|   |                                 | NM OIL C  | ONSER                                   | VATION                                  |                                      |                               |         |
|---|---------------------------------|---|---|---|--------------------------------------|-------------------------------|---------|
| Form 3160-3<br>(March 2012)   |                                 | UCI   | 18 20                                   | 7 FORM<br>OMB<br>Expires                | f APPROV<br>No. 1004-0<br>October 31 | /ED<br>137<br>, 2014          |         |
| DEPARTMENT OF THE I   | NTERIOR                         | REC   | EIVED                                   | 5. Lease Serial No.<br>NMNM100558       |                                      |                               |         |
| APPLICATION FOR PERMIT TO   | DRILL O                         | R REENTER   |   | 6. If Indian, Alloted                   | e or Tribe                           | e Name                        |         |
| Ia. Type of work: 🔽 DRILL 🗌 REENTE  | ĨR                              | <u> </u>  |   | 7 If Unit or CA Agr                     | reement, N                           | lame and No.                  |         |
| Ib. Type of Well: Oil Well Gas Well Other OTH   | <b>I</b> si                     | ingle Zone 🔲 Multi  | nle Zone                                | 8. Lease Name and<br>TUCKER DRAW 9      | Well No.<br>9-4 FED                  | СОМ 5Н                        | 3 9751  |
| 2. Name of Operator<br>RKI EXPLORATION & PRODUCTION I   |                                 | 241,289   |   | 9. API Well No.                         | 16_(                                 | 14188                         |         |
| 3a. Address<br>3500 One Williams Center, MD 35 Tulsa OK 7   | 3b. Phone No<br>(539)573-0      | 0. (include area code)<br>0212  |   | 10. Field and Pool, or<br>PURPLE-SAGE W | Explorate<br>VOLFCA                  | )IY<br>MP GAS / P             | ·····   |
| 4. Location of Well (Report location clearly and in accordance with any   | v State requiren                | nents.*)  | <u></u>                                 | 11. Sec., T. R. M. or I                 | 3lk. and Si                          | urvey or Area                 |         |
| At surface NENE / 260 FNL / 380 FEL / LAT 32.049189 /   | LONG -10                        | 3.878897  |   | SEC 16 / T26S / F                       | 30E / N                              | MP                            |         |
| At proposed prod. zone NESE / 2410 FSL / 990 FEL / LAT  | 32.071142                       | / LONG -103.8809  |   | 10 0                                    |                                      | 112 84-44                     |         |
| <ol> <li>Distance in miles and direction from nearest town or post office*</li> <li>16.5 miles</li> </ol>   |                                 |   |   | EDDY                                    |                                      | NM                            |         |
| 15. Distance from proposed*<br>location to nearest 230 feet<br>property or lease line, ft.<br>(Also to nearest drig. unit line, if any)   | 16. No. of a<br>960             | acres in lease  | 17. Spacin<br>480                       | g Unit dedicated to this                | well                                 | - <b>J</b> an <u>an</u> - 197 |         |
| 18. Distance from proposed location*  | 19. Propose                     | d Depth   | 20. BLM/I                               | BIA Bond No. on file                    |                                      |                               |         |
| applied for, on this lease, ft.   | 11043 fee                       | et / 18745 feet   | FED: N                                  | MB000396                                |                                      |                               |         |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.)   | 22. Approxi                     | imate date work will sta  | rt*                                     | 23. Estimated duratio                   | )n                                   |                               |         |
| 3103 leet   | 24 Atta                         | chments   |   | 30 uays                                 |                                      |                               |         |
| The following, completed in accordance with the requirements of Onshor  | e Oil and Gas                   | Order No.1, must be a   | ttached to thi                          | is form:                                |                                      |                               |         |
| <ol> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan.</li> <li>A Surface Use Plan (if the location is on National Forest System I<br/>SUPO must be filed with the appropriate Forest Service Office).</li> </ol> | Lands, the                      | <ol> <li>Bond to cover ti<br/>Item 20 above).</li> <li>Operator certific</li> <li>Such other site<br/>BLM.</li> </ol> | he operation<br>cation<br>specific info | ns unless covered by an                 | 1 existing<br>s may be               | bond on file (s               | ee      |
| 25. Signature<br>(Electronic Submission)  | Name<br>Justir                  | <i>(Printed Typed)</i><br>n Barmore / Ph: (53   | 9)573-265                               | 51                                      | Date<br>06/01,                       | /2017                         |         |
| Title<br>Regulatory Specialist  |                                 |   |   |   |                                      |                               |         |
| Approved by (Signature)<br>(Electronic Submission)  | Name<br>Christ                  | (Printed Typed)<br>topher Walls / Ph: (   | 575)234-2                               | 234                                     | Date 10/05                           | /2017                         |         |
| Title Bateloum Engineer   | Office                          |   |   |   |                                      |                               | <u></u> |
| Application approval does not warrant or certify that the applicant holds conduct operations thereon.<br>Conditions of approval, if any, are attached.  | s legal or equi                 | itable title to those righ  | ts in the sub                           | ject lease which would                  | entitle the                          | applicant to                  |         |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a cr<br>States any false, fictitious or fraudulent statements or representations as t  | ime for any p<br>o any matter v | erson knowingly and within its jurisdiction.  | willfully to m                          | nake to any department                  | or agency                            | of the United                 | _       |
| (Continued on page 2)   |                                 |   |   | *(Inst                                  | truction                             | is on page 2                  | 2)      |
| APPROV  | ED WI                           | TH CONDITI  | ONS                                     | SPR                                     | equi'                                | red                           |         |

NSP Required RW10-19-M

# PECOS DISTRICT DRILLING OPERATIONS CONDITIONS OF APPROVAL

| <b>OPERATOR'S NAME:</b>    | <b>RKI Exploration and ProductionLLC</b> |
|----------------------------|--|
| LEASE NO.:                 | NMNM-100558                              |
| WELL NAME & NO.:           | Tucker Draw 9-4 Fed Com 5H               |
| SURFACE HOLE FOOTAGE:      | 0260' FNL & 0380' FEL                    |
| <b>BOTTOM HOLE FOOTAGE</b> | 2410' FSL & 0990' FEL                    |
| LOCATION:                  | Section 16, T. 26 S., R 30 E., NMPM      |
| COUNTY:                    | County, New Mexico                       |

#### **Communitization Agreement**

• The operator will submit a Communitization Agreement to the Carlsbad Field Office, 620 E Greene St. Carlsbad, New Mexico 88220, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.

• If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.

• In addition, the well sign shall include the surface and bottom hole lease numbers. <u>When the Communitization Agreement number is known, it shall also be</u> on the sign.

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

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

## Eddy County

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

#### A. Hydrogen Sulfide

- 1. Although there are no measured amounts of Hydrogen Sulfide reported, it is always a potential hazard. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.
- Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval. If the drilling rig is removed without approval an Incident of Non-Compliance will be written and will be a "Major" violation.
- **3**. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works is located, this does not include the dog house or stairway area.
- 4. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

## B. CASING

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

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

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

After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least <u>8 hours</u>. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements.

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

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

#### Medium Cave/Karst

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

- 1. The 13-3/8 inch surface casing shall be set at approximately 900 feet (in a competent bed <u>below the Magenta Dolomite</u>, which is a <u>Member of the Rustler</u>, and if salt is encountered, set casing at least 25 feet above the salt) and cemented to the surface.
  - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.

# b. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry.

- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.

Formation below the 13-3/8" shoe to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe and the mud weight for the bottom of the hole. Report results to BLM office.

- 2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:
  - ☐ Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst. Excess calculates to 14% - Additional cement may be required.

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

Centralizers required through the curve and a minimum of one every other joint.

- 3. The minimum required fill of cement behind the 7 inch production casing is:
  - ☐ Cement should tie-back at least 200 feet into previous casing string. Operator shall provide method of verification. Excess calculates to 22% Additional cement may be required.

Formation below the 7" shoe to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe and the mud weight for the bottom of the hole. Report results to BLM office.

- 4. The minimum required fill of cement behind the 4-1/2 inch production Liner is:
  - ☐ Cement as proposed by operator. Operator shall provide method of verification. Excess calculates to 17% Additional cement may be required.
- 5. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.

## C. PRESSURE CONTROL

1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API 53.

- 2. Variance approved to use flex line from BOP to choke manifold. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor. If the BLM inspector questions the straightness of the hose, a BLM engineer will be contacted and will review in the field or via picture supplied by inspector to determine if changes are required (operator shall expect delays if this occurs).
- 3. Operator has proposed a multi-bowl wellhead assembly that has a weld on head with no o-ring seals. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be psi.
  - a. Wellhead manufacturer is supplying the test plug/retrieval tool for the operator's third party tester to use during the BOP/BOPE test. Operator shall use the supplied test plug/retrieval tool.
  - b. Operator shall install the wear bushing required by the wellhead manufacturer. This wear bushing shall be installed by using the test plug/retrieval tool.
  - c. Wellhead manufacturer representative shall be on location when the intermediate casing mandrel is landed. Operator shall submit copy of manufacturer's wellsite report with subsequent report.
  - d. Operator shall perform the intermediate casing integrity test to 70% of the casing burst. This will test the multi-bowl seals.
  - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.

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

- 4. The appropriate BLM office shall be notified a minimum of hours in advance for a representative to witness the tests.
  - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
  - a. The tests shall be done by an independent service company utilizing a test plug **not a cup or J-packer**.
  - b. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
  - c. The results of the test shall be reported to the appropriate BLM office.
  - d. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
  - e. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
  - f. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the **Wolfcamp** formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

## D. DRILLING MUD

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

## E. DRILL STEM TEST

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

#### F. WASTE MATERIAL AND FLUIDS

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

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

JAM 091217

# PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

| OPERATOR'S NAME:      | RKI Exploration & Production         |
|-----------------------|--------------------------------------|
| LEASE NO.:            | NM100558                             |
| WELL NAME & NO.:      | Tucker Draw 9-4 Fed Com – 5H         |
| SURFACE HOLE FOOTAGE: | 260'/N & 380'/E                      |
| BOTTOM HOLE FOOTAGE   | 2410'/S & 990'/E, sec. 4             |
| LOCATION:             | Section 16, T. 26 S., R. 30 E., NMPM |
| COUNTY:               | Eddy County, New Mexico              |

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

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## 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)

## Phantom Banks/Desert Heronries ACEC

Surface disturbance will not be allowed within up to 200 meters of active heronries or by delaying activity for up to 120 days, or a combination of both.

Exhaust noise from engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

# **Cave and Karst Conditions of Approval for APDs**

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

## **Cave/Karst Surface Mitigation**

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

## **Construction:**

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

## No Blasting:

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

## Pad Berming:

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

- The compacted berm shall be constructed at a minimum of 12 inches high with impermeable mineral material (e.g. caliche).
- No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad.
- The topsoil stockpile shall be located outside the bermed well pad.
- Topsoil, either from the well pad or surrounding area, shall not be used to construct the berm.
- No storm drains, tubing or openings shall be placed in the berm.
- If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.
- The integrity of the berm shall be maintained around the surfaced pad throughout the life of the well and around the downsized pad after interim reclamation has been completed.
- Any access road entering the well pad shall be constructed so that the integrity of the berm height surrounding the well pad is not compromised. (Any access road crossing the berm cannot be lower than the berm height.)

#### **Tank Battery Liners and Berms:**

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

#### Leak Detection System:

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

#### Automatic Shut-off Systems:

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

#### **Cave/Karst Subsurface Mitigation**

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

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

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

#### **Directional Drilling:**

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

#### Lost Circulation:

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

Regardless of the type of drilling machinery used, if a void of four feet or more and circulation losses greater than 70 percent occur simultaneously while drilling in any cavebearing zone, the BLM will be notified immediately by the operator. The BLM will assess the situation and work with the operator on corrective actions to resolve the problem.

#### **Abandonment Cementing:**

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

#### **Pressure Testing:**

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

## Watersheds/Floodplain:

The entire well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad. Topsoil shall not be used to construct the berm. No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad. The berm shall be maintained through the life of the well and after interim reclamation has been completed.

Any water erosion that may occur due to the construction of the well pad during the life of the well will be quickly corrected and proper measures will be taken to prevent future erosion.

Surface disturbance will not be allowed within 180 meters of the 100-year floodplain for the Tucker Draw drainage that flows into Red Bluff Reservoir.

# 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:  $\underline{400'} + 100' = 200'$  lead-off ditch interval 4%

#### 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.



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, <u>Shale Green</u> from the BLM Standard Environmental Color Chart (CC-001: June 2008).

## **B. PIPELINES**

## BURIED PIPELINE STIPULATIONS

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

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

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

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

3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, <u>et seq</u>. or the Resource Conservation and Recovery Act, 42 U.S.C.6901, <u>et seq</u>.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of

the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.

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

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

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

7. The maximum allowable disturbance for construction in this right-of-way will be  $\underline{30}$  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 <u>6</u> inches in depth. The topsoil will be segregated from other spoil piles from trench construction. The topsoil will be evenly distributed over the bladed area for the preparation of seeding. 9. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

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

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

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

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

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

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

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

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

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

18. <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.

#### C. ELECTRIC LINES

STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

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

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

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

3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, <u>et seq</u>. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, <u>et seq</u>.) 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.

## 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).

#### Seed Mixture 1 for Loamy 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 no primary or secondary noxious weeds in the seed mixture. Seed shall be tested and the viability testing of seed will be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed 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 shall be planted using a drill equipped with a depth regulator to ensure proper depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture shall be evenly and uniformly planted over the disturbed area (small/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 shall be broadcast and the area shall be raked or chained to cover the seed. <u>When broadcasting the seed</u>, the pounds per acre shall be doubled. The 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 lovegrass (Eragrostis intermedia)   | 0.5            |
| Sand dropseed (Sporobolus cryptandrus)     | 1.0            |
| Sideoats grama (Bouteloua curtipendula)    | 5.0            |
| Plains bristlegrass (Setaria macrostachya) | 2.0            |

\*Pounds of pure live seed:

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



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

## **Operator Certification**

erator Certification Data Report

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.

| NAME: Justin Barmore             |                 | Signed on: 06/01/2017 |
|----------------------------------|-----------------|-----------------------|
| Title: Regulatory Specialist     |                 |                       |
| Street Address: 3500 One William | s Center, MD 35 |                       |
| City: Tulsa                      | State: OK       | <b>Zip:</b> 74172     |
| Phone: (539)573-2651             |                 |                       |
| Email address: justin.barmore@w  | oxenergy.com    |                       |
| Field Representative             |                 |                       |
| Representative Name:             |                 |                       |
| Street Address:                  |                 |                       |
| City:                            | State:          | Zip:                  |
| Phone:                           |                 |                       |
| Email address:                   |                 |                       |
|                                  |                 |                       |

# AFMSS

| U.S. Department of the Interior |   |
|---------------------------------|---|
| BUREAU OF LAND MANAGEMENT       | ' |



The second second

| APD ID: 10400014709                             | Submission Date: 06/01/2017 | Highlighted data                 |
|---|-----------------------------|----------------------------------|
| Operator Name: RKI EXPLORATION & PRODUCTION LLC |                             | reflects the most recent changes |
| Well Name: TUCKER DRAW 9-4 FED COM              | Well Number: 5H             | Show Final Text                  |
| Well Type: OTHER                                | Well Work Type: Drill       |                                  |

| Section 1 - General                |                               |                                       |
|------------------------------------|-------------------------------|---------------------------------------|
| <b>APD ID:</b> 10400014709         | Tie to previous NOS?          | Submission Date: 06/01/2017           |
| BLM Office: CARLSBAD               | User: Justin Barmore          | Title: Regulatory Specialist          |
| Federal/Indian APD: FED            | Is the first lease penetrated | for production Federal or Indian? FED |
| Lease number: NMNM100558           | Lease Acres: 960              |                                       |
| Surface access agreement in place? | Allotted? R                   | eservation:                           |
| Agreement in place? NO             | Federal or Indian agreement   | t:                                    |
| Agreement number:                  |                               |                                       |
| Agreement name:                    |                               |                                       |
| Keep application confidential? YES |                               |                                       |
| Permitting Agent? NO               | APD Operator: RKI EXPLOR      | ATION & PRODUCTION LLC                |
|                                    |                               |                                       |

**Operator letter of designation:** 

## **Operator Info**

|--|

Operator Address: 3500 One Williams Center, MD 35

**Operator PO Box:** 

Operator City: Tulsa State: OK

**Operator Phone:** (539)573-0212

**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: TUCKER DRAW 9-4 FED COM                        | Well Number: 5H                         | Well API Number:                           |
| Field/Pool or Exploratory? Field and Pool                 | Field Name: PURPLE-SAGE<br>WOLFCAMP GAS | <b>Pool Name:</b> PURPLE SAGE WOLFCAMP GAS |
| to the many second well in an area containing other mine. |   |  |

Zip: 74172

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

**Operator Name:** RKI EXPLORATION & PRODUCTION LLC

Well Name: TUCKER DRAW 9-4 FED COM

Well Number: 5H

| Describe oth  | ner minerals:                 |                 |  |                          |                         |  |  |  |  |
|---------------|-------------------------------|-----------------|--|--------------------------|-------------------------|--|--|--|--|
| Is the propo  | sed well in a Helium produc   | tion area? N    | Use Existing Well Pad?                   | New surface disturbance? |                         |  |  |  |  |
| Type of Well  | Pad: MULTIPLE WELL            |                 | Multiple Well Pad Name                   | Number: 16-26S30E-A      |                         |  |  |  |  |
| Well Class:   | HORIZONTAL                    |                 | TUCKER DRAW FED COM<br>Number of Legs: 1 |                          |                         |  |  |  |  |
| Well Work T   | <b>ype:</b> Drill             |                 |  |                          |                         |  |  |  |  |
| Well Type: C  | THER                          |                 |  |                          |                         |  |  |  |  |
| Describe We   | ell Type: Horizontal Gas Well |                 |  |                          |                         |  |  |  |  |
| Well sub-Ty   | pe: INFILL                    |                 |  |                          |                         |  |  |  |  |
| Describe sul  | b-type:                       |                 |  |                          |                         |  |  |  |  |
| Distance to t | town: 16.5 Miles C            | Distance to nea | arest well: 25 FT                        | Distanc                  | e to lease line: 230 FT |  |  |  |  |
| Reservoir w   | ell spacing assigned acres N  | Measurement:    | 480 Acres                                |                          |                         |  |  |  |  |
| Well plat:    | Tucker_Draw_9_4_Federal_      | Com_Pad_Plat    | t_05-30-2017.pdf                         |                          |                         |  |  |  |  |
|               | Well_Plat_05-31-2017.pdf      |                 |  |                          |                         |  |  |  |  |
| Well work st  | art Date: 10/07/2017          |                 | Duration: 30 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     | Ш         | TVD       |
|------------------|---------|--------------|---------|--------------|------|-------|---------|-------------------|---------------|----------------------|----------|-------------------|-------------------|------------|----------------|---------------|-----------|-----------|
| SHL<br>Leg<br>#1 | 260     | FNL          | 380     | FEL          | 26S  | 30E   | 16      | Aliquot<br>NENE   | 32.04918<br>9 | -<br>103.8788<br>97  | EDD<br>Y | NEW<br>MEXI<br>CO | NEW<br>MEXI<br>CO | S          | STATE          | 310<br>3      | 0         | 0         |
| KOP<br>Leg<br>#1 | 152     | FNL          | 990     | FEL          | 26S  | 30E   | 16      | Aliquot<br>NENE   | 32.04949<br>5 | -<br>103.8810<br>864 | EDD<br>Y | NEW<br>MEXI<br>CO | NEW<br>MEXI<br>CO | S          | STATE          | -<br>746<br>3 | 105<br>97 | 105<br>66 |
| PPP<br>Leg<br>#1 | 330     | FSL          | 990     | FEL          | 26S  | 30E   | 9       | Aliquot<br>SESE   | 32.05080<br>8 | -<br>103.8808<br>67  | EDD<br>Y | NEW<br>MEXI<br>CO | NEW<br>MEXI<br>CO | F          | NMNM<br>100558 | -<br>794<br>0 | 113<br>47 | 110<br>43 |

Operator Name: RKI EXPLORATION & PRODUCTION LLC

Well Name: TUCKER DRAW 9-4 FED COM

Well Number: 5H

|      | NS-Foot | NS Indicator | EW-Foot | EW Indicator | Twsp | Range | Section | Aliquot/Lot/Tract | Latitude | Longitude | County | State | Meridian | Lease Type | Lease Number | Elevation | QW  | TVD |
|------|---------|--------------|---------|--------------|------|-------|---------|-------------------|----------|-----------|--------|-------|----------|------------|--------------|-----------|-----|-----|
| EXIT | 231     | FSL          | 990     | FEL          | 26S  | 30E   | 4       | Aliquot           | 32.07086 | -         | EDD    | NEW   | NEW      | F          | NMNM         | -         | 186 | 110 |
| Leg  | 0       |              |         |              |      |       |         | NESE              | 7        | 103.8809  | Y      | MEXI  | MEXI     |            | 119275       | 794       | 45  | 43  |
| #1   |         |              |         |              |      |       |         |                   |          |           |        | co    | со       |            |              | 0         |     |     |
| BHL  | 241     | FSL          | 990     | FEL          | 26S  | 30E   | 4       | Aliquot           | 32.07114 | -         | EDD    | NEW   | NEW      | F          | NMNM         | -         | 187 | 110 |
| Leg  | 0       |              |         |              |      |       |         | NESE              | 2        | 103.8809  | Y      | MEXI  | MEXI     |            | 119275       | 794       | 45  | 43  |
| #1   |         |              |         |              |      |       |         |                   |          |           |        | co    | со       |            |              | 0         |     |     |



# **WAFMSS**

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

# Drilling Plan Data Report

10/06/2017

#### APD ID: 10400014709

Submission Date: 06/01/2017

Highlighted data reflects the most

Well Name: TUCKER DRAW 9-4 FED COM

Well Number: 5H

Well Type: OTHER

# recent changes Show Final Text

Well Work Type: Drill

# **Section 1 - Geologic Formations**

**Operator Name: RKI EXPLORATION & PRODUCTION LLC** 

| Formation |                 |           | True Vertical | Measured |                                |                   | Producing |
|-----------|-----------------|-----------|---------------|----------|--------------------------------|-------------------|-----------|
| ID        | Formation Name  | Elevation | Depth         | Depth    | Lithologies                    | Mineral Resources | Formation |
| 1         | UNKNOWN         | 3089      | 0             | 0        | ALLUVIUM,OTHER<br>: Quaternary | USEABLE WATER     | No        |
| 2         | BELL CANYON     | -493      | 3582          | 3590     | SHALE,SANDSTO<br>NE            | NATURAL GAS,OIL   | No        |
| 3         | CHERRY CANYON   | -1564     | 4653          | 4667     | SHALE,SANDSTO<br>NE            | NATURAL GAS,OIL   | No        |
| 4         | BRUSHY CANYON   | -2632     | 5721          | 5740     | SHALE,SANDSTO<br>NE            | NATURAL GAS,OIL   | No        |
| 5         | AVALON SAND     | -4415     | 7504          | 7533     | SANDSTONE                      | NATURAL GAS,OIL   | No        |
| 6         | BONE SPRING 1ST | -5219     | 8308          | 8340     | LIMESTONE,SHAL<br>E,SANDSTONE  | NATURAL GAS,OIL   | No        |
| 7         | BONE SPRING 2ND | -5944     | 9033          | 9065     | LIMESTONE,SHAL<br>E,SANDSTONE  | NATURAL GAS,OIL   | No        |
| 8         | BONE SPRING 3RD | -7127     | 10216         | 10248    | LIMESTONE,SHAL<br>E,SANDSTONE  | NATURAL GAS,OIL   | No        |
| 9         | WOLFCAMP        | -7501     | 10590         | 10622    | LIMESTONE,SHAL<br>E,SANDSTONE  | NATURAL GAS,OIL   | Yes       |

## **Section 2 - Blowout Prevention**

Pressure Rating (PSI): 5M

Rating Depth: 18745

Equipment: The blowout preventer equipment (BOPE) will consist of 3 rams (10,000 psi WP) with 2 pipe rams (one of which may be variable), 1 blind ram and 1 annular preventer (5,000 psi WP) will be installed. The BOPE will be used below surface casing to TD. See attachments for BOP and choke manifold diagrams. A rotating head will be installed as needed. Units will be hydraulically operated. An accumulator that meets the requirements of Onshore Order 2 for the pressure rating of the BOP stack will be present. The following BOPE will be installed, tested and operational: • Drilling spool or blowout preventer with two (2) side outlets; Choke line side shall be 3" minimum diameter; Two (2) adjustable chokes with one (1) remotely controlled from the rig floor and pressure gauge. Kill side shall be at least 2" diameter; Two (2) manual valves and one (1) check valve. Auxiliary equipment is as follows: • Upper kelly cock valve with a handle available; • Lower kelly cock valve with a handle available; • A float valve will be used in the drill string, either in a float sub or in the mud motor; • Safety valves and subs with a full opening sized to fit all drill strings and collars will be available on the rig floor in the open position. A mud gas separator (gas buster) will be in place during drilling. Requesting Variance? YES

#### **Operator Name:** RKI EXPLORATION & PRODUCTION LLC

Well Name: TUCKER DRAW 9-4 FED COM

Well Number: 5H

Variance request: RKI Exploration & Production, LLC. requests a variance to drill this well using a co-flex line between the BOP and the choke manifold. Certification for proposed co-flex hose is attached. The hose is required by the manufacturer to be anchored. In the event the specific hose is not available, one of equal or higher rating will be used.

**Testing Procedure:** BOPE will be inspected and operated as stated in Onshore Order 2. A third party company will test the BOPE. After surface casing is set and the BOPE is nippled up, pressure tests will be conducted to 250 psi low and 5000 psi high (50% of WP) with the annular tested to 250 psi low and 2500 psi high (50% of WP).

#### **Choke Diagram Attachment:**

5MChokeManifold\_04-18-2017.pdf

#### **BOP Diagram Attachment:**

BOP\_Diagram\_04-18-2017.pdf

Section 3 - Casing

|           | ed               | 0         |          | 6        |            | String  | DM      | et MD    | DVT     | tet TVD  | MSL        | et MSL     | casing                  |             |        | ð                  | R        |           | Type     |           | Type    |           |
|-----------|------------------|-----------|----------|----------|------------|---------|---------|----------|---------|----------|------------|------------|-------------------------|-------------|--------|--------------------|----------|-----------|----------|-----------|---------|-----------|
| Casing II | String Ty        | Hole Size | Csg Size | Conditio | Standarc   | Tapered | Top Set | Bottom 5 | Top Set | Bottom 5 | Top Set    | Bottom 5   | Calculated<br>length MD | Grade       | Weight | Joint Typ          | Collapse | Burst SF  | Joint SF | Joint SF  | Body SF | Body SF   |
| 1         | SURFACE          | 17.5      | 13.375   | NEW      | API        | N       | 0       | 900      | 0       | 900      | -7940      | -8840      | 900                     | J-55        | 54.5   | STC                | 2.85     | 13.7<br>9 | DRY      | 10.4<br>8 | DRY     | 10.4<br>8 |
| 2         | INTERMED<br>IATE | 12.2<br>5 | 9.625    | NEW      | API        | N       | 0       | 3590     | 0       | 3582     | -7940      | -<br>11522 | 3590                    | J-55        | 40     | LTC                | 1.63     | 5.01      | DRY      | 3.62      | DRY     | 3.62      |
| 3         | INTERMED<br>IATE | 8.75      | 7.0      | NEW      | API        | N       | 0       | 11347    | 0       | 11043    | -7940      | -<br>18805 | 11347                   | HCP<br>-110 | 29     | BUTT               | 1.89     | 4.62      | DRY      | 2.9       | DRY     | 2.9       |
| 4         | LINER            | 6.12<br>5 | 4.5      | NEW      | NON<br>API | N       | 10597   | 18745    | 10566   | 11043    | -<br>18328 | -<br>18805 | 8148                    | HCP<br>-110 | 13.5   | OTHER -<br>CDC-HTC | 2.2      | 5.11      | DRY      | 1.75      | DRY     | 1.75      |

#### **Casing Attachments**

Well Number: 5H

| Casing Attacl | hments                              |
|---------------|-------------------------------------|
| Casing ID     | : 1 String Type:SURFACE             |
| Inspection    | n Document:                         |
| Spec Doc      | ument:                              |
| Tapered S     | String Spec:                        |
| Casing De     | esign Assumptions and Worksheet(s): |
| Casi          | ing_Assumptions_05-31-2017.pdf      |
| Casing ID     | : 2 String Type: INTERMEDIATE       |
| Inspectior    | n Document:                         |
| Spec Doc      | ument:                              |
| Tapered S     | String Spec:                        |
| Casing De     | esign Assumptions and Worksheet(s): |
| Casi          | ng_Assumptions_05-31-2017.pdf       |
| Casing ID     | : 3 String Type:INTERMEDIATE        |
| Inspectior    | n Document:                         |
| Spec Doci     | ument:                              |
| Tapered S     | string Spec:                        |
| Casing De     | esign Assumptions and Worksheet(s): |
| Casi          | ng_Assumptions_05-31-2017.pdf       |
|               |                                     |

Well Name: TUCKER DRAW 9-4 FED COM

Well Number: 5H

#### **Casing Attachments**

Casing ID: 4 String Type:LINER

**Inspection Document:** 

**Spec Document:** 

CDC\_HTC\_spec\_sheet\_05-31-2017.pdf

**Tapered String Spec:** 

#### Casing Design Assumptions and Worksheet(s):

Casing\_Assumptions\_05-31-2017.pdf

| Section      | 4 - C     | emen                | t         |           |              |       |         |       |         |                        |   |
|--------------|-----------|---------------------|-----------|-----------|--------------|-------|---------|-------|---------|------------------------|---|
| String Type  | Lead/Tail | Stage Tool<br>Depth | Top MD    | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type            | Additives   |
| SURFACE      | Lead      |                     | 0         | 643       | 385          | 1.74  | 13.5    | 447   | 50      | Class C                | 4% Gel + 2% CaCl +<br>0.4 pps Defoamer +<br>0.125 pps CelloFlake  |
| SURFACE      | Tail      |                     | 643       | 900       | 200          | 1.34  | 14.8    | 134   | 50      | Class C                | 2% Calcium  |
| INTERMEDIATE | Lead      |                     | 0         | 2916      | 565          | 1.92  | 12.9    | 957   | 20      | Class C / Poz<br>35/65 | 5% Salt + 6% Gel +<br>0.5% Retarder + 3 pps<br>LCM + 0.4 pps<br>Defoamer + 0.125 pps<br>CelloFlake                        |
| INTERMEDIATE | Tail      |                     | 2916      | 3590      | 200          | 1.32  | 14.8    | 211   | 20      | Class C                | None  |
| INTERMEDIATE | Lead      |                     | 3090      | 1059<br>7 | 503          | 2.67  | 11.2    | 1132  | 20      | TXI Lightweight        | 10% Gel + 8% Plex<br>Crete + 0.9% Retarder<br>+ 0.7 pps FL + 3 pps<br>LCM + 0.4 pps<br>Defoamer + 0.125 pps<br>CelloFlake |
| INTERMEDIATE | Tail      |                     | 1059<br>7 | 1134<br>7 | 115          | 1.18  | 15.6    | 113   | 20      | Class H                | 0.3% Retarder   |
| LINER        | Lead      |                     | 1059<br>7 | 1874<br>5 | 481          | 1.89  | 13      | 771   | 20      | Acid Soluble TXI       | 1.3% Salt + 30% CaCl +<br>5% Plexaid + 0.7% FL +<br>0.3% Retarder + 0.1%<br>Antisettling + 0.4 pps<br>Defoamer            |

**Operator Name:** RKI EXPLORATION & PRODUCTION LLC

Well Name: TUCKER DRAW 9-4 FED COM

Well Number: 5H

| String Type | Lead/Tail | Stage Tool<br>Depth | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives |
|-------------|-----------|---------------------|--------|-----------|--------------|-------|---------|-------|---------|-------------|-----------|
|-------------|-----------|---------------------|--------|-----------|--------------|-------|---------|-------|---------|-------------|-----------|

## **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:** An electronic mud monitoring system satisfying the requirements of Onshore Order 1 will be used. All necessary mud products for weight addition and fluid loss control will be on location at all times. Mud program is subject to change due to hole conditions.

**Describe the mud monitoring system utilized:** The following mud system monitoring equipment will be in place during drilling: • Visual pit markers • Pit volume totalizer (PVT) • Stroke counter • Gas detection • Mud-gas separator (gas buster) • Flow sensor

#### Circulating Medium Table

| Top Depth | Bottom Depth | Mud Type             | Min Weight (Ibs/gal) | Max Weight (lbs/gal) | Density (lbs/cu ft) | Gel Strength (lbs/100 sqft) | Hd | Viscosity (CP) | Salinity (ppm) | Filtration (cc) | Additional Characteristics |
|-----------|--------------|----------------------|----------------------|----------------------|---------------------|-----------------------------|----|----------------|----------------|-----------------|----------------------------|
| 3582      | 1104<br>3    | OTHER : Cut<br>Brine | 8.9                  | 9.4                  |                     |                             |    |                |                |                 |                            |
| 1104<br>3 | 1104<br>3    | OIL-BASED<br>MUD     | 10.5                 | 12                   |                     |                             |    |                |                |                 |                            |
| 900       | 3582         | OTHER : Brine        | 9.8                  | 10                   |                     |                             |    |                |                |                 |                            |
| 0         | 900          | WATER-BASED<br>MUD   | 8.5                  | 8.9                  |                     |                             |    |                |                |                 |                            |
**Operator Name: RKI EXPLORATION & PRODUCTION LLC** 

Well Name: TUCKER DRAW 9-4 FED COM

Well Number: 5H

## Section 6 - Test, Logging, Coring

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

A 2-person mud-logging program will be used from Int\_1 9-5/8" casing point to TD.

List of open and cased hole logs run in the well: CBL,DS,GR,MWD

#### Coring operation description for the well:

None

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 6891

Anticipated Surface Pressure: 4461.54

Anticipated Bottom Hole Temperature(F): 200

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:

RKI\_H2S\_Plan\_Tucker\_Draw\_Fed\_Com\_26S\_30E\_A\_3\_30\_17\_05-30-2017.pdf

### Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Tucker\_Draw\_Fed\_COM\_9\_4\_5H\_\_\_Well\_Plan\_v1\_05-31-2017.pdf

Other proposed operations facets description:

#### Other proposed operations facets attachment:

Tucker\_Draw\_Fed\_COM\_9\_4\_5H\_\_\_BLM\_Drilling\_Plan\_\_05\_15\_17\_\_05-31-2017.pdf Other Variance attachment:

## 5M Choke Manifold



Exhibit #1:



\_...

| 4 1/2 13.50 lb (0.29) P110 HC        |         | USS-CDC H  | FQ™                   |
|--------------------------------------|---------|------------|-----------------------|
|                                      | PIPE    | CONNECTION |                       |
| MECHANICAL PROPERTIES                |         |            |                       |
| Minimum Yield Strength               | 110,000 |            | P                     |
| Maximum Yield Strength               | 140,000 |            | F                     |
| Minimum Tensile Strength             | 125,000 |            | £                     |
| DIMENSIONS                           |         |            |                       |
| Outside Diameter                     | 4.500   | 5.250      | i                     |
| Wall Thickness                       | 0.290   |            | i                     |
| Inside Diameter                      | 3.920   | 3.920      | i                     |
| Drift - API                          | 3.795   | 3.795      | i                     |
| Nominal Linear Weight, T&C           | 13.50   |            | lbs/                  |
| Plain End Weight                     | 13.05   |            | ibs/                  |
| SECTION AREA                         |         |            |                       |
| Cross Sectional Area   Critical Area | 3.836   | 3.836      | sq. i                 |
| Joint Efficiency                     |         | 100.0      |                       |
| PERFORMANCE                          |         |            | ere geno<br>La contra |
| Minimum Collapse Pressure            | 11,810  | 11,810     | P                     |
| External Pressure Leak Resistance    |         | 9,450      | Þ                     |
| Minimum Internal Yield Pressure      | 12,420  | 12,420     | P                     |
| Minimum Pipe Body Yield Strength     | 422,000 |            | ti                    |
| Joint Strength                       |         | 443,000    | li<br>li              |
| Compression Rating                   |         | 266,000    | h                     |
| Reference Length                     |         | 21,877     |                       |
| Maximum Uniaxial Bend Rating         |         | 70.6       | deg/100               |
|                                      |         |            | _                     |
| Make-Up Loss                         |         | 4.44       | i                     |
| Minimum Make-Up Torque               |         | 7,000      | ft-li                 |
| Maximum Make-Up Torque               |         | 10,000     | ft-k                  |
|                                      |         |            |                       |

Notes:

1) Other than proprietary collapse and connection values, performance properties have been calculated using standard equations defined by API 5C3 and do not incorporate any additional design or safety factors. Calculations assume nominal pipe OD, nominal wall thickness, and Specified Minimum Yield Strength (SMYS).

 Uniaxial bending rating shown is structural only, and equal to compression efficiency
 Torques have been calculated assuming a thread compound friction factor of 1.0 and are recommended only. Field make-up torques may require adjustment based on actual field conditions (e.g. make-up speed, temperature, thread compound, etc.)

4) Reference length is calculated by joint strength divided by nominal T&C weight with 1.5 safety factor. 5) Connection external pressure resistance has been verified to 80% API pipe body collapse pressure (API 5C5 Cal III testing protocol)

Legal Notice: USS-CDC HTO<sup>TM</sup> (High Torque Casing Drilling Connection) is a trademark of U. S. Steel Corporation. This product is a modified API Buttress threaded and coupled connection designed for drilling with casing applications. All material contained in this publication is for general information only. This material should not therefore be used or relied upon for any specific application without independent competent professional examination and verification of accuracy, suitability, and applicability. Anyone making use of this material does so at their own risk and assumes any and all liability resulting from such use. U. S. Steel Corporation. USS Product Data Sheet 2015 rev22 (Sept)

U. S. Steel Tubular Products 1-877-893-9461 10343 Sam Houston Park Dr., #120 connections@uss.com Houston, TX 77064 www.usstubular.com

| Threads         | ST&C    | LT&C    | BT&C    | CDC-HTC |
|-----------------|---------|---------|---------|---------|
| Grade           | J-55    | J-55    | HCP-110 | HCP-110 |
| Weight<br>(ppf) | 54.5    | 40.0    | 29.0    | 13.5    |
| Casing OD       | 13-3/8" |         | нŹ      | 4-1/2"  |
| Bottom<br>(TVD) | 006     | 3,582   | 11,043  | 11,043  |
| Bottom<br>(MD)  | 006     | 3,590   | 11,347  | 18,745  |
| Top<br>(MD)     | 0       | 0       | 0       | 10,597  |
| Hole Size       | 17-1/2" | 12-1/4" | 8-3/4"  | 6-1/8"  |
| Section         | Surf    | Int_1   | Int_2   | Prod    |

| ors | 1.125 Section | 1.000 Surf | 1.600 Int_1 | Int 2 |
|-----|---------------|------------|-------------|-------|
| 5   |               |            |             | •     |

| Design Factors | Collapse Burst Tension | 2.85 13.79 10.48 | 1.63 5.01 3.62 | 1.89 4.62 2.90 | 2.20 5.11 1.75 |   |
|----------------|------------------------|------------------|----------------|----------------|----------------|---|
|                | Section Co             | Surf             | Int_1          | Int_2          | Prod           | • |

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| Threads         | ST&C    | LT&C    | BT&C    | CDC-HTC |  |
|-----------------|---------|---------|---------|---------|--|
| Grade           | J-55    | J-55    | HCP-110 | HCP-110 |  |
| Weight<br>(ppf) | 54.5    | 40.0    | 29.0    | 13.5    |  |
| Casing OD       | 13-3/8" |         | яZ      | 4-1/2"  |  |
| Bottom<br>(TVD) | 006     | 3,582   | 11,043  | 11,043  |  |
| Bottom<br>(MD)  | 006     | 3,590   | 11,347  | 18,745  |  |
| Top<br>(MD)     | 0       | 0       | 0       | 10,597  |  |
| Hole Size       | 17-1/2" | 12-1/4" | 8-3/4"  | 6-1/8"  |  |
| Section         | Surf    | Int_1   | Int_2   | Prod    |  |

| Safety<br>Collapse | Factors<br>1.125 | Section | Design<br>Collapse | Factors<br>Burst |
|--------------------|------------------|---------|--------------------|------------------|
| Burst              | 1.000            | Surf    | 2.85               | 13.79            |
| Tension            | 1.600            | Int_1   | 1.63               | 5.01             |
|                    |                  | Int_2   | 1.89               | 4.62             |
|                    |                  | Prod    | 2.20               | 5.11             |

**Tension** 10.48 3.62 2.90 1.75

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| Threads         | ST&C    | LT&C    | BT&C    | CDC-HTC |  |
|-----------------|---------|---------|---------|---------|--|
| Grade           | J-55    | J-55    | HCP-110 | HCP-110 |  |
| Weight<br>(ppf) | 54.5    | 40.0    | 29.0    | 13.5    |  |
| Casing OD       | 13-3/8" | 9-5/8"  | ۲"      | 4-1/2"  |  |
| Bottom<br>(TVD) | 006     | 3,582   | 11,043  | 11,043  |  |
| Bottom<br>(MD)  | 006     | 3,590   | 11,347  | 18,745  |  |
| Top<br>(MD)     | 0       | 0       | 0       | 10,597  |  |
| Hole Size       | 17-1/2" | 12-1/4" | 8-3/4"  | 6-1/8"  |  |
| Section         | Surf    | Int_1   | Int_2   | Prod    |  |

|          | •       |         |          |         |
|----------|---------|---------|----------|---------|
| sarety   | ractors |         | Design   | Factors |
| Collapse | 1.125   | Section | Collapse | Burst   |
| Burst    | 1.000   | Surf    | 2.85     | 13.79   |
| Tension  | 1.600   | Int_1   | 1.63     | 5.01    |
|          |         | Int_2   | 1.89     | 4.62    |
|          |         | Prod    | 2.20     | 5.11    |

**Tension** 10.48 3.62 2.90 1.75

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| e Threads       | ST&C    | LT&C    | 10 BT&C    | 10 CDC-HTC |  |
|-----------------|---------|---------|------------|------------|--|
| Grad            | J-55    | J-55    | HCP-1      | HCP-1      |  |
| Weight<br>(ppf) | 54.5    | 40.0    | 29.0       | 13.5       |  |
| Casing OD       | 13-3/8" | 9-5/8"  | " <i>L</i> | 4-1/2"     |  |
| Bottom<br>(TVD) | 006     | 3,582   | 11,043     | 11,043     |  |
| Bottom<br>(MD)  | 006     | 3,590   | 11,347     | 18,745     |  |
| Top<br>(MD)     | 0       | 0       | 0          | 10,597     |  |
| Hole Size       | 17-1/2" | 12-1/4" | 8-3/4"     | 6-1/8"     |  |
| Section         | Surf    | Int_1   | Int_2      | Prod       |  |

| / Factors | 1.125    | 1.000 | 1.600   |
|-----------|----------|-------|---------|
| Safety    | Collapse | Burst | Tension |

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## Tucker Draw Fed Com 26S-30E-A

### 1. H2S Safety Training

When working in an area where Hydrogen Sulfide (H<sub>2</sub>S) might be encountered, definite training requirements must be carried out. The Company Supervisor will ensure that all personnel, at the well site, have had adequate training in the following:

- Hazards and characteristics of Hydrogen Sulfide (H<sub>2</sub>S).
- Physicals effects of Hydrogen Sulfide on the human body.
- Toxicity of Hydrogen Sulfide and Sulfur Dioxide.
- H<sub>2</sub>S detection, Emergency alarm and sensor location.
- Emergency rescue.
- Resuscitators.
- First aid and artificial resuscitation.
- The effects of Hydrogen Sulfide on metals.
- Location safety.

Service company personnel and visiting personnel must be notified if the zone contains H<sub>2</sub>S, and each service company must provide adequate training and equipment for their employees before they arrive at the well site.

### 2. H2S detection and Alarm Systems

- Four channel H<sub>2</sub>S monitor with alarms.
- Three (3) sensors located as follows: #1 Rig Floor, #2 Shale Shaker, #3 Cellar.
- Gastec or Draeger pump with tubes.
- Sensor test gas.

### 3. Windsocks and / Wind Streamers

- A minimum of two 10" windsocks located at strategic locations so that they may be seen from any point on location.
- Wind streamers (if preferred) should be placed at various locations on the well site to ensure wind consciousness at all times. (Corners of location).

## 4. Condition Flags and Signs

The Well Condition Sign w/flags should be placed a minimum of 150' before you enter the location. It should have three (3) color coded flags (green, yellow and red) that will be used to denote the following location conditions:

- GREEN Normal Operating Conditions
- YELLOW Potential Danger
- RED Danger, H<sub>2</sub>S Gas Present
- 5. Well Control Equipment

### • See APD

- 6. Communications
  - Proper communication equipment such as cell phones or 2-way radios should be available at the rig.

- Radio communication shall be available for communication between the company man's
- trailer, rig floor and the tool pusher's trailer.
- Communication equipment shall be available on the vehicles.
- 7. Drilling Stem Testing
  - Not Applicable

## 8. Drilling Fluids

The primary control to avoid H<sub>2</sub>S problems in a drilling operation is to keep it retained in the formation. A slight over balance in drilling fluid density is required. It must be enough to overcome any swabbing effects on connections and trips. Ample pit volume will be provided to contain an adequate supply of drilling mud.

- Drilling Fluid Monitoring On Any Hazardous H<sub>2</sub>S gas well, the earlier the warning of danger the better chance to control operations. Mud Company will be in daily contact with a RKI Representative. The Mud Engineer will take samples of the mud, analyze these samples, and make necessary recommendations to prevent H<sub>2</sub>S gas from the formation, the pH will be increased as necessary for corrosion control.
- pH Control For normal drilling, pH of 10.5 11.5. Would be sufficient for corrosion protection. If there is an influx of H<sub>2</sub>S gas from the formation, the pH will be increased as necessary for corrosion control.
- H<sub>2</sub>S Scavengers If necessary H<sub>2</sub>S scavengers will be added to the drilling mud.
- Garret Gas Train or Hach Tester for inspection of Hydrogen Sulfide in the drilling mud system.

Local Contacts

## 9. Emergency Contacts

| Operations Senior Foreman  |                |
|----------------------------|----------------|
| Danny Emerson              | (505) 614-4867 |
| Production Superintendent  |                |
| Justin Warren              | (701) 421-7324 |
| Production Foreman         |                |
| Kipper Folmar              | (575) 644-2008 |
| Gary Moreau                | (575) 200-4278 |
| Kurt Heckman               | (505) 333-1809 |
| Operation Foreman          |                |
| Filip Avila                | (505) 692-5467 |
| Completions Superintendent |                |
| Kent Hejl                  | (575) 885-7539 |
| Jim Auld                   | (539) 573-7508 |
| Drilling Superintendent    |                |
| Lance Vaughn               | (325) 647-8148 |
|                            | (575) 200-4160 |
| Deck Travis                | (713) 805-6739 |
| Environmental Specialist   |                |
| Karolina Blaney            | (970) 589-0743 |

| Safety Specialist                    |                    |                |
|--------------------------------------|--------------------|----------------|
| Stephan Holloway                     |                    | (361) 436-6290 |
| EH&S Contractor                      |                    |                |
| Randall Moreland                     |                    | (318) 458-1537 |
|                                      | Regional Contacts  |                |
| Production Manager                   |                    |                |
| Bobby Goodwin                        |                    | (918) 642-3688 |
| Drilling Engineer                    |                    |                |
| Preston Wray                         |                    | (539) 573-7604 |
| Completions Engineer                 |                    |                |
| Jay Brenner                          |                    | (918) 289-9252 |
|                                      | Corporate Contacts |                |
| VP Asset Team                        |                    |                |
| Matt Hinson                          |                    | (539) 573-0170 |
| Drilling Manager                     |                    |                |
| Jeff Cutler                          |                    | (539) 573-2772 |
| EHS Manager                          |                    |                |
| Lucas Smith                          |                    | (817) 727-9716 |
| Legal Liaison                        |                    |                |
| Kevin Mathews                        |                    | (918) 606-6356 |
| RMID Liaison                         |                    |                |
| Scott Davenport                      |                    | (918) 573-5917 |
| <b>Communications Liaison</b>        |                    |                |
| Kelly Swan                           |                    | (918) 629-1037 |
|                                      |                    |                |
| Emergency Response Contacts          |                    | <u> </u>       |
| Ambulance Service:                   |                    |                |
| Carlsbad Fire Department             |                    | (575) 885-3125 |
| Hospitals:                           |                    |                |
| Carlsbad Medical Center (Carlsbad)   |                    | (575) 557-4100 |
| University Medical Center (El Paso)  |                    | (915) 577-1200 |
| University Medical Center (Lubbock)  |                    | (806) 775-8200 |
| Fire Department:                     |                    |                |
| Carlsbad Fire Department             |                    | (575) 885-3125 |
| Pecos VFD                            |                    | (432) 445-3519 |
| Law Enforcement:                     |                    |                |
| Carlsbad Police Department           |                    | (575) 885-6547 |
| Pecos Police Department              |                    | (432) 445-4911 |
| Eady County Sherriff's Department    |                    | (5/5) 88/-/551 |
| Loving County Sherriff's Department  |                    | (432) 337-2411 |
| Reeves County Sherriff S Office      |                    | (432) 445-4901 |
| New Mexico State Police – District 3 |                    | (5/5) 885-3138 |
| Homeland Security (Federal)          |                    | (202) 282-8000 |
| nomeland Security (New Mexico)       |                    | (505) 476-9600 |

#### **Regulatory Contacts**

(575) 885-3581

(575) 396-8607

(575) 624-6140

(432) 447-3542

(915) 377-2362

(432) 586-6658

(806) 826-3777

## Local Emergency Planning Committee (LEPC) Eddy County, Carlsbad, NM Lea County, Lovington, NM Chaves County, Roswell, NM Reeves County, Pecos, TX Loving County, Mentone, TX Winkler County, Kermit, TX Wheeler County, Wheeler, TX

| Texas Railroad Commission – District 8                                  | (432) 684-5581 |
|---|----------------|
| New Mexico Oil Conservation Division                                    | (505) 476-3440 |
| New Mexico Occupational Safety and Health Bureau (NM OSHA)              | (505) 476-8700 |
| Federal OSHA: Lubbock area office                                       | (806) 472-7681 |
| US BLM: Carlsbad, NM field office                                       | (575) 234-5972 |
| Federal Environmental Protection Agency: National Response Center (NRC) | (800) 424-8802 |









# **WPX Energy**

Eddy County, New Mexico (NAD 83) Tucker Draw Fed COM 9-4 5H

Wellbore #1

Plan: Design #1

# **Standard Planning Report**

29 March, 2017





Planning Report



| Database:<br>Company:<br>Project:<br>Site:<br>Well:<br>Wellbore:<br>Design: | EDM Conroe<br>WPX Energy<br>Eddy County, New Mexico (NAD 83)<br>Tucker Draw Fed COM 9-4<br>5H<br>Wellbore #1<br>Design #1 |  |                       | Local Cd<br>TVD Ref<br>MD Refe<br>North Re<br>Survey d | o-ordinate Referenc<br>erence:<br>erence:<br>eference:<br>Calculation Method | : Well 5H<br>WELL @ 3128.00usft (Orion Phoenix)<br>WELL @ 3128.00usft (Orion Phoenix)<br>Grid<br>Minimum Curvature |                                      |  |
|---|---|--|-----------------------|--|--|--|--------------------------------------|--|
| Project   | Eddy Co   | unty, New Mexico                                   | (NAD 83)              |  |  |  |                                      |  |
| Map System:<br>Geo Datum:<br>Map Zon <i>e</i> :                             | US State<br>North Ame<br>New Mexi   | Plane 1983<br>erican Datum 1983<br>co Eastern Zone | 3                     | System D   | atum:  | Mean Sea Level   |                                      |  |
| Well  | 5H  |  |                       |  |  |  |                                      |  |
| Well Position   | +N/-S<br>+E/-W  | 381,929.64 usft<br>682,132.43 usft                 | Northing:<br>Easting: |  | 381,929.64 usft<br>682,132.43 usft   | Latitude:<br>Longitude:  | 32° 2' 57.084 N<br>103° 52' 44.033 W |  |
| Position Uncertai   | inty  | 0.00 usft  | Wellhead E            | evation:   |  | Ground Level:  | 3,103.00 usft                        |  |
| Wellbore  | Wellbore  | e #1   |                       |  |  |  |                                      |  |
| Magnetics   | Mode  | l Name S   | ample Date            | Declina<br>(°)   | ation  | Dip Angle<br>(°)   | Field Strength<br>(nT)               |  |
|   | В   | GGM2016  | 5/1/2017              |  | 7.17   | 59.84  | 47,887                               |  |
| Design  | Design #  | 1  |                       |  |  |  |                                      |  |
| Audit Notes:  |   |  |                       |  |  |  |                                      |  |
| Version:  |   |  | Phase:                | PROTOTYPE  | Tie On De  | epth: (  | 0.00                                 |  |
| Vertical Section:   |   | Depth Fr<br>(u                                     | om (TVD)<br>sft)      | +N/-S<br>(usft)  | +E/-W<br>(usft)  | Dire<br>(*   | ction<br>°)                          |  |
|   |   | 0.   | 00                    | 0.00   | 0.00   | 359  | 9.68                                 |  |
| Plan Survey Tool  | Program   | Date 3/29/2  | 2017                  |  |  |  |                                      |  |
| Depth From<br>(usft)  | Depth 1<br>(usft)   | o<br>Survey (Well                                  | bore)                 | Tool Name  | Rem  | arks   |                                      |  |
| 1 0.00  | 18,745.0  | )3 Design#1 (W                                     | ellbore #1)           | MWD  |  |  |                                      |  |
|   |   | <u> </u>   | ,                     | OWSG MWE   | ) - Standard   |  |                                      |  |
| 1 0.00  | 18,745.0  | 03 Design #1 (We                                   | ellbore #1)           | MWD<br>OWSG MWE  | ) - Standard   |  |                                      |  |

| Measured<br>Depth<br>(usft) | Inclination<br>(°) | Azimuth<br>(°) | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Bulld<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) | TFO<br>(°) | Target             |
|-----------------------------|--------------------|----------------|-----------------------------|-----------------|-----------------|-------------------------------|------------------------------|-----------------------------|------------|--------------------|
| 0.00                        | 0.00               | 0.00           | 0.00                        | 0.00            | 0.00            | 0.00                          | 0.00                         | 0.00                        | 0.00       |                    |
| 2,000.00                    | 0.00               | 0.00           | 2,000.00                    | 0.00            | 0.00            | 0.00                          | 0.00                         | 0.00                        | 0.00       |                    |
| 2,299.85                    | 6.00               | 280.07         | 2,299.30                    | 2.74            | -15.44          | 2.00                          | 2.00                         | 0.00                        | 280.07     |                    |
| 7,927.04                    | 6.00               | 280.07         | 7,895.70                    | 105.57          | -594.28         | 0.00                          | 0.00                         | 0.00                        | 0.00       |                    |
| 8,226.89                    | 0.00               | 0.00           | 8,195.00                    | 108.31          | -609.72         | 2.00                          | -2.00                        | 0.00                        | 180.00 \   | /P - Tucker Draw F |
| 10,597.43                   | 0.00               | 0.00           | 10,565.54                   | 108.31          | -609.72         | 0.00                          | 0.00                         | 0.00                        | 0.00       |                    |
| 11,347.43                   | 90.00              | 359.68         | 11,043.00                   | 585.77          | -612.40         | 12.00                         | 12.00                        | 0.00                        | 359.68     |                    |
| 18,745,03                   | 90.00              | 359.68         | 11,043.00                   | 7,983.26        | -653.88         | 0.00                          | 0.00                         | 0.00                        | 0.00 F     | BHL - Tucker Dra   |

Plan Sections



Planning Report



| Database:<br>Company:<br>Project: | EDM Conroe<br>WPX Energy<br>Eddy County, New Mexico (NAD 83) | Local Co-ordinate Reference:<br>TVD Reference:<br>MD Reference: | Well 5H<br>WELL @ 3128.00usft (Orion Phoenix)<br>WELL @ 3128.00usft (Orion Phoenix) |
|-----------------------------------|--|---|---|
| Site:                             | Tucker Draw Fed COM 9-4                                      | North Reference:  | Grid  |
| Well:                             | 5H   | Survey Calculation Method:                                      | Minimum Curvature   |
| Wellbore:                         | Wellbore #1  |   |   |
| Design:                           | Design #1  |   |   |

| Measured<br>Depth | Inclination | Azimuth | Vertical<br>Depth | +N/-S  | +E/-W   | Vertical<br>Section | Dogleg<br>Rate | Build<br>Rate | Turn<br>Rate |
|-------------------|-------------|---------|-------------------|--------|---------|---------------------|----------------|---------------|--------------|
| (usit)            | (*)         | ()      | (usit)            | (usit) | (UST)   | (usit)              | ( / Toodsh)    | ( noousit)    | ( modsh)     |
| 0.00              | 0.00        | 0.00    | 0.00              | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 100.00            | 0.00        | 0.00    | 100.00            | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 200.00            | 0.00        | 0.00    | 200.00            | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 300.00            | 0.00        | 0.00    | 300.00            | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 400.00            | 0.00        | 0.00    | 400.00            | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 500.00            | 0.00        | 0.00    | 500.00            | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 600.00            | 0.00        | 0.00    | 600.00            | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 700.00            | 0.00        | 0.00    | 700.00            | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 800.00            | 0.00        | 0.00    | 800.00            | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 900.00            | 0.00        | 0.00    | 900.00            | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 1.000.00          | 0.00        | 0.00    | 1.000.00          | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 1,100.00          | 0.00        | 0.00    | 1.100.00          | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 1,200.00          | 0.00        | 0.00    | 1.200.00          | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 1,300,00          | 0.00        | 0.00    | 1 300 00          | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 1,400.00          | 0.00        | 0.00    | 1,400.00          | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 1,500,00          | 0.00        | 0.00    | 1.500.00          | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 1,600,00          | 0.00        | 0.00    | 1,600,00          | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 1 700 00          | 0.00        | 0.00    | 1 700 00          | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 1,700.00          | 0.00        | 0.00    | 1,800,00          | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 1,900.00          | 0.00        | 0.00    | 1,900.00          | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 2,000,00          | 0.00        | 0.00    | 2 000 00          | 0.00   | 0.00    | 0.00                | 0.00           | 0.00          | 0.00         |
| 2,000.00          | 2.00        | 280.07  | 2,000.00          | 0.31   | -1 72   | 0.00                | 2.00           | 2.00          | 0.00         |
| 2,100.00          | 4 00        | 280.07  | 2,000.00          | 1 22   | -6.87   | 1.26                | 2.00           | 2.00          | 0.00         |
| KOP 2.00°         | /100' Build | 200.07  | 2,155.04          | 1.22   | -0.07   | 1.20                | 2.00           | 2.00          | 0.00         |
| 2 299 85          | 6.00        | 280.07  | 2 299 30          | 2 74   | -15 44  | 2.83                | 2 00           | 2 00          | 0.00         |
| 2,400.00          | 6.00        | 280.07  | 2,398.90          | 4.57   | -25.74  | 4.72                | 0.00           | 0.00          | 0.00         |
| 2 499 85          | 6.00        | 280.07  | 2,498,21          | 6.40   | -36.01  | 6.60                | 0.00           | 0.00          | 0.00         |
| Begin 6.00        | ° Tangent   |         | _,                |        |         |                     |                |               |              |
| 2,500,00          | 6.00        | 280.07  | 2,498,36          | 6.40   | -36.02  | 6.60                | 0.00           | 0.00          | 0.00         |
| 2,600.00          | 6.00        | 280.07  | 2,597,81          | 8.23   | -46.31  | 8.49                | 0.00           | 0.00          | 0.00         |
| 2,700.00          | 6.00        | 280.07  | 2.697.26          | 10.05  | -56.60  | 10.37               | 0.00           | 0.00          | 0.00         |
| 2,800.00          | 6.00        | 280.07  | 2,796.72          | 11.88  | -66.88  | 12.25               | 0.00           | 0.00          | 0.00         |
| 2,900.00          | 6.00        | 280.07  | 2,896.17          | 13.71  | -77.17  | 14.14               | 0.00           | 0.00          | 0.00         |
| 3,000.00          | 6.00        | 280.07  | 2,995.62          | 15.54  | -87.46  | 16.02               | 0.00           | 0.00          | 0.00         |
| 3,100,00          | 6.00        | 280.07  | 3,095.07          | 17.36  | -97.74  | 17.91               | 0.00           | 0.00          | 0.00         |
| 3,200,00          | 6.00        | 280.07  | 3,194.53          | 19.19  | -108.03 | 19.79               | 0.00           | 0.00          | 0.00         |
| 3,300.00          | 6.00        | 280.07  | 3,293.98          | 21.02  | -118.32 | 21.68               | 0.00           | 0.00          | 0.00         |
| 3,400.00          | 6.00        | 280.07  | 3,393.43          | 22.85  | -128.60 | 23.56               | 0.00           | 0.00          | 0.00         |
| 3,500.00          | 6.00        | 280.07  | 3,492.88          | 24.67  | -138.89 | 25.45               | 0.00           | 0.00          | 0.00         |
| 3,600.00          | 6.00        | 280.07  | 3,592.34          | 26.50  | -149.18 | 27.33               | 0.00           | 0.00          | 0.00         |
| 3,700.00          | 6.00        | 280.07  | 3,691.79          | 28.33  | -159.46 | 29.22               | 0.00           | 0.00          | 0.00         |
| 3,800.00          | 6.00        | 280.07  | 3,791.24          | 30.15  | -169.75 | 31.10               | 0.00           | 0.00          | 0.00         |
| 3,900.00          | 6.00        | 280.07  | 3,890.70          | 31.98  | -180.04 | 32.99               | 0.00           | 0.00          | 0.00         |
| 4,000,00          | 6.00        | 280.07  | 3,990.15          | 33.81  | -190.32 | 34.87               | 0.00           | 0.00          | 0.00         |
| 4,100.00          | 6.00        | 280.07  | 4,089,60          | 35,64  | -200.61 | 36.76               | 0.00           | 0.00          | 0.00         |
| 4,200,00          | 6.00        | 280.07  | 4,189.05          | 37.46  | -210.90 | 38.64               | 0.00           | 0.00          | 0.00         |
| 4,300.00          | 6.00        | 280.07  | 4,288.51          | 39.29  | -221.18 | 40.53               | 0.00           | 0.00          | 0.00         |
| 4.400.00          | 6.00        | 280.07  | 4,387.96          | 41.12  | -231.47 | 42.41               | 0.00           | 0.00          | 0.00         |
| 4 500 00          | 6.00        | 280.07  | 4,487,41          | 42.95  | -241 76 | 44.30               | 0.00           | 0.00          | 0.00         |
| 4 600 00          | 6.00        | 280.07  | 4,586,86          | 44 77  | -252 04 | 46 18               | 0.00           | 0.00          | 0.00         |
| 4 700 00          | 6.00        | 280.07  | 4.686.32          | 46.60  | -262.33 | 48.06               | 0.00           | 0.00          | 0.00         |
| 4,800.00          | 6.00        | 280.07  | 4,785.77          | 48.43  | -272.62 | 49.95               | 0.00           | 0.00          | 0.00         |
| 4 000 00          | 6 00        | 280.07  | 4 885 22          | 50.25  | -282 00 | 51 82               | 0.00           | 0.00          | 0.00         |
| 5 000 00          | 6.00        | 280.07  | 4,984.68          | 52.08  | -293.19 | 53.72               | 0.00           | 0.00          | 0.00         |
|                   | 0.00        |         | .,                |        |         |                     |                |               |              |



## MS Energy Services Planning Report



| Database:<br>Company: | EDM Conroe<br>WPX Energy         | Local Co-ordinate Reference: | Well 5H<br>WELL @ 3128 00usft (Orion Phoenix) |
|-----------------------|----------------------------------|------------------------------|---|
| Project:              | Eddy County, New Mexico (NAD 83) | MD Reference:                | WELL @ 3128.00usft (Orion Phoenix)            |
| Site:                 | Tucker Draw Fed COM 9-4          | North Reference:             | Grid  |
| Well:                 | 5H                               | Survey Calculation Method:   | Minimum Curvature                             |
| Wellbore:             | Wellbore #1                      |                              |   |
| Design:               | Design #1                        |                              |   |
|                       |                                  |                              |   |

| Measured<br>Depth<br>(usft) | Inclination<br>(°) | Azimuth<br>(°) | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Vertical<br>Section<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Build<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) |
|-----------------------------|--------------------|----------------|-----------------------------|-----------------|-----------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 5,100.00                    | 6.00               | 280.07         | 5,084.13                    | 53.91           | -303.48         | 55.60                         | 0.00                          | 0.00                         | 0.00                        |
| 5,200.00                    | 6.00               | 280.07         | 5,183.58                    | 55.74           | -313.76         | 57.49                         | 0.00                          | 0.00                         | 0.00                        |
| 5,300.00                    | 6.00               | 280.07         | 5,283.03                    | 57.56           | -324.05         | 59.37                         | 0.00                          | 0.00                         | 0.00                        |
| 5,400.00                    | 6.00               | 280.07         | 5,382.49                    | 59.39           | -334.34         | 61.26                         | 0.00                          | 0.00                         | 0.00                        |
| 5,500.00                    | 6.00               | 280.07         | 5,481,94                    | 61.22           | -344.62         | 63.14                         | 0.00                          | 0.00                         | 0.00                        |
| 5,600.00                    | 6.00               | 280.07         | 5,581.39                    | 64.97           | -354.91         | 65.U3<br>66.01                | 0.00                          | 0.00                         | 0.00                        |
| 5.800.00                    | 6.00               | 280.07         | 5,780.30                    | 66.70           | -375.48         | 68.80                         | 0.00                          | 0.00                         | 0.00                        |
| 5 900 00                    | 6.00               | 280.07         | 5 879 75                    | 68 53           | -385 77         | 70.68                         | 0.00                          | 0.00                         | 0.00                        |
| 6.000.00                    | 6.00               | 280.07         | 5.979.20                    | 70.36           | -396.06         | 72.57                         | 0.00                          | 0.00                         | 0.00                        |
| 6,100.00                    | 6.00               | 280.07         | 6,078.66                    | 72.18           | -406.34         | 74.45                         | 0.00                          | 0.00                         | 0.00                        |
| 6,200.00                    | 6.00               | 280.07         | 6,178.11                    | 74.01           | -416.63         | 76.34                         | 0.00                          | 0.00                         | 0.00                        |
| 6,300.00                    | 6.00               | 280.07         | 6,277.56                    | 75.84           | -426.92         | 78.22                         | 0.00                          | 0.00                         | 0.00                        |
| 6,400.00                    | 6.00               | 280.07         | 6,377.01                    | 77.66           | -437.20         | 80.10                         | 0.00                          | 0.00                         | 0.00                        |
| 6,500.00                    | 6.00               | 280.07         | 6,476.47                    | 79.49           | -447.49         | 81.99                         | 0.00                          | 0.00                         | 0.00                        |
| 6,600.00                    | 6.00               | 280.07         | 6,575.92                    | 81.32           | -457.78         | 83.87                         | 0.00                          | 0.00                         | 0.00                        |
| 6,700.00                    | 6.00               | 280.07         | 6,675.37                    | 83.15           | -468.06         | 85.76                         | 0.00                          | 0.00                         | 0.00                        |
| 6,800.00                    | 6.00               | 280.07         | 0,774.83                    | 84.97           | -4/8.35         | 87.04                         | 0.00                          | 0.00                         | 0.00                        |
| 6,900.00                    | 6.00               | 280.07         | 6,874.28                    | 86.80           | -488.64         | 89.53                         | 0.00                          | 0.00                         | 0.00                        |
| 7,000.00                    | 6.00               | 280.07         | 6,973.73                    | 88.63           | -498.92         | 91.41                         | 0.00                          | 0.00                         | 0.00                        |
| 7,100.00                    | 6.00               | 280.07         | 7,073.18                    | 90.40           | -509.21         | 93.30                         | 0.00                          | 0.00                         | 0.00                        |
| 7,200.00                    | 6.00               | 280.07         | 7 272 09                    | 92.20           | -519.00         | 97.07                         | 0.00                          | 0.00                         | 0.00                        |
| 7,000.00                    | 0.00               | 200.07         | 7,272.00                    | 05.04           | 540.07          | 00.05                         | 0.00                          | 0.00                         | 0.00                        |
| 7,400.00                    | 6.00               | 280.07         | 7,371.54                    | 95,94           | -540.07         | 98.95                         | 0.00                          | 0.00                         | 0.00                        |
| 7,500.00                    | 6.00               | 280.07         | 7 570 45                    | 99.59           | -560.50         | 102.34                        | 0.00                          | 0.00                         | 0.00                        |
| 7 700 00                    | 6.00               | 280.07         | 7,669,90                    | 101.42          | -570.93         | 104.61                        | 0.00                          | 0.00                         | 0.00                        |
| 7,800.00                    | 6.00               | 280.07         | 7,769.35                    | 103.25          | -581.22         | 106.49                        | 0.00                          | 0.00                         | 0.00                        |
| 7.900.00                    | 6.00               | 280.07         | 7.868.81                    | 105.07          | -591.50         | 108.38                        | 0.00                          | 0.00                         | 0.00                        |
| 7,927.04                    | 6.00               | 280.07         | 7,895.70                    | 105.57          | -594.28         | 108.89                        | 0.00                          | 0.00                         | 0.00                        |
| 8,000.00                    | 4.54               | 280.07         | 7,968.35                    | 106.74          | -600.88         | 110.09                        | 2.00                          | -2.00                        | 0.00                        |
| 8,100.00                    | 2.54               | 280.07         | 8,068.15                    | 107.82          | -606.95         | 111.21                        | 2.00                          | -2.00                        | 0.00                        |
| 8,127.04                    | 2.00               | 280.07         | 8,095.17                    | 108.01          | -608.01         | 111.40                        | 2.00                          | -2.00                        | 0.00                        |
| Begin 2.00                  | °/100' Drop        |                |                             |                 |                 |                               |                               |                              |                             |
| 8,200.00                    | 0.54               | 280.07         | 8,168.11                    | 108.29          | -609.60         | 111.69                        | 2.00                          | -2.00                        | 0.00                        |
| 8,226.89                    | 0.00               | 0.00           | 8,195.00                    | 108.31          | -609.72         | 111.71                        | 2.00                          | -2.00                        | 0.00                        |
| 8,300.00                    | 0.00               | 0.00           | 8,268.11                    | 108.31          | -609.72         | 111./1                        | 0.00                          | 0.00                         | 0.00                        |
| 8 426 89                    | 0.00               | 0.00           | 8 395 00                    | 108.31          | -609.72         | 111.71                        | 0.00                          | 0.00                         | 0.00                        |
| Begin Vert                  | ical Hold          | 0.00           | 0,000.00                    | 100101          | 000,12          |                               | 0.00                          | 0.00                         | 0.00                        |
| 8 500 00                    | 0.00               | 0.00           | 8 468 11                    | 108 31          | 600 72          | 111 71                        | 0.00                          | 0.00                         | 0.00                        |
| 8,500.00                    | 0.00               | 0.00           | 8 568 11                    | 108.31          | -609.72         | 111.71                        | 0.00                          | 0.00                         | 0.00                        |
| 8,700.00                    | 0.00               | 0.00           | 8.668.11                    | 108.31          | -609.72         | 111.71                        | 0.00                          | 0.00                         | 0.00                        |
| 8,800.00                    | 0.00               | 0.00           | 8,768.11                    | 108.31          | -609.72         | 111.71                        | 0.00                          | 0.00                         | 0.00                        |
| 8,900.00                    | 0.00               | 0.00           | 8,868.11                    | 108.31          | -609.72         | 111.71                        | 0.00                          | 0.00                         | 0.00                        |
| 9.000.00                    | 0.00               | 0.00           | 8,968,11                    | 108.31          | -609,72         | 111,71                        | 0.00                          | 0.00                         | 0.00                        |
| 9,100.00                    | 0.00               | 0.00           | 9,068.11                    | 108.31          | -609.72         | 111.71                        | 0.00                          | 0.00                         | 0.00                        |
| 9,200.00                    | 0.00               | 0.00           | 9,168.11                    | 108.31          | -609.72         | 111.71                        | 0.00                          | 0.00                         | 0.00                        |
| 9,300.00                    | 0.00               | 0.00           | 9,268.11                    | 108.31          | -609.72         | 111.71                        | 0.00                          | 0.00                         | 0.00                        |
| 9,400.00                    | 0.00               | 0.00           | 9,368.11                    | 108.31          | -609.72         | 111.71                        | 0.00                          | 0.00                         | 0.00                        |
| 9,500.00                    | 0.00               | 0.00           | 9,468.11                    | 108.31          | -609.72         | 111.71                        | 0.00                          | 0.00                         | 0.00                        |
| 9,600.00                    | 0.00               | 0.00           | 9,568.11                    | 108.31          | -609.72         | 111.71                        | 0.00                          | 0.00                         | 0.00                        |
| 9,700.00                    | 0.00               | 0.00           | 9,668.11                    | 108.31          | -609.72         | 111.71                        | 0.00                          | 0.00                         | 0.00                        |
| <br>9,800.00                | 0.00               | 0.00           | 9,708.11                    | 108.31          | -009.72         | 11.71                         | 0.00                          | 0.00                         | 0.00                        |





Planning Report

EDM Conroe Local Co-ordinate Reference: Well 5H Database: Company: WPX Energy TVD Reference: WELL @ 3128.00usft (Orion Phoenix) Project: Eddy County, New Mexico (NAD 83) MD Reference: WELL @ 3128.00usft (Orion Phoenix) Site: Tucker Draw Fed COM 9-4 North Reference: Grid Survey Calculation Method: Minimum Curvature Well: 5H Wellbore: Wellbore #1 Design: Design #1

| Measured                |                       |                  | Vertical               |                  |                 | Vertical          | Dogleg              | Build               | Turn                |
|-------------------------|-----------------------|------------------|------------------------|------------------|-----------------|-------------------|---------------------|---------------------|---------------------|
| Depth<br>(usft)         | Inclination<br>(°)    | Azimuth<br>(°)   | Depth<br>(usft)        | +N/-S<br>(usft)  | +E/-W<br>(usft) | Section<br>(usft) | Rate<br>(°/100usft) | Rate<br>(°/100usft) | Rate<br>(°/100usft) |
| 9,900.00                | 0.00                  | 0.00             | 9,868.11               | 108.31           | -609.72         | 111.71            | 0.00                | 0.00                | 0.00                |
| 10,000,00               | 0.00                  | 0.00             | 9.968.11               | 108.31           | -609.72         | 111.71            | 0.00                | 0.00                | 0.00                |
| 10,100,00               | 0.00                  | 0.00             | 10.068.11              | 108.31           | -609.72         | 111.71            | 0.00                | 0.00                | 0.00                |
| 10,200.00               | 0.00                  | 0.00             | 10,168.11              | 108.31           | -609.72         | 111.71            | 0.00                | 0.00                | 0.00                |
| 10,300.00               | 0.00                  | 0.00             | 10,268,11              | 108.31           | -609.72         | 111.71            | 0.00                | 0.00                | 0.00                |
| 10,400.00               | 0.00                  | 0.00             | 10,368.11              | 108.31           | -609.72         | 111.71            | 0.00                | 0.00                | 0.00                |
| 10,500.00               | 0.00                  | 0.00             | 10,468.11              | 108.31           | -609.72         | 111.71            | 0.00                | 0.00                | 0.00                |
| 10,597.43<br>Begin 12.0 | 0,00<br>0°/400' Build | 0.00             | 10,565.54              | 108.31           | -609.72         | 111./1            | 0.00                | 0.00                | 0.00                |
| 10 600 00               | 0 7100 Dulla          | 350 68           | 10 568 11              | 108 32           | -609 72         | 111 72            | 12.00               | 12.00               | 0.00                |
| 10,000.00               | 3.31                  | 350.68           | 10,500.11              | 100.02           | -600.72         | 112.51            | 12.00               | 12.00               | 0.00                |
| 10,650.00               | 6.31                  | 359.68           | 10,618.00              | 111.20           | -609.72         | 114.61            | 12.00               | 12.00               | 0.00                |
| 10,675.00               | 9.31                  | 359.68           | 10,642.77              | 114.60           | -609.76         | 118.00            | 12.00               | 12.00               | 0.00                |
| 10,700.00               | 12.31                 | 359.68           | 10,667.32              | 119.29           | -609.78         | 122.69            | 12.00               | 12.00               | 0.00                |
| 10,725.00               | 15.31                 | 359.68           | 10,691.60              | 125.25           | -609.82         | 128.66            | 12.00               | 12.00               | 0.00                |
| 10,750.00               | 18.31                 | 359.68           | 10,715.53              | 132.48           | -609.86         | 135.88            | 12.00               | 12.00               | 0.00                |
| 10,775.00               | 21.31                 | 359.68           | 10,739.04              | 140.95           | -609.90         | 144.36            | 12.00               | 12.00               | 0.00                |
| 10,800.00               | 24.31                 | 359.68           | 10,762.09              | 150.64           | -609.96         | 154.05            | 12.00               | 12.00               | 0.00                |
| 10,825.00               | 27.31                 | 359,68           | 10,784.59              | 161.52           | -610.02         | 164.93            | 12.00               | 12.00               | 0.00                |
| 10,850.00               | 30.31                 | 359.68           | 10,806.49              | 173.57           | -610.09         | 176.98            | 12.00               | 12.00               | 0.00                |
| 10,875.00               | 33.31                 | 359.68           | 10,827,74              | 186.75           | -610.16         | 190.15            | 12.00               | 12.00               | 0.00                |
| 10,900.00               | 36.31                 | 359.68           | 10,848.26              | 201.02           | -610.24         | 204.42            | 12.00               | 12.00               | 0.00                |
| 10,925.00               | 39.31                 | 359,68           | 10,868.01              | 216.34           | -610.33         | 219,74            | 12.00               | 12.00               | 0.00                |
| 10,950.00               | 42.31                 | 359.68           | 10,886.93              | 232.68           | -610.42         | 236.08            | 12.00               | 12.00               | 0.00                |
| 10,975.00               | 45.31                 | 359.68           | 10,904.97              | 249.98           | -610.51         | 253.39            | 12.00               | 12.00               | 0.00                |
| 11,000.00               | 48.31                 | 359.68           | 10,922.08              | 268.20           | -610.62         | 271.61            | 12.00               | 12.00               | 0.00                |
| 11,025.00               | 51.31                 | 359.68           | 10,938.21              | 287.30           | -610.72         | 290.71            | 12.00               | 12.00               | 0.00                |
| 11,050.00               | 54.31                 | 359.68           | 10,953.32              | 307.21           | -610.84         | 310.62            | 12.00               | 12.00               | 0.00                |
| 11,075.00               | 57.31                 | 359.68           | 10,967.37              | 327.89           | -610.95         | 331.30            | 12.00               | 12.00               | 0.00                |
| 11,100.00               | 60.31                 | 359.68           | 10,980.31              | 349.27           | -611.07         | 352.68            | 12.00               | 12.00               | 0.00                |
| 11,125.00               | 63.31                 | 359.68           | 10,992.12              | 371.30           | -611.19         | 374.71            | 12.00               | 12.00               | 0.00                |
| 11,150.00               | 66.31                 | 359.68           | 11,002.76              | 393.92           | -611.32         | 397.33            | 12.00               | 12.00               | 0.00                |
| 11,175.00               | 69.31                 | 359.68           | 11,012.20              | 417.07           | -611.45         | 420.48            | 12.00               | 12.00               | 0.00                |
| 11,200.00               | 72.31                 | 359.68           | 11,020.42              | 440.68           | -611.58         | 444.08            | 12.00               | 12.00               | 0.00                |
| 11,225.00               | 75.31                 | 359.68           | 11,027.39              | 464.68           | -611.72         | 468.09            | 12.00               | 12.00               | 0.00                |
| 11,250.00               | 78.31                 | 359.68           | 11,033.10              | 489.02           | -611.85         | 492.43            | 12.00               | 12.00               | 0.00                |
| 11,275.00               | 81.31                 | 359.68           | 11,037.52              | 513.62           | -611.99         | 517.03            | 12.00               | 12.00               | 0.00                |
| 11,300.00               | 84.31                 | 359.68           | 11,040.65              | 538.42           | -612.13         | 541.83            | 12.00               | 12.00               | 0.00                |
| 11,325.00               | 87.31                 | 359.68           | 11,042.47              | 563.35           | -612.27         | 566.76            | 12.00               | 12.00               | 0.00                |
| 11,347.43               | 90.00                 | 359.68           | 11,043.00              | 585.77           | -612.40         | 589.18            | 12.00               | 12.00               | 0.00                |
| Begin 90.0              |                       | 250.00           | 11 0 12 00             | 620.24           | 612.60          | 641 75            | 0.00                | 0.00                | 0.00                |
| 11,500.00               | 90.00<br>90.00        | 359.68<br>359.68 | 11,043.00<br>11,043.00 | 638.34<br>738.34 | -612.69         | 641.75<br>741.75  | 0.00                | 0.00                | 0.00                |
| 11.600.00               | 90.00                 | 359.68           | 11.043.00              | 838.34           | -613.81         | 841.75            | 0.00                | 0.00                | 0.00                |
| 11,700.00               | 90.00                 | 359,68           | 11,043,00              | 938.34           | -614.37         | 941.75            | 0.00                | 0.00                | 0.00                |
| 11.800.00               | 90.00                 | 359.68           | 11.043.00              | 1.038.34         | -614.94         | 1.041.75          | 0.00                | 0.00                | 0.00                |
| 11,900,00               | 90.00                 | 359.68           | 11.043.00              | 1.138.33         | -615.50         | 1.141.75          | 0.00                | 0.00                | 0.00                |
| 12,000.00               | 90.00                 | 359.68           | 11,043.00              | 1,238.33         | -616.06         | 1,241.75          | 0.00                | 0.00                | 0.00                |
| 12,100.00               | 90.00                 | 359.68           | 11,043.00              | 1,338.33         | -616.62         | 1,341.75          | 0.00                | 0.00                | 0.00                |
| 12,200.00               | 90.00                 | 359.68           | 11,043.00              | 1,438.33         | -617.18         | 1,441.75          | 0.00                | 0.00                | 0.00                |
| 12,300.00               | 90.00                 | 359.68           | 11,043.00              | 1,538.33         | -617.74         | 1,541.75          | 0.00                | 0.00                | 0.00                |
| 12,400.00               | 90.00                 | 359,68           | 11,043.00              | 1,638.33         | -618.30         | 1,641.75          | 0.00                | 0.00                | 0.00                |
| 12,500.00               | 90.00                 | 359.68           | 11,043.00              | 1,738.32         | -618.86         | 1,741.75          | 0.00                | 0.00                | 0.00                |





Planning Report

Well 5H EDM Conroe Local Co-ordinate Reference: Database: WPX Energy Company: TVD Reference: WELL @ 3128.00usft (Orion Phoenix) Eddy County, New Mexico (NAD 83) Project: WELL @ 3128.00usft (Orion Phoenix) **MD Reference:** Site: Tucker Draw Fed COM 9-4 North Reference: Grid Minimum Curvature Well: 5H Survey Calculation Method: Wellbore: Wellbore #1 Design: Design #1

| Measured        |                    |                | Vertical        |                 |                 | Vertical             | Dogleg              | Build               | Turn                |
|-----------------|--------------------|----------------|-----------------|-----------------|-----------------|----------------------|---------------------|---------------------|---------------------|
| Depth<br>(usft) | Inclination<br>(°) | Azimuth<br>(°) | Depth<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Section<br>(usft)    | Rate<br>(°/100usft) | Rate<br>(°/100usft) | Rate<br>(°/100usft) |
| 12 600 00       | 90.00              | 359 68         | 11 043 00       | 1 838 32        | -619 42         | 1 841 75             | 0.00                | 0.00                | 0.00                |
| 12,000.00       | 90.00              | 359.68         | 11 043 00       | 1 038 32        | -610.92         | 1 041 75             | 0.00                | 0.00                | 0.00                |
| 12,700.00       | 00.00              | 350.69         | 11,043.00       | 2 038 32        | 620.54          | 2 041 75             | 0.00                | 0.00                | 0.00                |
| 12,000,00       | 90.00              | 359.00         | 11,043.00       | 2,000.02        | 621.04          | 2,041.75             | 0.00                | 0.00                | 0.00                |
| 12,900.00       | 90.00              | 350.68         | 11,043.00       | 2,100.02        | -021.10         | 2,141.75             | 0.00                | 0.00                | 0.00                |
| 13,000.00       | 90.00              | 359.00         | 11,043.00       | 2,230,32        | -021,00         | 2,241.75             | 0.00                | 0.00                | 0.00                |
| 13,100.00       | 90.00              | 359.68         | 11,043.00       | 2,338.31        | -622.23         | 2,341.75             | 0.00                | 0.00                | 0.00                |
| 13,200.00       | 90.00              | 359,68         | 11,043.00       | 2,438.31        | -622.79         | 2,441.75             | 0.00                | 0.00                | 0.00                |
| 13,300.00       | 90.00              | 359.68         | 11,043.00       | 2,538.31        | -623.35         | 2,541.75             | 0.00                | 0.00                | 0.00                |
| 13,400.00       | 90.00              | 359.68         | 11,043.00       | 2,638.31        | -623.91         | 2,641.75             | 0.00                | 0.00                | 0.00                |
| 13,500.00       | 90.00              | 359.68         | 11,043.00       | 2,738.31        | -624.47         | 2,741.75             | 0.00                | 0.00                | 0.00                |
| 13,600.00       | 90.00              | 359.68         | 11,043.00       | 2,838.31        | -625.03         | 2,841.75             | 0.00                | 0.00                | 0.00                |
| 13,700.00       | 90.00              | 359.68         | 11,043.00       | 2,938.31        | -625.59         | 2,941.75             | 0.00                | 0.00                | 0.00                |
| 13,800.00       | 90.00              | 359.68         | 11,043.00       | 3,038.30        | -626.15         | 3,041.75             | 0.00                | 0.00                | 0.00                |
| 13,900.00       | 90.00              | 359.68         | 11,043.00       | 3,138.30        | -626.71         | 3,141.75             | 0.00                | 0.00                | 0.00                |
| 14,000.00       | 90.00              | 359.68         | 11,043.00       | 3,238.30        | -627.27         | 3,241.75             | 0.00                | 0.00                | 0.00                |
| 14,100.00       | 90.00              | 359.68         | 11,043.00       | 3,338.30        | -627.83         | 3,341.75             | 0.00                | 0.00                | 0.00                |
| 14,200.00       | 90.00              | 359.68         | 11,043.00       | 3,438.30        | -628.39         | 3,441.75             | 0.00                | 0.00                | 0.00                |
| 14,300.00       | 90.00              | 359.68         | 11,043.00       | 3,538.30        | -628.95         | 3,541.75             | 0.00                | 0.00                | 0.00                |
| 14,400.00       | 90.00              | 359.68         | 11,043.00       | 3,638.29        | -629.51         | 3,641.75             | 0.00                | 0.00                | 0.00                |
| 14,500.00       | 90.00              | 359.68         | 11,043.00       | 3,738.29        | -630.08         | 3,741.75             | 0.00                | 0.00                | 0.00                |
| 14,600.00       | 90.00              | 359.68         | 11,043.00       | 3,838.29        | -630.64         | 3,841.75             | 0.00                | 0.00                | 0.00                |
| 14,700.00       | 90.00              | 359.68         | 11.043.00       | 3,938,29        | -631.20         | 3,941,75             | 0.00                | 0.00                | 0.00                |
| 14,800,00       | 90.00              | 359.68         | 11.043.00       | 4,038,29        | -631.76         | 4.041.75             | 0.00                | 0.00                | 0.00                |
| 14,900,00       | 90.00              | 359.68         | 11.043.00       | 4,138,29        | -632.32         | 4.141.75             | 0.00                | 0.00                | 0.00                |
| 15,000.00       | 90.00              | 359.68         | 11,043.00       | 4,238.28        | -632.88         | 4,241.75             | 0.00                | 0.00                | 0.00                |
| 15 100 00       | 90.00              | 359.68         | 11 043 00       | 4 338 28        | -633.44         | 4 341.75             | 0.00                | 0.00                | 0.00                |
| 15 200 00       | 90.00              | 359.68         | 11 043 00       | 4 438 28        | -634.00         | 4 441 75             | 0.00                | 0.00                | 0.00                |
| 15 300 00       | 90.00              | 359.68         | 11,043,00       | 4 538 28        | -634 56         | 4 541 75             | 0.00                | 0.00                | 0.00                |
| 15,000.00       | 90.00              | 359.68         | 11,043.00       | 4 638 28        | -635 12         | 4 641 75             | 0.00                | 0.00                | 0.00                |
| 15,500.00       | 90.00              | 359.68         | 11,043.00       | 4,738.28        | -635.68         | 4,741.75             | 0.00                | 0.00                | 0.00                |
| 15 600 00       | 90.00              | 350 68         | 11 043 00       | 4 838 28        | -636 24         | 4 841 75             | 0.00                | 0.00                | 0.00                |
| 15,000.00       | 00.00              | 350.68         | 11,043.00       | 4,038.27        | -636.80         | 4 041 75             | 0.00                | 0.00                | 0.00                |
| 15,700.00       | 90.00              | 350.68         | 11,043.00       | 5 039 27        | 637.37          | 5 041 75             | 0.00                | 0.00                | 0.00                |
| 15,000.00       | 90.00              | 359,00         | 11,043.00       | 5 138 27        | -037.37         | 5,041.75             | 0.00                | 0.00                | 0.00                |
| 16,000,00       | 90.00              | 359.68         | 11.043.00       | 5 238 27        | -638 49         | 5 241 75             | 0.00                | 0.00                | 0.00                |
| 10,000.00       | 00.00              | 350.68         | 11,012,00       | E 220 27        | 620.05          | 5,211.75             | 0.00                | 0.00                | 0.00                |
| 16,100.00       | 90.00              | 359.68         | 11,043.00       | 5,330.27        | -039.05         | 5,341.75             | 0.00                | 0.00                | 0.00                |
| 16,200.00       | 90.00              | 359.68         | 11,043.00       | 5,438.27        | -039.01         | 0,441.70<br>5 544 75 | 0.00                | 0.00                | 0.00                |
| 16,300.00       | 90.00              | 359.68         | 11,043.00       | 5,538.20        | -040.17         | 5,541.75             | 0.00                | 0.00                | 0.00                |
| 16,400.00       | 90.00              | 359.68         | 11,043.00       | 5,638.26        | -640.73         | 5,641.75             | 0.00                | 0.00                | 0.00                |
| 16,500.00       | 90.00              | 309.00         | 11,043.00       | 5,736.20        | -041.29         | 5,741.75             | 0.00                | 0.00                | 0.00                |
| 16,600.00       | 90.00              | 359.68         | 11,043.00       | 5,838.26        | -641.85         | 5,841.75             | 0.00                | 0.00                | 0.00                |
| 16,700.00       | 90.00              | 359.68         | 11,043.00       | 5,938.26        | -642.41         | 5,941.75             | 0.00                | 0.00                | 0.00                |
| 16,800.00       | 90.00              | 359.68         | 11,043.00       | 6,038.26        | -642.97         | 6,041.75             | 0.00                | 0.00                | 0.00                |
| 16,900.00       | 90.00              | 359.68         | 11,043.00       | 6,138.25        | -643.53         | 6,141.75             | 0.00                | 0.00                | 0.00                |
| 17,000.00       | 90.00              | 359.68         | 11,043.00       | 6,238.25        | -644.09         | 6,241.75             | 0.00                | 0.00                | 0.00                |
| 17,100.00       | 90.00              | 359.68         | 11,043.00       | 6,338.25        | -644.66         | 6,341.75             | 0.00                | 0.00                | 0.00                |
| 17,200.00       | 90.00              | 359.68         | 11,043.00       | 6,438.25        | -645.22         | 6,441.75             | 0.00                | 0.00                | 0.00                |
| 17.300.00       | 90.00              | 359.68         | 11,043.00       | 6,538.25        | -645.78         | 6,541.75             | 0.00                | 0.00                | 0.00                |
| 17.400.00       | 90.00              | 359.68         | 11.043.00       | 6,638.25        | -646.34         | 6,641.75             | 0.00                | 0.00                | 0.00                |
| 17,500.00       | 90.00              | 359.68         | 11,043.00       | 6,738.25        | -646.90         | 6,741.75             | 0.00                | 0.00                | 0.00                |
| 17.600.00       | 90.00              | 359.68         | 11,043.00       | 6,838.24        | -647.46         | 6,841.75             | 0.00                | 0.00                | 0.00                |
| 17,700,00       | 90.00              | 359.68         | 11.043.00       | 6.938.24        | -648.02         | 6.941.75             | 0.00                | 0.00                | 0.00                |
| 17 800 00       | 90.00              | 359.68         | 11.043.00       | 7.038.24        | -648.58         | 7.041.75             | 0.00                | 0.00                | 0.00                |
| 17,900.00       | 90.00              | 359.68         | 11.043.00       | 7.138.24        | -649.14         | 7,141.75             | 0.00                | 0.00                | 0.00                |
|                 |                    |                | ,               | ,               |                 | ,                    |                     |                     |                     |



5H

## **MS Energy Services Planning Report**



EDM Conroe Well 5H WPX Energy WELL @ 3128.00usft (Orion Phoenix) **TVD Reference:** Eddy County, New Mexico (NAD 83) Tucker Draw Fed COM 9-4 WELL @ 3128.00usft (Orion Phoenix) **MD Reference:** North Reference: Grid Survey Calculation Method: Minimum Curvature Wellbore #1 Design #1

#### **Planned Survey**

Database:

Company:

Project:

Wellbore:

Design:

Site:

Well:

| Measured<br>Depth<br>(usft) | Inclination<br>(°) | Azimuth<br>(°)   | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft)      | +E/-W<br>(usft)    | Vertical<br>Section<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Build<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) |
|-----------------------------|--------------------|------------------|-----------------------------|----------------------|--------------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 18,000.00                   | 90.00              | 359.68           | 11,043.00                   | 7,238.24             | -649.70            | 7,241.75                      | 0.00                          | 0.00                         | 0.00                        |
| 18,100.00                   | 90.00              | 359.68           | 11,043.00                   | 7,338.24             | -650.26            | 7,341.75                      | 0.00                          | 0.00                         | 0.00                        |
| 18,300.00                   | 90.00              | 359.68           | 11,043.00                   | 7,538.23             | -651.38            | 7,541.75                      | 0.00                          | 0.00                         | 0.00                        |
| 18,400.00<br>18,500.00      | 90.00<br>90.00     | 359.68<br>359.68 | 11,043.00<br>11,043.00      | 7,638.23<br>7,738.23 | -651.95<br>-652.51 | 7,641.75<br>7,741.75          | 0.00<br>0.00                  | 0.00<br>0.00                 | 0.00<br>0.00                |
| 18,600.00                   | 90.00              | 359.68           | 11,043.00                   | 7,838.23             | -653.07            | 7,841.75                      | 0.00                          | 0.00                         | 0.00                        |
| 18,700.00<br>18,745.03      | 90.00<br>90.00     | 359.68<br>359.68 | 11,043.00<br>11,043.00      | 7,938.23<br>7,983.26 | -653.63<br>-653.88 | 7,941.75<br>7,986.79          | 0.00<br>0.00                  | 0.00<br>0.00                 | 0.00<br>0.00                |
| PBHL                        |                    |                  | -                           | ·                    |                    |                               |                               |                              |                             |

#### **Design Targets**

#### Target Name

| - hit/miss target<br>- Shape                             | Dip Angle<br>(°)       | Dip Dir.<br>(°)     | TVD<br>(usft)           | +N/-S<br>(usft)           | +E/-W<br>(usft)         | Northing<br>(usft)             | Easting<br>(usft)  | Latitude        | Longitude         |
|--|------------------------|---------------------|-------------------------|---------------------------|-------------------------|--------------------------------|--------------------|-----------------|-------------------|
| VP - Tucker Draw Fec<br>- plan hits target co<br>- Point | 0.00<br>enter          | 0.00                | 8,195.00                | 108.31                    | -609.72                 | 382,037.95                     | 681,522.71         | 32° 2' 58.181 N | 103° 52' 51.112 W |
| LTP - Tucker Draw Fe<br>- plan misses targe<br>- Point   | 0.00<br>et center by ( | 0.00<br>0.16usft at | 11,043.00<br>18645.03us | 7,883.26<br>sft MD (11043 | -653.48<br>3.00 TVD, 78 | 389,812.90<br>883.26 N, -653.3 | 681,478.95<br>2 E) | 32° 4' 15.124 N | 103° 52' 51.242 W |
| PBHL - Tucker Draw f<br>- plan hits target co<br>- Point | 0.00<br>enter          | 0.00                | 11,043.00               | 7,983.26                  | -653.88                 | 389,912.90                     | 681,478.55         | 32° 4' 16.114 N | 103° 52' 51.241 W |
| FTP - Tucker Draw Fe<br>- plan hits target co<br>- Point | 0.00<br>enter          | 0.00                | 11,043.00               | 585.77                    | -612.40                 | 382,515.41                     | 681,520.03         | 32° 3' 2.906 N  | 103° 52' 51.120 W |

#### **Casing Points**

| ħ | leasured<br>Depth<br>(usft) | Vertical<br>Depth<br>(usft) |                | Name | Casing<br>Diameter<br>('') | Hole<br>Diameter<br>(") |
|---|-----------------------------|-----------------------------|----------------|------|----------------------------|-------------------------|
|   | 1,000.00                    | 1,000.00                    | Surface Casing |      | 13-3/8                     | 17-1/2                  |
|   | 3,582.00                    | 3,574.44                    | 9 5/8"         |      | 9-5/8                      | 12-1/4                  |
|   |                             |                             |                |      |                            |                         |





Planning Report

| Database:<br>Company:<br>Project:<br>Site:<br>Well:<br>Wellbore:<br>Design: | EDM Conroe<br>WPX Energy<br>Eddy County, New Mexico (NAD 83)<br>Tucker Draw Fed COM 9-4<br>5H<br>Wellbore #1<br>Design #1 | Local Co-ordinate Reference:<br>TVD Reference:<br>MD Reference:<br>North Reference:<br>Survey Calculation Method: | Well 5H<br>WELL @ 3128.00usft (Orion Phoenix)<br>WELL @ 3128.00usft (Orion Phoenix)<br>Grid<br>Minimum Curvature |
|---|---|---|--|
|---|---|---|--|

#### Formations

| Measured<br>Depth<br>(usft) | Vertical<br>Depth<br>(usft) | Name                       | Lithology | Dip<br>(°) | Dip<br>Direction<br>(°) |
|-----------------------------|-----------------------------|----------------------------|-----------|------------|-------------------------|
| 3,589.61                    | 3,582.00                    | Bell Canyon (Base of Salt) |           | 0.00       | 359.68                  |
| 4,666.50                    | 4,653.00                    | Cherry Canyon              |           | 0.00       | 359.68                  |
| 5,740.38                    | 5,721.00                    | Brushy Canyon              |           | 0.00       | 359.68                  |
| 7,409.51                    | 7,381.00                    | Bone Spring                |           | 0.00       | 359.68                  |
| 7,533.19                    | 7,504.00                    | Avalon                     |           | 0.00       | 359.68                  |
| 8,339.89                    | 8,308.00                    | 1st Bone Spring Sand       |           | 0.00       | 359.68                  |
| 8,892.89                    | 8,861.00                    | 2nd Bone Spring Lime       |           | 0.00       | 359.68                  |
| 9,064.89                    | 9,033.00                    | 2nd Bone Spring Sand       |           | 0.00       | 359.68                  |
| 9,523.89                    | 9,492.00                    | 3rd Bone Spring Lime       |           | 0.00       | 359.68                  |
| 10,247.89                   | 10,216.00                   | 3rd Bone Spring Sand       |           | 0.00       | 359.68                  |
| 10,621.90                   | 10,590.00                   | Wolfcamp Top               |           | 0.00       | 359.68                  |
| 10,646.98                   | 10,615.00                   | Wolfcamp X Sand            |           | 0.00       | 359.68                  |
| 10,744.19                   | 10,710.00                   | Wolfcamp Y Sand            |           | 0.00       | 359.68                  |
| 10,771.74                   | 10,736.00                   | Wolfcamp A                 |           | 0.00       | 359.68                  |
| 10,919.84                   | 10,864.00                   | Wolfcamp A2                |           | 0.00       | 359.68                  |

#### Plan Annotations

| Measured |                 | Vertical        | Local Coor      |                 |                         |
|----------|-----------------|-----------------|-----------------|-----------------|-------------------------|
|          | Depth<br>(usft) | Depth<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Comment                 |
|          | 2,200.00        | 2,199.84        | 1.22            | -6.87           | KOP, 2.00°/100' Build   |
|          | 2,499.85        | 2,498.21        | 6.40            | -36.01          | Begin 6.00° Tangent     |
|          | 8,127.04        | 8,095.17        | 108.01          | -608.01         | Begin 2.00°/100' Drop   |
|          | 8,426.89        | 8,395.00        | 108.31          | -609.72         | Begin Vertical Hold     |
|          | 10,597.43       | 10,565.54       | 108.31          | -609.72         | Begin 12.00°/100' Build |
|          | 11,347.43       | 11,043.00       | 585.77          | -612.40         | Begin 90.00° Lateral    |
|          | 18,745.03       | 11,043.00       | 7,983.26        | -653.88         | PBHL                    |



# **WPX Energy**

Eddy County, New Mexico (NAD 83) Tucker Draw Fed COM 9-4 5H

Wellbore #1 Design #1

# **Anticollision Report**

29 March, 2017









| Company:                  | WPX Energy  | Local Co-ordinate Reference: | Well 5H                            |  |  |  |
|---------------------------|---|------------------------------|------------------------------------|--|--|--|
| Project:                  | Eddy County, New Mexico (NAD 83)                                    | TVD Reference:               | WELL @ 3128.00usft (Orion Phoenix) |  |  |  |
| Reference Site:           | Tucker Draw Fed COM 9-4   | MD Reference:                | WELL @ 3128.00usft (Orion Phoenix) |  |  |  |
| Site Error:               | 0.00 usft   | North Reference:             | Grid                               |  |  |  |
| <b>Reference Well:</b>    | 5H  | Survey Calculation Method:   | Minimum Curvature                  |  |  |  |
| Well Error:               | 0.00 usft   | Output errors are at         | 2.00 sigma                         |  |  |  |
| <b>Reference Wellbore</b> | Wellbore #1   | Database:                    | EDM Conroe                         |  |  |  |
| Reference Design:         | Design #1   | Offset TVD Reference:        | Offset Datum                       |  |  |  |
| Reference                 | Design #1   |                              |                                    |  |  |  |
| Filter type:              | NO GLOBAL FILTER: Using user defined selection & filtering criteria |                              |                                    |  |  |  |

| Filter type:              | NO GLOBAL FILTER: Using user defined selection & filtering criteria |                |                     |  |  |  |
|---------------------------|---|----------------|---------------------|--|--|--|
| Interpolation Method:     | MD + Stations Interval 100.00usft                                   | Error Model:   | ISCWSA              |  |  |  |
| Depth Range:              | Unlimited   | Scan Method:   | Closest Approach 3D |  |  |  |
| Results Limited by:       | Maximum center-center distance of 10,000.00 u                       | Error Surface: | Pedal Curve         |  |  |  |
| Warning Levels Evaluation | ated at: 2.00 Sigma   | Casing Method: | Not applied         |  |  |  |
|                           |   |                |                     |  |  |  |

Survey Tool Program

Date 3/29/2017

| From<br>(usft) |      | To<br>(usft) | Survey (Wellbore)       | Tool Name | Description         |
|----------------|------|--------------|-------------------------|-----------|---------------------|
|                | 0.00 | 18,745.03    | Design #1 (Wellbore #1) | MWD       | OWSG MWD - Standard |

| Summary                                      |                 |                 |                   |                    |            |             |
|--|-----------------|-----------------|-------------------|--------------------|------------|-------------|
|  | Reference       | Offset          | Dista             | Retween            | Senaration | Warning     |
| Site Name<br>Offset Well - Wellbore - Design | Depth<br>(usft) | Depth<br>(usft) | Centres<br>(usft) | Ellipses<br>(usft) | Factor     |             |
| Tucker Draw Fed COM 9-4                      |                 |                 |                   |                    |            |             |
| 4H - Wellbore #1 - Design #1                 | 1,800.00        | 1,800.00        | 25.05             | 12.59              | 2.011      | CC, ES      |
| 4H - Wellbore #1 - Design #1                 | 18,745.03       | 18,598.59       | 374.94            | 122.71             | 1.487      | Level 3, SF |
| 6H - Wellbore #1 - Design #1                 | 2,000.00        | 2,000.00        | 25.01             | 11.12              | 1.801      | CC, ES      |
| 6H - Wellbore #1 - Design #1                 | 18,745.03       | 18,595.23       | 356.17            | 98.87              | 1.384      | Level 3, SF |
| 7H - Wellbore #1 - Design #1                 | 2,000.00        | 2,000.00        | 49.94             | 36.05              | 3.595      | CC, ES      |
| 7H - Wellbore #1 - Design #1                 | 18,745.03       | 18,765.80       | 661.74            | 387.93             | 2.417      | SF          |

| Offset D   | esign     | Tucker   | Draw Fe  | ed COM 9-4 | 4 - 4H - | Wellbore #            | 1 - Design #    | 1               |         |         |                       |            | Offset Site Error: | 0.00 usft |
|------------|-----------|----------|----------|------------|----------|-----------------------|-----------------|-----------------|---------|---------|-----------------------|------------|--------------------|-----------|
| Survey Pro | gram: 0-N | CMI      |          |            |          |                       | -               |                 |         |         |                       |            | Offset Well Error: | 0.00 usft |
| Refer      | ence      | Offs     | et       | Semi Major | Axis     |                       |                 |                 | Dista   | ince    |                       |            |                    |           |
| Measured   | Vertical  | Measured | Vertical | Reference  | Offset   | Azimuth<br>from North | Offset Wellbo   | re Centre       | Between | Between | Minimum<br>Separation | Separation | Warning            |           |
| (usft)     | (usft)    | (usft)   | (usft)   | (usft)     | (usft)   | (°)                   | +N/-S<br>(usft) | +⊑/•₩<br>(usft) | (usft)  | (usft)  | (usft)                | ractor     |                    |           |
| 0.00       | 0.00      | 0.00     | 0.00     | 0.00       | 0.00     | -90.27                | -0.12           | -25.05          | 25.05   |         |                       |            |                    |           |
| 100.00     | 100.00    | 100.00   | 100.00   | 0.13       | 0.13     | -90.27                | -0.12           | -25.05          | 25.05   | 24.78   | 0.27                  | 93.174     |                    |           |
| 200.00     | 200.00    | 200.00   | 200.00   | 0.49       | 0.49     | -90.27                | -0.12           | -25.05          | 25.05   | 24.06   | 0.99                  | 25.411     |                    |           |
| 300.00     | 300.00    | 300.00   | 300.00   | 0.85       | 0.85     | -90.27                | -0.12           | -25.05          | 25.05   | 23.35   | 1.70                  | 14.712     |                    |           |
| 400.00     | 400,00    | 400.00   | 400.00   | 1.21       | 1.21     | -90.27                | -0.12           | -25.05          | 25.05   | 22.63   | 2.42                  | 10.353     |                    |           |
| 500.00     | 500.00    | 500.00   | 500.00   | 1.57       | 1.57     | -90.27                | -0.12           | -25.05          | 25.05   | 21.91   | 3,14                  | 7.986      |                    | :         |
| 600.00     | 600.00    | 600.00   | 600.00   | 1.93       | 1.93     | -90.27                | -0.12           | -25.05          | 25.05   | 21.20   | 3.85                  | 6.501      |                    |           |
| 700.00     | 700.00    | 700.00   | 700.00   | 2.29       | 2.29     | -90.27                | -0.12           | -25.05          | 25.05   | 20.48   | 4.57                  | 5.481      |                    |           |
| 800.00     | 800.00    | 800.00   | 800.00   | 2.64       | 2.64     | -90.27                | -0.12           | -25.05          | 25.05   | 19.76   | 5,29                  | 4.738      |                    |           |
| 900.00     | 900.00    | 900.00   | 900.00   | 3.00       | 3.00     | -90.27                | -0.12           | -25.05          | 25.05   | 19.05   | 6.00                  | 4.172      |                    |           |
| 1,000.00   | 1,000.00  | 1,000.00 | 1,000.00 | 3.36       | 3.36     | -90.27                | -0.12           | -25.05          | 25.05   | 18.33   | 6.72                  | 3.727      |                    |           |
| 1,100.00   | 1,100.00  | 1,100.00 | 1,100.00 | 3.72       | 3.72     | -90,27                | -0.12           | -25.05          | 25.05   | 17.61   | 7.44                  | 3,368      |                    |           |
| 1,200.00   | 1,200.00  | 1,200.00 | 1,200.00 | 4.08       | 4.08     | -90.27                | -0.12           | -25.05          | 25.05   | 16.90   | 8.16                  | 3.072      |                    |           |
| 1,300.00   | 1,300.00  | 1,300.00 | 1,300.00 | 4.44       | 4.44     | -90.27                | -0.12           | -25.05          | 25.05   | 16.18   | 8.87                  | 2.823      |                    |           |
| 1,400.00   | 1,400.00  | 1,400.00 | 1,400.00 | 4.79       | 4.79     | -90.27                | -0.12           | -25.05          | 25.05   | 15.46   | 9.59                  | 2.612      |                    |           |
| 1,500.00   | 1,500.00  | 1,500.00 | 1,500.00 | 5.15       | 5.15     | -90,27                | -0.12           | -25.05          | 25.05   | 14.74   | 10.31                 | 2.431      |                    |           |
| 1,600.00   | 1,600.00  | 1,600.00 | 1,600.00 | 5.51       | 5.51     | -90.27                | -0.12           | -25.05          | 25.05   | 14.03   | 11.02                 | 2.273      |                    |           |
| 1,700.00   | 1,700.00  | 1,700.00 | 1,700.00 | 5.87       | 5.87     | -90.27                | -0.12           | -25.05          | 25.05   | 13.31   | 11.74                 | 2.134      |                    |           |
| 1,800.00   | 1,800.00  | 1,800.00 | 1,800.00 | 6.23       | 6.23     | -90.27                | -0.12           | -25.05          | 25.05   | 12.59   | 12.46                 | 2.011 C    | C, ES              |           |
| 1,900.00   | 1,900.00  | 1,899.10 | 1,899.08 | 6.59       | 6.58     | -89.83                | 0.08            | -26.75          | 26.77   | 13.61   | 13.16                 | 2.035      |                    |           |
| 2,000.00   | 2,000.00  | 1,997.96 | 1,997.81 | 6.95       | 6.92     | -88.80                | 0.67            | -31.84          | 31.92   | 18.09   | 13.83                 | 2.308      |                    |           |

CC - Min centre to center distance or covergent point, SF - min separation factor, ES - min ellipse separation



Anticollision Report



| Company:           | WPX Energy                       |
|--------------------|----------------------------------|
| Project:           | Eddy County, New Mexico (NAD 83) |
| Reference Site:    | Tucker Draw Fed COM 9-4          |
| Site Error:        | 0.00 usft                        |
| Reference Well:    | 5H                               |
| Well Error:        | 0.00 usft                        |
| Reference Wellbore | Wellbore #1                      |
| Reference Design:  | Design #1                        |
|                    |                                  |

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Output errors are at Database: Offset TVD Reference:

#### Well 5H WELL @ 3128.00usft (Orion Phoenix) WELL @ 3128.00usft (Orion Phoenix) Grid Minimum Curvature 2.00 sigma EDM Conroe Offset Datum

 Reference Depths are relative to WELL @ 3128.00usft (Orion Phoenix)Coordinates are relative to: 5H

 Offset Depths are relative to Offset Datum
 Coordinate System is US State

Central Meridian is 104° 20' 0.000 W

Coordinate System is US State Plane 1983, New Mexico Eastern Zone Grid Convergence at Surface is: 0.24°





Anticollision Report



| Company:           | WPX Energy                       |
|--------------------|----------------------------------|
| Project:           | Eddy County, New Mexico (NAD 83) |
| Reference Site:    | Tucker Draw Fed COM 9-4          |
| Site Error:        | 0.00 usft                        |
| Reference Well:    | 5H                               |
| Well Error:        | 0.00 usft                        |
| Reference Wellbore | Wellbore #1                      |
| Reference Design:  | Design #1                        |
| _                  |                                  |

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Output errors are at Database: Offset TVD Reference:

#### Well 5H WELL @ 3128.00usft (Orion Phoenix) WELL @ 3128.00usft (Orion Phoenix) Grid Minimum Curvature 2.00 sigma EDM Conroe Offset Datum

 Reference Depths are relative to WELL @ 3128.00usft (Orion Phoenix)Coordinates are relative to: 5H

 Offset Depths are relative to Offset Datum
 Coordinate System is US State Plane 1983, New Mexico Eastern Zone

 Central Meridian is 104° 20' 0.000 W
 Grid Convergence at Surface is: 0.24°



#### **RKI Exploration & Production, LLC.**

#### **Drilling Plan**

RKI Exploration & Production

 Well
 Tucker Draw Fed COM 9-4 5H

 Location
 Surface:
 260 FNL 380 FEL, Sec 16

 Bottom Hole:
 2410 FSL 990 FEL Sec 4

 County/State
 Eddy, NM

T26S R30E S16 T26S R30E S04

The elevation of the unprepared ground is

3,103 feet above sea level.

The geologic name of the surface formation is Quaternary - Alluvium

A rotary rig will be utilized to drill the well to 18745' MD, then will be cased and cemented. This equipment will then be rigged down and the well will be completed with a workover rig.

Proposed depth is 18,745 feet MD.

#### 1) Estimated Tops:

| Formation Name               | MD     | TVD    | Bearing    | BHP<br>(psi) | MASP<br>(psi) |
|------------------------------|--------|--------|------------|--------------|---------------|
| Quaternary - Alluvium        | GL     | GL     | Water      |              |               |
| Bell Canyon Sand (Base Salt) | 3,590  | 3,582  | Oil/Gas    |              |               |
| Cherry Canyon Sand           | 4,667  | 4,653  | Oil/Gas    |              |               |
| Brushy Canyon Sand           | 5,740  | 5,721  | Oil/Gas    |              |               |
| 1st Bone Spring Sand         | 8,340  | 8,308  | Oil/Gas    |              |               |
| 2nd Bone Spring Sand         | 9,065  | 9,033  | Oil/Gas    |              |               |
| 3rd Bone Spring Sand         | 10,248 | 10,216 | Oil/Gas    |              |               |
| KOP                          | 10,597 | 10,566 |            |              |               |
| Wolfcamp                     | 10,622 | 10,590 | Oil/Gas    |              |               |
| Landing Point (Wolfcamp)     | 11,347 | 11,043 | Target Frm |              |               |
| TD                           | 18,745 | 11,043 | Oil/Gas    | 6,891        | 4,461         |

#### 2) Notable Formations:

Any usable fresh water zones encountered will be adequately protected and reported. All usable water zones, potential hydrocarbon zones, and valuable mineral zones will be isolated.

Useable water will be protected by surface casing set and cemented to surface.

#### 3) Pressure Control Equipment:

The blowout preventer equipment (BOPE) will consist of 3 rams (10,000 psi WP) with 2 pipe rams (one of which may be variable), 1 blind ram and 1 annular preventer (5,000 psi WP) will be installed. The BOPE will be used below surface casing to TD. See attachments for BOP and choke manifold diagrams. A rotating head will be installed as needed. Units will be hydraulically operated.

An accumulator that meets the requirements of Onshore Order 2 for the pressure rating of the BOP stack will be present.

BOPE will be inspected and operated as recommended in Onshore Order 2. A third party company will test the BOPE. After surface casing is set and the BOPE is nippled up, pressure tests will be conducted to 250 psi low and 5000 psi high (50% of WP) with the annular tested to 250 psi low and 2500 psi high (50% of WP).

A 20" x 13-3/8" x 9-5/8" x 7" 10M multi-bowl wellhead w/ 9-5/8" and 7" mandrel hangers will be install after setting surface casing and utilized until total depth is reached. The 9-5/8" and 7" casings will be set using a mandrel in the casing head and the stack will not be retested at these casing points.

The following BOPE will be installed, tested and operational:

• Drilling spool or blowout preventer with two (2) side outlets;

- · Choke line side shall be 3" minimum diameter;
  - Two (2) adjustable chokes with one (1) remotely controlled from the rig floor and pressure gauge.
- · Kill side shall be at least 2" diameter;

• Two (2) manual valves and one (1) check valve.

Auxiliary equipment is as follows:

- Upper kelly cock valve with a handle available;
- Lower kelly cock valve with a handle available;
- A float valve will be used in the drill string, either in a float sub or in the mud motor;

• Safety valves and subs with a full opening sized to fit all drill strings and collars will be available on the rig floor in the open position.

RKI Exploration & Production, LLC. requests a variance to drill this well using a co-flex line between the BOP and the choke manifold. Certification for proposed co-flex hose is attached. The hose is required by the manufacturer to be anchored. In the event the specific hose is not available, one of equal or higher rating will be

#### 4) Casing Program:

| Section | Hole Size | Top<br>(MD) | Bottom<br>(MD) | Bottom<br>(TVD) | Casing OD | Weight<br>(ppf) | Grade   | Threads |
|---------|-----------|-------------|----------------|-----------------|-----------|-----------------|---------|---------|
| Surf    | 17-1/2"   | 0           | 900            | 900             | 13-3/8"   | 54.5            | J-55    | ST&C    |
| Int_1   | 12-1/4"   | 0           | 3,590          | 3,582           | 9-5/8"    | 40.0            | J-55    | LT&C    |
| Int_2   | 8-3/4"    | 0           | 11,347         | 11,043          | 7"        | 29.0            | HCP-110 | BT&C    |
| Prod    | 6-1/8"    | 10,597      | 18,745         | 11,043          | 4-1/2"    | 13.5            | HCP-110 | CDC-HTC |

| Safety Factors |       |  |  |  |  |  |  |
|----------------|-------|--|--|--|--|--|--|
| Collapse       | 1.125 |  |  |  |  |  |  |
| Burst          | 1.000 |  |  |  |  |  |  |
| Tension        | 1.600 |  |  |  |  |  |  |
|                |       |  |  |  |  |  |  |

|                                | Design Factors |       |       |  |  |  |  |  |  |  |  |
|--------------------------------|----------------|-------|-------|--|--|--|--|--|--|--|--|
| Section Collapse Burst Tensior |                |       |       |  |  |  |  |  |  |  |  |
| Surf                           | 2.85           | 13.79 | 10.48 |  |  |  |  |  |  |  |  |
| Int_1                          | 1.63           | 5.01  | 3.62  |  |  |  |  |  |  |  |  |
| Int_2                          | 1.89           | 4.62  | 2.90  |  |  |  |  |  |  |  |  |
| Prod                           | 2.20           | 5.11  | 1.75  |  |  |  |  |  |  |  |  |

Centralizers will be run as follows:

• One (1) centralizer on each of the bottom three jts of casing beginning with the shoe jt;

• One (1) centralizer every third jt from above bottom three jts to planned top of cement (TOC).

#### 5) Cement Program:

| Section | Hole Size | Casing OD | Cap <sub>Ann</sub><br>(cuft/ft) |       |        |       |        |   |
|---------|-----------|-----------|---------------------------------|-------|--------|-------|--------|---|
| Surf    | 17.50     | 13.375    | 0.6946                          |       |        |       |        |   |
| Туре    | Cmt Btm   | Cmt Top   | Cubic Feet                      | Yield | Excess | Sacks | Weight | Blend &<br>Additives  |
| Lead    | 643       | 0         | 447                             | 1.74  | 50%    | 385   | 13.5   | Class C + 4% Gel + 2%<br>CaCl + 0.4 pps<br>Defoamer + 0.125 pps<br>CelloFlake |
| Tail    | 900       | 643       | 134                             | 1.34  | 50%    | 200   | 14.8   | Class C + 2%<br>Calcium   |

| Section                                 |           |           | Cap <sub>Ann</sub> | Prev Csg | Cap <sub>Csg-Csg</sub> |       |        |  |
|---|-----------|-----------|--------------------|----------|------------------------|-------|--------|--|
| Section                                 | Hole Size | Casing OD | (cuft/ft)          | ID       | (cuft/ft)              |       |        |  |
| Int_1                                   | 12.25     | 9.625     | 0.3132             | 12.615   | 0.3627                 |       |        |  |
| Type                                    | Cmt Btm   | Cmt Top   | Cubic Feet         | Yield    | Excess                 | Sacks | Weight | Blend &  |
| .,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, |           |           |                    |          |                        |       |        | Additives  |
| Lead                                    | 900       | 0         | 326                | 1 92     | 0%                     | 565   | 12.9   | Class C/Poz 35/65 +<br>5% Salt + 6% Gel +<br>0.5% Retarder + 3 pps |
| Lead                                    | 2916      | 900       | 631                | 1.92     | 20%                    |       |        | LCM + 0.4 pps<br>Defoamer + 0.125 pps<br>CelloFlake                |
| Tail                                    | 3590      | 2916      | 211                | 1.32     | 20%                    | 200   | 14.8   | Class C  |

| Section | Hole Size | Casing OD | Cap <sub>Ann</sub><br>(cuft/ft) | Prev Csg<br>ID | Cap <sub>Csg-Csg</sub><br>(cuft/ft) |       |        |   |
|---------|-----------|-----------|---------------------------------|----------------|-------------------------------------|-------|--------|---|
| Int_2   | 8.75      | 7.00      | 0.1503                          | 8.835          | 0.1585                              |       |        |   |
| Туре    | Cmt Btm   | Cmt Top   | Cubic Feet                      | Yield          | Excess                              | Sacks | Weight | Blend &<br>Additives  |
| Lead    | 3590      | 3090      | 79                              | 2.67           | 0%                                  | 503   | 11.2   | TXI Lightweight + 10%<br>Gel + 8% Plex Crete +<br>0.9% Retarder + 0.7 |
| Leau    | 10597     | 3590      | 1053                            | 2.07           | 20%                                 | 305   |        | pps FL + 3 pps LCM +<br>0 4 pps Defoamer +<br>0.125 pps CelloFlake    |
| Tail    | 11347     | 10597     | 113                             | 1.18           | 20%                                 | 115   | 15.6   | Class H + 0.3%<br>Retarder  |

| Section<br>Prod | Hole Size | Casing OD<br>4.50 | Cap <sub>Ann</sub><br>(cuft/ft)<br>0.0942 | Prev Csg<br>ID<br>6.184 | Cap <sub>Csg-Csg</sub><br>(cuft/ft)<br>0.0981 |       |        |  |
|-----------------|-----------|-------------------|---|-------------------------|---|-------|--------|--|
| Туре            | Cmt Btm   | Cmt Top           | Cubic Feet                                | Yield                   | Excess  | Sacks | Weight | Blend &<br>Additives   |
| Tail            | 11347     | 10597             | 74  | 1.80                    | 0%  | 481   | 13.0   | Acid Soluble TXI +<br>1.3% Salt + 30% CaCl<br>+ 5% Plexaid + 0.7% FL |
| Lall            | 18745     | 11347             | 697                                       | 1.09                    | 20%   | 401   | 13.0   | + 0 3% Retarder +<br>0.1% Antisettling + 0.4<br>pps Defoamer         |

#### 6) Drilling Fluids Program:

An electronic mud monitoring system satisfying the requirements of Onshore Order 1 will be used. All necessary mud products for weight addition and fluid loss control will be on location at all times. Mud program is subject to change due to hole conditions.

| Section | Hole Size | TMD    | Mud Wt.      | Vis      | PV    | YP     | Fluid Loss | Туре      |
|---------|-----------|--------|--------------|----------|-------|--------|------------|-----------|
| Surf    | 17-1/2"   | 900    | 8.5 to 8.9   | 32 to 36 | 1-6   | 1-6    | NC         | Fresh Wtr |
| Int_1   | 12-1/4"   | 3,590  | 9.8 to 10.0  | 28 to 30 | 1-3   | 1-3    | NC         | Brine     |
| Int_2   | 8-3/4"    | 11,347 | 8.9 to 9.4   | 28 to 36 | 1 - 3 | 1 - 3  | NC         | Cut Brine |
| Prod    | 6-1/8"    | 18,745 | 10.5 to 12.0 | 50 to 55 | 20-22 | 8 - 10 | 8 - 10     | OBM       |

Mud checks will be performed every 24 hours.

The following mud system monitoring equipment will be in place during drilling:

- · Visual pit markers
- Pit volume totalizer (PVT)
- Stroke counter
- Gas detection
- Mud-gas separator (gas buster)
- Flow sensor

A closed-loop system will be in place during all phases of drilling. Cuttings disposal will be at an off-site disposal facility.

#### 7) Formation Evaluation Program:

No core or drill stem test is planned.

A 2-person mud-logging program will be used from Int\_1 9-5/8" casing point to TD.

No electronic logs are planned.

#### 8) Abnormal Conditions:

No abnormal pressure or temperature is expected.

Maximum expected bottom hole pressure is 6891 psi at 11043' TVD. Expected bottom hole temperature is <200°F.

In accordance with Onshore Order 6, RKI Exploration & Production, LLC does not anticipate that there will be enough H2S to meet the BLM's minimum requirements for the submission of an "H2S Drilling Operation Plan" or "Public Protection Plan" for the drilling and completion of this well. However, since RKI Exploration & Production, LLC has an H2S safety package on all wells, an "H2S Drilling Operations Plan" is attached.

Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely.

All personnel will be familiar with all aspects of safe operation of equipment being used.

#### 9) Other Information

The anticipated spud date is upon approval. Expected duration is 30 days to drill the well.

Exhibit #1:







## System Drawing

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 WPX Energy

 20" x 13-3/8" x 9-5/8" x 7" 10M MBU-3T Weilhead With

 7" Mandrel Hanger & CTH-DBLHPS Tubing Head



IP 0487

Page 2

## **Bill of Materials**

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| WELLHEAD, LLC.   |                            |

| MBU-3T HOUSING ASSEMBLY |     |   | MBU-3T HOUSING ASSEMBLY |     |   | TUBING HEAD ASSEMBLY |    |    |   |
|-------------------------|-----|---|-------------------------|-----|---|----------------------|----|----|---|
|                         | Xey | Description   | hers                    | Oty | Omotpton  | n                    | -  | ÓŊ | Description   |
| A1 1                    | 1   | Housing, CW, MBU-37, 13.5/6*<br>SM x 13-3/6* SOW, with two<br>2-10/6* SM mitodest upper<br>and lower codets with oring,<br>64-FU-44-1-2<br>Pert # 117620<br>VP, Phys. 1-10* (1.00%) where | A12                     | 1   | Casing Hanger, CW, MBU-LR,<br>Suted, 13-5/6° 10M z (9-5/8° BC)<br>box bottom x 10:250° 4, State<br>Acms 23 LH tax top, mendial,<br>6A-U-AA-1-1<br>Part # 107766<br>Packoff CW, MBU-ST | ŝ                    | 91 | 1  | Tubing Hand, CW,<br>CTH-OBLHP3, 8-56, 13-576°<br>SM x 7-1/16° 10M, with two<br>1-12/16° 10M studied cutlette,<br>6,765° minemum bare, frg,<br>17-46°H tockscrewe, 6A-FNJ-EE-<br>0,5-1-2<br>Part # |
| <b>~</b>                | •   | VEE a 1-1/4" nex.<br>Part # VR2   |                         | •   | Manchel 13-56" readed a 11"<br>with 11 250" 4 Stub Acres 20<br>LH bix top, 1/8" NPT test ports  | 6                    | 92 | 2  | Ceta Valve, SB100, 1-19/16"<br>10M, Renged and HWO.   |
| 2 24                    | 2   | Comparison Range, 2-1/16' 5M<br>s. 2' line pipe, 4130 CMS-102,<br>CMS-002<br>Date # 200000  |                         |     | CALLAR-1-1<br>Part # 117152   |                      |    |    | BB/EE-0,5 Mm, (BA-PL-BB/<br>EE-0,5-3-2)<br>Part#107412  |
| A# 1                    | 1   | But Plog. 2° fine pape a 1/2° fine<br>pipe, 4130 60K<br>Pert # BP2T   |                         |     | %.5ml, 11" 7" (200) CWCAC<br>par bottom = 7.750" 4 Stub<br>Acms 2G right hand box top,<br>with 6.270 reference boxs.  | ٤                    | 93 | 2  | Adapter, CFH, 1-13/16" 10M x<br>2" figure 1502 x 10" NPT, recei<br>service<br>Pect# 105043  |
| A5 1                    | 7   | Nippin, 2° šta pipe z 8° long<br>Past #NPCA   |                         |     | ever or realizing change string<br>6A-U-AA-1-2<br>Pert # 116422   | ٤                    | 34 | ٦  | Fitting genesis, verded cap 1/2*<br>NPT alloy non-caps<br>Past & FTC1   |
| AS 1                    | 1   | East: Valves, Valvescola, heavy<br>duty, $2^{\circ}$ RP, SM $\times 2^{\circ}$ LP, 4130<br>cast steel plated ball, Calify such<br>and right cody assisted with a<br>section.              | A15                     | 1   | Packuff, C/V, MBL-31-SN,<br>8-56° rested, 11° x 0.00° with<br>7 500° 4. Stab Acres LH bas-<br>tap, with 6-34° LR BPV prep<br>8 6 270° restinut bots 100001                            | ź                    | 95 | 4  | Ring Canadari, 151, 1-13/78*<br>1014<br>Pantaf BX151  |
| A7 3                    | 2   | Part # 108177<br>Gala vehre, Chin, 2-1/16"  |                         |     | cas max WP 3A-U-AA-1-2<br>Part# 117179  | é                    | 96 | 18 | Stude, all Thread eith fivo rade.<br>Mack, 34° s 5-1/2° long, B7/2M<br>Pest # 780080  |
|                         |     | 35W, Sangad and, Fandwised<br>specialed, AAOD-0.5 bits,<br>(8A-LU-AA'OD-NL-1-2)<br>Fest # 810003  |                         |     |   | 6                    | 97 | ٦  | Nextle Vehre, MFA, 102° NPT<br>10M service<br>Pects NAA   |
| A6 2                    | 2   | Adaptin, TS, Fr., 2-1/16" SM x<br>2" Spare 1502 x 10" NPT, maximizer<br>Mark# 101882  |                         |     |   | é                    | 36 | ٦  | Phanaste George, 10M, 4-102*<br>fece, isolid filled, 102* NPT<br>Past # PG10M   |
| ه هم                    | 8   | Ring Gaskat, R-24, 2-016<br>3/5M<br>Part & R24  |                         |     |   | Ĕ                    | 90 | ı  | Forg: Canadast, 1935-160, 12-578*<br>SM<br>Pract of EX-160  |
| A10 1                   | e   | Stude, all thread with two nuts,<br>black, 76° s.6-1/2° long, 67.524<br>Part # 780067   |                         |     |   | Ē                    | 0  | ΤÊ | Stude at thread off two rule,<br>black, 1-5/6° x 12-3/4° long,<br>87/34<br>Part # 780087  |
| A11 5                   | 3   | Filling, glasse, veriladicap, 1/2"<br>NPT, akay non-raise<br>FTC1   |                         |     |   |                      |    |    |   |
|                         |     |   |                         |     |   |                      |    |    |   |
|                         |     |   |                         |     |   |                      |    |    |   |
|                         |     |   |                         |     |   |                      |    |    |   |

Wellhead

WPX Energy 20° x 13-3/8° x 9-5/8° x 7° 10M MBU-3T Weilinead With 7″ Mandrei Hanger & CTH-DBLHPS Tubing Head

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| DRILLING HOUSING ASSEMBLY |   | RECOMMENDED SERVICE TOOLS |   | RECOMMENDED SERVICE TOOLS |   |  |  |
|---------------------------|---|---------------------------|---|---------------------------|---|--|--|
| tim Ci                    | ty Deachedion   | Barn City                 | Omeristan   | tern City                 | Demotation  |  |  |
| 1 1                       | <ol> <li>Define Adapter, C-W,<br/>MBU-3T-R, 13-5% SM catch<br/>contract bottom a 13-5% Tolk<br/>studded top, with two 1-13/16"<br/>Tolk stadded colletts<br/>Fort 8 110601</li> </ol> | \$ए। ।                    | Romming Tool CW, receiving<br>MBL/37, 15-56° 544, 19 000° 2<br>Stub Ashine 20, LH Sox Revent a<br>13-36° trafforms from too<br>Part # 117274  | ז זר                      | Velock Tool CVA canalog hereget<br>MBU-2: RAMBS2-R Aubed, 11°<br>a 4-1/2° FF (NC50) Box box<br>Transda, Netsicated<br>Part# 103164  |  |  |
| 2 1                       | VR Plug, 1-16 <sup>1</sup> (1660) km p.pm<br>a. 1-144 <sup>1</sup> nex<br>Pert # VR 1   | 572 1                     | Test ProgRetrieving Test CMC<br>19-588° x 4-1.2° F (NCSO)<br>1-1.4° LP bypatial and apring<br>basedet th dogs<br>Part # 600002  | 5712 T                    | Packoff Running Tod, MBU-37,<br>13-56° x 11° x 7.500° 4 State<br>Acres 20 LH pin bottom x<br>4-10° F (NCSC) box top with<br>bet bestings                                  |  |  |
|                           | 2 Comparison Plange (-1576<br>10M x 2*Los pipe, 5000 per trans<br>ep. 5A-PL-EE-tL-1<br>Part # 200010  | 1373 I                    | Ween Businers MBR-22.R.<br>MBS2-UPR & MBR-37.R 2<br>stage tower 13-546" x 12-35"<br>ID = 44.6" tong with oving \$   | BT13 1                    | Precise 119.00<br>Precise 119.00<br>13-566" x 11" x 5-566" with<br>11.250" 4 State Acres 20 LH base   |  |  |
| 4 1                       | <ol> <li>Gale Verse DSC-22, 1-15/16"<br/>(OM, fanged and, HMO, EE-2,5<br/>Brn, (SA-PU-EE-0,5-3-1)</li> </ol>  |                           | mel-votesvi<br>Part # 114120  |                           | 100 SALLAA-1-1<br>Part# 118438  |  |  |
| 5 1                       | Hert # 102204<br>1 But Plug, 2* Ane pipels 1/2* Fre<br>pipel, 4130 60K<br>Pert # BP21   | 5                         | Carrier manager Haining 103,<br>CVV, MBU, 13-518° a De58° 6C<br>tap x 12 250° 4 Stat: Active 2G<br>LH pin Settom<br>Peri # 107708   | <b>D</b> - 14 7           | HBLI-3T-JPR, 1-5-52° etable,<br>WBLI-3T-JPR, 1-5-52° etable,<br>WB 11 250° 4 Stub Ache-20<br>LH pin boltom is 4-10° IF<br>(NC50) bos boltom and bod,<br>WB ball bashfore. |  |  |
| 5 1                       | i Fiting, grasse, vented dep 1/2"<br>NP7, skov hon-texe<br>Pet # FTG1   | ST5 1                     | Torque Collat CVX careing<br>reinger, for use with 10.75° OC<br>tool neck & 3.25° to 5.50° long<br>box hanger reick   | 8775 7                    | Part # 119006<br>Test Pug/Rethening Tool CW<br>11" x 3-1/2" (F (NC38), 1-1/4"   |  |  |
| 7 5                       | 5 Ring Casket, 151, 1-13/1911014<br>Part # Ekt 51   | sīte !                    | Pest # 159374<br>Wesh Tool, CW, Catering stanlight,   |                           | LP byparas and springloseded 64<br>dogs<br>Part # 102368  |  |  |
| 5 E                       | Stude, of Prined with two rules,<br>March, SA*'s 5-1/2' long, B7/07<br>Part # 780090  |                           | MBL4LRM/BS2, Nutwol, 13-549<br>x 4-102" (F (MCSC) box bac<br>threads with brushes<br>Part # 1082277   | 87748 1                   | Weer Buntang, CW, MBU-31-9,<br>LPR, 13-545" = 6.25" ( D x<br>18.5" king attanged for 13-545"  |  |  |
|                           | SM<br>PeteEX160   | t 🕫 2                     | Packoff Russing Too, Chi,<br>MBLA37 UPR, 13-5151 remained,<br>www.mt.2501 of State Armed  | 87.17 1                   | Part # 118434<br>RAV / MA 10 A-342 (See USA)  |  |  |
| 10 1                      | Huts, Crit, Treasched, MBU-37,<br>13-548* Sal with 19 300 2 State<br>Acres 20 LH tax treasd<br>Acres 20 LH tax treasd   |                           | 2G LH per latter a 4-10° (F<br>(VC50) tare tup with send alcown<br>Part # 117310  |                           | DD, 10,000 per max WP<br>Part # 113218  |  |  |
|                           |   | ste i                     | Teel Prag. CV(; MBU-21R inter,<br>11' x 4-10' F, 1-14' LP System<br>Part # 108546   | 5.15 i                    | nun (dei Lyr Herry, Mon.<br>21945 f<br>Pinter 195730<br>Do Not USE om Version   |  |  |
|                           |   | 3 <b>"0</b> 1             | When Busing MBU-31-UPR,<br>restact, 13-555 x 11' x 9.00'<br>(D x 37.0' king managed for<br>13-565' tool<br>Pert # 115432  | ר ער*צ                    | Running Tool, 8PV, 2-36° EU<br>bûs lop e 8PY futning too 65,<br>1,250° ED<br>Pert # 103755  |  |  |
|                           |   | STIC T                    | Centry Honge Porning Too,<br>CW MS-TPE 7.750° 4 State<br>Acres Pitt pin bottom 5 7° (2009<br>CMC2C box top, with 6 251° min-<br>boxe and min tarque 27000 A<br>Ita, spee: for roboting careng<br>along<br>Pact & 117717 |                           |   |  |  |
|                           |   |                           |   |                           |   |  |  |

IP 0487 Page 4 WPX Energy 20" x 13-3/8" x 3-5/8" x 7" 10M MBU-3T Welfhead With 7" Mandrei Hanger & CTH-DBLHP5 Tubing Head


INFORMATION CONTAINED HEREINIS THE PROPERTY OF GACTUS WELLHEAD, LLC. REPRODUCTION, DISCLOSURE, OR USE THEREOF IS PERMISSIBLE ONLY AS PROVIDED BY CONTRACT OR AS EXPRESSLY AUTHORIZED BY CACTUS WELLHEAD, LLC.

| EMERGENCY EQUIPMENT |   |
|---------------------|---|
| san Oty             | Omeription  |
| A12a 1              | Casing Hanger, CW, MBU-31,<br>13-5/81 # 9-5/81 6A-PU-DD-3-1<br>Pwt # 116908   |
| A13m 1              | Parchoff, CW, MBU-37,<br>Erserganney, 13-575 measted x<br>11° with 11 250° 4 Stab Aurren<br>20 LH Sca top, 178° NPT seet<br>parts, 53-U-54-1-1<br>Part # 117164   |
| A746 1              | Caming Hanget, MBU-LR, 11" x<br>7", 6A-Lu-DO-ML-3-2<br>Part # 112103  |
| A15a 1              | Parchoff, CW, MBU-37-SN,<br>8-58° Emergency reacted, 11° x<br>7° with 6-56° and rack, 7 500°<br>4 Stab Acrow LM fact top, with<br>6-34° LR BPV prop & 8 270°<br>continuum born, enterged for<br>held down riting 54-5-64-1-2<br>Part # 118438 |
| A156 I              | Hold shown Ring to C9 cataing<br>tanges 11° s.7° through 4-1.27,<br>ananged MSU-21° arrangersy<br>packoff 11° 250° 4. Stub Acros<br>20 LH threads 9:06° 10° s.4.12°<br>long effs.2.25° thread length<br>Part # 117242                         |



WPX Energy 20" x 13-5/6" x 9-5/6" x 7" 10M MBU-ST Wellhead With 7" Mandrel Hanger & CTH-DBLHP\$ Tubing Head

IP 0487 Page 5

# **Closed Loop System**

RKI Exploration & Production, LLC. Tucker Draw Fed COM 9-4 5H Eddy, NM

Fresh/ Brine Water and OBM Storage (5-10 Frac Tanks)

Mud Mixing Tanks, Pumps, and Solids Control Equipment (up to 2 centrifuges and up to 3 shakers)

Cuttings Collection and Haul-Off Bins

Well

### **Operating and Maintenance Plan:**

During drilling operations, third party services companies will utilize solids control euipment to remove cuttings from drilling fluids and collect it in haul-off bins. Euipment will be closely monitored at all times while drilling by the derrick man and the service company empolyees.

#### **Closure Plan:**

During the drilling operations, third party service companies will haul off drill solids and fluids to an approved disposal facility. At the end of the well, all closed loop equipment will be removed from the location.





GATES E & S NORTH AMERICA, INC DU-TEX 134 44TH STREET CORPUS CHRISTI, TEXAS 78405 PHONE: 361-887-9807 FAX: 361-887-0812 EMAIL: WEB: www.gates.com

#### **10K CHOKE & KILL ASSEMBLY PRESSURE TEST CERTIFICATE**

| Customer :           | ORION DRILLING COMPANY | Test Date:                 | 9/2/2014               |
|----------------------|------------------------|----------------------------|------------------------|
| Customer Ref. :      | PENDING                | Hose Serial No.:           | D-090214-4             |
| Invoice No. :        | 203508                 | Created By:                | JUSTIN CROPPER         |
| Product Description: |                        | 10K3.025.0CK4.1/1610KFLGE/ | re                     |
| End Filting 1 :      | 4 1/15 10K FLG         | End Fitting 7 :            | 4 1/16 10K FLG         |
| Gates Part No. :     | 4773-4291              | Assembly Code :            | L33078040913D-090214-4 |
|                      |                        | 1                          | 15 000 051             |

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

| Quality Hanager : | QUALITY     | Technical Supervisor : | PRODUCTION            |
|-------------------|-------------|------------------------|-----------------------|
| Date :            | 1/ 9/2/2010 | Date :                 | 19/2/2014             |
| Signature :       | Minn Iltas  | Signature :            | TETT                  |
|                   |             |                        |                       |
|                   | · · · · · · |                        | Form PTC - 01 Rev.0 2 |



Gates E&S North America 134 - 44th St. CORPUS CHRISTI, TEXAS 78405 PHONE : (361) 887-9807 FAX: (361) 887-0812

# **CERTIFICATE OF CONFORMANCE**

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

CUSTOMER: ORION DRILLING COMPANY CUSTOMERS P.O.#: PENDING PART DESCRIPTION: 10K3.025.0CK4.1/1610KFLGE/E SALES ORDER #: 203508 QUANTITY: 1 SERIAL #: D-090214-4

SIGNATURE: Mitim QUALITY TITLE: 9/2/2014 DATE:



| 4 1/2 13.50 lb (0.29) P110 HC                |                    | USS-CDC H   | TQ'*          |
|--|--------------------|-------------|---------------|
|  | PIPE               | CONNECTION  |               |
| MECHANICAL PROPERTIES                        |                    |             |               |
| Minimum Yield Strength                       | 110,000            |             | 1             |
| Azaimum Vield Strength                       | 140,000            |             |               |
| Minimum Tensile Strength                     | 125,000            |             | 4             |
| DIMENSIONS                                   |                    |             |               |
| Outside Diameter                             | 4.500              | 5.250       | 4             |
| Wall Thickness                               | 0,296              |             |               |
| insde Dameter                                | 3 920              | 3 920       |               |
| Drift - API                                  | 3 795              | 3 795       |               |
| Nominal Linear Weight, T&C                   | 13.50              |             | 10%           |
| Plain End Weight                             | 13.05              |             | 1600          |
| SECTION AREA                                 | . •                |             |               |
| Cross Sectional Area Critical Area           | 3 836              | 3.836       | <b>sg</b> . J |
| Joint Efficiency                             |                    | 100.0       | ,             |
| PROFESSION TO AN A STATE OF A STATE          |                    |             |               |
| Minimum Colarse Pressure                     | 11 R1C             | 11 810      | 1             |
| External Pressure Laak Resistance            |                    | 9.450       |               |
| Minimum Internal Vield Fressure              | 12.420             | 12,420      | 1             |
| Minimum Proc Body Treld Strength             | 422,000            |             | i             |
| Juint Strength                               |                    | 443,000     | 1             |
| Compression Rating                           |                    | 266,000     | 1             |
| Reference Length                             |                    | 21.877      |               |
| Maximum Uniaziai Bend Rating                 |                    | 70 6        | deg/100       |
|  |                    |             |               |
| Make Up Lass                                 |                    | 4.44        |               |
| Minimum Make Up Torque                       |                    | 7.000       | ħί            |
| Maximum Make-up Torqua                       |                    | 10,000      |               |
| Connection Weld Torque                       |                    | 12 430      | H-1           |
| * Menfighter of carbon shoulder required. To | a cal somaam range | 4.508 5.500 |               |

Dread then program to provide and a serveristic state and performance program to many calculated and a serverist state and seas a secrerist state and a serverist state and a serverist s

U. S. Sitesi Tucular Products 1-977-999-9461 19345 Sam Housson Park Dr., #120 connections@uss.com Houston TX 77064 www.usshibular.com

# **WAFMSS**

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



| APD ID: 10400014709                             | Submission Date: 06/01/2017 | Highlighted data  |
|---|-----------------------------|-------------------|
| Operator Name: RKI EXPLORATION & PRODUCTION LLC |                             | reflects the most |
| Well Name: TUCKER DRAW 9-4 FED COM              | Well Number: 5H             | Show Final Text   |
| Well Type: OTHER                                | Well Work Type: Drill       |                   |

# **Section 1 - Existing Roads**

Will existing roads be used? YES

**Existing Road Map:** 

Road\_Map\_05-30-2017.pdf

Existing Road Purpose: ACCESS, FLUID TRANSPORT

Row(s) Exist? NO

Row(s) Exist?

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

**Existing Road Improvement Attachment:** 

# **Section 1 - Existing Roads**

Will existing roads be used? YES

Existing Road Map:

Road\_Map\_05-30-2017.pdf

Existing Road Purpose:

ROW ID(s)

ID:

Do the existing roads need to be improved?

**Existing Road Improvement Description:** 

Existing Road Improvement Attachment:

Well Name: TUCKER DRAW 9-4 FED COM

Well Number: 5H

# Section 2 - New or Reconstructed Access Roads

Will new roads be needed? NO

# Section 2 - New or Reconstructed Access Roads

Will new roads be needed? NO

# Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

Existing\_Well\_Map\_05-31-2017.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:

Production Facilities map:

Tucker\_Draw\_9\_4\_Federal\_Com\_IR\_Plat\_05-30-2017.pdf

Well Name: TUCKER DRAW 9-4 FED COM

Well Number: 5H

| Water Source Ta  | ble   |  |
|--|---|--|
| Water source use type: INTERMED<br>SURFACE CASING<br>Describe type:  | DIATE/PRODUCTION CASING,  | Water source type: GW WELL                                 |
| Source latitude:   |   | Source longitude:  |
| Source datum:  |   |  |
| Water source permit type: WATER  | WELL  |  |
| Source land ownership: PRIVATE   |   |  |
| Water source transport method: T   | RUCKING   |  |
| Source transportation land owners  | ship: PRIVATE   |  |
| Water source volume (barrels): 10  | 000   | Source volume (acre-feet): 1.288931                        |
| Source volume (gal): 420000  |   |  |
| ater source and transportation map   | <b>)</b> :  |  |
|  |   |  |
| icker_Draw_APD_plan_for_Waterline  | s_05-24-2017.pdf  |  |
| <pre>icker_Draw_APD_plan_for_Waterline ater source comments:</pre>   | s_05-24-2017.pdf  |  |
| icker_Draw_APD_plan_for_Waterline<br>ater source comments:<br>ew water well? NO  | s_05-24-2017.pdf  |  |
| icker_Draw_APD_plan_for_Waterline<br>ater source comments:<br>ew water well? NO<br>New Water Well II   | s_05-24-2017.pdf<br>nfo   |  |
| icker_Draw_APD_plan_for_Waterline<br>ater source comments:<br>ew water well? NO<br><u>New Water Well II</u><br>Well latitude:  | s_05-24-2017.pdf<br>nfo<br>Well Longitude:  | Well datum:  |
| icker_Draw_APD_plan_for_Waterline<br>ater source comments:<br>ew water well? NO<br>New Water Well II<br>Well latitude:<br>Well target aquifer:   | nfo<br>Well Longitude:  | Well datum:  |
| icker_Draw_APD_plan_for_Waterline<br>ater source comments:<br>ew water well? NO<br>New Water Well II<br>Well latitude:<br>Well target aquifer:<br>Est. depth to top of aquifer(ft):  | s_05-24-2017.pdf<br>nfo<br>Well Longitude:<br>Est thickness of  | Well datum:<br>aquifer:                                    |
| icker_Draw_APD_plan_for_Waterline<br>ater source comments:<br>ew water well? NO<br>New Water Well II<br>Well latitude:<br>Well target aquifer:<br>Est. depth to top of aquifer(ft):<br>Aquifer comments:   | s_05-24-2017.pdf<br>nfo<br>Well Longitude:<br>Est thickness of  | Well datum:<br>aquifer:                                    |
| icker_Draw_APD_plan_for_Waterline<br>ater source comments:<br>ew water well? NO<br>New Water Well II<br>Well latitude:<br>Well target aquifer:<br>Est. depth to top of aquifer(ft):<br>Aquifer comments:<br>Aquifer documentation:   | s_05-24-2017.pdf<br>nfo<br>Well Longitude:<br>Est thickness of  | Well datum:<br>aquifer:                                    |
| Icker_Draw_APD_plan_for_Waterline<br>ater source comments:<br>ew water well? NO<br>New Water Well II<br>Well latitude:<br>Well latitude:<br>Est. depth to top of aquifer(ft):<br>Aquifer comments:<br>Aquifer documentation:<br>ell depth (ft):  | s_05-24-2017.pdf<br>nfo<br>Well Longitude:<br>Est thickness of<br>Well casing type:   | Well datum:<br>aquifer:                                    |
| Icker_Draw_APD_plan_for_Waterline<br>ater source comments:<br>wwwater well? NO<br>New Water Well II<br>Well latitude:<br>Well latitude:<br>Est. depth to top of aquifer(ft):<br>Aquifer comments:<br>Aquifer documentation:<br>ell depth (ft):<br>ell casing outside diameter (in.):   | s_05-24-2017.pdf<br>nfo<br>Well Longitude:<br>Est thickness of<br>Well casing type:<br>Well casing inside   | Well datum:<br>aquifer:<br>diameter (in.):                 |
| Icker_Draw_APD_plan_for_Waterline<br>ater source comments:<br>wwwater well? NO<br>New Water Well II<br>Well latitude:<br>Well latitude:<br>Est. depth to top of aquifer(ft):<br>Aquifer comments:<br>Aquifer documentation:<br>ell depth (ft):<br>ell casing outside diameter (in.):<br>wwwater well casing?   | s_05-24-2017.pdf<br>nfo<br>Well Longitude:<br>Est thickness of<br>Well casing type:<br>Well casing inside<br>Used casing source   | Well datum:<br>aquifer:<br>diameter (in.):<br>:e:          |
| ater source comments:<br>ew water well? NO<br>New Water Well II<br>Well latitude:<br>Well target aquifer:<br>Est. depth to top of aquifer(ft):<br>Aquifer comments:<br>Aquifer documentation:<br>ell depth (ft):<br>ell casing outside diameter (in.):<br>ew water well casing?<br>illing method:  | s_05-24-2017.pdf<br>nfo<br>Well Longitude:<br>Est thickness of<br>Well casing type:<br>Well casing inside<br>Used casing source<br>Drill material:  | Well datum:<br>aquifer:<br>diameter (in.):<br>:e:          |
| Icker_Draw_APD_plan_for_Waterline<br>ater source comments:<br>aw water well? NO<br><u>New Water Well II</u><br>Well latitude:<br>Well latitude:<br>Well target aquifer:<br>Est. depth to top of aquifer(ft):<br>Aquifer comments:<br>Aquifer documentation:<br>ell depth (ft):<br>ell casing outside diameter (in.):<br>aw water well casing?<br>iilling method:<br>rout material:                       | s_05-24-2017.pdf<br>nfo<br>Well Longitude:<br>Est thickness of<br>Well casing type:<br>Well casing inside<br>Used casing sourc<br>Drill material:<br>Grout depth:                               | Well datum:<br>aquifer:<br>diameter (in.):                 |
| Icker_Draw_APD_plan_for_Waterline<br>ater source comments:<br>wwwater well? NO<br><u>New Water Well II</u><br>Well latitude:<br>Well latitude:<br>Well target aquifer:<br>Est. depth to top of aquifer(ft):<br>Aquifer comments:<br>Aquifer documentation:<br>ell depth (ft):<br>ell casing outside diameter (in.):<br>www.ater well casing?<br>filling method:<br>rout material:<br>asing length (ft.): | s_05-24-2017.pdf<br><b>nfo</b><br>Well Longitude:<br>Est thickness of<br>Well casing type:<br>Well casing inside<br>Used casing source<br>Drill material:<br>Grout depth:<br>Casing top depth ( | Well datum:<br>aquifer:<br>diameter (in.):<br>:e:<br>ft.): |

State appropriation permit:

Well Name: TUCKER DRAW 9-4 FED COM

Well Number: 5H

Additional information attachment:

### Section 6 - Construction Materials

**Construction Materials description:** Caliche will be hauled from existing caliche pits located in Sec. 24 T26S R29E and Sec. 2 T26S R31E. The Bureau of Land Management is the surface management agency for the caliche pit located in Sec. 24 T26S R29E. The State of New Mexico is the surface management agency for the caliche pit located in Sec. 2 T26S R31E. No construction materials will be removed from Federal lands without prior approval form the appropriate surface management agency.

**Construction Materials source location attachment:** 

# **Section 7 - Methods for Handling Waste**

Waste type: GARBAGE

Waste content description: Garbage produced on-site during drilling operations (not including materials used in the drilling process) including non-flammable solid waste materials.

Amount of waste: 100 gallons

Waste disposal frequency : Daily

Safe containment description: Will be contained in a portable trash cage.

Safe containmant attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL FACILITY Disposal type description:

**Disposal location description:** Accumulated trash will be hauled off to a local and state authorized disposal site. All debris and other waste materials not contained in the trash cage will be cleaned up and removed from the well location. No potentially adverse materials or substances will be left on the location. No burning will be allowed.

Waste type: SEWAGE

**Waste content description:** Sewage from trailers and outbuildings will be contained in portable self-contained chemical toilets provided for human waste disposal. **Amount of waste:** 1000 gallons

Waste disposal frequency : Monthly

Safe containment description: Will be contained in portable self-contained chemical toilets provided for human waste disposal

Safe containmant attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL FACILITY

### Disposal type description:

**Disposal location description:** Upon completion of operations, or as required, the toilet holdings will be pumped and hauled by a licensed contractor for disposal in an approved sewage disposal facility.

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Well Name: TUCKER DRAW 9-4 FED COM

Well Number: 5H

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

**Cuttings Area** 

Cuttings Area being used? NO

Are you storing cuttings on location? YES

Description of cuttings location Cuttings will be held in roll-off style mud boxes and taken to NMOCD approved disposal sites via third party contractors.

Cuttings area length (ft.)

Cuttings area depth (ft.)

Cuttings area width (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:

Tucker\_Draw\_9\_4\_Federal\_Com\_Rig\_Layout\_05-30-2017.pdf

Comments:

Well Name: TUCKER DRAW 9-4 FED COM

Well Number: 5H

# Section 10 - Plans for Surface Reclamation

Type of disturbance: NEW

### **Recontouring attachment:**

**Drainage/Erosion control construction:** Continuous inspection will be performed and preventive maintenance measures will be taken as needed. These measures may include: grading, cleaning of drainage structures, erosion control and slope stabilization, and road closures during periods of excessive soil moisture.

**Drainage/Erosion control reclamation:** The original stockpiled topsoil will be returned to the pad and re-contoured per original pad topography. The surface will be ripped, barricaded and seeded per NMSLO and BLM requirements **Wellpad long term disturbance (acres):** 7.72 **Wellpad short term disturbance (acres):** 10.3

| · •  |  |
|--|--|
| Access road long term disturbance (acres): 0.05    | Access road short term disturbance (acres): 0.1    |
| Pipeline long term disturbance (acres): 0.18663912 | Pipeline short term disturbance (acres): 0.3110652 |
| Other long term disturbance (acres): 0             | Other short term disturbance (acres): 0            |
| Total long term disturbance: 7.9566393             | Total short term disturbance: 10.711065            |

**Reconstruction method:** The surface caliche will be removed from the well pad and road and will be transported to the original caliche pit or used for other roads. The original stockpiled topsoil will be returned to the pad and re-contoured per original pad topography. The pad and access road will be ripped, barricaded and seeded per NMSLO and BLM requirements. Noxious, invasive, and non-native weeds will be controlled.

**Topsoil redistribution:** The original stockpiled topsoil will be returned to the pad and re-contoured per original pad topography.

Soil treatment: The pad and access road will be ripped, barricaded and seeded per NMSLO and BLM requirements.

Existing Vegetation at the well pad:

Existing Vegetation at the well pad attachment:

**Existing Vegetation Community at the road:** 

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline:

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances:

Existing Vegetation Community at other disturbances attachment:

Non native seed used?

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project?

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation?

Seed harvest description:

Seed harvest description attachment:

Well Name: TUCKER DRAW 9-4 FED COM

Well Number: 5H

| 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 Summary         | Total pounds/Acre:       |

**Pounds/Acre** 

Seed reclamation attachment:

Seed Type

| <b>Operator Contact/Respo</b>       | onsible Official Contact Info            |
|-------------------------------------|--|
| First Name:                         | Last Name:                               |
| Phone:                              | Email:                                   |
| Seedbed prep:                       |  |
| Seed BMP:                           |  |
| Seed method:                        |  |
| Existing invasive species? NO       |  |
| Existing invasive species treatment | t description:                           |
| Existing invasive species treatment | attachment:                              |
| Weed treatment plan description: T  | he pad and access road will be ripped, b |

Weed treatment plan description: The pad and access road will be ripped, barricaded and seeded per NMSLO and BLM requirements. Noxious, invasive, and non-native weeds will be controlled. Weed treatment plan attachment:

**Monitoring plan description:** Noxious, invasive, and non-native weeds will be controlled. Periodic inspections will take place until full reclamation according to NMSLO and BLM standards is achieved. **Monitoring plan attachment:** 

Success standards: RKI will reclaim all disturbed areas according to NMSLO and BLM standards.

Pit closure description: Not applicable

Pit closure attachment:

Section 11 - Surface Ownership

Well Name: TUCKER DRAW 9-4 FED COM

Well Number: 5H

| Disturbance type: NEW ACCESS ROAD                |                       |  |
|--|-----------------------|--|
| Describe:  |                       |  |
| Surface Owner: STATE GOVERNMENT                  |                       |  |
| Other surface owner description:                 |                       |  |
| BIA Local Office:                                |                       |  |
| BOR Local Office:                                |                       |  |
| COE Local Office:                                |                       |  |
| DOD Local Office:                                |                       |  |
| NPS Local Office:                                |                       |  |
| State Local Office: NEW MEXICO STATE LAND OFFICE |                       |  |
| Military Local Office:                           |                       |  |
| USFWS Local Office:                              |                       |  |
| Other Local Office:                              |                       |  |
| USFS Region:                                     |                       |  |
| USFS Forest/Grassland:                           | USFS Ranger District: |  |

| Disturbance type: PIPELINE                       |                       |
|--|-----------------------|
| Describe:  |                       |
| Surface Owner: STATE GOVERNMENT                  |                       |
| Other surface owner description:                 |                       |
| BIA Local Office:                                |                       |
| BOR Local Office:                                |                       |
| COE Local Office:                                |                       |
| DOD Local Office:                                |                       |
| NPS Local Office:                                |                       |
| State Local Office: NEW MEXICO STATE LAND OFFICE |                       |
| Military Local Office:                           |                       |
| USFWS Local Office:                              |                       |
| Other Local Office:                              |                       |
| USFS Region:                                     |                       |
| USFS Forest/Grassland:                           | USFS Ranger District: |

Well Name: TUCKER DRAW 9-4 FED COM

Well Number: 5H

| Disturbance type: WELL PAD                       |                       |
|--|-----------------------|
| Describe:  |                       |
| Surface Owner: STATE GOVERNMENT                  |                       |
| Other surface owner description:                 |                       |
| BIA Local Office:                                |                       |
| BOR Local Office:                                |                       |
| COE Local Office:                                |                       |
| DOD Local Office:                                |                       |
| NPS Local Office:                                |                       |
| State Local Office: NEW MEXICO STATE LAND 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: A cultural resource survey was conducted in this project area on April 5, 2017.

Use a previously conducted onsite? YES

**Previous Onsite information:** Onsite was performed with BLM on February 21, 2017. Access road off northwest corner of pad, V-door north, production facilities located on southwest side of pad, top soil stockpile south of pad, and a berm will be constructed around southeast corner of pad. Right-of-way will be filed for this project with New Mexico State Land Office.

# **Other SUPO Attachment**

BLM\_SUPO\_Tucker\_Draw\_9\_4\_Fed\_Com\_05-31-2017.pdf

















# SURFACE USE PLAN OF OPERATIONS

# RKI EXPLORATION & PRODUCTION, LLC. Tucker Draw 9-4 Fed Com EDDY COUNTY, NEW MEXICO LEASE NO. NMNM 100558

### 1. <u>Existing Roads</u>

- a. Directions to location: From Malaga, NM: Head south on Highway 285 S for 12.5 miles. Turn left on Whitehorn Rd for 3.5 miles past a curve for an additional 0.6 miles. Turn left on Pipeline Rd and head east for 2.8 miles. Turn right on Tarbrush road and head south for 0.3 miles. Turn left on lease road and head east 0.5 miles. Turn right on lease road and head southeast for 0.6 miles. Turn left on lease road and head east for 0.7 miles. Stay left on lease road and continue east 2.8 miles. Turn right on lease road and south 0.1 miles. Location is to the east.
- b. All non-county roads used to access the wells will be maintained in their current condition or better than before operations began and will be maintained in accordance with current BLM Gold Book standards and Surface Operating Standards for Oil and Gas Exploration and Development, Fourth Edition Revised 2007. Continuous inspection will be performed and preventive maintenance measures will be taken as needed. These measures may include: grading, cleaning of drainage structures, erosion control and slope stabilization, and road closures during periods of excessive soil moisture.
- c. Please see attached exhibit for existing access road to be used for proposed project.
- 2. <u>Planned Access Road</u>
  - a. Access Road: No new access road needed to access eastern pad in this project.
- 3. <u>Existing Wells</u>

Please see attached exhibit showing the location of all existing wells within a one-mile radius of the proposed location.

- 4. <u>Proposed Production Facilities</u>
  - a. Above ground production facilities will be constructed on the southwest side of the well pad consisting of oil tanks, water tanks, meter runs, separators, compressor, and a flare. Please see attached exhibit for proposed production facilities layout.
  - b. Pipelines: An 8-inch buried gas line 11.33' in length and an 8-inch buried saltwater disposal line (SWD) 1.03' in length will be laid north to an existing tie-in. See attached exhibit for line routes and tie-in location.

c. Electrical: A 3-phase raptor safe overhead power line will be built 40.69' west to an existing power line. See attached exhibit for line route and tie-in location.

## 5. <u>Location and Type of Water Supply</u>

Water will be piped via a 10-inch O.D. temporary surface line from existing completion ponds located in the NWNW of Sec. 16 T26S R30E, SWSE of Sec. 17 T26S R30E, and the NWNE of Sec. 21 T26S R30E. See attached map for line route and completion pond locations.

## 6. <u>Source of Construction Materials</u>

- a. NM One Call (811) will be notified before construction starts.
- b. Top 4-6 inches of topsoil will be stockpiled along the side of location as shown in attached drawing.
- c. Caliche will be hauled from existing caliche pits located in Sec. 24 T26S R29E and Sec. 2 T26S R31E. The Bureau of Land Management is the surface management agency for the caliche pit located in Sec. 24 T26S R29E. The State of New Mexico is the surface management agency for the caliche pit located in Sec. 2 T26S R31E. No construction materials will be removed from Federal lands without prior approval from the appropriate surface management agency

## 7. <u>Methods for Handling Waste Disposal</u>

- a. Drilling: Drilling fluids, including cuttings and mud, will be self-contained and recycled via a closed loop system. Cuttings will be held in roll-off style mud boxes and taken to NMOCD approved disposal sites via third party contractors.
- b. Sewage: Sewage from trailers and outbuildings will be contained in portable selfcontained chemical toilets provided for human waste disposal. Upon completion of operations, or as required, the toilet holdings will be pumped and hauled by a licensed contractor for disposal in an approved sewage disposal facility.
- c. Garbage: Garbage produced on-site during drilling operations (not including materials used in the drilling process) including non-flammable solid waste materials will be contained in a portable trash cage. Upon completion of operations, or as needed, the accumulated trash will be hauled off to a local and state authorized disposal site. All debris and other waste materials not contained in the trash cage will be cleaned up and removed from the well location. No potentially adverse materials or substances will be

# SURFACE USE PLAN OF OPERATIONS Tucker Draw 9-4 Fed Com Page 3

left on the location. No burning will be allowed.

8. Ancillary Facilities

No additional facilities will be utilized.

- 9. <u>Wellsite Layout</u>
  - d. Please see attached exhibits for proposed drilling and production facilities layout.
  - e. All equipment and vehicles will be confined to the access road, pad, and area specified in this APD.
- 10. Surface Reclamation Plan
  - a. Interim reclamation will be completed within 6 months of completing the last well on the pad. The surface caliche will be removed from the part of the well pad no longer in use and will be transported to the original caliche pit or used for other roads. Some of the original stockpiled topsoil will be returned to the pad and re-contoured per original pad topography. The surface will be ripped, barricaded and seeded per NMSLO and BLM requirements. Please see attached exhibit for proposed interim reclamation area.
  - b. Once the last well on the pad is plugged, all equipment will be removed and the remainder of the pad will be reclaimed within 6 months of plugging. The surface caliche will be removed from the well pad and road and will be transported to the original caliche pit or used for other roads. The original stockpiled topsoil will be returned to the pad and re-contoured per original pad topography. The pad and access road will be ripped, barricaded and seeded per NMSLO and BLM requirements. Noxious, invasive, and non-native weeds will be controlled.
- 11. Surface Ownership
  - a. The surface is administered by the New Mexico State Land Office.
  - b. The surface is multiple use with the primary uses of the region being grazing for livestock and production of oil and gas.
- 12. Other information
  - c. Onsite was performed with BLM on February 21, 2017. Access road off northwest corner of pad, V-door north, production facilities located on southwest side of pad, top soil stockpile south of pad, and a berm will be constructed around southeast corner of pad.

# SURFACE USE PLAN OF OPERATIONS Tucker Draw 9-4 Fed Com Page 4

Right-of-way will be filed for this project with New Mexico State Land Office.

d. A cultural resource survey was conducted in this project area on April 5, 2017.



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

Would you like to utilize Unlined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

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 Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected?

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:

Injection well mineral owner:

Injection PWD discharge volume (bbl/day):

PWD disturbance (acres):

PWD disturbance (acres):

Injection well type: Injection well number: Assigned injection well API number? Injection well new surface disturbance (acres): Minerals protection information: Mineral protection attachment: Underground Injection Control (UIC) Permit? NO 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: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: Other PWD discharge volume (bbl/day): Other PWD type description: Other PWD type attachment: Have other regulatory requirements been met? Other regulatory requirements attachment:

PWD disturbance (acres):

Injection well name: Injection well API number:

# **WAFMSS**

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

# **Bond Information**

Federal/Indian APD: FED

BLM Bond number: NMB000396

**BIA Bond number:** 

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Bond Info Data Report

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: