attachment:

Lined pit Monitor description:

Lined pit Monitor attachment:

Lined pit: do you have a reclamation bond for the pit?

Is the reclamation bond a rider under the BLM bond?

Lined pit bond number:

Lined pit bond amount:

Additional bond information attachment:

PWD disturbance (acres):

Section 3 - Unlined Pits

Injection PWD discharge volume (bbl/day):

Injection well mineral owner:

Would you like to utilize Unlined Pit PWD options? NO

| Produced Water Disposal (PWD) Location: | | | |
|---|---|--|--|
| PWD surface owner: | PWD disturbance (acres): | | |
| Unlined pit PWD on or off channel: | | | |
| Unlined pit PWD discharge volume (bbl/day): | | | |
| Unlined pit specifications: | | | |
| Precipitated solids disposal: | | | |
| Decribe precipitated solids disposal: | | | |
| Precipitated solids disposal permit: | | | |
| Unlined pit precipitated solids disposal schedule: | | | |
| Unlined pit precipitated solids disposal schedule attachment: | | | |
| Unlined pit reclamation description: | | | |
| Unlined pit reclamation attachment: | | | |
| Unlined pit Monitor description: | | | |
| Unlined pit Monitor attachment: | | | |
| Do you propose to put the produced water to beneficial use? | | | |
| Beneficial use user confirmation: | | | |
| Estimated depth of the shallowest aquifer (feet): | | | |
| Does the produced water have an annual average Total Dissolutation of the existing water to be protected? | lved Solids (TDS) concentration equal to or less than | | |
| TDS lab results: | | | |
| Geologic and hydrologic evidence: | | | |
| State authorization: | | | |
| Unlined Produced Water Pit Estimated percolation: | | | |
| Unlined pit: do you have a reclamation bond for the pit? | | | |
| Is the reclamation bond a rider under the BLM bond? | | | |
| Unlined pit bond number: | | | |
| Unlined pit bond amount: | | | |
| Additional bond information attachment: | | | |
| Section 4 - Injection | | | |
| Would you like to utilize Injection PWD options? NO | | | |
| Produced Water Disposal (PWD) Location: | | | |
| PWD surface owner: | PWD disturbance (acres): | | |

| Injection well type: | • |
|---|----------------------------|
| Injection well number: | Injection well name: |
| Assigned injection well API number? | Injection well API number: |
| Injection well new surface disturbance (acres): | |
| Minerals protection information: | |
| Mineral protection attachment: | |
| Underground Injection Control (UIC) Permit? | |
| UIC Permit attachment: | |
| Section 5 - Surface Discharge | |
| Would you like to utilize Surface Discharge PWD options? NO | |
| Produced Water Disposal (PWD) Location: | |
| PWD surface owner: | PWD disturbance (acres): |
| Surface discharge PWD discharge volume (bbl/day): | |
| Surface Discharge NPDES Permit? | |
| Surface Discharge NPDES Permit attachment: | |
| Surface Discharge site facilities information: | |
| Surface discharge site facilities map: | |
| Section 6 - Other | |
| Would you like to utilize Other PWD options? NO | |
| Produced Water Disposal (PWD) Location: | |
| PWD surface owner: | PWD disturbance (acres): |
| Other PWD discharge volume (bbl/day): | |
| Other PWD type description: | |
| Other PWD type attachment: | |
| Have other regulatory requirements been met? | |
| Other regulatory requirements attachment: | |



U.S. Department of the interior BUREAU OF LAND MANAGEMENT

Bond Info Data Report 09/07/2017

Bond Information

Federal/Indian APD: FED

BLM Bond number: NMB000736

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment: