Form 3160-3 (March 2012)

FEB 15 2018

FORM APPROVED

UNITED STATES

OMB No. 1004-0137 Expires October 31, 2014

DEPARTMENT OF THE I BUREAU OF LAND MAN.			ecety	٤Ū	5. Lease Senai No. NMNM0504364B		
APPLICATION FOR PERMIT TO I	-	WILITI			6. If Indian, Allotee	or Tribe	Name
la. Type of work: DRILL REENTER					7 If Unit or CA Agreement, Name and No.		
lb. Type of Well: Oil Well Gas Well Other		Single Zone	Multip	ole Zone	8. Lease Name and SOUTH BOYD FE		326 COM 21H
2. Name of Operator PERCUSSION PETROLEUM OPERAT	ING I	^{LLC} 37	1755	5	9. API Well No. 30-0	15-	44734
3a. Address 919 Milam Street, Suite 2475 Houston TX 770		hone No. <i>(include a</i> 3)589-2337	rea code)		10. Field and Pool, or N SEVEN RIVERS	-	•
4. Location of Well (Report location clearly and in accordance with any State requirements.*) At surface NWNE / 709 FNL / 2174 FEL / LAT 32.622493 / LONG -104.470986			11. Sec., T. R. M. or Blk.and Survey or Area SEC 34 / T19S / R25E / NMP				
At proposed prod. zone NWNE / 20 FNL / 2063 FEL / LAT 3	32.63	8797 / LONG -1	04.4709				
 Distance in miles and direction from nearest town or post office* miles 					12. County or Parish EDDY		13. State NM
15. Distance from proposed* location to nearest 848 feet property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No. of acres in lease 17. Spacin 160		ng Unit dedicated to this well				
 Distance from proposed location* to nearest well, drilling, completed, 151 feet applied for, on this lease, ft. 	The state of the s			/BIA Bond No. on file IMB001424			
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3533 feet	1	Approximate date w 02/2018	ork will star	rt*	23. Estimated duration 30 days	n	
	24.	Attachments					
The following, completed in accordance with the requirements of Onshor	e Oil a	and Gas Order No.1	, must be at	ttached to th	is form:		
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System Supposed Forest Service Office). 	Lands	, the 5. Open	20 above). ator certific h other site	cation	ns unless covered by an		·
25. Signature (Electronic Submission)	-	Name (Printed/T) Brian Wood / F		66-8120		Date 11/14/	2017
President							
Approved by (Signature) (Electronic Submission)		Name (Printed/T		234-5959		Date 02/08/	2018
Citle Supervisor Multiple Resources		Office CARLSBAD					
Application approval does not warrant or certify that the applicant hold: conduct operations thereon. Conditions of approval, if any, are attached.	s legal	l or equitable title t	o those righ	ts in the sub	ject lease which would e	entitle the	applicant to
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a critates any false, fictitious or fraudulent statements or representations as t	ime fo	or any person know matter within its jui	ingly and v	villfully to n	nake to any department of	or agency	of the United
(Continued on page 2)					*(Inst	ruction	s on page 2)

NSP/NSL Required Pur 2-20-18 Approval Date: 02/08/2018

INSTRUCTIONS

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

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

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

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

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

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

NOTICES

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

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

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

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

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

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

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

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

Additional Operator Remarks

Location of Well

1. SHL: NWNE / 709 FNL / 2174 FEL / TWSP: 19S / RANGE: 25E / SECTION: 34 / LAT: 32.622493 / LONG: -104.470986 (TVD: 0 feet, MD: 0 feet)

PPP: SWNE / 2640 FSL / 2132 FEL / TWSP: 20S / RANGE: 25E / SECTION: 27 / LAT: 32.635257 / LONG: -104.47086 (TVD: 2527 feet, MD: 5531 feet)

PPP: NWNE / 709 FNL / 2174 FEL / TWSP: 19S / RANGE: 25E / SECTION: 34 / LAT: 32.622493 / LONG: -104.470986 (TVD: 0 feet, MD: 0 feet)

BHL: NWNE / 20 FNL / 2063 FEL / TWSP: 19S / RANGE: 25E / SECTION: 27 / LAT: 32.638797 / LONG: -104.4709 (TVD: 2527 feet, MD: 8142 feet)

BLM Point of Contact

Name: Tenille Ortiz

Title: Legal Instruments Examiner

Phone: 5752342224 Email: tortiz@blm.gov

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Review and Appeal Rights

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

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PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: | Percussion Petroleum Operating

LEASE NO.: | NM0504364B

WELL NAME & NO.: 21H – South Boyd Federal Com

SURFACE HOLE FOOTAGE: | 709'/N & 2174'/E

BOTTOM HOLE FOOTAGE | 20'/N & 2063'/E, sec. 27

LOCATION: Sec. 34, T. 19 S, R. 25 E COUNTY: Eddy County, New Mexico

COA

H2S	C Yes	€ No	
Potash	© None	Secretary	C R-111-P
Cave Karst Potential	C Low	○ Medium	• High
Variance	• None	C Flex Hose	Other
Wellhead	© Conventional	^ Multibowl	Both
Other	□ 4 String Area	Capitan Reef	□ WIPP

A. Hydrogen Sulfide

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

B. CASING

HIGH CAVE/KARST- OPERATOR HAS PROPOSE A CONTINGENCY CASING IF LOST CIRCULATION OCCURS WHILE DRILLING THE SURFACE HOLE.

IF LOST CIRCULATION OCCURS WHILE DRILLING THE 8 % HOLE, THE CEMENT PROGRAM FOR THE 5 ½ CASING WILL NEED TO BE MODIFIED AND THE BLM IS TO BE CONTACTED PRIOR TO RUNNING CAISNG. A MINIMUM OF TWO CASING STRINGS CEMENTED TO SURFACE IS REQUIRED IN HIGH CAVE/KARST AREAS. THE CEMENT MUST BE IN A SOLID SHEATH THEREFORE, ONE INCH OPERATIONS WILL NOT BE PERMITTED. A DV TOOL WILL BE REQUIRED.

Contingency Surface Casing Plan

- 1. The 13-3/8 inch surface casing shall be set at approximately 400 feet (a minimum of 25 feet into the Rustler Anhydrite and 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 will be a minimum of **8** hours or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
 - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
 - d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 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 or potash.
 - ❖ In <u>High Cave/Karst Areas</u> if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
- 3. The minimum required fill of cement behind the 5 1/2 inch production casing is:
 - Cement should tie-back at least 200 feet into previous casing string. Operator shall provide method of verification.

Casing Plan without Contingency

- 4. The 9-5/8 inch surface casing shall be set at approximately 1274 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - e. 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.
 - f. Wait on cement (WOC) time for a primary cement job will be a minimum of **8** hours or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)

- g. 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.
- h. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 5. The minimum required fill of cement behind the 5-1/2 inch production 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 or potash.
 - ❖ In <u>High Cave/Karst Areas</u> if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.

C. PRESSURE CONTROL

- 1. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 3000 (3M) psi.
- 2. Contingency- Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 13-3/8 surface casing shoe shall be 2000 (2M) psi.

GENERAL REQUIREMENTS

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

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
 - Eddy County
 Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822
- 1. 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.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.

- Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
- BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. 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 are located, this does not include the dog house or stairway area
- 3. 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.

A. CASING

- 1. 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.
- 2. Wait on cement (WOC) for Potash Areas: 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 for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.

- 4. 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.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. 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.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. 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.
- 3. 5M or higher 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. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.

- b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- c. Manufacturer representative shall install the test plug for the initial BOP test.
- d. 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.
- e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. In potash areas, 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. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
 - c. The tests shall be done by an independent service company utilizing a test plug. The results of the test shall be reported to the appropriate BLM office.
 - d. 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.
 - e. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.

- f. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes. This test shall be performed prior to the test at full stack pressure.
- g. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. 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.

D. 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.

Waste Minimization Plan (WMP)

In the interest of resource development, submission of additional well gas capture development plan information is deferred but may be required by the BLM Authorized Officer at a later date.

ZS 020318

PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

OPERATOR'S NAME:
LEASE NO.:
NM0504364B
WELL NAME & NO.:
SURFACE HOLE FOOTAGE:
BOTTOM HOLE FOOTAGE
LOCATION:
COUNTY:
Eddy County, New Mexico

TABLE OF CONTENTS

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

General Provisions
Permit Expiration
Archaeology, Paleontology, and Historical Sites
Noxious Weeds
Special Requirements
Cave/Karst
Range
Watershed
Wildlife
Construction
Notification
Topsoil
Closed Loop System
Federal Mineral Material Pits
Well Pads
Roads
Road Section Diagram
☐ Production (Post Drilling)
Well Structures & Facilities
Pipelines
Electric Lines
Interim Reclamation
Final Abandonment & Reclamation

I. GENERAL PROVISIONS

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

II. PERMIT EXPIRATION

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

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

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

IV. NOXIOUS WEEDS

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

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V. SPECIAL REQUIREMENT(S)

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 24 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 ½ 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.

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Cattle Guard Requirement

Any new or existing cattle guards on the access 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. Once the road is abandoned, the fence would be restored to its prior condition, or better. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Livestock Watering Requirement

Structures that provide water to livestock, such as windmills, pipelines, drinking troughs, and earthen reservoirs, will be avoided by moving the proposed action.

Any damage to fences, cattle guards, and pipelines or structures that provide water to livestock during construction, throughout the life of the project, and caused by its operation, must be immediately corrected by Percussion. Percussion must notify the grazing allottee or the private surface landowner and the BLM-CFO (575-234-5972) if any damage occurs to pipelines or structures that provide water to livestock.

Production facilities on the three well pads would be bermed to prevent oil, salt, and other chemical contaminants from leaving the pads. 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.

Stockpiling of topsoil is required. The top soil shall be stockpiled in an appropriate location to prevent loss of soil due to water or wind erosion and not used for berming or erosion control.

Standard mitigation measures and elements of the Proposed Action are designed to minimize these impacts to wildlife. These include: use of the NTL-RDO 93-1 guidelines (modification of open-vent exhaust stacks to prevent perching and entry from birds and bats), placing nets on open top production tanks, installing raptor-safe electric power lines, conducting interim reclamation, utilizing closed loop systems, using exhaust mufflers, installing berms around collection facilities, minimizing cut and fill, selectively placing roads, and avoiding wildlife waters, stick nests, drainages, playas and dunal features. These practices reduce mortality to wildlife and allow habitat to remain available in the immediate surrounding area; thus reducing stressors on wildlife populations at a localized level.

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 power line structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. The holder without liability or expense shall make such modifications and/or additions to the United States.

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)

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Exclosure Fencing

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

G. ON LEASE ACCESS ROADS

Road Width

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

Surfacing

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

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

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

Crowning

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

Ditching

Ditching shall be required on both sides of the road.

Turnouts

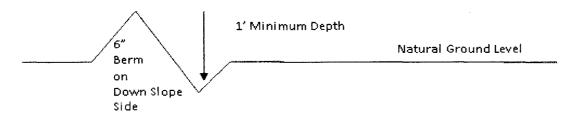
Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

Drainage

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

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

Cross Section of a Typical Lead-off Ditch



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

Formula for Spacing Interval of Lead-off Ditches

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

400 foot road with 4% road slope:
$$\frac{400'}{40\%} + 100' = 200'$$
 lead-off ditch interval

Cattle guards

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

Fence Requirement

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

Public Access

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

Construction Steps

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

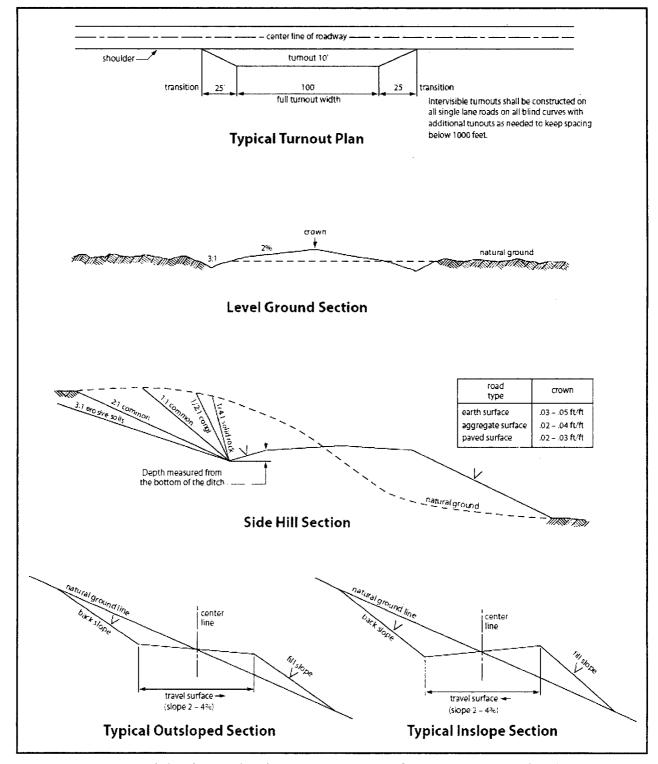


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

VII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities

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

Exclosure Netting (Open-top Tanks)

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

Chemical and Fuel Secondary Containment and Exclosure Screening

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

Open-Vent Exhaust Stack Exclosures

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

Containment Structures

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

Painting Requirement

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

B. PIPELINES

STANDARD STIPULATIONS FOR SURFACE INSTALLED PIPELINES

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

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

- 1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to activity of 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

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parties.

- 4. The holder shall be liable for damage or injury to the United States to the extent provided by 43 CFR Sec. 2883.1-4. The holder shall be held to a standard of strict liability for damage or injury to the United States resulting from pipe rupture, fire, or spills caused or substantially aggravated by any of the following within the right-of-way or permit area:
 - a. Activities of the holder including, but not limited to construction, operation, maintenance, and termination of the facility.
 - b. Activities of other parties including, but not limited to:
 - (1) Land clearing.
 - (2) Earth-disturbing and earth-moving work.
 - (3) Blasting.
 - (4) Vandalism and sabotage.
 - c. Acts of God.

The maximum limitation for such strict liability damages shall not exceed one million dollars (\$1,000,000) for any one event, and any liability in excess of such amount shall be determined by the ordinary rules of negligence of the jurisdiction in which the damage or injury occurred.

This section shall not impose strict liability for damage or injury resulting primarily from an act of war or from the negligent acts or omissions of the United States.

- 5. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil, salt water, 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, salt water, or other pollutant, wherever found, shall be the responsibility of the holder, regardless of fault. Upon failure of the 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 the holder of any responsibility as provided herein.
- 6. All construction and maintenance activity will be confined to the authorized right-of-way width of _______ feet. If the pipeline route follows an existing road or buried pipeline right-of-way, the surface pipeline must be installed no farther than 10 feet from the edge of the road or buried pipeline right-of-way. If existing surface pipelines prevent this distance, the proposed surface pipeline must be installed immediately adjacent to the outer surface pipeline. All construction and maintenance activity will be confined to existing roads or right-of-ways.
- 7. No blading or clearing of any vegetation will be allowed unless approved in writing

by the Authorized Officer.

- 8. The holder shall install the pipeline on the surface in such a manner that will minimize suspension of the pipeline across low areas in the terrain. In hummocky of duney areas, the pipeline will be "snaked" around hummocks and dunes rather then suspended across these features.
- 9. The pipeline shall be buried with a minimum of <u>24</u> inches under all roads, "two-tracks," and trails. Burial of the pipe will continue for 20 feet on each side of each crossing. The condition of the road, upon completion of construction, shall be returned to at least its former state with no bumps or dips remaining in the road surface.
- 10. 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.
- 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. Excluding the pipe, all above-ground structures not subject to safety requirement shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color which simulates "Standard Environmental Colors" **Shale Green**, Munsell Soil Color No. 5Y 4/2; designated by the Rocky Mountain Five State Interagency Committee.
- 13. 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. Signs will be maintained in a legible condition for the life of the pipeline.
- 14. 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. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway.
- 15. 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

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authorized officer to determine appropriate 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.

- 16. 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, powerline 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.
- 17. Surface pipelines must be less than or equal to 4 inches and a working pressure below 125 psi.

C. ELECTRIC LINES

STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

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

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

- 1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42

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- U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
- 4. There will be no clearing or blading of the right-of-way unless otherwise agreed to in writing by the Authorized Officer.
- 5. Power lines shall be constructed and designed in accordance to standards outlined in "Suggested Practices for Avian Protection on Power lines: The State of the Art in 2006" Edison Electric Institute, APLIC, and the California Energy Commission 2006. The holder shall assume the burden and expense of proving that pole designs not shown in the above publication deter raptor perching, roosting, and nesting. Such proof shall be provided by a raptor expert approved by the Authorized Officer. The BLM reserves the right to require modification or additions to all powerline structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. Such modifications and/or additions shall be made by the holder without liability or expense to the United States.

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

- 6. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
- 7. The BLM serial number assigned to this authorization shall be posted in a permanent, conspicuous manner where the power line crosses roads and at all serviced facilities. Numbers will be at least two inches high and will be affixed to the pole nearest the road crossing and at the facilities served.
- 8. Upon cancellation, relinquishment, or expiration of this grant, the holder shall comply with those abandonment procedures as prescribed by the Authorized Officer.
- 9. All surface structures (poles, lines, transformers, etc.) shall be removed within 180 days of abandonment, relinquishment, or termination of use of the serviced facility or facilities or within 180 days of abandonment, relinquishment, cancellation, or expiration of this grant, whichever comes first. This will not apply where the power line extends service to an active, adjoining facility or facilities.

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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.

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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).

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

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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. When broadcasting the seed, 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:

<u> </u>	<u>lb</u>	/acre
Plains lovegrass (Eragrostis intermedia)	0.5	
Sand dropseed (Sporobolus cryptandrus)	1.0	

Sideoats grama (Bouteloua curtipendula)

Plains bristlegrass (Setaria macrostachya)

5.0

2.0

Species

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

^{*}Pounds of pure live seed:

PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

OPERATOR'S NAME:	Percussion Petroleum Operating
LEASE NO.:	NM0504364B
WELL NAME & NO.:	21H – South Boyd Federal Com
SURFACE HOLE FOOTAGE:	709'/N & 2174'/E
BOTTOM HOLE FOOTAGE	20'/N & 2063'/E, sec. 27
	Section 34, T. 19 S., R. 25 E.
COUNTY:	Eddy County, New Mexico

TABLE OF CONTENTS

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

General Provisions
Permit Expiration
Archaeology, Paleontology, and Historical Sites
Noxious Weeds
Special Requirements
Cave/Karst
Range
Watershed
Wildlife
☐ Construction
Notification
Topsoil
Closed Loop System
Federal Mineral Material Pits
Well Pads
Roads
Road Section Diagram
Production (Post Drilling)
Well Structures & Facilities
Pipelines
Electric Lines
☐ Interim Reclamation
Final Abandonment & Reclamation

I. GENERAL PROVISIONS

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

II. PERMIT EXPIRATION

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

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

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

IV. NOXIOUS WEEDS

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

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V. SPECIAL REQUIREMENT(S)

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 24 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 ½ 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.

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Cattle Guard Requirement

Any new or existing cattle guards on the access 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. Once the road is abandoned, the fence would be restored to its prior condition, or better. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Livestock Watering Requirement

Structures that provide water to livestock, such as windmills, pipelines, drinking troughs, and earthen reservoirs, will be avoided by moving the proposed action.

Any damage to fences, cattle guards, and pipelines or structures that provide water to livestock during construction, throughout the life of the project, and caused by its operation, must be immediately corrected by Percussion. Percussion must notify the grazing allottee or the private surface landowner and the BLM-CFO (575-234-5972) if any damage occurs to pipelines or structures that provide water to livestock.

Production facilities on the three well pads would be bermed to prevent oil, salt, and other chemical contaminants from leaving the pads. 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.

Stockpiling of topsoil is required. The top soil shall be stockpiled in an appropriate location to prevent loss of soil due to water or wind erosion and not used for berming or erosion control.

Standard mitigation measures and elements of the Proposed Action are designed to minimize these impacts to wildlife. These include: use of the NTL-RDO 93-1 guidelines (modification of open-vent exhaust stacks to prevent perching and entry from birds and bats), placing nets on open top production tanks, installing raptor-safe electric power lines, conducting interim reclamation, utilizing closed loop systems, using exhaust mufflers, installing berms around collection facilities, minimizing cut and fill, selectively placing roads, and avoiding wildlife waters, stick nests, drainages, playas and dunal features. These practices reduce mortality to wildlife and allow habitat to remain available in the immediate surrounding area; thus reducing stressors on wildlife populations at a localized level.

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 power line structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. The holder without liability or expense shall make such modifications and/or additions to the United States.

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)

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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.

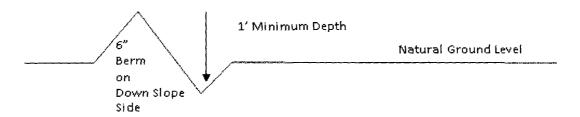
Drainage

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

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

Cross Section of a Typical Lead-off Ditch



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

Formula for Spacing Interval of Lead-off Ditches

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

400 foot road with 4% road slope:
$$\frac{400'}{4\%}$$
 + 100' = 200' lead-off ditch interval

Cattle guards

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

Fence Requirement

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

Public Access

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

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Construction Steps

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

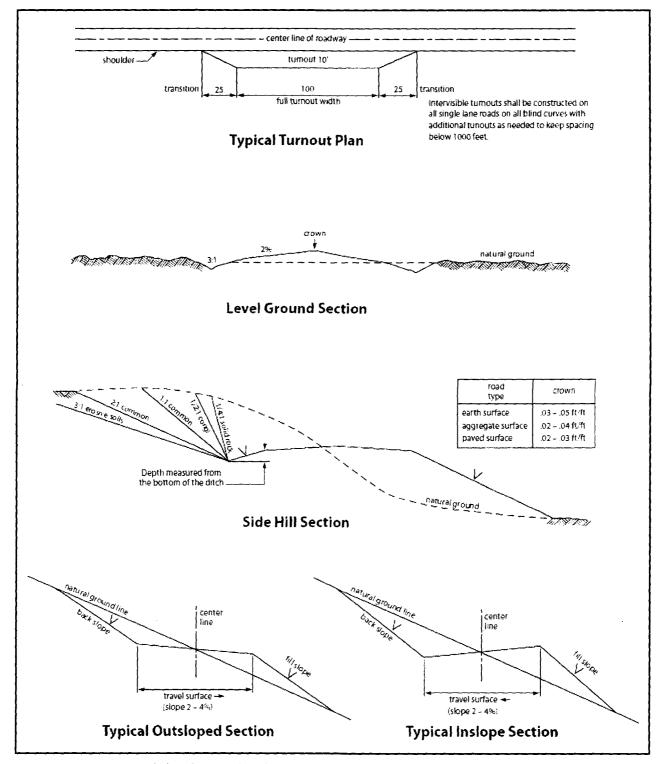


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

VII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities

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

Exclosure Netting (Open-top Tanks)

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

Chemical and Fuel Secondary Containment and Exclosure Screening

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1½ 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

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

Painting Requirement

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

B. PIPELINES

STANDARD STIPULATIONS FOR SURFACE INSTALLED PIPELINES

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

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

- 1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to activity of 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

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parties.

- 4. The holder shall be liable for damage or injury to the United States to the extent provided by 43 CFR Sec. 2883.1-4. The holder shall be held to a standard of strict liability for damage or injury to the United States resulting from pipe rupture, fire, or spills caused or substantially aggravated by any of the following within the right-of-way or permit area:
 - a. Activities of the holder including, but not limited to construction, operation, maintenance, and termination of the facility.
 - b. Activities of other parties including, but not limited to:
 - (1) Land clearing.
 - (2) Earth-disturbing and earth-moving work.
 - (3) Blasting.
 - (4) Vandalism and sabotage.
 - c. Acts of God.

The maximum limitation for such strict liability damages shall not exceed one million dollars (\$1,000,000) for any one event, and any liability in excess of such amount shall be determined by the ordinary rules of negligence of the jurisdiction in which the damage or injury occurred.

This section shall not impose strict liability for damage or injury resulting primarily from an act of war or from the negligent acts or omissions of the United States.

- 5. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil, salt water, 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, salt water, or other pollutant, wherever found, shall be the responsibility of the holder, regardless of fault. Upon failure of the 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 the holder of any responsibility as provided herein.
- 6. All construction and maintenance activity will be confined to the authorized right-of-way width of 20 feet. If the pipeline route follows an existing road or buried pipeline right-of-way, the surface pipeline must be installed no farther than 10 feet from the edge of the road or buried pipeline right-of-way. If existing surface pipelines prevent this distance, the proposed surface pipeline must be installed immediately adjacent to the outer surface pipeline. All construction and maintenance activity will be confined to existing roads or right-of-ways.
- 7. No blading or clearing of any vegetation will be allowed unless approved in writing

by the Authorized Officer.

- 8. The holder shall install the pipeline on the surface in such a manner that will minimize suspension of the pipeline across low areas in the terrain. In hummocky of duney areas, the pipeline will be "snaked" around hummocks and dunes rather then suspended across these features.
- 9. The pipeline shall be buried with a minimum of 24 inches under all roads, "two-tracks," and trails. Burial of the pipe will continue for 20 feet on each side of each crossing. The condition of the road, upon completion of construction, shall be returned to at least its former state with no bumps or dips remaining in the road surface.
- 10. 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.
- 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. Excluding the pipe, all above-ground structures not subject to safety requirement shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color which simulates "Standard Environmental Colors" **Shale Green**, Munsell Soil Color No. 5Y 4/2; designated by the Rocky Mountain Five State Interagency Committee.
- 13. 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. Signs will be maintained in a legible condition for the life of the pipeline.
- 14. 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. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway.
- 15. 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 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.

- 16. 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, powerline 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.
- 17. Surface pipelines must be less than or equal to 4 inches and a working pressure below 125 psi.

C. ELECTRIC LINES

STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

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

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

- 1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42

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- U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
- 4. There will be no clearing or blading of the right-of-way unless otherwise agreed to in writing by the Authorized Officer.
- 5. Power lines shall be constructed and designed in accordance to standards outlined in "Suggested Practices for Avian Protection on Power lines: The State of the Art in 2006" Edison Electric Institute, APLIC, and the California Energy Commission 2006. The holder shall assume the burden and expense of proving that pole designs not shown in the above publication deter raptor perching, roosting, and nesting. Such proof shall be provided by a raptor expert approved by the Authorized Officer. The BLM reserves the right to require modification or additions to all powerline structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. Such modifications and/or additions shall be made by the holder without liability or expense to the United States.

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

- 6. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
- 7. The BLM serial number assigned to this authorization shall be posted in a permanent, conspicuous manner where the power line crosses roads and at all serviced facilities. Numbers will be at least two inches high and will be affixed to the pole nearest the road crossing and at the facilities served.
- 8. Upon cancellation, relinquishment, or expiration of this grant, the holder shall comply with those abandonment procedures as prescribed by the Authorized Officer.
- 9. All surface structures (poles, lines, transformers, etc.) shall be removed within 180 days of abandonment, relinquishment, or termination of use of the serviced facility or facilities or within 180 days of abandonment, relinquishment, cancellation, or expiration of this grant, whichever comes first. This will not apply where the power line extends service to an active, adjoining facility or facilities.

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

11. Special Stipulations:

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

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.

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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).

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

Seed Mixture 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. When broadcasting the seed, 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:

Plains bristlegrass (Setaria macrostachya)

Species	lb/ac	re
Plains lovegrass (Eragrostis intermedia)	0.5	
Sand dropseed (Sporobolus cryptandrus)	1.0	
Sideoats grama (Bouteloua curtipendula)	5.0	

2.0

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

^{*}Pounds of pure live seed:



NAME: Brian Wood

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



Signed on: 11/14/2017

Operator Certification

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

Title: President		
Street Address: 37 Verano Loop		
City: Santa Fe	State: NM	Zip: 87508
Phone: (505)466-8120		
Email address: afmss@permitswe	st.com	
Field Representative		
Representative Name:		
Street Address:		
City:	State:	Zip:
Phone:		
Email address:		

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



APD ID: 10400024599 Submission Date: 11/14/2017

Operator Name: PERCUSSION PETROLEUM OPERATING LLC

Well Name: SOUTH BOYD FEDERAL COM

Well Type: OIL WELL

Well Number: 21H

Well Work Type: Drill

Highlighted data reflects the most recent changes

Show Final Text

Section 1 - General

APD ID:

10400024599

Tie to previous NOS?

Submission Date: 11/14/2017

BLM Office: CARLSBAD

User: Brian Wood

Title: President

Federal/Indian APD: FED

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

Lease number: NMNM0504364B

Lease Acres: 480

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? NO

Permitting Agent? YES

APD Operator: PERCUSSION PETROLEUM OPERATING LLC

Operator letter of designation:

Operator Info

Operator Organization Name: PERCUSSION PETROLEUM OPERATING LLC

Operator Address: 919 Milam Street, Suite 2475

Operator PO Box:

Zip: 77002

Operator City: Houston

State: TX

Operator Phone: (713)589-2337

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: SOUTH BOYD FEDERAL COM

Well Number: 21H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: N SEVEN RIVERS Pool Name: GLORIETA YESO

Is the proposed well in an area containing other mineral resources? USEABLE WATER, NATURAL GAS, CO2, OIL

Well Name: SOUTH BOYD FEDERAL COM Well Number: 21H

Describe other minerals:

Well Class: HORIZONTAL

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

Type of Well Pad: MULTIPLE WELL

Multiple Well Pad Name: Number: 20H

SOUTH BOYD FEDERAL COM

Number of Legs: 1

Well Work Type: Drill

Well Type: OIL WELL
Describe Well Type:

Well sub-Type: INFILL

Describe sub-type:

Distance to town: 16 Miles

Distance to nearest well: 151 FT

Distance to lease line: 848 FT

Reservoir well spacing assigned acres Measurement: 160 Acres

Well plat:

SB_21H_Plat_20171114125607.pdf

Well work start Date: 01/02/2018

Duration: 30 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

Survey number: 7977

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD
SHL Leg #1	709	FNL	217 4	FEL	198	25E	34	Aliquot NWNE	32.62249 3	- 104.4709 86	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 050436 4B	353 3	0	0
KOP Leg #1	709	FNL	217 4	FEL	198	25E	34	Aliquot NWNE	32.62249 3	- 104.4709 86	EDD Y	l .	NEW MEXI CO	F	NMNM 050436 4B	149 4	205 0	203 9
PPP Leg #1	709	FNL	217 4	FEL	198	25E	34	Aliquot NWNE		- 104.4709 86	EDD Y	NEW MEXI CO	14-44	F		353 3	0	0

Well Name: SOUTH BOYD FEDERAL COM Well Number: 21H

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	12.2 5	9.625	NEW	API	N	0	1274	0	1268	3533		1274	J-55	36	STC	1.12 5	1.12 5	DRY	1.8	DRY	1.8
1	PRODUCTI ON	8.75	5.5	NEW	API	N	0	8142	o	2527	3533		8142	L-80		OTHER - BTC	1.12 5	1.12 5	DRY	1.8	DRY	1.8

Casing Attachments	
Casing ID: 1 String Type: SURFACE	
Inspection Document:	
Spec Document:	
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	
SB_21H_Casing_Design_Assumptions_20171114132518.pdf	
Casing ID: 2 String Type:PRODUCTION	
Inspection Document:	
Spec Document:	
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	

SB_21H_Casing_Design_Assumptions_20171114132547.pdf

Well Name: SOUTH BOYD FEDERAL COM Well Number: 21H

Section 4 - Cement

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	1274	635	1.32	14.8	838	100	Class C	2% CaCl + ¼ pound per sack celloflake

PRODUCTION	Lead	0	8142	495	1.97	12.6	975	50		6% gel + 5% salt + ¼ pound per sack celloflake + 0.2% C41-P
PRODUCTION	Tail	0	8142	1633	1.32	14.8	2155	50	1	2% CaCl + ¼ pound per sack celloflake

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: All necessary mud products (LCM) will be on site to handle any abnormal hole condition that may be encountered while drilling this well.

Describe the mud monitoring system utilized: An electronic/mechanical mud monitor with a minimum pit volume totalizer, stroke counter, and flow sensor will be used.

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	Hd	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	1274	OTHER : Fresh water/gel	8.4	9.2							
1274	2050	OTHER : Fresh water/cut brine	8.3	9.2							
2050	8142	OTHER : Cut brine	8.6	9.2							

Well Name: SOUTH BOYD FEDERAL COM Well Number: 21H

Section 6 - Test, Logging, Coring

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

A mud logger will be used from GL to TD. Samples will be collected every 10' in the lateral pay zone. No electric logs are planned at this time.

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

DS

Coring operation description for the well:

No core or drill stem test is planned.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 1097

Anticipated Surface Pressure: 541.05

Anticipated Bottom Hole Temperature(F): 108

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:

SB_21H_H2S_Plan_20171114132802.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

SB_21H_Horizontal_Drill_Plan_20171114132828.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

SB 21H General Drill Plan 20171220100851.pdf

SB_21H_Casing_Design_Contingency_Planv3_20171220100859.pdf

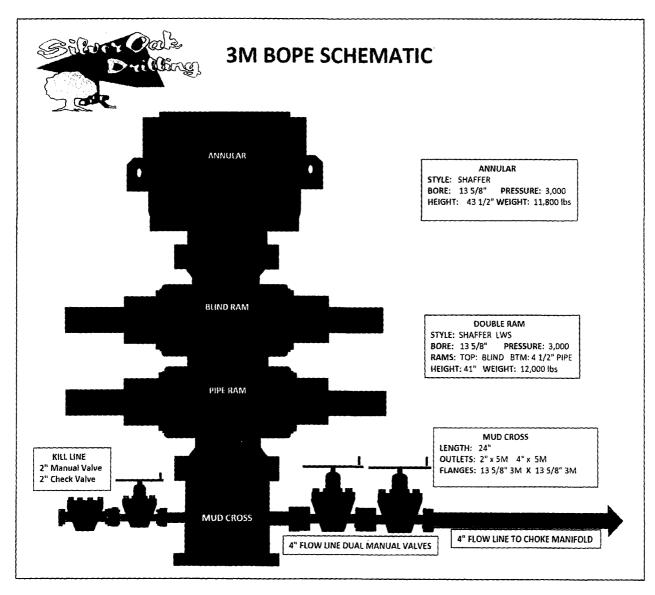
Other Variance attachment:

SB_21H_FTP_LTP Variance Request 20171220100906.pdf

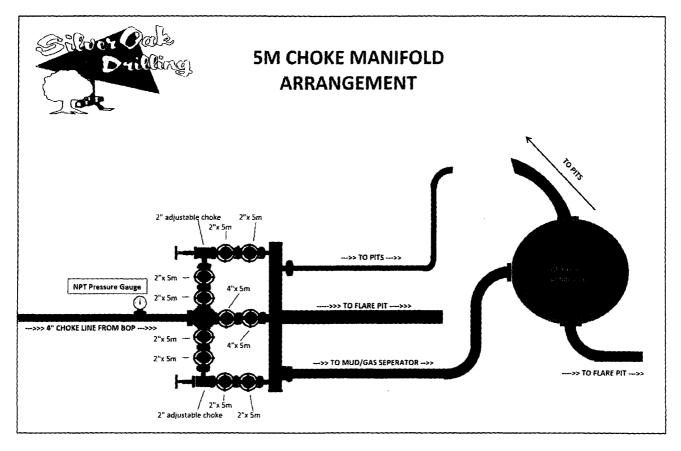


Nipple-Up

- a. Raise stack and center over the wellhead
- b. Install DSA and ring gaskets
- c. Lower stack onto DSA
- d. Torque DSA flange bolts in a star pattern to the specified torque
- e. Verify BOP is centered to the rotary table
- f. Install rotating head
- g. Install hydraulic lines to BOP
- h. Verify manifold line-up
- i. Test BOP & manifold







Pressure Testing

- a. All testing to be done with 3rd party testing crews
- b. All tests should be done for each BOP/Valve/Choke Manifold:
 - 1. Recorded for 10 minutes on low pressure (500 psi)
 - 2. Recorded for 10 minutes on high pressure (3000 psi)
 - 3. All BOP testing will be completed with a test plug in place in wellhead
- c. After BOP testing is complete, test casing (without test plug) to 2000 psi for 30 minutes
- d. Company representative to email all copies of all plots to Drilling Engineer as well as save in the well file.
- e. BOP's shall be function tested every day.

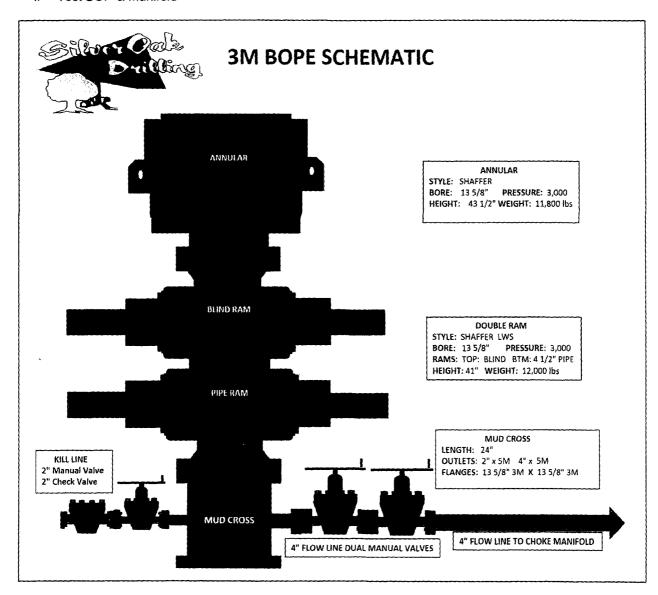
Gas Buster Operation

- a. Flow should be directed to pits unless choke is needed to control gas
- b. Adjustable choke to adjusted only by Percussion Rep on location
- c. Flare should remain burning (pilot lit) anytime fluid is going through gas buster
- d. Choke needs to be monitored to not overrun gas buster

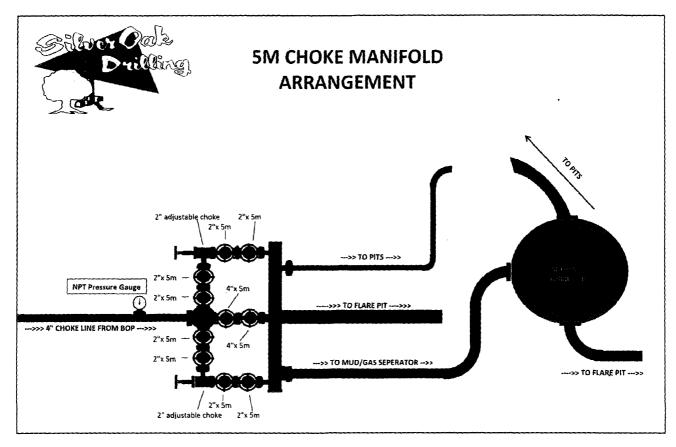


Nipple-Up

- a. Raise stack and center over the wellhead
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- c. Lower stack onto DSA
- d. Torque DSA flange bolts in a star pattern to the specified torque
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- d. Choke needs to be monitored to not overrun gas buster



Casing Design Criteria and Load Case Assumptions

Percussion Petroleum Operating, LLC. - South Boyd Federal Com Wells

- 1. Collapse: DF_C=1.125
 - a. Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.65 psi/ft). The effects of axial load on collapse will be considered.
 - b. Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and minimum mud gradient in which the casing will be run above that (0.65 psi/ft) and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft)
- 2. Burst: DF_B=1.125
 - a. Pressure Test: psi casing test with an external force equal to the mud gradient in which the casing will be run (0.65 psi/ft), which is a more conservative backup force than pore pressure.
 - b. Injection Down Casing: psi surface injection pressure plus an internal pressure gradient of 0.65 psi/ft with an external force equal to the mud gradient in which the casing will be run (0.65 psi/ft), which is a more conservative backup force than pore pressure.
- 3. Tensile: DF_T=1.8
 - a. Overpull: An overpull force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (8.5 ppg).

			S	urface	Casing Prog	ram			
Casing Size (in)	Weight (ppf)	Grade	Connection	ID	ID (drift)	Collapse (psi)	Burst (psi)	Tension (1,000 lbs)	Capacity (bbl/ft)
9-5/8"	36	J-55	STC	8.921	8.765	2,020	3,520	394	0.0773
1.5	Je 1733 12			Safe	ety Factors	tana sikalita			
	API Rec. SF	ACTUAL SF	Case		Externa	l Fluids		iternal Fluids	3
Collapse	1.125	3.30	Lost Circula	tion	Mι	ıd		None	
Burst	1.125	1.46	Plug Bum	р	Green Cen surf pre	4	Displa	cement Fluid	d/Mud
Tension	1.8	2.80	100 klbs Ove	erpull	Mı	ıd		Mud	

Buoyed Casing Weight: 40,798 lbs (assuming 8.4 ppg fluid and 1,300' casing-worst case scenario)

			Pro	duction	n Casing Pro	ogram				
Casing Size (in)	Weight (ppf)	Grade	Connection	lD	ID (drift)	Collapse (psi)	Burst (psi)	Tension (1,000 lbs)	Capacity (bbl/ft)	
5-1/2"	17	L-80	BTC	4.892	4.767	6,280	7,740	348	0.0232	
				Safe	ety Factors					
	API Rec. SF	ACTUAL SF	Case		Externa	l Fluids	lni	5		
Collapse	1.125	3.75	Lost Circula	tion	Μι	ıd		None		
Burst	1.125	2.47	Plug Bum	р	Green Cement + 2ksi surf pressure		Displacement Fluid/Mud			
Tension	1.8	2.29	100 klbs Ove	rpull	Mu	ıd		Mud		

Buoyed Casing Weight: 51,869 lbs (assuming 8.4 ppg fluid and 3,500' TVD-worst case scenario)



Casing Design Criteria and Load Case Assumptions

Percussion Petroleum Operating, LLC. - South Boyd Federal Com Wells

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			S	urface	Casing Prog	ram			
Casing Size (in)	Weight (ppf)	Grade	Connection	ID	ID (drift)	Collapse (psi)	Burst (psi)	Tension (1,000 lbs)	Capacity (bbl/ft)
9-5/8"	36	J-55	STC	8.921	8.765	2,020	3,520	394	0.0773
15 gr 4 70		Also Service		Saf	ety Factors		เลือง อาซอเรียกใช้เกรียก	20.60年1月1日	
	API Rec. SF	ACTUAL SF	Case		Externa	l Fluids	lr	nternal Fluids	6
Collapse	1.125	3.30	Lost Circula	tion	Mı	ıd		None	
Burst	1.125	1.46	Plug Bum	р	Green Cem surf pre	*	Displa	cement Fluid	d/Mud
Tension	1.8	2.80	100 klbs Ove	rpull	Mu	ıd		Mud	

Buoyed Casing Weight: 40,798 lbs (assuming 8.4 ppg fluid and 1,300' casing-worst case scenario)

			Pro	oductio	n Casing Pro	ogram			
Casing Size (in)	Weight (ppf)	Grade	Connection	ID	ID (drift)	Collapse (psi)	Burst (psi)	Tension (1,000 lbs)	Capacity (bbl/ft)
5-1/2"	17	L-80	BTC	4.892	4.767	6,280	7,740	348	0.0232
				Safe	ety Factors				. <
	API Rec. SF	ACTUAL SF	Case		External	Fluids	In	ternal Fluids	
Collapse	1.125	3.75	Lost Circula	tion	Mu	d		None	
Burst	1.125	2.47	Plug Bum	р	Green Cement + 2ksi surf pressure		Displacement Fluid/Mud		
Tension	1.8	2.29	100 klbs Ove	rpull	Mu	d		Mud	

Buoyed Casing Weight: 51,869 lbs (assuming 8.4 ppg fluid and 3,500' TVD-worst case scenario)



Hydrogen Sulfide Drilling Operations Plan

Percussion Petroleum Operating, LLC.

- 1. H₂S Safety Instructions to the following:
 - Characteristics of H₂S.
 - Physical effects and hazards.
 - Principal and operation of H₂S detectors, warning system and briefing areas.
 - Evacuation procedures, routes and First Aid.
 - Proper use of safety equipment and life support systems.
 - Essential personnel meeting medical evaluation criteria will receive additional training on the proper use of 30 min pressure demand air packs.
- 2. H₂S Detection & Alarm Systems:
 - H₂S sensor/detectors to be located on the drilling rig floor, in the base of the sub structure/cellar area, on the mud returns pits by the shale shaker. Additional H₂S monitors may be placed as deemed necessary.
 - An audio alarm system will be installed on the derrick, the floor, and in the doghouse.
- 3. Windsocks and Wind Streamers:
 - Windsocks at mud pit area should be high enough to be visible.
 - Windsock on the rig floor/top of doghouse should be high enough to be visible.
- 4. Condition Flags & Signs:
 - Warning sign on access road to location
 - Flags to be displayed on sign at entrance to location
 - i. Green Flag Normal Safe Operation Condition
 - ii. Yellow Flag Potential Pressure and Danger
 - iii. Red Flag Danger (H₂S present in dangerous concentrations) Only H₂S trained personnel admitted on location
- 5. Well Control Equipment:
 - See attached APD
- 6. Communications:
 - While working under masks, chalkboards will be used for communications
 - Hand signals will be used where chalk board is inappropriate
 - Two way radio will be used to communicate off location in case of emergency help is required. In most cases cellular telephones will be available at drilling foreman's trailer or living quarters.
- 7. Drilling Stem Testing:
 - No Drill Stem Tests or hole coring is planned at this time.
- 8. Drilling contractor supervisor will be required to be familiar with the effects H₂S has on tubular goods and other mechanical equipment.
- 9. If H2S is encountered, mud system will be altered if necessary to maintain control of formation. A mud gas separator will be brought into service along with H2S scavenger chemicals if necessary.



10. Emergency Contacts:

Emergency Contact Information - H2S Contingency Plan								
recussion Petroleum Operating, LLC 713-518-1331								
Key Parties at Percussion Petroleum		Office	Mobile	Email				
Lelan J Anders	Vice President of Operations	713-429-1291	281-908-1752	Lelan@PercussionPetroleum.com				
Lupe Carrillo	Chief Operating Officer	713-589-9509	832-776-1869	Lupe@PercussionPetroleum.com				
John H. Campbell III	Chief Executive Officer	713-589-4683	936-718-6488	John@PercussionPetroleum.com				

Artesia, New Mexico:	
Ambulance	911
State Police	575-746-2703
City Police	575-746-2703
Sheriff's Office	575-746-9888
Fire Department	575-746-2701
Local Emergency Planning Committee	575-746-2122
New Mexico Oil Conservation Division	575-748-1283

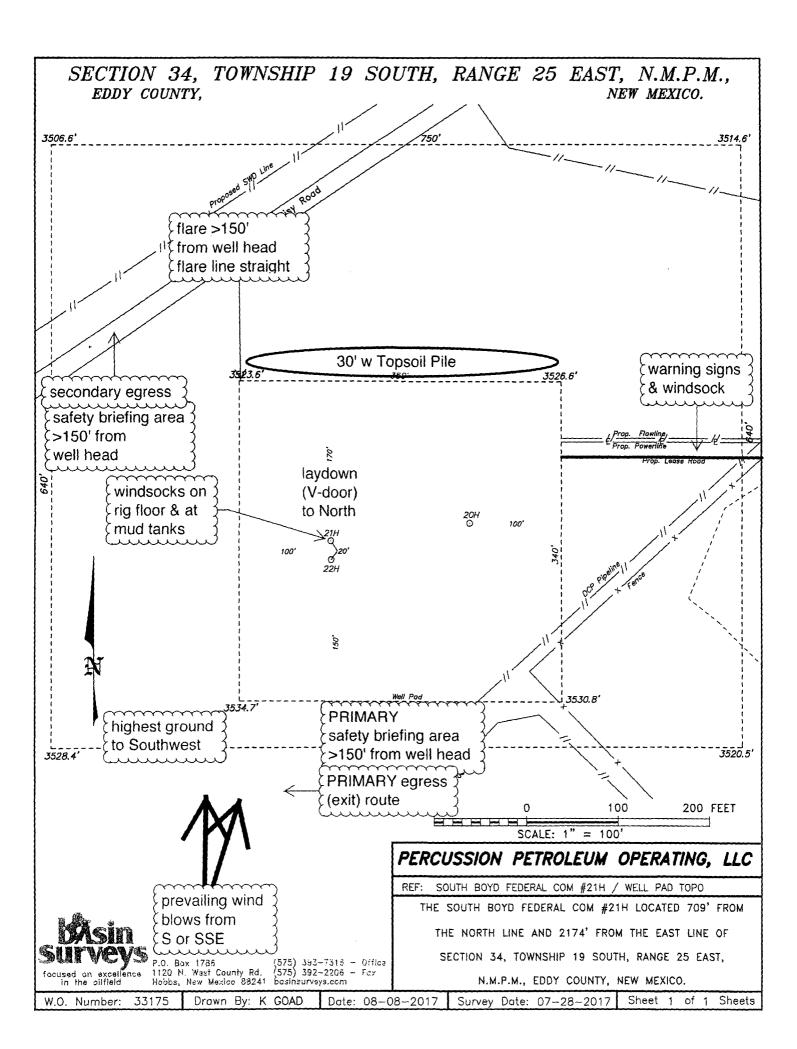
Carlsbad, New Mexico:						
Ambulance	911					
State Police	575-885-3137					
City Police	575-885-2111					
Sheriff's Office	575-887-7551					
Fire Department	575-887-3798					
Local Emergency Planning Committee	575-887-6544					
New Mexico Oil Conservation Division	575-887-6544					

Santa Fe, New Mexico:	
New Mexico Emergency Response Commission	505-476-9600
New Mexico Emergency Response Commission (24 hr)	505-827-9126
New Mexico State Emergency Operations Center	505-476-9635

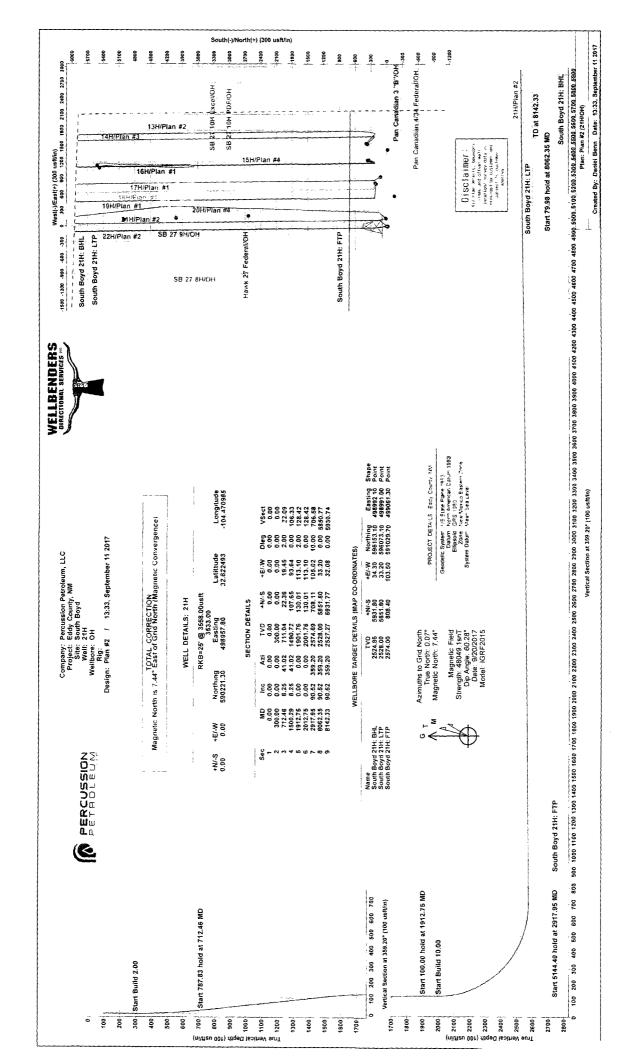
Federal Contacts:					
Carlsbad BLM Office	575-234-5972				
National Emergency Response Center (Washington, DC)	800-424-8802				

Medical:	
Flight for Life - Lubbock, TX	806-743-9911
AeroCare - Lubbock, TX	806-747-8923
Med Flight Air Ambulance - Albuquerque, NM	505-842-4433
SB Air Med Service - Albuquerque, NM	505-842-4949

Well Control/Other:	
Wild Well Control	281-784-4700
Boots & Coots IWC	800-256-9688
B.J. Services	575-746-3569
Halliburton	575-746-2757



Percussion Petroleum Operating LLC Section 34, Township 19S, Range 25E Eddy County, New Mexico Prepared by Permits West, Inc., September 11, 2017 for Percussion Petroleum Operating LLC NAD 1983 New Mexico State Plane East FIPS 3001 Feet Surface Hole Location South Boyd Fed Com #21H H₂S Contingency Plan: 2 Mile Radius Map PUBLISHEN BENT 1:27,000 0.5 0.25





Planning Report



Database:

WBDS_SQL_2

Company:

Percussion Petroleum, LLC

Project:

Eddy County, NM

Site:

South Boyd

Well: Wellbore: 21H OH

Local Co-ordinate Reference:

Well 21H

Grid

TVD Reference: MD Reference:

RKB=25' @ 3558.00usft RKB=25' @ 3558.00usft

North Reference:

Survey Calculation Method:

Minimum Curvature

Design:

Plan #2

Project

Eddy County, NM

Map System:

US State Plane 1983

Geo Datum: Map Zone:

North American Datum 1983 New Mexico Eastern Zone

System Datum:

Mean Sea Level

Site

South Boyd

Site Position:

Northing:

596,083.74 usft

Latitude:

32.638611

From:

Lat/Long

Easting:

500,025.61 usft

Longitude:

-104.467541

Position Uncertainty:

0.00 usft

Slot Radius:

13.200 in

Grid Convergence:

-0.07 °

Well

21H

Well Position

+N/-S

-5.862.44 usft

Northing:

590,221,30 usft

Latitude:

32.622493

+E/-W **Position Uncertainty**

-1,067.81 usft 0.00 usft Easting: Wellhead Elevation: 498,957.80 usft

Longitude: Ground Level:

-104.470986 3,533.00 usft

Wellbore

Magnetics

OH

Model Name

Sample Date

Declination (°)

Dip Angle (°)

Field Strength

(nT)

IGRF2015

9/20/2017

7.37

60.28

48,049.11269986

Design

Plan #2

Audit Notes:

Version:

Phase:

PLAN

Tie On Depth:

0.00

Vertical Section:

Depth From (TVD)

0.00

+N/-S

+E/-W

(usft)

(usft) 0.00

(usft) 0.00

Direction (°)

359.20

Plan Survey Tool Program Depth From

(usft)

Depth To (usft)

Date 9/11/2017 Survey (Wellbore)

Tool Name

Remarks

0.00

8,142.33 Plan#2 (OH)

MWD+IGRF

OWSG MWD + IGRF or WA

Plan Sections

Measured Depth	Inclination Azimuth		Vertical Depth	+N/-S	+E/-W	Dogleg Rate	Build Rate	Turn Rate	TFO		
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(°/100ft)	(°/100ft)	(°/100ft)	(°)	Target	
0.00	0.00	0.00	0.00	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		
712.46	8.25	41.02	711.04	22.36	19.45	2.00	2.00	0.00	41.02		
1,500.29	8.25	41.02	1,490.72	107.65	93.64	0.00	0.00	0.00	0.00		
1,912.75	0.00	0.00	1,901.76	130.01	113.10	2.00	-2.00	0.00	180.00		
2,012.75	0.00	0.00	2,001.76	130.01	113.10	0.00	0.00	0.00	0.00		
2,917.95	90.52	359.20	2,574.69	708.11	105.02	10.00	10.00	0.00	0.00		
8,062.35	90.52	359.20	2,528.00	5,851.80	33.20	0.00	0.00	0.00	0.00	South Boyd 21H: L	
8.142.33	90.52	359.20	2,527.27	5.931.77	32.08	0.00	0.00	0.00	0.00	South Boyd 21H: B	



Planning Report



Database:

Company:

WBDS_SQL_2 Percussion Petroleum, LLC

Project: Site:

Eddy County, NM South Boyd

Well:

21H

Wellbore: Design:

ОН Plan #2 Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference: Survey Calculation Method: Well 21H

RKB=25' @ 3558.00usft RKB=25' @ 3558.00usft

Grid

Minimum Curvature

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
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	2.00	41.02	399.98	1.32	1.15	1.30	2.00	2.00	0.00
500.00	4.00	41.02	499.84	5.27	4.58	5.20	2.00	2.00	0.00
600.00	6.00	41.02	599.45	11.84	10.30	11.70	2.00	2.00	0.00
700.00	8.00	41.02	698.70	21.04	18.30	20.78	2.00	2.00	0.00
712.46	8.25	41.02	711.04	22.36	19.45	22.09	2.00	2.00	0.00
800.00	8.25	41.02	797.67	31.84	27.70	31.45	0.00	0.00	0.00
900.00	8.25	41.02	896.64	42.67	37.11	42.14	0.00	0.00	0.00
1,000.00	8.25	41.02	995.60	53.49	46.53	52.84	0.00	0.00	0.00
1,100.00	8.25	41.02	1,094.57	64.32	55.95	63.53	0.00	0.00	0.00
1,200.00	8.25	41.02	1,193.53	75.14	65.36	74.22	0.00	0.00	0.00
1,300.00	8.25	41.02	1,292.50	85.97	74.78	84.91	0.00	0.00	0.00
1,400.00	8.25	41.02	1,391.46	96.79	84.20	95.61	0.00	0.00	0.00
1,500.29	8.25	41.02	1,490.72	107.65	93.64	106.33	0.00	0.00	0.00
1,600.00	6.26	41.02	1,589.62	117 15	101.90	115.71	2.00	-2.00	0.00
1,700.00	4.26	41.02	1,689.20	124.06	107.91	122.54	2.00	-2.00	0.00
1,800.00	2.26	41.02	1,789.03	128.34	111.64	126.77	2.00	-2.00	0.00
1,900.00 1,912.75 2,000.00 2,012.75 2,050.00	0.26 0.00 0.00 0.00 3.72	41.02 0.00 0.00 0.00 0.00 359.20	1,889.00 1,901.76 1,989.00 2,001.76 2,038.98	129.99 130.01 130.01 130.01 131.22	113.08 113.10 113.10 113.10 113.08	128.40 128.42 128.42 128.42 129.63	2.00 2.00 0.00 0.00 10.00	-2.00 -2.00 0.00 0.00 10.00	0.00 0.00 0.00 0.00 0.00
2,100.00	8.72	359.20	2,088.66	136.64	113.00	135.05	10.00	10.00	0.00
2,150.00	13.72	359.20	2,137.69	146.37	112.87	144.78	10.00	10.00	0.00
2,200.00	18.72	359.20	2,185.69	160.34	112.67	158.75	10.00	10.00	0.00
2,250.00	23.72	359.20	2,232.28	178.43	112.42	176.84	10.00	10.00	0.00
2,300.00	28.72	359.20	2,277.12	200.51	112.11	198.93	10.00	10.00	0.00
2,350.00	33.72	359.20	2,319.86	226.42	111.75	224.84	10.00	10.00	0.00
2,400.00	38.72	359.20	2,360.18	255.96	111.34	254.38	10.00	10.00	0.00
2,450.00	43.72	359.20	2,397.78	288.90	110.88	287.32	10.00	10.00	0.00
2,500.00	48.72	359.20	2,432.36	324.98	110.37	323.41	10.00	10.00	0.00
2,550.00	53.72	359.20	2,463.66	363.95	109.83	362.38	10.00	10.00	0.00
2,600.00	58.72	359.20	2,491.45	405.49	109.25	403.93	10.00	10.00	0.00
2,650.00	63.72	359.20	2,515.51	449.30	108.64	447.74	10.00	10.00	0.00
2,700.00	68.72	359.20	2,535.66	495.04	108.00	493.48	10.00	10.00	0.00
2,750.00	73.72	359.20	2,551.75	542.36	107.34	540.81	10.00	10.00	0.00
2,800.00	78.72	359.20	2,563.65	590.90	106.66	589.35	10.00	10.00	0.00
2,850.00	83.72	359.20	2,571.28	640.29	105.97	638.75	10.00	10.00	0.00
2,900.00	88.72	359.20	2,574.57	690.16	105.27	688.63	10.00	10.00	0.00
2,917.95	90.52	359.20	2,574.69	708.11	105.02	706.58	10.00	10.00	0.00
3,000.00	90.52	359.20	2,573.94	790.15	103.88	788.62	0.00	0.00	0.00
3,100.00	90.52	359.20	2,573.04	890.14	102.48	888.62	0.00	0.00	0.00
3,200.00	90.52	359.20	2,572.13	990.12	101.09	988.61	0.00	0.00	0.00
3,300.00	90.52	359.20	2,571.22	1,090.11	99.69	1,088.61	0.00	0.00	0.00
3,400.00	90.52	359.20	2,570.31	1,190.09	98.29	1,188.61	0.00	0.00	0.00
3,500.00	90.52	359.20	2,569.41	1,290.08	96.90	1,288.60	0.00	0.00	0.00
3,600.00	90.52	359.20	2,568.50	1,390.07	95.50	1,388.60	0.00	0.00	0.00
3,700.00	90.52	359.20	2,567.59	1,490.05	94.11	1,488.59	0.00	0.00	0.00
3,800.00	90.52	359.20	2,566.68	1,590.04	92.71	1,588.59	0.00	0.00	0.00
3,900.00	90.52	359.20	2,565.78	1,690.02	91.31	1,688.59	0.00	0.00	0.00
4,000.00	90.52	359.20	2,564.87	1,790.01	89.92	1,788.58	0.00	0.00	0.00



Planning Report



Database: Company:

WBDS_SQL_2 Percussion Petroleum, LLC

Project: Site:

Eddy County, NM

Well:

South Boyd 21H ОН

Wellbore: Design:

Plan #2

Local Co-ordinate Reference:

TVD Reference:

MD Reference: North Reference:

Survey Calculation Method:

Well 21H

RKB=25' @ 3558.00usft RKB=25' @ 3558.00usft

Grid

Minimum Curvature

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
4,100.00	90.52	359.20	2,563.96	1,890.00	88.52	1,888.58	0.00	0.00	0.00
4,200.00	90.52	359.20	2,563.05	1,989.98	87.12	1,988.57	0.00	0.00	0.00
4,300.00	90.52	359.20	2,562.15	2,089.97	85.73	2,088.57	0.00	0.00	0.00
4,400.00	90.52	359.20	2,561.24	2,189.96	84.33	2,188.56	0.00	0.00	0.00
4,500.00	90.52	359.20	2,560.33	2,289.94	82.94	2,288.56	0.00	0.00	0.00
4,600.00	90.52	359.20	2,559.42	2,389.93	81.54	2,388.56	0.00	0.00	0.00
4,700.00	90.52	359.20	2,558.52	2,489.91	80.14	2,488.55	0.00	0.00	0.00
4,800.00	90.52	359.20	2,557.61	2,589.90	78.75	2,588.55	0.00	0.00	0.00
4,900.00	90.52	359.20	2,556.70	2,689.89	77.35	2,688.54	0.00	0.00	0.00
5,000.00	90.52	359.20	2,555.79	2,789.87	75.96	2,788.54	0.00	0.00	0.00
5,100.00	90.52	359.20	2,554.89	2,889.86	74.56	2,888.54	0.00	0.00	0.00
5,200.00	90.52	359.20	2,553.98	2,989.84	73.16	2,988.53	0.00	0.00	0.00
5,300.00	90.52	359.20	2,553.07	3,089.83	71.77	3,088.53	0.00	0.00	0.00
5,400.00	90.52	359.20	2,552.16	3,189.82	70.37	3,188.52	0.00	0.00	0.00
5,500.00	90.52	359.20	2,551.25	3,289.80	68.97	3,288.52	0.00	0.00	0.00
5,600.00	90.52	359.20	2,550.35	3,389.79	67.58	3,388.52	0.00	0.00	0.00
5,700.00	90.52	359.20	2,549.44	3,489.78	66.18	3,488.51	0.00	0.00	0.00
5,800.00	90.52	359.20	2,548.53	3,589.76	64.79	3,588.51	0.00	0.00	0.00
5,900.00	90.52	359.20	2,547.62	3,689.75	63.39	3,688.50	0.00	0.00	0.00
6,000.00	90.52	359.20	2,546.72	3,789.73	61.99	3,788.50	0.00	0.00	0.00
6,100.00	90.52	359.20	2,545.81	3,889.72	60.60	3,888.49	0.00	0.00	0.00
6,200.00	90.52	359.20	2,544.90	3,989.71	59.20	3,988.49	0.00	0.00	0.00
6,300.00	90.52	359.20	2,543.99	4,089.69	57.81	4,088.49	0.00	0.00	0.00
6,400.00	90.52	359.20	2,543.09	4,189.68	56.41	4,188.48	0.00	0.00	0.00
6,500.00	90.52	359.20	2,542.18	4,289.66	55.01	4,288.48	0.00	0.00	0.00
6,600.00	90.52	359.20	2,541.27	4,389.65	53.62	4,388.47	0.00	0.00	0.00
6,700.00	90.52	359.20	2,540.36	4,489 64	52.22	4,488.47	0.00	0.00	0.00
6,800.00	90.52	359.20	2,539.46	4,589.62	50.82	4,588.47	0.00	0.00	0.00
6,900.00	90.52	359.20	2,538.55	4,689.61	49.43	4,688.46	0.00	0.00	0.00
7,000.00	90.52	359.20	2,537.64	4,789.60	48.03	4,788.46	0.00	0.00	0.00
7,100.00	90.52	359.20	2,536.73	4,889.58	46.64	4,888.45	0.00	0.00	0.00
7,200.00	90.52	359.20	2,535.83	4,989.57	45.24	4,988.45	0.00	0.00	0.00
7,300.00	90.52	359.20	2,534.92	5,089.55	43.84	5,088.45	0.00	0.00	0.00
7,400.00	90.52	359.20	2,534.01	5,189.54	42.45	5,188.44	0.00	0.00	0.00
7,500.00	90.52	359.20	2,533.10	5,289.53	41.05	5,288.44	0.00	0.00	0.00
7,600.00	90.52	359.20	2,532.20	5,389.51	39.66	5,388.43	0.00	0.00	0.00
7,700.00	90.52	359.20	2,531.29	5,489.50	38.26	5,488.43	0.00	0.00	0.00
7,800.00	90.52	359.20	2,530.38	5,589.48	36.86	5,588.42	0.00	0.00	0.00
7,900.00	90.52	359.20	2,529.47	5,689.47	35.47	5,688.42	0.00	0.00	0.00
8,000.00	90.52	359.20	2,528.57	5,789.46	34.07	5,788.42	0.00	0.00	0.00
8,062.35	90.52	359.20	2,528.00	5,851.80	33.20	5,850.77	0.00	0.00	0.00
8,100.00 8,142.33	90.52 90.52	359.20 359.20	2,527.66 2,527.27	5,889.44 5,931.77	32.67 32.08	5,888.41 5,930.74	0.00	0.00	0.00 0.00



Planning Report



Database:

Company:

WBDS_SQL_2 Percussion Petroleum, LLC

Project:

Eddy County, NM

Site:

South Boyd

Well:

21H ОН

Wellbore: Design:

Plan #2

Local Co-ordinate Reference:

Well 21H

TVD Reference:

RKB=25' @ 3558.00usft RKB=25' @ 3558.00usft

MD Reference: North Reference:

Grid

Survey Calculation Method:

Minimum Curvature

Design Targets

Target Name

) (- hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude	
S	outh Boyd 21H: BHL - plan misses targo - Point	0.00 et center by		2,524.86 8142.33us	5,931.80 ft MD (2527.2	34.30 27 TVD, 593	596,153.10 1.77 N, 32.08 E)	498,992.10	32.638798	-104.470899	
S	outh Boyd 21H: LTP - plan hits target o - Point	0.00 enter	360.00	2,528.00	5,851.80	33.20	596,073.10	498,991.00	32.638578	-104.470902	
S	outh Boyd 21H: FTP - plan misses targ - Point			2,574.00 3018.25us	808.40 ft MD (2573.7	103.50 78 TVD, 808	591,029.70 .40 N, 103.62 E)	499,061.30	32.624716	-104.470653	



Percussion Petroleum, LLC

Eddy County, NM South Boyd 21H

OH Plan #2

Anticollision Report

11 September, 2017





Anticollision Report



Company: Project:

Percussion Petroleum, LLC

Eddy County, NM Reference Site:

Site Error:

South Boyd 0.00 usft

Reference Well: Well Error:

Reference Design:

21H 0.00 usft Reference Wellbore OH

Plan #2

Local Co-ordinate Reference:

TVD Reference: MD Reference:

RKB=25' @ 3558.00usft RKB=25' @ 3558.00usft

North Reference:

Survey Calculation Method:

Minimum Curvature 2.00 sigma

Well 21H

Output errors are at

Database:

WBDS_SQL_2

Offset TVD Reference:

Reference Datum

Reference

Plan #2

Filter type:

NO GLOBAL FILTER: Using user defined selection & filtering criteria

Interpolation Method: MD Interval 100.00usft

Depth Range: Results Limited by:

0.00 to 8,142.33usft

Maximum separation factor of 20.00

2.00 Sigma

Error Model: **ISCWSA**

Scan Method: Error Surface: Closest Approach 3D

Pedal Curve

Warning Levels Evaluated at:

Casing Method:

Not applied

Survey Tool Program

Date 9/11/2017

From (usft) To

(usft)

Survey (Wellbore)

Tool Name

Description

MWD+IGRF 8,142.33 Plan #2 (OH) 0.00

OWSG MWD + IGRF or WMM

	Reference	Offset	Dista	nce		
Site Name Offset Well - Wellbore - Design	Measured Depth (usft)	Measured Depth (usft)	Between Centres (usft)	Between Ellipses (usft)	Separation Factor	Warning
South Boyd	(00.0)	(00111	(4010)	(==::/		
13H - OH - Plan #2	4,700.00	4,947.63	1,717.64	1,628,84	19.344	CC
13H - OH - Plan #2	8,100.00	8,306.46	1,722.71	1,508.08		ES, SF
14H - OH - Plan #3	4,400.00	4,341.56	1,573.50	1,494.08	19.813	,
14H - OH - Plan #3	8,100.00	8,005.80	1,574.88	1,355.57		ES, SF
15H - OH - Plan #4	3,800.00	3,903.27	1,088.94	1,032.02	19.130	
15H - OH - Plan #4	8,100.00	8,184.95	1,093.12	876.78		ES, SF
16H - OH - Plan #1	3,900.00	4,106.96	1,116.43	1,057.38	18.908	
16H - OH - Plan #1	8,100.00	8,295,36	1,125.22	914.11	5.330	ES, SF
17H - OH - Plan #1	3,200.00	3,277.33	767.94	729.51	19.983	
17H - OH - Plan #1	8,100.00	8,177.31	773.50	556.35	3.562	ES, SF
18H - OH - Plan #1	3,000.00	2,892.26	584.79	553.75	18.838	cc
18H - OH - Plan #1	8,100.00	7,992.65	586.99	365.15	2.646	ES, SF
19H - OH - Plan #1	3,000.00	3,186.24	511.88	484.70	18.831	CC
19H - OH - Plan #1	8,100.00	8,296.76	530.76	345.86	2.871	ES, SF
20H - OH - Plan #4	1,567.60	1,553.83	136.07	125.26	12.579	CC
20H - OH - Plan #4	8,100.00	8,272.47	235.85	81.89	1.532	ES, SF
22H - OH - Plan #2	508.67	510.94	18.94	16.36	7.330	CC, ES
22H - OH - Plan #2	8,100.00	8,293.07	332.76	206.85	2.643	SF
Hawk 27 Federal - OH - OH	4,844.78	2,465.20	114.32	22.16	1.240	Level 2, CC, ES, SF
Pan Canadian 3 "B" - OH - OH						Out of range
Pan Canadian 4/34 Federal - OH - OH	1,988.61	1,953.61	531.02	491.42	13.409	CC
Pan Canadian 4/34 Federal - OH - OH	2,000.00	1,965.00	531.05	491.21	13.331	ES
Pan Canadian 4/34 Federal - OH - OH	2,300.00	2,253.12	571 70	525.43	12.357	SF
SB 27 10H Excel - OH - OH	6,139.03	3,859.28	1,035.72	931.03	9.894	CC, ES
SB 27 10H Excel - OH - OH	6,300.00	3,746.80	1,040.25	934.65	9.851	SF
SB 27 10H PDF - OH - OH	6,185.03	3,859.28	1,083.96	978.40	10.268	CC
SB 27 10H PDF - OH - OH	6,200.00	3,850.21	1,084.00	978.32	10.257	ES
SB 27 10H PDF - OH - OH	6,300.00	3,788.21	1,086.31	979.91	10.210	SF
SB 27 8H - OH - OH	6,226.81	2,447.27	119.07	33.62	1.393	Level 3, CC, ES, SF
SB 27 9H - OH - OH	7,216.61	2,442.59	95.70	-8.18		Level 1, CC, ES, SF



Anticollision Report



Company:

Percussion Petroleum, LLC

Project:

Eddy County, NM

Reference Site: Site Error:

South Boyd 0.00 usft

Reference Well: Well Error:

21H 0.00 usft

Reference Wellbore OH Reference Design: Plan #2

Local Co-ordinate Reference:

Well 21H TVD Reference:

MD Reference:

RKB=25' @ 3558.00usft RKB=25' @ 3558.00usft

North Reference:

Survey Calculation Method:

Output errors are at Database:

2.00 sigma WBDS_SQL_2

Grid

Offset TVD Reference:

Reference Datum

Minimum Curvature

gram: 0-M ince Vertical Depth (usft) 2,558.52	WD+IGRF Offs Measured Depth	et Vertical	-	- Avic								Offset Well Error:	0 00 usfi
Vertical Depth (usft)	Measured Depth		-	Avie								Citable Frei Error.	2 33 23,
Depth (usft)	Depth	Vertical		Semi Major Axis		Distance							
2.558.52	(usft)	Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbo +N/-S (usft)	re Centre +E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning	
	4,947.63	2,903.90	48.18	42.63	101.60	2,514.31	1,762.52	1,717 64	1,628.84	88.80	19.344 0	c	
2,557.61	5,047.63	2,903.72	50.07	44.50	101.62	2,614.30	1,761.11	1,717.77	1,625.29	92.48	18.574		
2,556.70	5.147.63	2,903.54	51.96	46,36	101.65	2,714.29	1,759.69	1,717.90	1,621.73	96.17	17.863		
2,555.79	5,247.52	2,903.36	53.85	48.23	101.67	2,814.28	1,758.28	1,718.03	1,618.16	99.87	17.203		
2,554.89	5,347.62	2,903.18	55 74	50.10	101.70	2,914.26	1,756.87	1,718 16	1,614 59	103.57	16.590		
2,553.98	5,447.62	2,903.00	57.63	51.98	101.72	3,014.25	1,755,46	1,718.29	1,611.02	107.27	16.018		
2,553.07	5,547 62	2,902.82	59 53	53.86	101.74	3,114.24	1,754.04	1,718.42	1,607.44	110.98	15.484		
2,552 16	5,647 61	2,902.64	61 43	55 74	101 77	3,214.22	1,752.63	1,718.55	1,603,86	114.69	14.985		
2,551.25	5,747.61	2,902.46	63.33	57.63	101.79	3.314.21	1,751.22	1,718.69	1,600.28	118.40	14.516	,	
2,550.35	5,847 61	2,902.28	65.23	59.51	101.81	3,414.20	1,749.80	1,718.82	1,596.70	122 12	14.075		
2,549.44	5,947.61	2,902.10	67.13	61.40	101.84	3,514.19	1,748.39	1,718.95	1,593.12	125.83	13.660		
2,548.53	6,047.60	2.901.92	69.03	63.29	101.86	3,614 17	1,746.98	1,719.08	1,589.53	129 55	13.269		
2,547.62	6,147.60	2.901.74	70.93	65.19	101.89	3,714.16	1,745.56	1,719.22	1,585.94	133,27	12.900		
2,546.72	6,247.60	2,901.56	72 83	67.08	101.91	3,814.15	1,744.15	1,719.35	1,582.35	137.00	12.550		
2,545.81	6,347.60	2,901.38	74.74	68.97	101.93	3,914.13	1,742 74	1,719.48	1,578.76	140.72	12.219		
2,544.90	6,447.59	2,901.20	76.64	70.87	101.96	4,014 12	1,741.32	1,719.62	1,575.17	144.45	11.905		
2,543.99	6,547.59	2,901.02	78.55	72 77	101.98	4,114 11	1,739.91			148.17	11.606		
2,543.09						4,214.10			1.567.99		11.323		
						4,314.08		1,720.02	1,564.39	155.63	11.052		
						4,414.07			1,560.80	159.35			
2,540.36	6,947.58	2,900.30	86.18	80.37	102.08	4,514.06	1.734.26	1.720.29	1.557.21	163.08	10.549		
2,539.46	7,047.58	2,900.12	90 88	82.27	102.10	4,614.04	1,732.85	1,720.43	1,553.61	166.81	10.313		
2.538.55	7.147.57	2,899.94	89 99	84.17	102.12	4,714.03	1,731.43	1,720.56	1,550.02	170.54	10.089		
2,537.64	7,247.57	2.899.76	91.90	86.07	102.15	4,814.02	1,730.02	1,720.70	1,545.43	174.27	9.874		
2,536.73	7,347.57	2,899.58	93.81	87.98	102.17	4,914.01	1.728.61	1,720.84	1,542.83	178.00	9.667		
2,535.83	7,447.57	2,899.40	95.72	89.88	102.20	5,013.99	1,727 19	1,720.97	1,539.24	181 74	9.470		
2,534.92	7,547.56	2,899.22	97.63	91.79	102.22	5,113.98	1,725.78		1,535.64	185.47	9.280		
2,534 01	7,647.56	2,899.04	99.54	93.69	102.24	5,213.97	1,724.37	1,721.25	1,532.05	189.20	9.098		
2,533.10	7,747.56	2,898 86	101.45	95.60	102.27	5,313.96	1,722.95	1,721.39	1,528.46	192.93	8.922		
2.532.20	7,847.56	2,898.68	103.36	97.51	102.29	5.413.94	1,721.54		1,524.86	195.66	8.754		
2,531.29	7,947.55	2,898.50	105.28	99.41	102 31	5,513.93	1,720 13	1,721.66	1,521.27	200.39	8.591		
2,530.38	8,047.55	2,898.32	107.19	101 32	102.34	5.613 92	1,718.71	1,721.80	1,517.68	204.12	8.435		
2,529.47	8 147.55	2,898.14	109.10	103.23	102.36	5,713.90	1,717.30	1,721.94	1,514.09	207.86	8.284		
2,528.57	8,247.55	2,897.96	111.01	105.14	102.39	5,813.89	1,715.89	1,722.08	1,510.49	211 59	8.139		
2,528.57	8,247.55	2,897.96	111 01	105.14	102.39	5,813 89	1,715.89	1,722.08	1,510.49	211 59	8.139		
2,527.66	8,305.46	2,897.85	112 92	106.26	102.40	5,872.80	1,715.06	1,722.71	1,508.08	214.63	8.026 E	S SF	
	2,555.79 2,554.89 2,553.98 2,553.07 2,552.16 2,551.25 2,550.35 2,549.44 2,548.53 2,547.62 2,546.72 2,548.99 2,542.18 2,544.90 2,543.99 2,542.18 2,541.27 2,540.36 2,539.46 2,539.46 2,539.46 2,539.46 2,539.46 2,539.46 2,539.46 2,539.46 2,539.46 2,539.46 2,538.55 2,537.64 2,538.73 2,534.92 2,534.91 2,534.92 2,534.91 2,535.83 2,537.64 2,538.73 2,534.92 2,534.91 2,534.92 2,534.91 2,535.83 2,534.92 2,534.91 2,535.83 2,534.92 2,534.91 2,535.83 2,534.92 2,534.91 2,535.83 2,534.92 2,534.91 2,535.83 2,535.83 2,535.83 2,536.73 2,5	2,555.79 5,247.62 2,554.89 5,347.62 2,553.98 5,447.62 2,552.16 5,647.61 2,551.25 5,747.61 2,549.44 5,549.44 5,549.45 6,447.59 2,548.39 6,547.59 2,548.39 6,547.59 2,548.39 6,547.59 2,548.39 6,547.59 2,548.39 6,547.59 2,548.39 6,547.59 2,548.39 6,947.58 2,548.39 6,947.58 2,548.39 6,947.58 2,548.39 6,947.58 2,548.39 6,947.58 2,548.39 6,947.58 2,538.55 7,447.57 2,535.83 7,447.57 2,535.83 7,447.57 2,535.83 7,447.57 2,535.83 7,447.57 2,535.20 7,947.55 2,532.20 7,947.55 2,532.20 7,947.55 2,533.10 7,447.57 2,535.20 7,947.55 2,532.20 7,947.55 2,533.10 7,447.57 2,535.20 7,947.55 2,533.10 7,447.57 2,535.20 7,947.55 2,530.38 8,047.55 2,530.38 8,047.55 2,529.47 8 147.55 2,529.47 8 147.55 2,529.47 8 147.55 2,528.57 8,247.55	2,555.79 5,247.62 2,903.36 2,554.89 5,347.62 2,903.18 2,553.98 5,447.62 2,903.00 2,553.07 5,547.62 2,903.00 2,552.16 5,647.61 2,902.64 2,551.25 5,747.61 2,902.28 2,549.44 5,947.61 2,902.10 2,548.53 6,047.60 2,901.74 2,548.76 2,901.74 2,546.72 2,547.62 6,147.60 2,901.74 2,548.72 6,247.60 2,901.73 2,548.93 6,347.60 2,901.20 2,543.99 6,547.59 2,901.02 2,543.99 6,647.59 2,900.06 2,541.27 6,847.58 2,900.30 2,532.18 6,747.58 2,900.48 2,541.27 6,847.58 2,900.30 2,538.55 7,147.57 2,899.94 2,533.64 7,247.57 2,899.94 2,534.92 7,547.56 2,899.92 2,534.91 7,647.56 2,899.92 <tr< td=""><td>2,555.79 5,247.62 2,903.36 53.85 2,554.89 5,347.62 2,903.18 55.74 2,553.98 5,447.62 2,903.00 57.63 2,553.07 5,547.62 2,902.82 59.53 2,552.16 5,647.61 2,902.64 61.43 2,551.25 5,747.61 2,902.46 63.33 2,550.35 5,847.61 2,902.28 65.23 2,549.44 5,947.61 2,902.10 67.13 2,548.53 6,047.60 2,901.92 69.03 2,547.62 6,147.60 2,901.74 70.93 2,545.81 6,347.60 2,901.56 72.83 2,545.81 6,347.60 2,901.56 72.83 2,543.99 6,547.59 2,901.02 76.64 2,543.99 6,547.59 2,901.02 76.54 2,543.09 6,647.59 2,900.84 84.27 2,543.09 6,647.59 2,900.84 84.27 2,540.36 6,947.58 2,900.48 84.27</td><td>2,555.79 5,247.62 2,903.36 53.85 48.23 2,554.89 5,347.62 2,903.18 55.74 50.10 2,553.98 5,447.62 2,903.00 57.63 51.98 2,553.98 5,447.62 2,902.82 59.53 53.86 2,552.16 5,647.61 2,902.64 61.43 55.74 2,552.16 5,647.61 2,902.28 65.23 59.51 2,549.44 5,947.61 2,902.28 65.23 59.51 2,549.44 5,947.61 2,902.10 67.13 61.40 2,548.53 6,047.60 2,901.74 70.93 65.19 2,547.62 6,147.60 2,901.56 72.83 67.08 2,548.51 6,347.60 2,901.56 72.83 67.08 2,543.99 6,547.59 2,901.20 76.64 70.87 2,543.09 6,647.59 2,901.02 78.55 72.77 2,543.09 6,547.59 2,900.84 80.46 74.67 2,543.03</td><td>2,555.79 5,247.62 2,903.36 53.85 48.23 101.67 2,554.89 5,347.62 2,903.18 55.74 50.10 101.70 2,553.98 5,447.62 2,903.00 57.63 51.98 101.72 2,553.07 5,547.62 2,902.82 59.53 53.86 101.74 2,552.16 5,647.61 2,902.46 63.33 57.63 101.79 2,550.35 5,847.61 2,902.28 65.23 59.51 101.81 2,549.44 5,947.61 2,902.10 67.13 61.40 101.84 2,548.53 6,047.60 2,901.74 70.93 65.19 101.89 2,546.72 6,247.60 2,901.56 72.83 67.08 101.91 2,548.93 6,347.59 2,901.20 76.64 70.87 101.98 2,548.93 6,47.59 2,901.20 76.64 70.87 101.91 2,548.93 6,47.59 2,901.20 76.64 70.87 101.98 2,543.99</td><td>2,555.79 5,247.62 2,903.36 53.85 48.23 101.67 2,814.28 2,554.89 5,347.62 2,903.18 55.74 50.10 101.70 2,914.26 2,553.98 5,447.62 2,903.00 57.63 51.98 101.72 3,014.25 2,553.07 5,547.62 2,902.82 59.53 53.86 101.74 3,114.24 2,552.16 5,647.61 2,902.64 61.43 55.74 101.77 3,214.22 2,551.25 5,747.61 2,902.28 65.23 59.51 101.81 3,414.20 2,549.44 5,947.61 2,902.10 67.13 61.40 101.84 3,514.19 2,548.53 6,047.60 2,901.92 69.03 63.29 101.86 3,614.17 2,545.76 6,247.60 2,901.74 70.93 65.19 101.89 3,714.16 2,545.91 6,347.60 2,901.55 72.83 67.08 101.91 3,814.13 2,543.99 6,547.59 2,901.02 78.55 72.77 101.96<</td><td>2,555.79 5,247.62 2,903.36 53.85 48.23 101.67 2,814.28 1,758.28 2,554.89 5,347.62 2,903.18 55.74 50.10 101.70 2,914.26 1,756.87 2,553.98 5,447.62 2,903.00 57.63 51.98 101.72 3,014.25 1,755.46 2,553.07 5,547.62 2,902.82 59.53 53.86 101.74 3,114.24 1,754.04 2,552.16 5,647.61 2,902.46 61.43 55.74 101.77 3,214.22 1,752.63 2,551.25 5,747.61 2,902.46 63.33 57.63 101.79 3,314.21 1,752.26 2,551.25 5,747.61 2,902.10 67.13 61.40 101.84 3,514.19 1,748.39 2,549.44 5,947.61 2,901.26 65.23 59.51 101.84 3,514.19 1,748.90 2,547.62 6,147.60 2,901.26 69.03 63.29 101.89 3,714.16 1,745.56 2,543.81 6,247.60 2,901.26</td><td>2,555.79 5,247.62 2,903.36 53.85 48.23 101.67 2,814.28 1,758.28 1,718.03 2,554.89 5,347.62 2,903.00 57.63 51.98 101.72 3,014.25 1,756.687 1,718.03 2,553.98 5,447.62 2,903.00 57.63 51.98 101.72 3,014.25 1,755.46 1,718.29 2,553.07 5,547.62 2,902.64 61.43 55.74 101.77 3,214.22 1,752.63 1,718.52 2,551.25 5,747.61 2,902.28 65.23 59.51 101.81 3,414.20 1,749.80 1,718.82 2,559.35 5,847.61 2,902.28 65.23 59.51 101.81 3,414.20 1,749.80 1,718.82 2,548.53 6,947.60 2,901.92 69.03 63.29 101.86 3,614.17 1,746.98 1,719.08 2,548.53 6,247.60 2,901.74 70.93 65.19 101.89 3,714.16 1,746.98 1,719.08 2,548.72 6,247.60 2,901.55<!--</td--><td>2,555.79 5,247.62 2,903.36 53.85 48.23 101.67 2,814.28 1,758.28 1,718.03 1,618.16 2,553.98 5,347.62 2,903.18 55.74 50.10 101.70 2,914.26 1,756.87 1,718.03 1,611.02 2,553.98 5,447.62 2,903.00 57.63 51.98 101.72 3,014.25 1,758.46 1,718.29 1,611.02 2,553.07 5,547.62 2,902.82 59.53 53.86 101.74 3,114.24 1,754.04 1,718.42 1,607.44 2,555.105 5,647.61 2,902.46 63.33 57.63 101.79 3,314.21 1,751.02 1,718.69 1,609.28 2,559.35 5,847.61 2,902.28 65.23 59.51 101.81 3,514.19 1,749.80 1,718.69 1,609.28 2,554.94 5,947.61 2,902.28 65.23 59.51 101.84 3,514.17 1,748.99 1,719.22 1,598.70 2,544.52 6,447.60 2,901.96 72.83 67.96 1</td><td>2,555.79 5,247.62 2,903.36 53.85 48.23 101.67 2,814.28 1,758.28 1,718.03 1,618.16 99.87 2,553.98 5,347.62 2,903.18 55.74 50.10 101.70 2,914.26 1,756.87 1,718.03 1,618.16 1,614.59 103.57 2,553.98 5,447.62 2,902.82 59.53 55.86 101.74 3,114.24 1,755.46 1,718.24 1,607.44 110.98 2,552.16 5,647.61 2,902.64 61.43 55.74 101.77 3,214.22 1,755.63 1,718.55 1,600.28 114.69 2,551.26 5,747.61 2,902.46 63.33 57.63 101.79 3,314.21 1,718.69 1,600.28 118.40 2,550.35 5,847.61 2,902.28 65.23 59.51 101.81 3,414.20 1,748.00 1,718.82 1,599.12 125.83 2,546.72 2,947.61 2,901.92 69.03 63.29 101.86 3,614.17 1,748.93 1,719.92 1,589.53 12</td><td>2,555,79 5,247,62 2,903,36 53,85 48,23 101,67 2,814,28 1,758,28 1,718,03 1,614,59 103,57 16,59 2,553,88 5,447,62 2,903,10 5574 50,10 101,70 2,914,26 1,756,46 1,718,16 1,614,59 103,57 16,018 2,553,88 5,447,62 2,903,20 57,63 51,98 101,72 3,014,25 1,755,46 1,718,16 1,614,59 103,57 16,018 2,553,86 5,447,61 2,902,64 61,43 55,74 101,79 3,214,22 1,752,63 1,718,55 1,600,08 114,89 14,985 2,551,25 5,747,61 2,902,28 65,23 57,63 101,79 3,314,21 1,748,90 1,718,85 1,600,08 114,89 1,4895 2,547,46 2,902,28 65,23 59,51 101,89 3,714,16 1,748,90 1,718,82 1,596,70 122,12 14,075 2,547,62 6,147,60 2,901,26 67,03 63,29 101,89</td><td>2,5554 9 5,247 62 2,903.06 53.85 48.23 10.167 2,914.28 1,758.28 1,718.03 1,818.16 99.87 17.203 2,554.89 5,347 62 2,903.00 57.63 51.98 101.72 2,914.26 1,756.46 1,718.29 1,611.02 107.27 16.018 2,553.85 5,447.62 2,903.00 57.63 51.98 101.72 3,014.25 1,755.46 1,718.29 1,611.02 107.27 16.018 2,553.07 5,547.62 2,902.82 59.53 53.86 101.74 3,114.24 1,754.04 1,718.46 1,614.59 103.57 16.580 1,615.02 107.27 16.018 2,553.07 5,547.62 2,902.82 59.53 53.86 101.74 3,114.24 1,754.04 1,718.46 1,607.44 110.98 154.84 1,615.255.35 1,610.26 114.69 14.895 1,610.25 107.27 16.018 1,615.25 1,603.84 1,615.25 1,603.84 1,615.25</td></td></tr<>	2,555.79 5,247.62 2,903.36 53.85 2,554.89 5,347.62 2,903.18 55.74 2,553.98 5,447.62 2,903.00 57.63 2,553.07 5,547.62 2,902.82 59.53 2,552.16 5,647.61 2,902.64 61.43 2,551.25 5,747.61 2,902.46 63.33 2,550.35 5,847.61 2,902.28 65.23 2,549.44 5,947.61 2,902.10 67.13 2,548.53 6,047.60 2,901.92 69.03 2,547.62 6,147.60 2,901.74 70.93 2,545.81 6,347.60 2,901.56 72.83 2,545.81 6,347.60 2,901.56 72.83 2,543.99 6,547.59 2,901.02 76.64 2,543.99 6,547.59 2,901.02 76.54 2,543.09 6,647.59 2,900.84 84.27 2,543.09 6,647.59 2,900.84 84.27 2,540.36 6,947.58 2,900.48 84.27	2,555.79 5,247.62 2,903.36 53.85 48.23 2,554.89 5,347.62 2,903.18 55.74 50.10 2,553.98 5,447.62 2,903.00 57.63 51.98 2,553.98 5,447.62 2,902.82 59.53 53.86 2,552.16 5,647.61 2,902.64 61.43 55.74 2,552.16 5,647.61 2,902.28 65.23 59.51 2,549.44 5,947.61 2,902.28 65.23 59.51 2,549.44 5,947.61 2,902.10 67.13 61.40 2,548.53 6,047.60 2,901.74 70.93 65.19 2,547.62 6,147.60 2,901.56 72.83 67.08 2,548.51 6,347.60 2,901.56 72.83 67.08 2,543.99 6,547.59 2,901.20 76.64 70.87 2,543.09 6,647.59 2,901.02 78.55 72.77 2,543.09 6,547.59 2,900.84 80.46 74.67 2,543.03	2,555.79 5,247.62 2,903.36 53.85 48.23 101.67 2,554.89 5,347.62 2,903.18 55.74 50.10 101.70 2,553.98 5,447.62 2,903.00 57.63 51.98 101.72 2,553.07 5,547.62 2,902.82 59.53 53.86 101.74 2,552.16 5,647.61 2,902.46 63.33 57.63 101.79 2,550.35 5,847.61 2,902.28 65.23 59.51 101.81 2,549.44 5,947.61 2,902.10 67.13 61.40 101.84 2,548.53 6,047.60 2,901.74 70.93 65.19 101.89 2,546.72 6,247.60 2,901.56 72.83 67.08 101.91 2,548.93 6,347.59 2,901.20 76.64 70.87 101.98 2,548.93 6,47.59 2,901.20 76.64 70.87 101.91 2,548.93 6,47.59 2,901.20 76.64 70.87 101.98 2,543.99	2,555.79 5,247.62 2,903.36 53.85 48.23 101.67 2,814.28 2,554.89 5,347.62 2,903.18 55.74 50.10 101.70 2,914.26 2,553.98 5,447.62 2,903.00 57.63 51.98 101.72 3,014.25 2,553.07 5,547.62 2,902.82 59.53 53.86 101.74 3,114.24 2,552.16 5,647.61 2,902.64 61.43 55.74 101.77 3,214.22 2,551.25 5,747.61 2,902.28 65.23 59.51 101.81 3,414.20 2,549.44 5,947.61 2,902.10 67.13 61.40 101.84 3,514.19 2,548.53 6,047.60 2,901.92 69.03 63.29 101.86 3,614.17 2,545.76 6,247.60 2,901.74 70.93 65.19 101.89 3,714.16 2,545.91 6,347.60 2,901.55 72.83 67.08 101.91 3,814.13 2,543.99 6,547.59 2,901.02 78.55 72.77 101.96<	2,555.79 5,247.62 2,903.36 53.85 48.23 101.67 2,814.28 1,758.28 2,554.89 5,347.62 2,903.18 55.74 50.10 101.70 2,914.26 1,756.87 2,553.98 5,447.62 2,903.00 57.63 51.98 101.72 3,014.25 1,755.46 2,553.07 5,547.62 2,902.82 59.53 53.86 101.74 3,114.24 1,754.04 2,552.16 5,647.61 2,902.46 61.43 55.74 101.77 3,214.22 1,752.63 2,551.25 5,747.61 2,902.46 63.33 57.63 101.79 3,314.21 1,752.26 2,551.25 5,747.61 2,902.10 67.13 61.40 101.84 3,514.19 1,748.39 2,549.44 5,947.61 2,901.26 65.23 59.51 101.84 3,514.19 1,748.90 2,547.62 6,147.60 2,901.26 69.03 63.29 101.89 3,714.16 1,745.56 2,543.81 6,247.60 2,901.26	2,555.79 5,247.62 2,903.36 53.85 48.23 101.67 2,814.28 1,758.28 1,718.03 2,554.89 5,347.62 2,903.00 57.63 51.98 101.72 3,014.25 1,756.687 1,718.03 2,553.98 5,447.62 2,903.00 57.63 51.98 101.72 3,014.25 1,755.46 1,718.29 2,553.07 5,547.62 2,902.64 61.43 55.74 101.77 3,214.22 1,752.63 1,718.52 2,551.25 5,747.61 2,902.28 65.23 59.51 101.81 3,414.20 1,749.80 1,718.82 2,559.35 5,847.61 2,902.28 65.23 59.51 101.81 3,414.20 1,749.80 1,718.82 2,548.53 6,947.60 2,901.92 69.03 63.29 101.86 3,614.17 1,746.98 1,719.08 2,548.53 6,247.60 2,901.74 70.93 65.19 101.89 3,714.16 1,746.98 1,719.08 2,548.72 6,247.60 2,901.55 </td <td>2,555.79 5,247.62 2,903.36 53.85 48.23 101.67 2,814.28 1,758.28 1,718.03 1,618.16 2,553.98 5,347.62 2,903.18 55.74 50.10 101.70 2,914.26 1,756.87 1,718.03 1,611.02 2,553.98 5,447.62 2,903.00 57.63 51.98 101.72 3,014.25 1,758.46 1,718.29 1,611.02 2,553.07 5,547.62 2,902.82 59.53 53.86 101.74 3,114.24 1,754.04 1,718.42 1,607.44 2,555.105 5,647.61 2,902.46 63.33 57.63 101.79 3,314.21 1,751.02 1,718.69 1,609.28 2,559.35 5,847.61 2,902.28 65.23 59.51 101.81 3,514.19 1,749.80 1,718.69 1,609.28 2,554.94 5,947.61 2,902.28 65.23 59.51 101.84 3,514.17 1,748.99 1,719.22 1,598.70 2,544.52 6,447.60 2,901.96 72.83 67.96 1</td> <td>2,555.79 5,247.62 2,903.36 53.85 48.23 101.67 2,814.28 1,758.28 1,718.03 1,618.16 99.87 2,553.98 5,347.62 2,903.18 55.74 50.10 101.70 2,914.26 1,756.87 1,718.03 1,618.16 1,614.59 103.57 2,553.98 5,447.62 2,902.82 59.53 55.86 101.74 3,114.24 1,755.46 1,718.24 1,607.44 110.98 2,552.16 5,647.61 2,902.64 61.43 55.74 101.77 3,214.22 1,755.63 1,718.55 1,600.28 114.69 2,551.26 5,747.61 2,902.46 63.33 57.63 101.79 3,314.21 1,718.69 1,600.28 118.40 2,550.35 5,847.61 2,902.28 65.23 59.51 101.81 3,414.20 1,748.00 1,718.82 1,599.12 125.83 2,546.72 2,947.61 2,901.92 69.03 63.29 101.86 3,614.17 1,748.93 1,719.92 1,589.53 12</td> <td>2,555,79 5,247,62 2,903,36 53,85 48,23 101,67 2,814,28 1,758,28 1,718,03 1,614,59 103,57 16,59 2,553,88 5,447,62 2,903,10 5574 50,10 101,70 2,914,26 1,756,46 1,718,16 1,614,59 103,57 16,018 2,553,88 5,447,62 2,903,20 57,63 51,98 101,72 3,014,25 1,755,46 1,718,16 1,614,59 103,57 16,018 2,553,86 5,447,61 2,902,64 61,43 55,74 101,79 3,214,22 1,752,63 1,718,55 1,600,08 114,89 14,985 2,551,25 5,747,61 2,902,28 65,23 57,63 101,79 3,314,21 1,748,90 1,718,85 1,600,08 114,89 1,4895 2,547,46 2,902,28 65,23 59,51 101,89 3,714,16 1,748,90 1,718,82 1,596,70 122,12 14,075 2,547,62 6,147,60 2,901,26 67,03 63,29 101,89</td> <td>2,5554 9 5,247 62 2,903.06 53.85 48.23 10.167 2,914.28 1,758.28 1,718.03 1,818.16 99.87 17.203 2,554.89 5,347 62 2,903.00 57.63 51.98 101.72 2,914.26 1,756.46 1,718.29 1,611.02 107.27 16.018 2,553.85 5,447.62 2,903.00 57.63 51.98 101.72 3,014.25 1,755.46 1,718.29 1,611.02 107.27 16.018 2,553.07 5,547.62 2,902.82 59.53 53.86 101.74 3,114.24 1,754.04 1,718.46 1,614.59 103.57 16.580 1,615.02 107.27 16.018 2,553.07 5,547.62 2,902.82 59.53 53.86 101.74 3,114.24 1,754.04 1,718.46 1,607.44 110.98 154.84 1,615.255.35 1,610.26 114.69 14.895 1,610.25 107.27 16.018 1,615.25 1,603.84 1,615.25 1,603.84 1,615.25</td>	2,555.79 5,247.62 2,903.36 53.85 48.23 101.67 2,814.28 1,758.28 1,718.03 1,618.16 2,553.98 5,347.62 2,903.18 55.74 50.10 101.70 2,914.26 1,756.87 1,718.03 1,611.02 2,553.98 5,447.62 2,903.00 57.63 51.98 101.72 3,014.25 1,758.46 1,718.29 1,611.02 2,553.07 5,547.62 2,902.82 59.53 53.86 101.74 3,114.24 1,754.04 1,718.42 1,607.44 2,555.105 5,647.61 2,902.46 63.33 57.63 101.79 3,314.21 1,751.02 1,718.69 1,609.28 2,559.35 5,847.61 2,902.28 65.23 59.51 101.81 3,514.19 1,749.80 1,718.69 1,609.28 2,554.94 5,947.61 2,902.28 65.23 59.51 101.84 3,514.17 1,748.99 1,719.22 1,598.70 2,544.52 6,447.60 2,901.96 72.83 67.96 1	2,555.79 5,247.62 2,903.36 53.85 48.23 101.67 2,814.28 1,758.28 1,718.03 1,618.16 99.87 2,553.98 5,347.62 2,903.18 55.74 50.10 101.70 2,914.26 1,756.87 1,718.03 1,618.16 1,614.59 103.57 2,553.98 5,447.62 2,902.82 59.53 55.86 101.74 3,114.24 1,755.46 1,718.24 1,607.44 110.98 2,552.16 5,647.61 2,902.64 61.43 55.74 101.77 3,214.22 1,755.63 1,718.55 1,600.28 114.69 2,551.26 5,747.61 2,902.46 63.33 57.63 101.79 3,314.21 1,718.69 1,600.28 118.40 2,550.35 5,847.61 2,902.28 65.23 59.51 101.81 3,414.20 1,748.00 1,718.82 1,599.12 125.83 2,546.72 2,947.61 2,901.92 69.03 63.29 101.86 3,614.17 1,748.93 1,719.92 1,589.53 12	2,555,79 5,247,62 2,903,36 53,85 48,23 101,67 2,814,28 1,758,28 1,718,03 1,614,59 103,57 16,59 2,553,88 5,447,62 2,903,10 5574 50,10 101,70 2,914,26 1,756,46 1,718,16 1,614,59 103,57 16,018 2,553,88 5,447,62 2,903,20 57,63 51,98 101,72 3,014,25 1,755,46 1,718,16 1,614,59 103,57 16,018 2,553,86 5,447,61 2,902,64 61,43 55,74 101,79 3,214,22 1,752,63 1,718,55 1,600,08 114,89 14,985 2,551,25 5,747,61 2,902,28 65,23 57,63 101,79 3,314,21 1,748,90 1,718,85 1,600,08 114,89 1,4895 2,547,46 2,902,28 65,23 59,51 101,89 3,714,16 1,748,90 1,718,82 1,596,70 122,12 14,075 2,547,62 6,147,60 2,901,26 67,03 63,29 101,89	2,5554 9 5,247 62 2,903.06 53.85 48.23 10.167 2,914.28 1,758.28 1,718.03 1,818.16 99.87 17.203 2,554.89 5,347 62 2,903.00 57.63 51.98 101.72 2,914.26 1,756.46 1,718.29 1,611.02 107.27 16.018 2,553.85 5,447.62 2,903.00 57.63 51.98 101.72 3,014.25 1,755.46 1,718.29 1,611.02 107.27 16.018 2,553.07 5,547.62 2,902.82 59.53 53.86 101.74 3,114.24 1,754.04 1,718.46 1,614.59 103.57 16.580 1,615.02 107.27 16.018 2,553.07 5,547.62 2,902.82 59.53 53.86 101.74 3,114.24 1,754.04 1,718.46 1,607.44 110.98 154.84 1,615.255.35 1,610.26 114.69 14.895 1,610.25 107.27 16.018 1,615.25 1,603.84 1,615.25 1,603.84 1,615.25



Anticollision Report



Company:

Percussion Petroleum, LLC

Project: Reference Site: Eddy County, NM

South Boyd

Site Error: Reference Well: 0.00 usft

Well Error: Reference Wellbore OH Reference Design:

21H 0.00 usft

Plan #2

Local Co-ordinate Reference:

Well 21H TVD Reference:

MD Reference:

RKB=25' @ 3558.00usft RKB=25' @ 3558.00usft

North Reference: Grid

Survey Calculation Method:

Minimum Curvature

Output errors are at

2.00 sigma WBDS_SQL_2

Database:

Offset TVD Reference:

Reference Datum

	esign		Doyu - 1	4H - OH -	1011 773								Offset Site Error:	0 .03 u
urvey Pro Refer	gram: 0-M	IWD+IGRF Offs	nt .	Semi Major	Avis				Dista				Offset Well Error:	0 00 us
easured		Measured	Vertical	Reference		Highside	Offset Wellbo	re Centre	Between	Between	Minimum	Separation	Marning	
Depth	Depth	Depth	Depth	Motorbilde	Onse.	Toolface	+N/-S	+E/·W	Centres	Ellipses	Separation		Warning	
(usft)	(usft)	(usft)	(usft)	(usft)	(usft)	(*)	(usft)	(usft)	(usft)	(usft)	(usft)			
4,400.00	2,561.24	4,341.56	2,602.80	42.54	37.02	91.51	2,211.95	1,657.13	1,573.50	1,494.08	79.42	19.813 (c	
4,500.00	2,560.33	4,441.56	2,602.51	44.42	38.88	91.54	2,311.94	1,655.74	1,573.52	1,490.36	83.16	18.921		
4,600.00	2,559.42	4,541.56	2,602.21	46.30	40.75	91.56	2,411.92	1,654.35	1,573.54	1,486.63	86.91	18,105		
4,700.00	2,558.52	4.641.56	2,601.91	48.18	42.63	91.58	2,511.91	1,652.96	1,573.57	1,482.90	90.67	17.355		
4,800.00	2,557.61	4.741.55	2,601.62	50.07	44.50	91.60	2,611.90	1,651.57	1,573.59	1,479.16	94.43	16.663		
4,900.00	2,556.70	4.841.55	2,601.32	51.96	46.39	91.62	2,711.89	1,650.18	1,573.61	1,475.41	98.20	16.024		
5,000.00	2,555.79	4,941,55	2,601.02	53 85	48.27	91.65	2,811.88	1,648.79	1,573.64	1,471.66	101.98	15.431		
5,100.00	2,554.89	5,041.55	2,600.73	55.74	50.16	91.67	2,911,86	1,647.40	1,573.66	1,467.90	105.76			
5,200.00	2,553.98	5,141.55	2,600.43	57 63	52.04	91 69	3,011.85	1,646.01	1,573.68		109.54			
5,300.00	2,553.07	5,241.55	2,600.13	59.53	53,93	91.71	3,111.84	1,644.62	1,573.71		113.33			
5,400.00	2,552.16	5,341.54	2,599.83	61.43	55.83	91 74	3,211.83	1,643.23	1,573.73		117.11			
5,500.00	2,551.25	5.441.54	2.599.54	63.33	57.72	91.76	3,311,82	1,641,84	1,573,76	1,452,85	120.91	13.016		
5,600.00	2,550.35	5,541.54	2,599.24	65.23	59.62	91.78	3,411.80	1,640.45	1,573.78		124.70			
5,700.00	2,530.33	5,641.54	2,598.94	67 13	61.51	91.80	3,511.79	1,639.06	1,573.81					
5,800.00	2,548.53	5,741.54	2,598.65	69.03	63.41	91.82	3,611.78	1,637.67	1,573.83		132.29			
		5,841.53	2,598.35	70 93	65.31	91.62	3,711.77				136.10			
5,900 00	2,547 62	5,641 55	2,396 33	70 93	03.31	91 63	3,71177	1,636.28	1,573.86	1,437.76	130.10	11,354		
6,000.00	2,546.72	5,941 53	2,598.05	72.83	67.21	91 87	3,811 76	1,634 89	1,573.88		139.90			
6,100 00	2,545.81	6,041.53	2,597 76	74.74	69.11	91 89	3,911 74	1,633.49	1,573.91		143.70			
6,200.00	2,544.90	6,141.53	2,597.46	76.64	71.02	91 91	4,011 73	1,632 10	1,573.94	1,426.43	147.51	10.670		
6,300.00	2,543.99	6,241.53	2,597.16	78.55	72.92	91.94	4,111 72	1,630.71	1,573.96	1,422.65	151.31			
6,400.00	2,543.09	6,341 53	2,596.87	80.46	74.82	91.96	4,211.71	1,629.32	1,573 99	1,418.87	155 12	10.147		
6,500.00	2,542.18	6,441.52	2,596.57	82.36	76.73	91 98	4,311 70	1,627.93	1,574.02	1,415.09	158.93	9.904		
6,600.00	2.541.27	6.541 52	2,596.27	84.27	78.63	92.00	4,411 68	1,626.54	1,574 04	1,411,31	162 74	9.672		
6.700.00	2.540.36	6,641.52	2,595.98	86.18	80.54	92.02	4,511 67	1,625.15	1,574.07	1,407,52				
6,800.00	2,539.46	6,741.52	2,595 68	88.09	82.45	92.05	4,611 66	1,623.76	1,574.10	1,403.74	170 36	9.240		
6,900.00	2,538.55	6,841 52	2,595.38	89 99	84.35	92 07	4,711 65	1,622.37	1,574 13		174 17			
7,000.00	2,537 64	6,941 51	2,595.09	91 90	86.26	92 09	4,811 64	1,620.98	1,574 15	1,396.17	177.98	8.844		
	2,536 73	7,041.51	2,594 79	93.81	88.17	92.11	4,911.62	1.619.59	1,574.18		181 80			
7,100.00	2,535 83	7.141.51	2,594.49	95.61	90.08	92.11	5,011.61							
7,200.00	2,535.83	7.141.51	2,594.49	97.63	91.98	92.16	5,111.60	1,618.20 1,616.81	1,574 21	1,388.60 1,384.81	185.61 189.43			
• •	2,534.92	7,341.51	2,593.90	99.54	93.89	92.18	5,211.59	1,615.42	1,574.24		193.43			
7,400.00	2,004.01	1,341.31	2.283.80	33.34	33.09	92.10	ರ,∠11.59	1,010.42	1,574.27	1,381 03	183 24	8 147		
7.500.00	2,533 10	7,441 50	2.593.60	101.45	95.80	92.20	5,311.58	1,614 03	1,574 30		197 06			
7,600.00	2,532 20	7,541 50	2,593,31	103.36	97 71	92.22	5,411.56	1,612.64	1,574.33					
7,700.00	2,531 29	7,641.50	2,593 01	105 28	99.62	92.25	5,511.55	1,611 25	1,574.36		204.69			
7,800.00	2,530.38	7,741.50	2,592,71	107 19	101.53	92 27	5,611.54	1,609.86	1,574.39	1,365.88				
7,900.00	2,529.47	7,841.50	2.592.42	109 10	103.45	92 29	5,711.53	1,608.47	1,574.42	1.362.09	212.33	7.415		
8,000.00	2,528.57	7,941 50	2.592.12	111 01	105.36	92.31	5,811.52	1,607 08	1,574.45	1.358.30	216.14	7 284		
8,001.10	2,528.56	7,942.60	2,592,12	111 03	105.38	92 31	5.812.62	1,607 06	1,574.45		216.19			
	2,527.66	8,005.80		112.92	106.59	92.33	5,875.82	1,606 19		1.355.57	219.31		=S SF	



Anticollision Report



Company:

Percussion Petroleum, LLC

Project:

Eddy County, NM

Reference Site: Site Error:

South Boyd

Reference Well:

0.00 usft

Well Error:

21H 0.00 usft

Reference Wellbore OH

Reference Design: Plan #2

Local Co-ordinate Reference:

TVD Reference: MD Reference:

RKB=25' @ 3558.00usft

RKB=25' @ 3558.00usft

Well 21H

North Reference:

Grid Minimum Curvature

Survey Calculation Method:

Output errors are at

2.00 sigma

Database:

WBDS_SQL_2

Offset TVD Reference:

Reference Datum

Offset D	esign	South	Boyd - 1	5H - OH -	Plan #4								Offset Site Error:	0 00 usf:
	gram: 0-M	tWD+IGRF Offs		Cami Maia					Dist				Offset Well Error:	0 00 usft
Refer Measured		Measured	et Vertical	Semi Major Reference		Highside	Offset Wellbo	re Centre	Dist: Between	Between	Minimum	Separation	Warning	
Depth (usft)	Depth (usft)	Depth (usft)	Depth (usft)	(usft)	(usft)	Toolface (°)	+N/-S (usft)	+E/-W (usft)	Centres (usft)	Ellipses (usft)	Separation (usft)		wanning	
3,800.00	2,566.68	3,903.27	2,769.63	31.38	26.53	100.74	1,605.83	1,162.46	1,088.94	1,032.02	56.92	19.130 C	c	
3,900.00		4,003.27	2,769.21	33.22	28.33	100.77	1,705.81	1,161.06	1,089.04	1,028,52				
		4,103 27	2,768.79	35.07	30.15	100.79	1,805.80	1,159.67	1,089.13					
4,100.00		4,203.27	2,768.37	36.93	31.99	100.82	1,905.79	1,158.27	1,089.22					
4,200.00		4,303.27	2,767.95	38.80	33.83	100.84	2,005.78	1,156.87	1,089.31	1,017.89				
4,300.00	2,562.15	4,403.27	2,767.53	40.67	35.68	100.87	2,105.77	1,155 48	1,089.40	1,014.32	75.08	14.510		
4,400.00	2.561.24	4,496.72	2,767.11	42.54	37.41	100.89	2,205.76	1,154.08	1,089.49	1,010.86	78.63	13.856		
4,500.00		4,603.28	2,766.70	44.42	39.40	100.92	2,305.74	1,152.69	1,089.59	1,007 16				
4,600.00		4,703.28	2,766.28	46.30	41.27	100.94	2,405.73	1,151.29	1,089.68	1,003.56				
4,700 00		4,803.28	2,765.86	48.18	43.14	100.97	2,505.72	1,149.89	1,089.77	999.96				
4,800.00	2,557.61	4,903.28	2,765.44	50.D7	45.01	100.99	2,605.71	1,148 50	1.089 87	996.35	93.51	11,655		
4,900.00	2,556.70	5,003.28	2,765.02	51.96	46,89	101.02	2,705.70	1,147.10	1,089.96	992.74	97.22	11.211		
5,000.00	2,555 79	5,103.28	2,764.60	53.85	48.78	101.04	2,805.68	1,145 70	1,090.05	989.13	100.93	10.800		
5,100.00		5,203.28	2.764.18	55.74	50.66	101.07	2,905.67	1,144.31	1,090 15	985 .51		10.418		
5,200.00		5,296.72	2,763.76	57.63	52.42	101.09	3,005.66	1,142.91	1,090.24	982.01				
5,300 00	2,553.07	5.403.29	2,763.34	59.53	54.44	101 12	3,105.65	1,141.52	1.090.33	978.26	112.08	9.728		
5,400.00	2,552.16	5,503.29	2,762.93	61.43	56.33	101.14	3,205.64	1,140.12	1,090.43	974.63	115.80	9.417		
5,500 00	2,551.25	5,603.29	2,762.51	63.33	58.22	101.17	3,305.63	1,138.72	1,090.52	971 00	119.52	9.124		
5,600.00		5,703.29	2,762.09	65.23	60.12	101.19	3,405.61	1,137.33	1,090.62	967 37	123.25	8,849		
5,700.00		5.803.29	2,761.67	67.13	62.02	101.22	3,505.60	1,135.93	1,090.71	963,74				
5,800.00	2,548.53	5.903.29	2,761.25	69.03	63.91	101.25	3,605.59	1,134.54	1,090.81	960.10	130.71	8.345		
5,900.00	2,547.62	6.003.29	2,760.83	70.93	65.81	101.27	3,705 58	1,133.14	1,090.90	956.46	134.44	8.114		
6,000.00		6,103.29	2.760.41	72.83	67.71	101.30	3,805.57	1,131 74	1,091.00	952.83				
6,100.00	2,545.81	6.203.30	2.759.99	74.74	69.61	101.32	3,905.55	1,130.35	1,091.10	949.19				
6,200.00		6,303.30	2,759.57	76.64	71.51	101.35	4,005.54	1,128,95	1,091.19	945.55		7.492		
6,300.00	2,543.99	6,403.30	2,759.16	78.55	73 42	101.37	4,105.53	1,127.55	1,091.29	941 91	149.38	7.306		
6,400.00	2.543.09	6,503.30	2,758.74	80.46	75 32	101.40	4,205 52	1,126.16	1,091.38	938.27	153.11	7.128		
6,500.00	2,542.18	6,596.70	2,758.32	82.36	77 10	101.42	4,305.51	1,124.76	1,091.48	934.75		6.964		
6,600.00		5,703.30	2,757.90	84.27	79.13	101.45	4,405.50	1,123.37	1,091 58	930.99				
6,700.00		6,803.30	2,757 48	86.18	81.04	101.47	4,505.48	1,121.97	1,091.67	927.35				
6,800.00	2,539.46	6,903.30	2,757.06	88.09	82.94	101.50	4,605.47	1,120.57	1,091.77	923.71	168.06	6.496		
6,900.00	2,538.55	7,003.31	2,756.64	89.99	84 85	101.52	4,705.46	1,119.18	1,091.87	920.07	171.80	6.355		
7,000.00	2,537 64	7,103.31	2,756.22	91.90	86.76	101 55	4,805.45	1,117.78	1,091.97	916.42	175.54	6.221		
7,100.00	2,536.73	7,203.31	2,755.80	93.81	88.66	101.57	4,905.44	1.116.38	1,092.06	912.78	179.28	6 091		
7,200.00		7,303.31		95.72	90.57	101.60	5,005.42	1.114.99	1,092 16	909.14	183.02	5.967		
7,300.00	2,534.92	7,403 31	2,754.97	97.63	92.48	101.62	5,105.41	1,113.59	1,092.26	905.50	186 76	5.848		
7,400.00	2,534.01		2,754.55	99.54	94.39	101.65	5,205.40	1,112 20	1,092.36	901 86	190 50	5.734		
7,500 00	2,533.10	7,603.31		101.45	96.30	101.67	5,305.39	1,110 80	1,092 46	898.22	194 24	5.624		
7,600.00	2,532.20	7,703 31	2,753.71	103.36	98.21	101 70	5,405.38	1,109 40	1,092.56	894.58	197.98	5.518		
7,700.00	2,531.29	7,803.31	2,753.29	105.28	100.12	101.72	5,505.37	1,108.01	1,092.66	890.94	201.72	5 417		
7,800.00	2,530.38	7,903.32	2,752.87	107.19	102.03	101.75	5,605.35	1,106 61	1,092.76	887.30	205.46	5.319		
7,900.00	2,529.47	8,003.32	2.752.45	109.10	103.94	101.77	5,705.34	1,105.22	1,092.86	883.65	209.20	5.224		
8,000.00	2,528.57	8 103.32	2.752 03	111 01	105.85	101.80	5,805.33	1,103.82	1,092.96	880.02	212 94	5.133		
8,000.39	2,528.56	8 102.93	2,752.03	111.02	105.84	101.80	5,805.72	1,103.81	1,092.96	880.02	212.94	5 133		
8,100.00	2,527.66	8 184.95	2.751 67	112.92	107 41	101.82	5,893.59	1,102.59	1,093.12	876.78	216 34	5.053 E	S, SF	



Anticollision Report



Company: Percussion Petroleum, LLC

Project: Eddy County, NM
Reference Site: South Boyd
Site Error: 0.00 usft
Reference Well: 21H
Well Error: 0.00 usft
Reference Wellbore OH

Reference Design: Plan #2

Local Co-ordinate Reference: Well 21H

 TVD Reference:
 RKB=25' @ 3558.00usft

 MD Reference:
 RKB=25' @ 3558.00usft

North Reference: Gri

Survey Calculation Method: Minimum Curvature

Output errors are at 2.00 sigma
Database: WBDS_SQL_2
Offset TVD Reference: Reference Datum

Offset D			Boyd - 1	6H - OH -	Plan #1			····					Offset Site Error:	0 00 usft
Survey Pro				, , , , , ,					.				Offset Well Error:	0.00 usf:
Refer		Offs		Semi Major			Offe at Walls	Ct		ance	101-1	C		
Measured Depth (usft)	Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	(usft)	Highside Toolface (°)	Offset Wellbo +N/-S (usft)	re Centre +EJ-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning	
3,900.00	2,565.78	4,106.96	2,884.15	33.22	28.11	106.57	1,705.61	1,161.27	1,116.43	1,057.38	59.04	18.908 (cc	
4,000.00	2,564.87	4,206.96	2,883.89	35.07	29,92	106.60	1,805.60	1,159.89	1,116.63	1,054.06	62.57	17.846		}
4,100.00	2,563.96	4,306.95	2,883.63	36.93	31.74	106.63	1,905.59	1,158.51	1,116.83	1,050.71	66.12	16.892		
4,200.00	2,563.05	4,406.95	2,883.37	38.80	33.57	106.66	2,005.58	1,157.13	1,117.03	1,047.36	69.68	16.032		
4,300.00	2,562.15	4,506 95	2,883.11	40.67	35.41	106.69	2,105.56	1,155.75	1,117.24					
4,400.00	2,561.24	4,606.95	2,882.84	42.54	37.26	106.73	2,205.55	1,154.38	1,117.44	1,040.60	76.83	14.544		
4,500.00	2,560.33	4,706.94	2,882.58	44.42	39.12	106.76	2,305.54	1,153.00	1,117.64	1,037.22	80.43	13.897		
4,600.00	2,559.42	4,806.94	2,882.32	46.30	40.98	106,79	2,405.53	1,151.62	1,117.84	1,033.82	84.02	13.304		
4,700.00	2,558.52	4,906.94	2,882.06	48.18	42.85	106.82	2,505.52	1,150.24	1,118.05	1,030.42	87.63	12,759		
4,800.00	2,557.61	5,006.94	2.881.80	50.07	44.72	106.85	2,605.50	1,148 86	1,118.25	1,027 01	91 24	12.256		
4,900.00	2,556.70	5,106.94	2.881.53	51.96	46.59	106.88	2,705.49	1,147.48	1,118.45	1,023.59	94.86	11,791		
5,000.00	2,555.79	5,206.93	2.881.27	53.85	48.47	106.91	2,805.48	1,146.10	1,118.66					
5,100.00	2,554.89	5,306.93	2,881.01	55.74	50.35	106.95	2,905.47	1,144 72	1,118.86					
5,200.00	2,553. 9 8	5,406.93	2.880.75	57.63	52.23	106.98	3,005.46	1,143.35	1,119.07					
5,300.00	2,553.07	5,506.93	2,880.49	59,53	54.12	107.01	3,105.45	1,141 97	1,119.27					
5,400.00	2,552.16	5,606.93	2,880.23	61.43	56.01	107.04	3,205.43	1,140 59	1,119.48	1,006 48	113.00	9,907		
5,500 00	2,551 25	5,706 92	2 879.96	63 33	57.90	107 07	3,305 42	1,139.21	1,119.69	1,003 05	115.63	9.600		
5,600.00	2,550.35	5,806.92	2.879.70	65.23	59.79	107 10	3,405,41	1,137,83	1,119 89	999.62	120.27	9 312		
5,700.00	2,549.44	5.906.92	2.879.44	67.13	61.68	107.13	3,505.40	1,136.45	1,120 10	996 19	123.91	9.040		
5,800 00	2,548.53	6,006 92	2,879.18	69 03	63.58	107 17	3.605.39	1,135.07	1,120.31	992.76	127.54	8.784		
5,900 00	2,547 62	6,106 92	2,878.92	70.93	65.48	107 20	3,705 37	1,133.69	1,120.51	989.33	131.19	8.541		
6,000.00	2,546.72	6,206 91	2,878.66	72.83	67 37	107.23	3,805 36	1.132.32	1,120.72	985.90	134 83	8 312		
6,100.00	2,545.81	6,306.91	2,878 39	74.74	69.27	107.26	3,905.35	1,130.94	1,120.93	982.46	138.47	8.095		
6,200.00	2,544.90	6,406.91	2,878.13	76.64	71.17	107.29	4,005.34	1.129 56	1,121.14	979.03	142.11	7.889		
6,300.00	2,543.99	6,506.91	2,877.87	78.55	73.07	107.32	4,105.33	1,128 18	1,121.35	975 59	145.75	7.693		
6,400.00	2,543.09	6,606.91	2,877.61	80.46	74.97	107.35	4,205 31	1,126 80	1.121.56	972 16	149.40	7.507		
6,500.00	2,542.18	6,706.90	2,877.35	82.36	76.88	107.38	4,305.30	1,125.42	1.121.77	968 72	153 04	7 330		
6,600.00	2,541.27	6,806.90	2,877.08	84 27	78.78	107.42	4,405.29	1,124.04	1,121 98	965.29	156.68	7.161		
6,700 00	2,540.36	6,906.90	2,876 82	86 18	80.68	107.45	4,505.28	1.122.66	1,122.19	961.86				
6,800 00	2,539,48	7,006.90	2,876.56	88.09	82.59	107.48	4,605.27	1,121.29	1,122 40					
6,900.00	2,538,55	7,106.89	2,876.30	89.99	84.49	107.51	4,705.25	1,119,91	1,122,61	954.99	167.62	6,697		
7,000.00	2.537.64	7,206 89	2,876.04	91.90	86.40	107.54	4,805.24	1,118 53	1 122.82	951.56	171.26	6 556		
7,100.00	2.536.73	7,306 89	2,875.78	93.81	88.31	107.57	4.905 23	1,117.15	1,123.03	948.13	174.90	6.421		
7,200.00	2,535.83	7,406.89	2,875.51	95 72	90.21	107.60	5,005.22	1,115.77	1,123,24	944 69		6.291		
7,300 00	2.534.92	7,506 89	2.875.25	97.63	92 12	107.63	5,105.21	1,114.39	1,123.45	941 26	182.19	6.166		
7,400.00	2,534.01	7,606.88	2.874.99	99.54	94.03	107.66	5,205 19	1 113.01	1,123.67	937.83	185.83	6.047		
7,500 00	2.533.10	7,706.88	2,874.73	101.45	95 93	107.70	5.305 18	1 111 63	1.123 88	934 40				
7,600.00	2 532.20	7,806.88	2,874.47	103.36	97 84	107.73	5,405.17	1.110.26	1,124.09					
7,700.00	2.531.29	7,906.88	2,874.20	105.28	99 75	107.76	5.505.16	1 108 88	1,124 30	927.55				
7,800.00	2 530.38	8,006.88	2,873.94	107.19	101 66	107.79	5,605.15	1.107 50	1.124 52		_			
7,900 00	2,529.47	8,106.87	2,873.68	109 10	103 57	107.82	5,705.13	1.106.12	1,124.73	920.70	204 04	5.512		
8,000.00	2.528 57	8.206.87	2.873.42	111,01	105 48	107 85	5,805.12	1,104 74	1,124.95	917 27	207.68			
8,100 00	2.527.66	8,295.36	2,873 19	112.92	107 17	107 88	5,893 60	1.103.52	1,125.22	914.11	211 11	5.330	ES SF	



Anticollision Report



Company:

Percussion Petroleum, LLC

Project:

Eddy County, NM

Reference Site: Site Error:

South Boyd

Reference Well:

0.00 usft 21H

Well Error: Reference Wellbore OH

0.00 usft Reference Design: Plan #2

Local Co-ordinate Reference:

Well 21H

TVD Reference: MD Reference:

RKB=25' @ 3558.00usft RKB=25' @ 3558.00usft

North Reference:

Grid

Survey Calculation Method: Output errors are at

Minimum Curvature

Database:

2.00 sigma

Offset TVD Reference:

WBDS_SQL_2 Reference Datum

	gram: 0-N	WD+IGRE											Offset Well Error:	0.00 t
Refer		Offs	et	Semi Major	r Axis				Dist	ance			Onset Well Ellor.	0000
	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)		Highside Toolface (")	Offset Wellbo +N/-S (usft)	re Centre +E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning	
3,200.00	2,572.13	3,277.33	2,760.26	20.61	19.06	104.18	1,001.37	845.54	767.94	729.51	38.43	19.983	CC	
3,300.00		3,377.33	2,759.67	22.35	20.75	104.20	1,101.36	844.18	768.05	726.27	41.78	18.383		
3,400.00	2,570.31	3,477.33	2,759.07	24.12	22.48	104.23	1,201.35	842.82	768.16	722.97	45.19	16.998		
3,500.00	2,569.41	3,577.33	2,758.48	25.91	24.23	104.25	1,301.34	841.45	768.27	719.62	48.65	15.792		
3,600.00	2,568.50	3,677.33	2,757.89	27.72	26 01	104.27	1,401 33	840.09	768.38	716 24	52.15	14.735		
3,700.00	2,567.59	3,777.33	2,757.29	29.55	27.81	104.29	1,501.32	838.73	768,49	712.B2	55,67	13.804		
3,800.00	2.566.68	3,877.33	2,756.70	31.38	29.62	104.31	1,601.30	837.37	768.61	709.38	59.22	12.978		
3.900.00	2,565.78	3,977.33	2,756.11	33.22	31.44	104.34	1,701.29	836.01	768.72	705.92	62.79	12.242		
4,000.00	2,564.87	4,077.33	2.755.51	35.07	33.28	104.36	1,801.28	834.65	768.83	702.44	66.38	11.582		
4,100.00	2,563.96	4,177.33	2,754.92	36.93	35.12	104.38	1,901.27	833.29	768.94	698.95	69.99	10.987		
4,200.00	2,563.05	4,277.33	2,754.33	38.80	36.97	104 40	2,001.26	831.93	769.05	695.45	73.60	10.449		
4,300.00	2,562.15	4.377.33	2,753.73	40.67	38 83	104.42	2,101.25	830.56	769.16	691.94		9.960		
400.00	2,561.24	4,477.32	2,753.14	42.54	40.69	104.45	2.201.24	829.20	769.28	688.41		9.513		
,500.00		4,577.32	2,752.55	44.42	42.56	104.47	2,301.22	827.84	769.39	684.88				
,600.00			2,751.95	46.30	44.44	104.49	2,401.21	826.48	769.50					
1,700.00	2,558.52	4,777.32	2,751.36	48.18	46.31	104.51	2,501.20	825.12	769.61	677.81	91 81	8.383		
00.008,	2,557.61	4.877.32	2,750.77	50.07	48.19	104.53	2,601.19	823.76	769.73	674.26	95.47	8.063		
,900.00	2,556.70	4,977.32	2,750.17	51.96	50.07	104 56	2,701.18	822.40	769.84	670.71				
,000.00	2,555 79	5,077.32	2,749.58	53.8 5	51.96	104.58	2,801.17	821.04	769.95					
,100.00			2,748.99	55.74	53.85	104.60	2,901.15	819.67	770.06			7.233		
,200.00	2,553.98	5,277.32	2,748.39	57.63	55.74	104.62	3,001.14	818.31	770.18	660.03	110 14	6.992		
,300.00	2,553.07	5,377.32	2,747.80	59.53	57.63	104.64	3,101.13	816.95	770 29	656.47	113.82	6.768		
,400.00	2,552.16	5,477.32	2,747.21	61.43	59,52	104.67	3,201.12	815.59	770.40	652.90	117.50	6.557		
5,500.00	2,551.25	5,577.32	2,746.61	63 33	61.42	104.69	3,301.11	814.23	770.52	649.34	121.18	6.358		
5,600.D0	2,550.35	5,677.32	2,746.02	65.23	63.31	104.71	3,401.10	812.87	770.63	645.77	124.86	6.172		
5,700.00	2,549.44	5,777.32	2,745.43	67 13	65.21	104.73	3,501.09	811.51	770.74	642.20	128,55	5.996		
,800.00	2,548 53	5,877.32	2.744.83	69 03	67.11	104.75	3.601.07	810.14	770.86	638.62	132.23	5.830		
,900.00	2,547.62	5,977 32	2.744.24	70 93	69.01	104.77	3,701.06	808.78	770.97	635.05				
00.000,	2,546 72	6,077.32	2,743.65	72 83	70.91	104.80	3,801.05	807.42	771 09					
,100.00		6,177.32	2,743.05	74 74	72.81	104.82	3,901 04	806.06	771 20			5.382		
,200.00	2,544.90	6,277.32	2,742.46	76.64	74.71	104.84	4,001.03	804.7D	771 31	624.33	146.99	5.247		
,300.00	2,543.99	6,377.32	2,741.87	78.55	76.62	104.86	4,101.02	803 34	771 43	620.75	150.68	5.120		
.400.00	2,543 09	6.477.31	2,741 27	80 46	78.52	104 88	4.201 01	801.98	771 54	617 17	154.37	4.998		
,500.00		6,577.31	2,740.68	82.36	80.42	104.91	4,300.99	800.62	771 66					
,600.00		6,677.31		84.27	82 33	104.93	4,400.98	799.25	771 77	610.02				
,700.00	2,540.36	6,777.31	2,739.49	86.18	84.23	104.95	4,500.97	797.89	771 89	606.44	165.45	4.665		
800.00	2,539 46	6,877.31	2,738.90	88.09	86.14	104 97	4,600.96	796.53	772.00	602.86	169.14	4 564		
,900.00	2,538.55	6.977.31	2,738.31	89.99	88.05	104.99	4,700.95	795.17	772 12	599.28	172.83	4 467		
,000.00	2,537.64	7,077.31	2,737 71	91.90	89.96	105.02	4,800.94	793.61	772.23	595.70	176.53	4.375		
.100.00	2,536.73	7 177.31	2,737 12	93.81	91 86	105.04	4,900.92	792.45	772.35	592.13	180.22	4.286		
,200.00	2,535.83	7,277 31	2.736.53	95.72	93 77	105.06	5,000.91	791.09	772.46	588.55	183 91	4.200		
,300.00	2,534.92	7,377.31	2,735.93	97.63	95.68	105.08	5,100.90	789.73	772.58	584.97	187.61	4 118		
,400.00		7,477.31		99.54	97.59	105,10	5,200 89	788.36	772.69	581.39	191.30	4.039		
.500.00	2,533.10	7,577.31		101.45	99.50	105.12	5,300.88	787.00	772.81	577.81	194.99	3.963		
	2,532.20	7,677 31		103.36	101.41	105.15	5,400.87	785.64	772.92	574.24	198.69	3.890		
	2,531.29	7,777.31		105.28	103.32	105.17	5,500.86	784.28	773.04	570.66	202.38	3.820		
800 00	2,530.38	7,877.31	2 732 96	107 19	105.23	105.19	5,600.84	782.92	773.16	567 08	206.07	3.752		
,900.00		7,977.31	2,732.37	109.10	107.14	105.19	5,700.83	781.56	773.27	563.50	209.77	3.686		
•	2,528.57	8,077.31		111 01	109.05	105.23	5,800.82	780.20	773.39	559.93	213.45	3.523		
	2,527.66	8,177 31		112.92	110.96	105.26	5,900.81	778.84	773.50	556.35	217.15	3.562	-0 05	



Anticollision Report



Company:

Percussion Petroleum, LLC

Project: Reference Site: Eddy County, NM

Site Error: Reference Well:

South Boyd 0.00 usft 21H

Well Error: 0.00 usft Reference Wellbore OH Reference Design: Plan #2

Local Co-ordinate Reference:

Well 21H

TVD Reference:

RKB=25' @ 3558.00usft

MD Reference: North Reference: RKB=25' @ 3558.00usft Grid

Survey Calculation Method: Output errors are at

Minimum Curvature

2.00 sigma

Database:

WBDS_SQL_2

Offset TVD Reference:

Reference Datum

urvey Pro	oram: O-N	WD+IGRF											Offset Well Error:	0 00 us
Refer		Offs	et	Semi Major	Axis				Dista	nce			Oliset Well Ellol.	0 02 02
easured Depth	Vertical Depth	Measured Depth	Vertical Depth	Reference	Offset	Highside Toolface	Offset Wellbor	re Centre +E/-W	Between Centres	Between Ellipses	Minimum Separation	Separation Factor	Warning	
(usft)	(usft)	(usft)	(usft)	(usft)	(usft)	(°)	(usft)	(usft)	(usft)	(usft)	(usft)			
3,000.00	2,573.94	2,892.26	2,586.56	17.23	14.04	91.24	797.79	688.49	584.79	553.75	31.04	18.838 C	c	
3,100.00	2,573.04	3,007.33	2,586.19	18.89	15.82	91.29	898.18	687.12	584.84	550.33	34.51	16.946		
3,200.00	2,572.13	3,107.33	2,585.53	20.61	17.45	91.31	998.17	685.76	584.88	547.02	37.87	15,446		
3,300.00	2,571.22	3,207 33	2,584.86	22 35	19.13	91 34	1,098 16	684 40	584.92	543.62	41.30	14.161		
3,400.00	2,570.31	3,307.33	2,584.20	24 12	20.85	91.36	1,198.15	683.04	584.96	540.15	44.81	13.055		
3,500.00	2,569.41	3,407.34	2,583.54	25.91	22.60	91.38	1,298.14	681.68	585.00	536,64	48.36	12.096		
3.600 00	2,568.50	3,507.34	2,582.87	27 72	24.38	91,41	1,398.12	680.31	585.04	533.09	51.96	11.260		
3,700.00	2,567.59	3,607.34	2,582.21	29.55	26.18	91.43	1,498 11	678.95	585.09	529.50	55.59	10.525		
3,800.00	2,566.68	3,707.34	2,581.55	31 38	28.00	91.46	1,598.10	677.59	585.13	525.89	59.24	9.877		
3,900.00	2,565.78	3,807,34	2,580.89	33.22	29.82	91.48	1,698,09	676.23	585 17	522.25	62.92			
4,000.00		3,907.34	2,580.22	35 07	31.66	91.50	1,798.08	674.87	585.21	518,60				
4,100.00	2,563.96	4,007.34	2,579.56	36.93	33.51	91 53	1,898.06	673.51	585.25	514.93				
4,200.00		4,107.34	2,578.90	38 80	35.36	91.55	1,998.05	672.15	585.29	511.25		7.905		
4,300.00		4,207.34	2,578.23	40 67	37.22	91 57	2.098.04	670 79	585.33	507.56				
4,400.00	2,561.24	4,307 34	2,577,57	42 54	39.09	91 60	2.198.03	669.42	585 38	503.86				
4,500.00	2,560.33	4,407.34	2,576.91	44 42	40.96	91.62	2,298.02	668.06	585,42	500.15	85.27	6.866		
4,600.00	2,559.42	4,507.34	2,576.24	46 30	42.84	91.65	2,398.01	666.70	585.46	496.44	89.02	6.576		
4,700 00	2,558 52	4,592 66	2,575.58	48 18	44.44	91.67	2,497 99	665.34	585.50	492.99				
4,800.00	2,557.61	4,707.34	2,574.92	50.07	46.60	91.69	2,597 98	663.98	585.54	488.99				
4,900.00	2,556.70	4,807.34	2,574.25	51 96	48.48	91.72	2,697.97	662.62	585.59	485.26	100.33	5.837		
5,000.00	2,555.79	4,907.34	2,573.59	53 85	50.37	91.74	2.797.96	661.26	585.63	481.52				
5,100.00	2,554 89	5,007.34	2,572.93	55 74	52.26	91.77	2,897.95	659.90	585 67	477 78				
5,200.00	2,553.98	5,107 34	2.572.26	57 63	54.15	91.79	2,997.94	658.53	585 71	474.04				
5,300.00	2,553.07	5,207.34	2,571.60	59.53	56.04	91.81	3,097.92	657 17	585 75	470.29				
5,400.00	2,552 16	5,307.34	2.570.94	61.43	57.94	91.84	3,197.91	655.81	585.80	466 54				
5,500.00	2,551.25	5,392.66	2.570.27	63.33	59.56	91.86	3,297.90	654,45	585.84	463.07	122.77	4.772		
5,600.00	2,550.35	5,507.34	2,569.61	65.23	61.73	91.88	3,397.89	653.09	585.88	459.04	126.84	4.619		
5,700.00	2,549 44	5,607.34	2,568.95	67 13	63 63	91 91	3,497.88	651 73	585 93	455 28		4 485		
5,800.00	2,548.53	5,707.34	2,568.28	69.03	65.53	91.93	3,597,86	650.37	585.97	451 53				
5,900.00	2,547 62	5,807.34	2,567.62	70.93	67.43	91.96	3,697.85	649.00	586 01	447.77				
6,000.00	2.546 72	5,907.34	2,566.96	72.83	69.34	91.98	3,797.84	647.64	586 06	444.01				
-,	•			- "		- 1	-,							
6,100.00	2,545.81	6,007.34	2,566.29	74 74	71 24	92 00	3,897 83	646 28	586 10	440.25	145.85	4.018		
6,200.00	2.544 90	6,107.34	2.565.63	76.64	73.14	92.03	3,997.82	644.92	586 14	436.48	149.66	3.917		
6.300.00	2,543.99	6,207.34	2,564.97	78.55	75.05	92.05	4,097.81	643.56	586.19	432.72	153.47	3.820		
6,400.00	2,543.09	6,307.34	2,564.30	80.46	76.95	92.07	4,197 79	642 20	586.23	428.96				
6,500.00	2,542.18	6,407 34	2,563.64	82.36	78.85	92.10	4,297 78	640.84	586.27	425.19	161.08	3 640		
6,600.00	2.541 27	6,507.34	2,562.98	84.27	80 76	92.12	4,397.77	639 48	586.32	421.42	164.89	3 556		
6.700.00	2,541 27	6,607.35	2,562.32	86.18	82.67	92.12	4,397.77	638.11	586.36	421.42				
5,800.00	2,540.36	6,707.35	2,562.52	88.09	84 58	92.13	4,597.75	636.75	586,41	413.89				
6,900.00	2,539.46	6,807.35	2.560.99	89.99	86 49	92.17	4,697.73	635.39	586.45	410.12				
7.000.00			2,560,33	91.90	88 40	92.19	4,797 72	634 03	586.49	406.35				
	_,55, 04	5,557,50	_,	0,.00		- 2. 0.0		20- 00	J00.40	.00.00	100.14	2 200		
7,100.00	2,536.73	7,007.35	2.559.66	93.81	90 30	92.24	4,897.71	632.67	586.54	402.58	183.96	3.188		
7,200.00	2,535.83	7,107 35	2,559.00	95 72	92 21	92.26	4,997.70	631 31	586.58	398.81	187.77	3.124		
7,300.00	2,534.92	7,207 35	2,558.34	97 63	94.12	92.29	5,097.69	629 95	586,63	395 04	191.59	3.062		
7 400 00	2,534.01	7,307.35	2.557.67	99.54	96 03	92 31	5,197.68	628 59	586.67	391.27	195.40	3.002		
7,500 00	2.533 10	7,407 35	2.557 01	101.45	97 94	92.34	5,297.66	627 22	586.72	387 50				
7 600 00	9 593 99	7 507 25	2 550 25	102.20	ac er	00.00	E 207 CF	605.00	600 70	200 70	222.22	0.000		
7.600.00	2,532.20	7,507.35	2,556.35	103.36	99.85	92.36	5.397.65	625.86	586.76	383 73				
7,700.00		7,607 35	2,555.68	105.28	101 76	92.38	5.497.64	624 50	586.81	379 96				
7,800.00		7,692 65	2,555.02	107 19	103.39	92.41	5,597.63	623 14	586.85	376 46				
	2,529.47	7,807.35	2,554.36	109 10	105 59	92 43	5,697.62	621 78	586.90	372.41				
00.000,8	2,528.57	7,907.35	2,553.69	111 01	107.50	92.45	5,797 61	620.42	586.94	368 64	218 30	2.689		



Anticollision Report



Company:

Well Error:

Percussion Petroleum, LLC

Project: Reference Site: Eddy County, NM South Boyd

Site Error: Reference Well: 0.00 usft 21H 0.00 usft

Reference Wellbore OH Reference Design: Plan #2

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference:

Survey Calculation Method: Output errors are at

Database:

Offset TVD Reference:

Well 21H

RKB=25' @ 3558.00usft RKB=25' @ 3558.00usft

Grid

Minimum Curvature

2.00 sigma WBDS_SQL_2

Reference Datum



Anticollision Report



Company: Percussion Petroleum, LLC

Project: Eddy County, NM
Reference Site: South Boyd
Site Error: 0.00 usft
Reference Well: 21H
Well Error: 0.00 usft
Reference Wellbore OH

Reference Design: Plan #2

Local Co-ordinate Reference: Well 21H

 TVD Reference:
 RKB=25' @ 3558.00usft

 MD Reference:
 RKB=25' @ 3558.00usft

North Reference: Grid

Survey Calculation Method: Minimum Curvature

Output errors are at 2.00 sigma
Database: WBDS_SQL_2
Offset TVD Reference: Reference Datum

Offset D			Boyd - 1	9H - OH -	Plan #1								Offset Site Error:	0,00 usft
	gram: 0-N												Offset Well Error:	0.00 usft
Refer		Offs		Semi Major						ince	•			
Weasured Depth	Depth	Measured Depth	Vertical Depth		Offset	Highside Toolface	Offset Wellbo	re Centre +E/-W	Centres	Between Ellipses	Minimum Separation	Separation Factor	Warning	
(usft)	(usft)	(usft)	(usft)	(usft)	(usft)	(°)	(usft)	(usft)	(usft)	(usft)	(usit)			
3,000.00	2.573.94	3,186.24	2,866.61	17.23	15.28	124.87	786.24	523.82	511.88	484.70	27.18	18.831 C	cc	
3,100,00	2,573.04	3,303.16	2,866.62	18.89	16.97	124,96	896.83	522.32	512.35	482.29	30.06	17.046		
3,200.00			2,866.29	20.61	18.50	125.01	996.81	520.96	512.71			15.611		
3,300.00			2,865.96	22.35	20.11	125.06	1,096.80	519.60	513.06			14.370		
3,400.00			2,865,62 2,865,29	24 12 25 91	21.76 23.46	125.11 125.16	1,196.79 1,296.78	518.24	513 42 513.78			13.292 12.352		
3,500.00	2,309.41	3,703.17	2,665.29	25 91	23.40	125.10	1,290.76	516 87	\$13.76	4/2.19	41.59	12.352		
3,600 00	2,568.50	3,803.17	2,864 96	27.72	25 18	125.21	1,396.77	515.51	514.14	469.55	44.60	11.528		
3,700.00	2,567.59	3,903.17	2,864.63	29.55	26.94	125.26	1.496.76	514 15	514.51	466.87	47.63	10.802		
3,800.00	2,566.68		2,864.30	31.38	28.71	125.31	1,596.75	512.79	514.B7	464.18	50.69	10.158		
3,900.00			2,863.97	33.22	30.50	125 36	1,696.73	511 43	515.23		53 76			
4,000.00	2,564.87	4,203.18	2,863.63	35.07	32.31	125.41	1,796.72	510.07	515.59	458 74	56.85	9.070		
4,100.00	2,563.96	4,303.18	2,863.30	36.93	34.12	125.46	1,896.71	508.71	515.95	456 00	59 95	8.607		
4,200.00	2,563.05		2.862.97	38.80	35.95	125.51	1,996 70	507.35	516.32					
4,300.00	2,562.15		2.862.64	40.67	37.79	125.56	2,096.69	505.98	516.68					
4,400.00		4,603 18	2,862.31	42.54	39 63	125 61	2 196.68	504.62	517.04					
4,500.00	2,560.33		2.861.98	44.42	41.49	125.66	2,296.66	503.26	517.41					
.,_ 30.00														
4,600.00			2.861.65	46.30	43.34	125.71	2,396.65	501 90	517.77					
4,700 00			2,861.31	48.18	45.20	125.76	2,496.64	500.54	518.14					
4,800.00	2,557.61		2.860.98	50.07	47 07	125.81	2,596.63	499.18	518.50			6 3 3 5		
4,900.00			2,860.65	51.96	48.94	125 86	2,696.62	497.82	518.87	433 88				
5,000.00	2.555.79	5,203 19	2.860.32	53.85	50.82	125.91	2,796.61	496 46	519.23	431.11	88,13	5.892		
5,100.00	2,554.89	5,303.19	2.859 99	55.74	52.69	125.96	2,896.60	495.09	519.60	428.33	91.27	5 693		
5,200 00	2,553.98	5,403.20	2,859.66	57.63	54.57	126.01	2,996.58	493.73	519.96					
5,300 00	2,553.07	5,503.20	2,859.32	59.53	56.45	126.06	3,096.57	492.37	520.33					
5,400.00		5,603.20	2,858.99	61.43	58.34	126.10	3,196.56	491 01	520 70					
5,500.00	2.551.25	5,703.20	2,858.66	63.33	60.23	126 15	3,296 55	489.65	521.07	417 22	103 85	5.018		
5,600.00	2.550.35	5,803.20	2,858.33	65.23	62,12	126.20	3,396.54	488.29	521.43					
5,700.00	2,549,44	5,903.20	2,858.00	67.13	64.01	126.25	3,496.53	486.93	521.80		110 13			
5,800.00	2,548.53	6,003.21	2,857.67	69.03 70.93	65.90 67.79	126.30 126.35	3,596.52 3,696.50	485 56	522.17					
5,900 00	2,547,62 2,546,72		2,857.33 2,857.00	70.93	69.69	126.40	3,796.49	484.20 482.84	522.54 522.91					
6,000 00	2.340.72	0,203.21	2,037.00	72.03	09.09	120.40	3,790,43	402 04	322.51	403 30	(13.55	4.3/4		
6,100.00	2,545.81	6.303 21	2,856.67	74.74	71.58	126.45	3,896.48	481.48	523.28	40D 59	122 69	4.265		
6,200.00	2.544 90	6,403.21	2,856.34	76.64	73.48	126.49	3,996.47	480 12	523.65	397.83	125.82	4.162		
6,300.00	2.543.99	6.503.21	2,856.01	78 55	75,38	126,54	4,096 46	478 76	524.02	395 06	128.96	4.063		
6,400.00	2,543.09	6,603.22	2,855.68	80.46	77,28	126.59	4,196,45	477 40	524.39					
6,500 00	2,542.18	6,703.22	2,855.34	82.36	79.18	126.64	4,296 44	476 04	524.77	389.54	135.22	3.881		
6 600 00	2,541.27	6,803.22	2,855.01	84.27	81 08	126.69	4,396.42	474 67	EDE 4.4	386 79	138.35	3 796		
6,600.00	2,541.27	6,896.78	2,854.68	86.18	82.86	126.09	4,396.42	474 67	525 14 525.51					
6,700.00 6,800.00	2,540.35	7,003.22	2,854.35	88.09	84.88	126.78	4,596.40	473 31	525.88					
6,900.00	2,539.46	7,003.22	2.854.02	89.99	86.79	126.78	4,596.40	470 59	526.26					
7,000.00		7,103.22	2,853.69	91,90	88 69	126.88	4,796.38	469.23	526.63					
.,000.00	2,007.04	.,_00.20	_,,	21,20			.,, 55.50	.00.20	220.00	5.5.70	.00.04	0.01		
7,100.00			2,853,36	93 81	90.59	126.93	4,896.37	467 87	527.00	373 04	153.96	3.423		
7,200.00	2,535.83	7,403 23	2,853.02	95.72	92 50	126.97	4,996.35	466.51	527.38	370.30	157 07	3.358		
7,300 00			2,852.69	97.63	94 41	127.02	5,096 34	465 15	527.75	367 57	160 19	3 295		
7,400.00			2,852.36	99.54	96.31	127 07	5,196,33	463.78	528.13					
7,500.00	2,533.10	7.703.23	2.852.03	101.45	98.22	127.12	5.296.32	462 42	528 50	362 10	166.40	3 176	*	
7 500 00	0 500 00	7 000 04	2 054 70	100.00	100.42	127.46	E 200 24	401.00	500.00	350.00	400 54	0.400		
7,600.00		7,803 24	2.851.70	103.36	100.12	127.16	5,396.31	461 06	528 88					
7.700.00		7.903 24	2,851.37	105.28	102 03	127.21	5,496.30	459.70	529.25					
7,800 00		7.996 76 8 103 24	2,851.03	107.19	103 82	127 26	5,596 29	458 34	529.63					
7.900.00 8,000.00		8.103.24 8,203.24	2,850.70 2,850.37	109.10 111.01	105 85 107 76	127.31	5.696.27 5.706.26	456.98	530.01					
3,000.00	/320.37	0,203.24	2,000.07	111.01	10/ 10	127.35	5,796 26	455.62	530.38	348 48	181.91	2.916		
8,100.00	2.527.66	8,296.76	2.850 04	112.92	109 54	127.40	5.896.25	454.26	530.76	345.86	184.90	2.8718	ES, SF	
5,100.00	2.041.00	0,430.70	2.000 04	112,34	109 34	127.40	5.050,25	704.20	JJU. / 6	343.00	104.90	2.0/11	.u. or	



Anticollision Report



Company:

Percussion Petroleum, LLC

Project: Reference Site: Eddy County, NM South Boyd

Site Error: Reference Well: Well Error:

0.00 usft 21H 0.00 usft

Reference Wellbore OH Reference Design: Plan #2 Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: Survey Calculation Method:

Output errors are at

Database: Offset TVD Reference: Well 21H

RKB=25' @ 3558.00usft RKB=25' @ 3558.00usft

Minimum Curvature

2.00 sigma WBDS_SQL_2 Reference Datum



Anticollision Report



Company:

Percussion Petroleum, LLC

Project: Reference Site: Site Error: Eddy County, NM South Boyd 0.00 usft

Reference Well: 21H
Well Error: 0.00 usft
Reference Wellhore OH

Reference Wellbore OH Reference Design: Plan #2 Local Co-ordinate Reference:

Well 21H

TVD Reference: RKB=25' @ 3558.00usft

MD Reference:

RKB=25' @ 3558.00usft

North Reference: G

Survey Calculation Method:

Minimum Curvature

Output errors are at Database:

2.00 sigma

Offset TVD Reference:

WBDS_SQL_2 Reference Datum

Offset D			moya - 2	0H - OH - I	rian #4								Offset Site Error:	0 00 ust
urvey Pro Refer	igram: 0-N	MVD+IGRF Offs	et	Semi Major	· Aris				Dist	ance			Offset Well Error:	0 00 ust
easured		Measured	et Vertical	Reference		Highside	Offset Wellbo	re Centre		Between	Minimum	Separation	Warning	
Depth (usft)	Depth (usft)	Depth (usft)	Depth (usft)	(usft)	(usft)	Toolface (°)	+N/-S (usft)	+E/-W (usft)	Centres (usft)		Separation (usft)	Factor	**************************************	
1,200.00	1,193.53	1,186.31	1,181.44	4.16	4.02	44.74	85.07	206.04	141.54	133.68	7.86	18.004		
1,300.00	1,292.50	1,286.28	1,280.67	4.60	4.44	45.32	94.37	213.91	139.89	131.22	8.66	16.147		
1,400,00	1,391.46	1,386.26	1,379.90	5.04	4.85	45.92	103.67	221.79	138,25	128.78	9.47	14.599		
1,500.00	1,490.43	1,486.23	1,479.13	5,48	5.27	46.53	112.96	229.66	136.62	126.34	10.28	13.291		
1,567.60	1,557 43	1,553.83	1,546 22	5.76	5.55	46.70	119.25	234.99	136.07	125.26	10.82	12 579 (CC	
1,600.00	1,589.62	1,586.23	1,578.38	5.90	5.69	46.61	122.26	237.54	136.20	125,12	11.07	12.300		
1,700.00	1,689.20	1,686.18	1,677.58	6.29	6 11	45.68	131.56	245.41	138.19	126.36	11.83	11.684		
1,800.00	1,789.03	1,788.03	1,778 74	6.66	6.53	43.94	140.58	253.05	142.31	129.76	12.55			
1,900,00	1,889.00	1,891.61	1,881.96	6.99	6.93	42.24	147.19	258.65	146.75	133.51	13,24	11.083		
2,000.00	1,989.00	1,995.48	1,985.71	7.31	7 30	81.99	150.95	261.83	150.24	136.33	13.91	10.803		
2,100.00	2,088.66	2,101.55	2,088.66	7.67	7.65	85.04	151.89	262.63	150.40	135.73	14.67	10.252		
2,163.77	2,151.03	2,160.82	2,151.03	7 96	7.84	90.00	151.89	262.63	149.82	134,55				
2,200.00	2,185.69		2,185.81	8.13	7.96	93.74	152.11	262.64	150 19	134.54	15.65			
2,300 00	2,277.12			8 69	8.34	104.07	163.35	262.93	155.48	138.66				
2,400.00			2,383.78	9.41	8.85	113.31	193.33	263.72	166.43	148.40				
2,500.00			2,482.07	10.30	9.53	120.91	244.43	265.05	181.34	162.23				
2,600.00			2,573.81	11.38	10.48	126.70	318.52	266.99	198.07	178.05				
2,700.00	2,535.66		2,652.49	12.66	11 75	130,77	416.07	269.55	214.44	193.63				
2,800.00	2,563,65	2,886.25	2,710.45	14.08	13.40	133.24	535.03	272.66	228.53	206.82				
2,900.00	2,574.57	3,024.57	2.740 12	15.62	15.39	134.22	669.74	276.19	238.82	215.78				
3,000.00	2,573.94		2,742.42	17.23	17.21	133 85	7 8 6.50	279.25	243.21	217.83	25.38	9 583		
3,100.00	2,573.04	3,241.37	2,741.86	18 89	18 83	133.26	886.38	281.86	246.36	218 22				
3,200.00	2,572.13		2,741 30	20.61	20.50	132.69	986.26	284.48	249.54	218.52				
3,300.00	2,571.22			22.35	22 21	132 13	1,086.15	287.09	252.73	218.76				
3,400.00	2,570 31		2,740 19	24.12	23.94	131 59	1,186.03	289.71	255.96	218.95				
3,500.00	2,569.41		2,739.63	25.91	25.71	131 06	1,285.91	292.33	259.20	219.10				
3,600.00			2,739 07	27.72	27.49	130.54	1,385.80	294.94	262.47	219.21				
3,700.00	2,567.59		2,738.51	29 55	29.29	130.03	1,485.68	297.56	265.76	219.30				
3,800.00			2,737.96	31.38	31 10	129.54	1,585.56	300.17	269.06	219.37				
3,900.00			2,737.40	33.22	32 92	129 06	1,685.45	302.79	272.39	219.41				
4,000 00	2,564.87	4,140.64	2.736 84	35.07	34 75	128.59	1,785.33	305 40	275.74	219.44	56.30	4.898		
4,100.00			2.736 28	36.93	36.59	128.13	1,885.21	308.02	279.10	219.45				
4,200 00	2,563.05		2.735 72	38.80	38 43	127 69	1,985 10	310 63	282.48	219 46				
4,300.00	2,562.15		2,735.17	40.67	40.28	127 25	2,084.98	313 25	285.88	219 45				
4,400,00	2,561.24		2,734.61	42.54	42 14	126.82	2,184.86	315.87	289.29					
4,500 00	2,560 33		2,734.05	44.42	44 00	126.41	2,284.74	318.48	292.72					
4,600.00	2,559.42		2,733 49	46.30	45.87	126.00	2,384,63	321 10	296 17	219.38				
4,700.D0	2,558 52		2,732.93	48 18	47 73	125 60	2.484.51	323 71	299.63	219.35				
4,800.00	2,557.61		2,732.38	50 07	49.60	125.22	2,584.39	326.33	303 10	219.31				
4,900 00	2,556.70		2.731.82	51 96	51 48	124.84	2,684.28	328.94	306.59	219.27				
5,000 00	2,555.79		2,731.26	53.85	53 35	124 47	2,784 16	331 56	310 09	219 22				
	2,554.89		2,730.70	55 74	55.23	124.10	2,884.04	334.17	313.60					
5,200.00			2,730.14	57 63	57 11	123 75	2,983.93	336.79	317 12					
5,300 00			2,729.58	59.53	58 99	123 40	3.083.81	339 40	320.66					
5,400.00				61 43	60 88	123 06	3,183.69	342.02	324.21			3.082		
5,500 00	2.551 25	5,639 43	2 728.47	63 33	62.76	122.73	3,283 57	344 64	327.77	218 96	108 81	3.012		
5,600.00	2,550.35	5,739.35	2,727 91	65 23	64.65	122 41	3,383.46	347 25	331 34	218 91	112.43	2.947		
5,700.00	2,549.44	5,839.26	2,727.35	67 13	66.54	122.09	3,483.34	349.87	334 92	218 85	116.07	2.886		
5,800.00	2,548.53	5,939.18	2,726.79	69 03	68.42	121 78	3,583.22	352.48	338.51					
5,900.00	2.547.62		2,726.24	70 93	70.31	121 47	3.683.11	355.10	342.11					
6,000.00	2,546.72	-	2.725.68	72 83	72.20	121 18	3,782,99	357.71	345.72					
6,100.00	2,545 81	6.238.94	2.725.12	74.74	74.10	120.88	3,882.87	360,33	349 34	218.64	130.70	2.673		



Reference Design: Plan #2

Wellbenders

Anticollision Report



Company:

Percussion Petroleum, LLC

Project:

Eddy County, NM

Reference Site:

South Boyd

Site Error: Reference Well: 0.00 usft 21H

Well Error: 0.00 Reference Wellbore OH

0.00 usft

Local Co-ordinate Reference:

TVD Reference:

Well 21H

MD Reference:

RKB=25' @ 3558.00usft RKB=25' @ 3558.00usft

North Reference:

Grid

Survey Calculation Method: Output errors are at Minimum Curvature 2.00 sigma

Database:

WBDS_SQL_2

Offset TVD Reference:

Reference Datum

Offset D			Boyd - 2	0H - OH -	Plan #4								Offset Site Error:	0 00 us
Survey Pro Refer	gram: D-M	IWD+IGRF Offs	a)	Semi Major	Avie				Dista	1000			Offset Well Error:	0 00 us
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)		Highside Toolface (°)	Offset Wellbo +N/-S (usft)	re Centre +E/-W (usft)		Between	Minimum Separation (usft)	Separation Factor	Warning	
6,200.00	2,544.90	6,339.58	2,724.56	76 64	76.00	120.60	3,983.48	362.96	352.96	218.58	134.39	2.626		
6,300.00	2,543.99	6,451.48	2,723.93	78.55	78.12	120.48	4,095.36	363.43	354.71	216.82	137.89	2.572		
6,400.00	2,543.09	6,563.36	2,723.30	80.46	80.25	120.73	4,207.17	359.54	353.09	212.26	140.83	2.507		
6,500.00	2,542.18	5,674.90	2,722.67	82.36	82.37	121.35	4,318.40	351.32	348.14	204.99	143.15	2.432		
6,600.00	2,541.27	6,779.36	2,722.08	84.27	84.35	122.24	4,422.27	340.27	340.48	195.28	145.19	2.345		
6,700.00	2,540.36	6,878.90	2,721.52	86.18	86.24	123.17	4,521,21	329.36	332,60	185.31	147.30	2.258		
6,800.00	2,539.46	6,978.44	2,720.96	88.09	88.13	124.14	4,620.15	318.46	324.81	175.56	149.25	2.176		
6,900.00	2,538.55	7,077.99	2,720 40	89.99	90.03	125.16	4,719.09	307.55	317.12	166.07	151.05	2.099		
7,000.00	2,537.64	7,177,53	2,719.84	91.90	91.93	126.23	4,818.03	296.65	309.54	156.85	152.68	2.027		
7.100.00	2,536.73	7,277.07	2,719.28	93.81	93.83	127.35	4,916.97	285.74	302.07	147.94	154.13	1.960		
7,200.00	2,535.83	7,376.61	2,718.71	95.72	95.73	128.53	5,015.91	274.84	294.72	139.35	155.36	1.897		
7,300.00	2,534.92	7,476.15	2,718.15	97.63	97.63	129.77	5,114.85	263.93	287.50	131 12	156.38	1.838		
7,400.00	2,534.01	7,575.69	2,717,59	99.54	99.53	131.07	5,213.79	253.03	280.42	123.27	157.15	1.784		
7,500.00	2,533.10	7,675.23	2.717.03	101.45	101.44	132.43	5,312.73	242.12	273.49	115.83	157.66	1 735		
7,600.00	2,532.20	7,774.77	2,716.47	103.36	103.35	133.87	5,411.67	231.22	266 73	108.84	157.88	1.689		
7,700.00	2,531.29	7,874.31	2,715.91	105.28	105.26	135,38	5,510.61	220.31	260.14	102.34	157.80	1.649		
7,800.00	2,530.38	7,973.85	2.715.34	107.19	107.16	136.97	5,609,55	209.41	253 74	96.36	157.39	1.612		
7,900.00	2,529.47	8,073.39	2,714.78	109.10	109.08	138.64	5.708 49	198.50	247.55	90.93	156.62	1.581		
8,000.00	2,528.57	8,172.93	2.714.22	111.01	110.99	140.39	5,B07.43	187.60	241.58	86.10	155.48	1.554		
8,100.00	2,527.66	8,272 47	2.713.66	112.92	112.90	142.23	5,908 37	176.69	235.85	81 89	153.96	1.532 E	S. SF	



Anticollision Report



Company:

Percussion Petroleum, LLC

Project:

Eddy County, NM

Reference Site:

South Boyd

Site Error: Reference Well: 0.00 usft

Well Error:

21H 0.00 usft

Reference Wellbore OH Reference Design: Plan #2

Local Co-ordinate Reference:

TVD Reference:

Well 21H

RKB=25' @ 3558.00usft RKB=25' @ 3558.00usft

MD Reference: North Reference:

Grid

Survey Calculation Method: Output errors are at

Minimum Curvature 2.00 sigma

Database:

Offset TVD Reference:

WBDS_SQL_2 Reference Datum

															
Offset D	esign	South	Boyd - 2	2H - OH -	Plan #2								Offset Site Error:	0 00 usft	
Survey Pro	gram: 0-1	WWD+IGRF											Offset Well Error:	0.00 usft	
Refer	ence	Offs	et	Semi Majo	r Axis				Dist	ance					
Measured	Vertical	Measured	Vertical	Reference	Offset	Highside	Offset Wei	lbore Centre	Between	Between	Minimum	Separation	Warning	1	
Depth	Depth	Depth	Depth			Toolface	+N/-S	+E/-W	Centres	Ellipses	Separation	Factor	•	- 1	
((confet	(comf4)	(neft)	(confe)	frieftl	inc#1	/°\	4		(Al	(neft)	(see fe)			1	

Refer	ence	Offs	et	Semi Major	Axis				Dista	nce				 -
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbo +N/-S (usft)	re Centre +E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning	
}	•													1
300.00	300.00	301.01	300.01	0.54	0.54	178.85	-20.00	D.40	20.00	18.92	1 08	18.539		
400.00	399.98	401.68	400.66	0.90	0.90	141.90	-18.21	0.16	19.57	17.77	1 80	10.870		
500.00	499.84	502.23	501.06	1.26	1.27 1.30	154.81 156.37	-12.93	-0.56	18.95	16.43	2.52 2.58	7,516 7,330 CC, (Ee	
508.67	508.49 599.45	510.94 602.53	509.75 600.96	1,29 1,63	1.64	175.92	-12.31 -4.19	-0.64 -1.75	18.94 20.11	16.36 16.86	3.25	6.188	29	ł
600.00		702.44	700.12	2.03	2.04	-162.06	7.96		25.37	21.35	4.02	6.317		-
700.00	698.70	102.44	700.12	2.03	2.04	-102.00	7.50	-3.39	23.37	21.33	4.02	0.517		1
800.00	797.67	801.91	798.35	2.44	2.46	-145.01	23.46	-5 50	34.24	29.41	4.84	7.07B		-
900.00	896.64	900.96	895.71	2.87	2.91	-132.09	41.49	-7.94	45.08	39.38	5.70	7.911		}
1,000.00	995.60	1,000.04	992.99	3.30	3.37	-124.20	59.70	-10 42	57.34	50.78	6.57	8 731		}
1,100.00	1,094.57	1,101.04	1.090.27	3,73	3.84	-119.15	77.91	-12.89	70.30	62.85	7.45	9 440		}
1,200.00	1,193.53	1,202.03	1 187.55	4.16	4.32	-115.68	96.12	-15 36	83.62	75.29	8.33	10.041		1
1,300.00	1,292.50	1,303.03	1,284.83	4.60	4.80	-113.17	114.34	-17.83	97.16	87 95	9.21	10.549		
1,400.00	1,391 46	1,404.03	1,382 11	5.04	5.29	-111.27	132.55	-20.30	110.84	100.75	10.09	10.981		-{
1,500.00	1,490.43	1.505.03	1,479,40	5.48	5.78	-109.80	150.76	-22.77	124.61	113.64	10.98	11 351		-
1,600.00	1,589.62	1,606.01	1.576.69	5.90	6.27	-108.18	168.97	-25.24	137.91	126.07	11.B4	11.644		1
1,700.00	1,689.20	1,693.51	1.674 49	6.29	6.69	-105.61	187.21	-27.72	150.34	137 73	12.61			-
1		. 200 0-			7.45						40			
1,800.00		1,795.80	1.775.44	6.66 6.99	7.16 7.60	-102.84	203.57	-29.94	160.90	147.51				-
1,900.00	1,889.00	1,898.76 2,002.34	1.877 57 1,980.73	7.31	8 00	-100.16 -56.77	216.42 225.67	-31.68 -32.94	168.99 174.77	154 87 159.98	14.11 14.79	11 973 11 817		- [
1 '	1,989.00 2,088.66	2.106.37	2,084 60	7.67	8 36	-56 52	231.24	-32.94	174 77	159.96	15.52			ł
2,100.00	2,185.69	2,207.43	2,185.63	8.13	8 68	-64.06	233.06	-33.94	163,66	147.24	16.42			
2,203.00	2,100.05	2,201.43	2,100.00	0.13	0 00	-04.00	233.00	-33.54	00,001	141.24	10.42	5.501		1
2,300 00	2.277 12	2.298 91	2,277 12	8.69	8 96	-78.23	233.06	-33.94	149.64	132.21	17.43	8.587		
2,368.81	2.335.33	2,357 19	2,335.34	9 18	9.15	-90.00	235.08	-33 97	145.58	127.49	18.10	8 044		
2,400.00	2.360.18	2,384.31	2,362.30	9.41	9.27	-95.40	237.99	-34.01	146 47	128.11				
2,500.00	2,432,36	2,476.27	2,452.11	10.30	9.73	-111 78	257.28	-34.27	160.92	141.82				
2,600.00	2,491.45	2,578.06	2,546.50	11 38	10.39	-125.37	295.05	-34.77	189.66	170.10	19.56	9.698		
2,700.00	2,535.66	2,693.49	2,643.50	12.66	11.35	-135.82	357.25	-35.61	226.36	206.68	19.68	11.502		
2,800.00	2,563.65	2,827.64	2,737.89	14.08	12.77	-143.64	452.13	-36.89	264.99	245.54	19.45			-
2,900.00		2,986.17	2,817.42	15.62	14.83	-149.31	588.67	-38.72	300.02					-
3,000.00	2.573.94	3,173.60	2,859.13	17 23	17.68	-152.99	770.52	-41.16	320.56	301.52		16 839		
3,100.00	2.573.04	3,306.91	2,859.71	18 89	19.86	-153.13	889.99	-42.77	321.38	300.52	20.86	15.406		
	0.570.40		0.050.00	20.04	24.04	450.45	222.02				20.00	44.744		
3,200.00		3,393 09	2,859.09	20.61	21 31	-153.16	989.97	-44.11	321.60					1
3,300.00		3,506.91	2,858.46 2,857.83	22.35 24.12	23.26 25.02	-153.19 -153.22	1,089,96 1,189.95	-45 46 -46.80	321.83 322.05					1
3,400 00	2 570 31 2 569 41	3,606.91 3,706.91	2,857 20	25 91	26.79	-153.26	1,289 94	-48.15	322.28		28.71			1
3,600.00		3,806.91	2,856.57	27.72	28.58	-153.29	1,389.93	-49.49	322.50					
0,500.00	2.000 00	0,000,01	2,000.07				.,500.50	.,3.,40						
3,700.00		3,906.91	2.855.94	29.55	30 39	-153.32	1,489.92	-50 83	322.73					
3,800.00	2,566 68	4,006 91	2.855.32	31.38	32.21	-153.35	1,589.91	-52 18	322 96	288.07	34.88			
3,900 00	2,565 78	4,106 91	2.854.69	33.22	34.04	-153.38	1,689.89	-53.52	323.18					1
4,000.00	2,564.87	4,206.91	2,854.06	35.07	35.88	-153.41	1,789,88	-54.86	323.41					
4,100.00	2,563.96	4,306.91	2.853.43	36.93	37.73	-153.44	1,889,87	-56 21	323.63	282.46	41 18	7.860		1
4,200.00	2,563.05	4,406.91	2,852.80	38.80	39 59	-153.47	1,989.86	-57 55	323.86	280.57	43.29	7 481		
4,300 00			2,852 17	40.67	41 45	-153.50	2,089.85	-58 90	324 09					- {
4,400.00	2,561 24	4,606 91	2,851.55	42.54	43 31	-153.53	2,189.84	-60.24	324.31	276 79	47.53	6.824		}
1	2,560.33		2,850.92	44.42	45 18	-153.56	2,289,83	-61.58	324 54					-
4,600.00	2,559.42	4,805.91	2,850 29	46.30	47 06	-153.59	2,389.81	-62.93	324.77	272.98	51.78	6 272		
4 700 00	2 552 52	A DOC DA	2 840 60	40 40	40.00	150.00	2 490 90	0.4.07	204.00	974.50		£ 005		1
1.	2,558 52		2,849,66	48 18	48 93	-153.62	2.489.80	-64.27	324.99					-
4,800.00			2.849.03 2.848.40	50 07 51 06	50 82 52 70	-153.65	2,589,79	-65.62	325.22					1
Į.	2,556.70		2,847.78	51.96 53.85	52.70 54.58	-153 68 -153 71	2.689 78	-66,96	325.45					1
1	2,555.79 2,554.89		2,847.15	53. 8 5 55.74	54 58 56 47	-153.71 -153.74	2.789.77 2.889.76	-68.30 -69.65	325 68 325 90					}
3,700.00	2.004.00	0,000 51	2.047.10	55 74	30 H	-100.74	2,003 /0	-03.03	323.90	200 40	. 04.40	5,213		
5,200.00	2,553.98	5,406.91	2.846.52	57.63	58.36	-153,77	2,989 75	-70.99	326 13	261.55	64 58	5.050		
							gent point S							 _



Anticollision Report



Company:

Percussion Petroleum, LLC

Project: Reference Site: Eddy County, NM South Boyd

Site Error: Reference Well: Well Error:

Reference Design: Plan #2

0.00 usft 21H 0.00 usft Reference Wellbore OH

TVD Reference: MD Reference:

Local Co-ordinate Reference:

Well 21H

RKB=25' @ 3558.00usft RKB=25' @ 3558.00usft

North Reference: Minimum Curvature

Survey Calculation Method: Output errors are at

Database:

Offset TVD Reference:

Grid

2.00 sigma WBDS_SQL_2 Reference Datum

Offset D	esign	South	Boyd - 2	2H - OH -	Plan #2								Offset Site Error:	0 00 us
Survey Pro	gram: 0-M	WD+IGRF	•										Offset Well Error:	0 00 us
Refer	ence	Offs	et	Semi Major	Axis				Dist	ance				
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbo +N/-S (usft)	re Centre +E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Waming	
5,300.00	-	5,506 91	2,845.89	59.53	60.25	-153.80	3.089.73	-72.33	326.36	259.64	66.72	4.892		
5,400.00		5,606.92	2.845.26	61.43	62.15	-153.83	3,189.72	-73.68	326.59	257.73	68.85	4.743		
5,500.00		5,706.92	2,844.63	63.33	64.04	-153.86	3,289.71	-75.02	326,81	255,83	70.99	4.604		
5,600.00		5,806.92	2,844 01	65.23	65.94	-153.89	3,389.70	-76.37	327.04	253.92	73.12			
5,700.00		5,906.92	2.843.38	67.13	67.83	-153.65	3,489,69	-70.37	327.27	252.01	75.25	4.349		
5,800.00		6,006.92	2,842.75	69.03	69.73	-153.95	3,589.68	-79.05	327.50	250.11	77.39	4.232		
5,000.00	2.040.00	3,000.52	2,042.10	00.00				70.00		200.11				
5,900.00		6,106.92	2,842.12	70 93	71.63	-153.98	3,689.67	-80.40	327.72	248.21	79.52			
6,000.00	2,546.72	6,206.92	2,841,49	72 83	73.53	-154.01	3,789 65	-81 74	327.95	246 30	81.65	4.017		
6,100.00	2,545.81	6,306.92	2,840.86	74.74	75.43	-154.04	3,889 64	-83.09	328.18	244.40	83.78	3.917		
6,200.00	2,544.90	6,406.92	2,840.24	76.64	77.34	-154.07	3,989 63	-84 43	328.41	242.50	85 91	3.823		
6,300.00	2,543.99	6,506.92	2,839.61	78.55	79.24	-154.10	4,089.62	-85.77	328.64	240.60	88 03	3.733		
6,400.00	2,543.09	6,593.08	2,838.98	80.46	80 88	-154 13	4,189.61	-87.12	328.87	238.86	90.01	3.654		
6,500.00	2.542.18	6,706.92	2,838,35	82.36	83.05	-154.16	4,289 60	-88.46	329.09	236.81	92.28	3.566		
6,600 00	2,541.27	6,806 92	2,837.72	84.27	84.95	-154.19	4,389.59	-89.80	329.32	234 92	94.41	3.488		
6,700.00	2,540.36	6.906.92	2,837.09	86.18	86.86	-154.21	4,489.57	-91.15	329 55	233.02	96 53	3.414		
6,800.00	2,539.46	7,006.92	2,836 47	88.09	88.76	-154.24	4,589 56	-92.49	329.78	231.13	98.65	3.343		
6,900.00	2.538.55	7,106.92	2.835.84	89.99	90.67	-154.27	4,689 55	-93 84	330 01	229.24	100 77	3.275		
7,000.00		7,206.92	2,835.21	91.90	92.58	-154.30	4,789.54	-95.18	330.24	227 35	102.88			
7,100.00		7,306,92	2.834 58	93.81	94.48	-154.33	4,889.53	-96.52	330.47	225.47	105.00			
7,200.00		7,406.92	2,833.95	95.72	96.39	-154.36	4,989.52	-97.87	330.70	223.58	107 11			
7,300.00	2,534.92	7,506.92	2,833.32	97.63	98.30	-154.39	5,089.51	-99.21	330.92	221.70	109.22			
7,400.00	2.534.01	7,606 92	2,832.70	99.54	100,21	-154.42	5,189.49	-100.55	331.15	219.82	111,33	2.974		
7,500.00	2,533.10	7,706,92	2,832.70	101.45	102.12	-154.45	5,289.48	-101.90	331.38	217.94	113.44	2.921		
7,600.00		7,706.92	2,831.44	103.36	104.03	-154.48	5,389.47	-101.30	331.50	216.06	115.55			
7,700.00		7,906.92	2,830.81	105.28	105.94	-154.40	5,489.46	-104.59	331.84	214.19	117.65			
7,700.00	2,531.29	8,006.92	2,830.18	105.26	107.85	-154.51	5,469.46	-105 93	332.07	212.31	119.76			
1,000.00	2,000.00	3,000.02	۵,000.10	107.15	101.03	-104 00	5,565.45	-100 00		2.12.01	110.70			
7,900.00	2,529.47	8,106.93	2,829.56	109.10	109.76	-154.56	5,689.44	-107.27	332.30	210.44	121.86			
8,000.00	2.528.57	8.206.93	2,828.93	111.01	111.67	-154.59	5,789.43	-108.62	332.53	208.57	123.96			
8,100.00	2,527.66	8,293.07	2.828.30	112.92	113,31	-154.62	5,889.41	-109 96	332.76	206.85	125 91	2.643 9	SF.	



Anticollision Report



Company:

Percussion Petroleum, LLC

Project:

Eddy County, NM

Reference Site:

Site Error:

South Boyd

Reference Well:

0.00 usft

21H

Well Error: Reference Wellbore OH

0.00 usft Reference Design: Plan #2

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

RKB=25' @ 3558.00usft RKB=25' @ 3558.00usft

North Reference: Grid

Survey Calculation Method:

Minimum Curvature

Output errors are at

2.00 sigma

Well 21H

Database: Offset TVD Reference: WBDS_SQL_2 Reference Datum

Offset D			Boyd - H	awk 27 Fe	deral - C	DH - OH							Offset Site Error:	0 CO usft
Survey Pro	-			C 15					m:_4				Offset Well Error:	0 00 usft
Reference Measured	ence Vertical	Offs: Measured	et Vertical	Semi Major Reference	Offset	Highside	Offset Wellbo	ra Cambra	Dista Between	ence Between	Minimum	Separation	NM	
Measured Depth (usft)	Depth (usft)	Depth (usft)	Depth (usft)	(usft)	(usft)	Toolface (°)	+N/-S (usft)	+E/-W (usft)	Centres (usft)		Separation (usft)	Factor	Warning	
3.900.00	2,565,78	2,473.78	2,565.78	33.22	41.43	94.29	2,636.27	192 43	951 63	900.60	51.03	18.649		
4,000.00	2,564,87	2,472.87	2,564.87	35.07	41.41	93.84	2,636.27	192.43	852.44	801.24	51.20	16.650		
4,100.00	2,563,96	2,471,96	2,563,96	36.93	41.40	93.38	2.636.27	192.43	753.47	701.99	51.48	14,636		
4,200.00	2,563.05	2,471.05	2,563.05	38.80	41,38	92.93	2,636.27	192.43	654 80	602.86	51.95	12.606		
4,300.00	2,562.15	2,470.15	2,562,15	40.67	41.37	92.48	2,636.27	192.43	555.62	503.89	52.73	10.556		
4,400.00	2,561.24	2,469.24	2,561.24	42 54	41.35	92.02	2,636.27	192.43	459.21	405,13	54.09	8.491		
4,500.00	2,560.33	2,468.33	2,560.33	44.42	41.34	91.57	2,636.27	192.43	363.22	306.69	56.53	6.425		
4,600.00	2,559.42	2,467.42	2,559.42	46.30	41.32	91.11	2,636.27	192.43	270 15	208.96	61,19	4.415		
4,700.00	2,558.52	2,466 52	2,558.52	48 18	41.30	90.66	2,636.27	192.43	184 46	113.82	70.64	2.611		
4,800.00	2,557.61	2,465.61	2,557 61	50.07	41.29	90 20	2,636.27	192.43	122.77	35.46	87.32	1.406 L	evel 3	
4,844.78	2,557.20	2,465.20	2,557.20	50.91	41.28	90.00	2,636.27	192.43	114 32	22.16	92.16	1,240 L	evel 2, CC. ES, SF	
4,900.00	2,556.70	2,464.70	2,556.70	51 96	41.27	89.75	2,636.27	192.43	126 96	37.92	89.04	1.426 L	evel 3	
5,000.00	2,555.79	2,463.79	2,555.79	53.85	41.26	89.29	2,636.27	192.43	192 77	117.16	75.61	2.550		
5,100.00	2,554.89	2,462.89	2,554.89	55 74	41.24	88.84	2,636.27	192.43	279.65	212.32	67.33	4.153		
5,200.00	2,553.98	2,461.98	2,553.98	57 63	41.22	88 38	2,636.27	192.43	373.15	310.33	62.82	5.940		
5,300:00	2,553.07	2,461.07	2,553.07	59.53	41.21	87.93	2,636.27	192.43	469 34	409.19	60.15	7.803		
5,400.00	2,552 16	2,460.16	2,552.16	61 43	41.19	87.48	2,636.27	192.43	566 85	508.41	58.44	9.700		
5,500.00	2,551.25	2,459.25	2,551.25	63 33	41.18	87.02	2,636.27	192.43	665 10	607.82	57.28	11.612		
5,600.00	2,550 35	2,458 35	2.550.35	65 23	41 16	86 57	2,636.27	192.43	763 80	707.35	56.44	13.532		
5,700.00	2,549.44	2.457.44	2,549.44	67 13	41 15	86 12	2,636.27	192.43	862.80	806.97	55.83	15.454		
5,800.00	2,548.53	2,456.53	2,548.53	69.03	41 13	85.66	2,636.27	192.43	962.00	906.64	55.36	17.377		
5,900.00	2,547.62	2.455.62	2,547.62	70.93	41.11	85.21	2,636 27	192.43	1,061.36	1 006.36	55.00	19.298		



Anticollision Report



Company:

Percussion Petroleum, LLC

Project: Reference Site: Eddy County, NM South Boyd

Site Error: Reference Well: 0:00 usft

Well Error: Reference Wellbore OH Reference Design: Plan #2

2,573.94

3,000.00

2,549.94

2,573.94

17.23

42.76

88.91

21H 0.00 usft

Local Co-ordinate Reference:

TVD Reference:

Well 21H

RKB=25' @ 3558.00usft

MD Reference: North Reference:

RKB=25' @ 3558.00usft Grid

Survey Calculation Method:

Offset TVD Reference:

Output errors are at

Database:

2.00 sigma WBDS_SQL_2 Reference Datum

Minimum Curvature

Offset Site Error: 0 00 usft South Boyd - Pan Canadian 4/34 Federal - OH - OH Offset Design Survey Program: 200-INC-ONLY Offset Well Error: 0 00 usft Reference Offset Semi Major Axis Distance Offset Wellbore Centre Minimum Separation Measured Vertical Measured Vertical Reference Offset Highside Between Between Warning Depth Depth Depth Toolface Centres Ellipses Separation Factor Depth +N/-S +E/-W (usft) (usft) (usft) (usft) (usft) (usft) (°) (usft) (usft) (usft) (usft) (usft) 1,400.00 1,391.46 1,367.46 1,391.46 5.04 22.12 75.87 -146.30 566.60 540.19 513.07 27.12 19.915 566.60 536.83 507.54 18.327 1,490,43 1,490,43 5 48 23.85 77.34 -146,30 29.29 1.500.00 1,466,43 16.985 1,600,00 1 589 62 1.565.62 1,589.62 5.90 25.58 78 60 -146 30 566.60 534 18 502 73 31.45 1,689.20 15.854 1,700.00 1,665,20 1,689 20 6 29 27.32 79.52 -146.30566.60 532.43 498 85 33.58 1,800.00 1,789.03 1,765.03 1,789.03 6.66 29.06 80.11 -146.30 566 60 531.43 495 74 35.69 14.889 566.60 531.06 493.28 37,77 14.059 1,900.00 1,889.00 1,865.00 1,889.00 30.81 80.33 -146.30 13.409 CC 80.35 -146 30 566 60 531.02 491 42 39.60 1 988 61 1.977.61 1.953.61 1.977.61 7 27 32 35 2.000.00 1,989.00 1,965.00 1.989.00 7.31 32.55 121.35 -146.30 566,60 531.05 491 21 39.84 13.331 ES 2,100.00 2,088.66 2,064.66 2,088.66 7.67 34.29 122.45 -146.30 566,60 534.61 492.67 41.94 12.747 8.13 35.98 123.39 566.60 547.79 503,69 44.11 12.420 2,200.00 2,185.69 2,161.69 2,185.69 -146.30 12.357 SF 8.69 37.58 124.56 -146.30 566.60 571.70 525.43 46.27 2,277 12 2,253,12 2,277.12 2,300 00 2.400.00 2.360.18 2.336.18 2,360,18 9 41 39 03 125 34 -146.30 566.60 607.52 559.17 48 34 12.566 2,500.00 2,432.36 2,408.36 2,432.36 10.30 40.29 125.02 -146.30 566.60 655.94 605.68 50.25 13.052 2,467.45 2,491.45 11.38 41.32 122.80 -146.30 566.60 716.69 664 78 51.91 13.807 2,600,00 2.491.45 788.43 735.21 14.813 2,700.00 2,535.66 2,511.66 2,535.66 12.66 42.09 117.60 -146.30 566.60 53.22 42.58 107.92 -146,30 566.60 868.91 814,75 54.16 16.043 2.800.00 2.563.65 2.539.65 2.563.65 14.08 2,900.00 2.574.57 2,550.57 2,574.57 15.62 42.77 92.39 -146.30 566 60 955 25 900.55 54 69 17.466

-146 30

566.60

1,044.53

989.60

54.93

19.014



Anticollision Report



Company:

Percussion Petroleum, LLC

Project: Reference Site: Eddy County, NM

Reference Site: Site Error: South Boyd 0.00 usft 21H

Reference Well: 21H
Well Error: 0.00 usft
Reference Wellbore OH
Reference Design: Plan #2

Local Co-ordinate Reference:

Well 21H

TVD Reference: MD Reference: RKB=25' @ 3558.00usft RKB=25' @ 3558.00usft

North Reference: G

Survey Calculation Method: Output errors are at Minimum Curvature

2.00 sigma WBDS_SQL_2

Database: Offset TVD Reference:

WBDS_SQL_2 Reference Datum

Offset D			•	B 27 10H	Excel - C	OH - OH							Offset Site Error:	0 00 us
	-	18-MWD+IGR											Offset Well Error:	0 00 us
Refer		Offs		Semi Major					Dist	ance				
fleasured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbo +N/-S (usft)	re Centre +E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning	
5,100.00	2,554.89	4,125.28	2,544.92	55.74	34.34	89.84	3,677.46	1,105,86	1,297.69	1,226,15	71,54	18,140		
5,200 00	2,553.98	4,125.28	2,544.92	57.63	34.34	89.84	3,677.46	1,105.86	1,240 71	1,164.26	76.45	16.228		
5,300.00	2,553.07	4,125.28	2,544.92	59.53	34.34	89.84	3,677.46	1,105.86	1,189.42	1,107.94	81.48	14.598		
5,400.00	2,552.16	4,125.28	2,544.92	61.43	34.34	89.84	3,677.46	1,105.86	1,144.59	1,058.10	86.49	13.234		
5,500.00	2,551.25	4,125.28	2,544.92	63.33	34.34	89.84	3,677 46	1,105 86	1,107 00	1,015.67	91 33	12.121		
5,600.00	2,550.35	4,125.28	2,544.92	65.23	34.34	89.84	3,677.46	1,105.86	1,077 41	981.60	95.81	11.245		
5,700.00	2,549.44	4,125.28	2,544.92	67 13	34 34	89.84	3,677 46	1,105.86	1,056.49	956.75	99.74	10.592		
5,800.00	2,548.53	4,125.28	2,544.92	69.03	34.34	89.84	3,677 46	1,105.86	1,044.77	941.83	102.94	10.149		
5,900.00		4,060.54	2,544.13	70.93	33.09	89.83	3,742 15	1,103.67	1,041.60	937 75	103.85	10.030		
6,000.00	2,546.72	3,972.38	2,545.82	72.83	31.40	89.96	3,830.18	1,099.46	1,038.25			9.972		
6,100.00	2.545.81	3,883.36	2,545.26	74.74	29 69	89.98	3,919 14	1,096.18	1,036.00	931.64	104.36	9.927		
6,139.03	2,545.46	3,859.28	2,544.82	75.48	29.23	89.96	3,943 20	1,095.67	1,035.72	931.03	104.69	9.894 C	C, ES	
6,200.00		3,821.25	2,544.37	76.64	28 50	89.96	3,981 23	1,095.57	1,036.40			9 857		
6,300.00		3,746.80	2,544.01	78.55	27.08	89.98	4,055 65	1,097.49	1,040.25				F	
6,400.00		3,629.43	2,545.20	80.46	24.84	90.10	4,172 98	1,100.42	1,044.15			9 917		
6,500.00	2,542.18	3,530.28	2,547.61	82.36	22.95	90.28	4,272.09	1,101 84	1,046.99	941.68	105.30	9.943		
6,600.00	2,541.27	3,408.77	2,547.94	84.27	20.63	90.36	4,393.57	1,103.63	1,050.04	945.15	104.89	10.011		
6,700.00	2,540.36	3,320.89	2.545.84	86.18	18.95	90.29	4,481.43	1,103.51	1,051.33	946.21	105 12	10.001		
6,800.00	2,539.46	3,221.28	2,544,26	88.09	17.05	90.25	4,581.01	1,104.52	1,053.74	948.61	105.13	10.024		
6,900.00	2,538.55	3,134.51	2,539.68	89 99	15.39	90.04	4,667.66	1,105.62	1,056.42	951.05	105.37	10 026		
7,000.00	2.537 64	3.015 43	2,528 14	91.90	13.13	89 48	4,786.10	1,108.22	1,060.24	955.21	105.03	10.095		
7,100 00	2,536 73	2,908.37	2.515 07	93 81	11.10	88 82	4,892.36	1,107.89	1,061.48	956.58	104.89	10 120		
7,200.00	2,535.83	2,813.90	2,502.53	95.72	9.30	88.20	4,985.99	1,107.43	1,062.71	957.72	104.99	10.122		
7,300.00	2,534.92	2,739.06	2.495.04	97.63	7.88	87.83	5,060.44	1,108 42	1,065.72	960.29	105.43	10.108		
7,400.00	2,534.01	2,674.23	2.491.47	99 54	6.67	87.68	5,125.12	1,110.72	1,071.06	965 11	105.96	10.109		
7,500.00	2,533,10	2,620.70	2,489,24	101.45	5.68	87.60	5,178.41	1,115.18	1,080.75	974.26	106.48	10.149		
7,600 00	2,532.20	2.255 13	2,353.60	103 36	0.47	80.44	5,465.00	1,095.50	1,073.50	971 21	102.29			
7,662.92	2,531.63	2,251.00	2,349.57	104.57	0.36	80.22	5,465.52	1,094.81	1,071.69	968.00	103.69	10.335		
7,700.00	2,531.29	2,251.00	2,349.57	105.28	0.36	80.22	5,465.52	1,094.81	1,072.33					
7,800.00	2,530.38	2,251.00	2.349.57	107.19	0.36	80.22	5,465,52	1,094.81	1,080.42					
7,900.00	2,529.47	2,251.00	2.349.57	109.10	0.36	80.22	5,465,52	1,094.81	1,097 60	991 63	105.97	10 358		
8,000.00	2,528.57	2,251 00	2,349.57	111 01	0 36	80.22	5,465.52	1,094.81	1,123.45	1,017.96	105.50	10.649		
8,100.00	2,527.66	2,251 00	2.349 57	112.92	0.36	80.22	5,465.52	1,094.81	1.157 39	1,053.07	104.32	11.095		



Anticollision Report



Company:

Percussion Petroleum, LLC

Project:

Eddy County, NM

Reference Site:

South Boyd

Site Error: Reference Well: 0.00 usft 21H

Well Error: Reference Wellbore OH

0.00 usft Reference Design: Plan #2

Local Co-ordinate Reference:

TVD Reference:

Well 21H RKB=25' @ 3558.00usft

RKB=25' @ 3558.00usft MD Reference:

North Reference: Survey Calculation Method: Grid Minimum Curvature

Output errors are at

Offset TVD Reference:

2.00 sigma

Database:

WBDS_SQL_2 Reference Datum

Offset D	esign	South	Boyd - S	B 27 10H	PDF - O	H - OH							Offset Site Error:	0 00 us
Survey Pro	gram: 225	1-MWD+IGR											Offset Well Error:	0 00 us
Refer	ence	Offs	et	Semi Major	Axis				Dist	ance				
Measured		Measured	Vertical	Reference	Offset	Highside	Offset Wellbo			Between	Minimum	Separation	Warning	
Depth (usft)	Depth (usft)	Depth (usft)	Depth (usft)	(usft)	(usft)	Toolface (*)	+N/-S (usft)	+E/-W (usft)	Centres (usft)	Ellipses (usft)	Separation (usft)	Factor		
5,100.00	2,554.89	4,125.28	2,544.92	55.74	34.34	89.87	3,724.13	1,153.46	1,363,86	1,292.65	71.21	19.152		
5,200.00	2,553.98	4,125.28	2,544.92	57.63	34.34	89.87	3,724.13	1,153,46	1,306.25	1,230.28	75.97	17.194		
5,300.00	2,553.07	4,125.28	2,544.92	59.53	34.34	89.87	3,724.13	1,153.46	1,253.97	1,173.13	80.85	15.510		
5,400.00	2,552.16	4,125.28	2,544.92	61,43	34.34	89.87	3,724.13	1,153.46	1,207.73	1,121.99	85 74	14.086		
5,500.00	2,551.25	4,125.28	2,544.92	63.33	34.34	89.87	3,724.13	1,153.46	1,168.24	1,077.72	90.51	12.907		
5,600.00	2,550.35	4,125.28	2,544,92	65.23	34.34	89 87	3,724.13	1,153.46	1,136.20	1,041.18	95.01	11.958		
5,700.00	2,549.44	4,125.28	2,544.92	67.13	34.34	89.87	3,724.13	1,153.46	1,112.25		99.07	11.227		
5,800.00	2,548.53	4,125.28	2.544.92	69.03	34.34	89.87	3,724.13	1,153.46	1,096.94	994.43	102.51	10.701		
5,900.00	2,547.62	4,125.28	2,544.92	70.93	34.34	89.87	3,724.13	1,153.46	1,090.61	985.42	105.19	10.368		
6,000.00	2,546.72	4,007.72	2,545.15	72.83	32 08	89.93	3,841 56	1,148 58	1,087.82	963.06	104.76	10.384		
6,100.00	2,545.81	3,918.36	2 5 45.98	74.74	30,36	90.02	3,930.83	1,145.03	1,085.21	980.22	104.99	10.336		
6,185.03	2,545.04	3,859.28	2,544.82	76.36	29.23	89.99	3,989.87	1,143.27	1,083.96	978.40	105.56	10.268 C		
6,200.00	2,544.90	3,850.21	2.544.69	76.64	29.06	89.99	3,998.94	1,143.16	1,084.00	97B.32	105.69	10.257 E		
6,300.00	2,543.99	3,788.21	2,544.11	78.55	27.87	89.99	4,060.93	1,143 74	1,086.31	979.91		10.210 S	F	
6,400.00	2,543.09	3,686.91	2,544.75	80.46	25.94	90.07	4,162.18	1,146.87	1,090.81	984.43	106.38	10.254		
6,500.00	2,542.18	3,573.88	2.546.55	82.36	23.78	90.22	4,275.17	1,148.78	1,093.87	987.73	106 14	10.306		
6,600.00	2,541.27	3,481.00	2,548.24	84.27	22.01	90,35	4,368.02	1,150.33	1,096.95	990.69	106.26	10.323		
6,700.00	2,540 36	3,358 74	2,546.66	86.18	19.68	90.32	4,490.25	1.150 93	1,098.73	992.69	105 84	10.381		
6,800.00	2,539,46	3,273.15	2,545.21	88.09	18.04	90.29	4,575.83	1,151.57	1,100.85	994 73	106.12	10.374		
6,900.00	2,538.55	3,173.53	2,542.18	89.99	16.14	90.17	4,675.38	1,152.55	1,103.22	997.10	106.12	10.396		
7,000.00	2.537.64	3,092.56	2,536.53	91.90	14.60	89.92	4,756.14	1.154.28	1,106.75	1,000.29	106.46	10.396		
7.100.00	2.536.73	2,954.35	2,520.38	93.81	11.97	89.15	4,893.36	1,155.72	1,109.21	1,003 44	105.77	10.487		
7,200.00	2.535.83	2,855.30	2,507.94	95.72	10.09	88.55	4,991.62	1,155.21	1,110.32	1,004.53	105 79	10.496		
7,300.00	2,534.92	2,776.15	2,498.31	97.63	8.59	88.10	5,070.17	1,155.28	1.112 20	1,006.04	106,17	10.476		
7,400.00	2,534.01	2,700.00	2,492.65	99.54	7.15	87.85	5,146.07	1,157.14	1,116,31	1,009.75	106.56	10,476		
7,500.00	2,533,10	2,650.21	2.490.44	101.45	6.22	87.76	5,195.73	1,160.00	1,123.69	1,016.45	107.24	10.479		
7,600 00		2,251.00	2.349.57	103.36	0.36	80.66	5,512.18	1,142.40	1,124.48	1,022.51	101.97	11.028		
7,700 00	2 531.29	2,251.00	2,349.57	105.28	0.36	80.66	5,512.18	1,142.40	1,119.23	1,014,76	104.47	10.714		
7,708 92	2,531.21	2,251.00	2,349.57	105.45	0.36	80.66	5,512.18	1,142 40	1,119.19	1,014.55	104.65	10.695		
7,800.00	2,530.38	2,251.00	2,349.57	107 19	0.36	80.66	5,512.18	1,142 40	1,122.89	1,016.75	106.15	10.579		
7,900.00	2,529.47	2,251.00	2.349.57	109.10	0.36	80.66	5,512.18	1,142.40	1,135.39	1,028.40	106.99	10.612		
6,000.00	2,528 57	2,251.00	2,349 57	111.01	0.36	80 66	5,512 18	1,142.40	1,156.43	1,049.40	107 03	10.805		
8.100 00	2,527 66	2,251.00	2,349 57	112.92	0.36	80.66	5,512 18	1,142.40	1,185.56	1,079,21	106.34	11.149		



Anticollision Report



Company:

Percussion Petroleum, LLC

Project: Eddy County, NM South Boyd Reference Site:

Reference Design: Plan #2

Site Error: 0.00 usft Reference Well: 21H 0.00 usft Well Error: Reference Wellbore OH

Local Co-ordinate Reference:

Well 21H TVD Reference:

RKB=25' @ 3558.00usft RKB=25' @ 3558.00usft MD Reference:

North Reference: Grid

Survey Calculation Method: Minimum Curvature

Output errors are at

2.00 sigma WBDS_SQL_2 Database:

Offset TVD Reference: Reference Datum

Offset De	esign	South i	Boyd - S	B 27 8H -	OH - OH	l							Offset Site Error:	0.00 usft
Survey Pro	-			C					.				Offset Well Error:	their CO.O
Refere		Offs		Semi Major					Dist	ance				
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toollace (°)	Offset Wellbo +N/-S (usft)	re Centre +E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning	
5,800.00	2,548.53	2,451.22	2,547.05	69.03	8.35	91.15	4,018.16	177.93	443.09	415.41	27.68	16.007		
5,900 00	2,547.62	2,450.29	2.546 13	70.93	8.34	90.71	4.018.16	177.92	347.81	315.05	32.77	10.615		
6,000.00	2,546.72	2,449.37	2,545.20	72.83	8.34	90.26	4,018.16	177.91	256 16	214.42	41.74	6.137		
6,100.00	2,545.81	2,448.44	2,544.27	74.74	8.34	89.81	4,018.16	177.89	173.95	115.30	58.65	2.966		
6,200.00	2,544.90	2,447.52	2,543.35	76.64	8.33	89.37	4,018.16	177.88	122.05	39.36	82.69	1.476 L	evel 3	
6,226.81	2,544.66	2,447.27	2,543.10	77.15	8.33	89.25	4,018.16	177.88	119.07	33.62	85.45	1.393 L	evel 3, CC, ES, SF	
6,300.00	2,543.99	2,446.59	2,542.42	78.55	8.33	88.92	4.018 16	177.87	139.77	63,33	76.43	1 829		
6,400 00	2,543.09	2,445.67	2,541.50	80.46	8.33	88 48	4,018.16	177.86	210 17	153.94	56.23	3.737		
6,500 00	2,542.18	2,444.74	2,540.57	82.36	8 32	88.03	4,018.16	177.84	298.00	253.73	44.27	6.732		
6,600.00	2,541.27	2,443,81	2,539.65	84.27	8.32	87.59	4.018.16	177.83	391.71	354 20	37 51	10.442		
6,700.00	2,540.36	2.442.89	2,538 72	86.18	8.32	87 14	4,018 16	177.82	487 92	454.54	33.38	14.617		
6,800.00	2,539.46	2,441.96	2,537.79	88.09	8.31	86.70	4,018.16	177.81	585.40	554.74	30.66	19.093		



Anticollision Report



Company:

Percussion Petroleum, LLC

Project: Reference Site: Eddy County, NM

Site Error:

South Boyd 0.00 usft

Reference Well: Well Error:

21H 0.00 usft

Reference Wellbore OH Reference Design: Plan #2

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: Survey Calculation Method:

Output errors are at

Database:

Offset TVD Reference:

Well 21H

RKB=25' @ 3558.00usft

RKB=25' @ 3558.00usft

Grid

Minimum Curvature

2.00 sigma WBDS_SQL_2 Reference Datum

Offset D			Boyd - S	B 27 9H -	OH - OH	}							Offset Site 1		0 00 us
-	gram: 500			Cami Halas	. Auin				Dies				Offset Well i	žrror:	0 00 us
Refer		Offs		Semi Major					Dist						
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (*)	Offset Wellbo +N/-S (usft)	re Centre +E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	V	/aming	
6,800.00	2,539.46	2,446.44	2,538.33	88.09	7.88	91 59	5,007.50	140.74	427.44	398.92	28.52	14.987			
6,900.00	2,538.55	2,445.51	2,537.40	89.99	7.88	91.03	5,007.50	140.73	330.74	296.59	34.15	9.684			
7,000.00	2,537.64	2,444.59	2,536.48	91.90	7.88	90.48	5,007.50	140.72	236.80	192.20	44.60	5.309			
7,100.00	2,536.73	2,443.67	2,535.55	93.81	7.87	89.93	5,007.50	140.71	150 85	84.35	66.50	2.269			
7,200.00	2,535.83	2,442.74	2,534.63	95.72	7.87	89.37	5,007.50	140.70	97 13	-4.71	101,85	0.954 L	evel 1		
7,216.61	2,535.68	2,442.59	2,534.48	96.04	7.87	89.28	5,007.50	140.69	95 70	-8.18	103.88	0.921 L	evel 1, CC, E	S, SF	
7,300.00	2,534.92	2,441.82	2,533.71	97.63	7.87	88.82	5,007.50	140.68	126.94	43.89	83.05	1.528			
7,400.00	2,534.01	2,440.89	2,532.78	99.54	7.86	88.27	5,007.50	140.67	206.86	150.27	56.58	3.656			
7,500.00	2,533 10	2,439.97	2,531.86	101 45	7.86	87.71	5,007.50	140.66	299 11	255.42	43.69	6.846			
7,600.00	2,532.20	2,439.64	2,530.93	103 36	7.86	87.16	5,007.50	140.65	395 14	358 32	36.83	10 730			
7,700.00	2,531.29	2,438.12	2,530 01	105 28	7.85	86.61	5,007.50	140.64	492.76	460.03	32.72	15.058			
7,800.00	2,530.38	2,437.20	2,529.09	107 19	7.85	86.06	5,007.50	140.63	591.17	561.10	30.06	19.665			



Anticollision Report



Company: Percussion Petroleum, LLC

Project: Eddy County, NM
Reference Site: South Boyd
Site Error: 0.00 usft
Reference Well: 21H
Well Error: 0.00 usft
Reference Wellbore OH

Reference Design: Plan #2

Local Co-ordinate Reference: Well 21H

 TVD Reference:
 RKB=25' @ 3558.00usft

 MD Reference:
 RKB=25' @ 3558.00usft

North Reference: Grid

Survey Calculation Method: Minimum Curvature
Output errors are at 2.00 sigma
Database: WBDS_SQL_2
Offset TVD Reference: Reference Datum

Reference Depths are relative to RKB=25' @ 3558.00usft

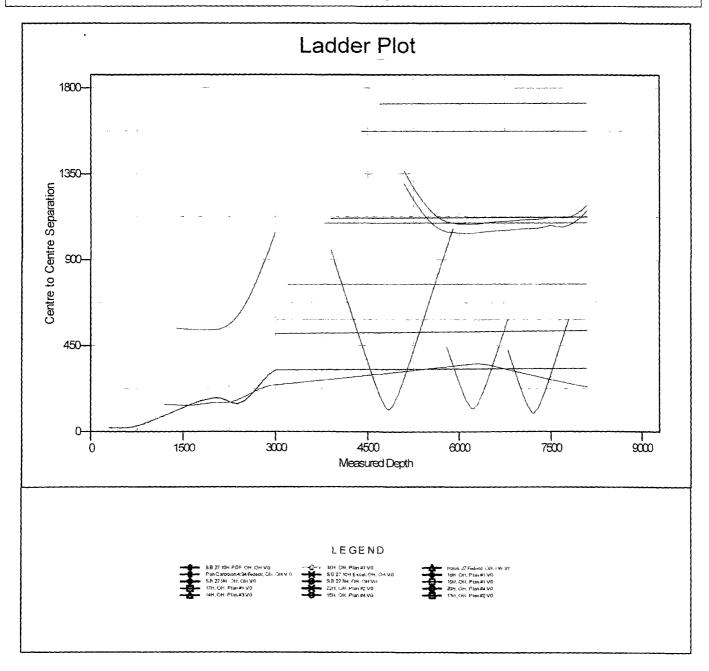
Offset Depths are relative to Offset Datum

Central Meridian is -104.333334

Coordinates are relative to: 21H

Coordinate System is US State Plane 1983, New Mexico Eastern Zone

Grid Convergence at Surface is: -0.07°





Anticollision Report



Company:

Percussion Petroleum, LLC

Project: Reference Site: Eddy County, NM South Boyd

Site Error: Reference Well: 0.00 usft 21H 0.00 usft

Well Error: Reference Wellbore OH Plan #2 Reference Design:

Local Co-ordinate Reference:

Well 21H

TVD Reference: MD Reference:

RKB=25' @ 3558.00usft RKB=25' @ 3558.00usft

North Reference: Grid

Survey Calculation Method:

Output errors are at Database:

Offset TVD Reference:

Minimum Curvature

2.00 sigma WBDS_SQL_2 Reference Datum

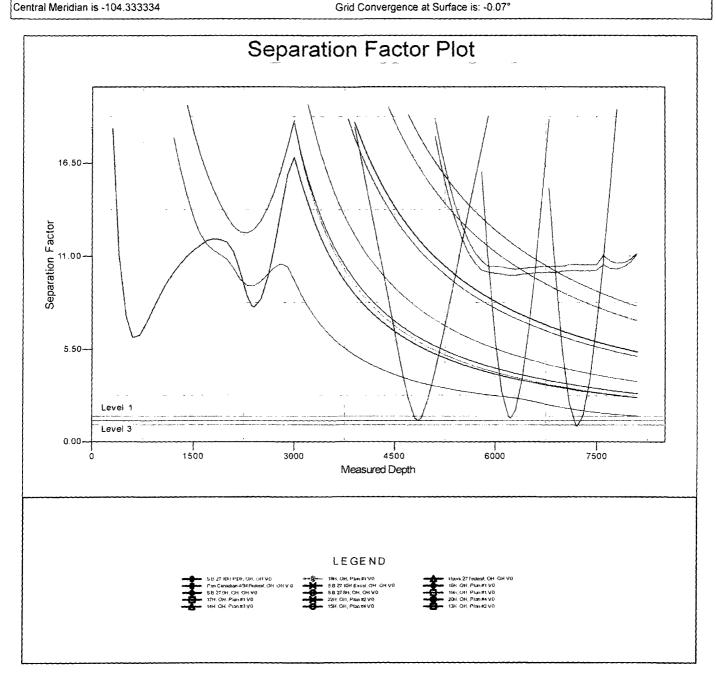
Reference Depths are relative to RKB=25' @ 3558.00usft

Offset Depths are relative to Offset Datum

Coordinates are relative to: 21H

Coordinate System is US State Plane 1983, New Mexico Eastern Zone

Grid Convergence at Surface is: -0.07°



Percussion Petroleum Operating, LLC South Boyd Federal Com 21H SHL 709' FNL & 2174' FEL 34-19S-25E BHL 20' FNL & 2063' FEL 27-19S-25E Eddy County, NM

Drilling Program

1. ESTIMATED TOPS

Formation/Lithology	TVD	MD	Contents
Quaternary caliche	000′	000′	water
Grayburg dolomite	544'	544'	hydrocarbons
San Andres dolomite	824'	826′	hydrocarbons
(KOP	2039'	2050'	hydrocarbons)
Glorieta silty dolomite	2403'	2457′	hydrocarbons
Yeso dolomite	2538'	2710′	hydrocarbons & goal
TD	2527'	8142′	hydrocarbons

2. NOTABLE ZONES

Yeso is the goal. Closest water well (RA 02958) is 2696' south. Depth to water was not recorded in this 450' deep well.

3. PRESSURE CONTROL

A 3000-psi 5000' rated BOP stack consisting of annular preventer and double (blind and pipe) ram will be used below surface casing to TD. See attached BOP and choke manifold diagrams.

Pressure tests will be conducted before drilling out from under all casing strings. Third party test crews will conduct all tests. All tests will be recorded for 10-minutes on low pressure (500 psi) and 10-minutes on high pressure (3000-psi). After BOP testing is complete, test casing (without test plug) to 2000-psi for 30 minutes. All tests will be charted on a plot. BOPs will be function tested every day.



Percussion Petroleum Operating, LLC South Boyd Federal Com 21H SHL 709' FNL & 2174' FEL 34-19S-25E BHL 20' FNL & 2063' FEL 27-19S-25E Eddy County, NM

4. CASING & CEMENT

All casing will be API and new. A contingency plan is attached.

Hole O. D.	Set MD	Set TVD	Casing O. D.	Weight (lb/ft)	Grade	Joint	Collapse	Burst	Tension
12.25"	0' - 1274'	0′ - 1268'	Surface 9.625"	36	J-55	STC	1.125	1.125	1.8
8.75"	0′ - 8142′	0' - 2527'	Product. 5.5"	17	L-80	втс	1.125	1.125	1.8

Casing Name	Туре	Sacks	Yield	Cu. Ft.	Weight	Blend		
Surface	Lead	635	1.32	838	14.8 Class C + 2% CaCl + ¼ pour sack celloflake			
TOC = GL	TOC = GL			55	centralizers per Onshore Order 2			
Production	Lead	495	1.97	975	12.6	65/65/6 Class C + 6% gel + 5% salt + ¼ pound per sack celloflake + 0.2% C41-P		
	Tail	1633	1633 1.32 2155		14.8	Class C + 2% CaCl + ¼ pound per sack celloflake		
TOC = GL		5	50% Exces	S	1 centralizer on 1 st collar and every 10 th collar to 1200' + 1 inside the surface casing			

5. MUD PROGRAM

An electronic/mechanical mud monitor with a minimum pit volume totalizer, stroke counter, and flow sensor will be used. All necessary mud products (LCM) will be on site to handle any abnormal hole condition that may be encountered while drilling this well. A closed loop system will be used.

Туре	Interval (MD)	lb/gal	Viscosity	Fluid Loss	Plastic Viscosity	Yield Point
fresh water/gel	0' - 1274'	8.4 - 9.2	36-42	NC	3-5	5-7
fresh water/cut brine	1274' - 2050'	8.3 - 9.2	28-30	NC	1	1
cut brine	2050' - 8142'	8.6 - 9.2	29-32	NC	4-5	6-10



Percussion Petroleum Operating, LLC South Boyd Federal Com 21H SHL 709' FNL & 2174' FEL 34-19S-25E BHL 20' FNL & 2063' FEL 27-19S-25E Eddy County, NM

6. CORES, TESTS, & LOGS

No core or drill stem test is planned.

A mud logger will be used from GL to TD. Samples will be collected every 10' in the lateral pay zone.

No electric logs are planned at this time.

7. DOWN HOLE CONDITIONS

No abnormal pressure or temperature is expected. Maximum expected bottom hole pressure is ≈1097 psi. Expected bottom hole temperature is ≈108° F.

A Hydrogen Sulfide Drilling Operation Plan is attached.

8. OTHER INFORMATION

Anticipated spud date is upon approval. It is expected it will take ≈1 month to drill and complete the well.

St. Devote LLC has operating rights in NMNM-504364B. St. Devote LLC is a subsidiary of Percussion.





Contingency Planning – South Boyd Area Wells

Prepared by Lelan J. Anders, Percussion Petroleum Operating, LLC.

INTRODUCTION:

This document is designed to address the issues that could arise at any time drilling horizontal Yeso wells. Percussion Petroleum Operating (PPO) is going to follow regularly used practices and procedures in order to drill the wells to TD and still keep them economical to operate.

SENERIO:

If a complete loss of circulation occurs while drilling above 400 ft MD.

CORRECTIVE ACTIONS:

- 1. Pump an LCM sweep and attempt to regain circulation if unsuccessful go to step 2
- 2. Continue drilling at attempt to seal off lost circulation zone with drill cuttings
 - 1. Monitor torque and drag on drill string to determine if pipe is sticking
 - 2. Have contingency plan to 'drill dry' have plenty of water on hand and well control in place
 - 3. Continue to 'dry drill' until torque and drag dictate a different plan
- 3. If 'dry drilling' is unsuccessful Run contingency surface casing string
 - 1. Ream out 12-1/4" open hole to 17-1/2" open hole
 - 2. Run contingency 13-3/8" 48# H-40, STC casing to no more than 400' MD
 - 3. Cement 13-3/8" casing using Class C cement
 - i. Pump at minimum 100% excess cement
 - 1. 65/35/6 Class C Cement, 12.8 ppg, 1.87 yield, 10.15 gal/sk to be used on initial cement job.
 - ii. Top off cement from surface using 1" if necessary
 - 1. Top off will be 200 sks of 65/35/6 Class C Cement, 12.8 ppg, 1.87 yield, 10.15 gal/sk
 - 2. Second top off will be performed with same cement if needed.
 - iii. Insure that cement has cured for a minimum of 12 hours prior to drilling out
 - 4. Install 13-3/8" 3M wellhead and drill to surface casing depth with 12-1/4" OD bit
 - 5. Run and cement surface casing as planned

Percussion South Boyd Wells Bottom Footage Variance Request

Percussion intentionally plans to drill this well so First Take Point and Last Take Point are nonstandard. Percussion will file a NSL (Non Standard Location) application with NMOCD.

FAFMSS

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



Operator Name: PERCUSSION PETROLEUM OPERATING LLC

Well Name: SOUTH BOYD FEDERAL COM Well Number: 21H

Well Type: OIL WELL Well Work Type: Drill

Highlighted data reflects the most recent changes

Show Final Text

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

SB_21H_Road_Map_20171114132914.pdf

Existing Road Purpose: ACCESS

Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

SB_21H_New_Road_Map_20171114132938.pdf

New road type: RESOURCE

Length: 859.6

Feet

Width (ft.): 30

Max slope (%): 0

Max grade (%): 4

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 14

New road access erosion control: Crowned and ditched

New road access plan or profile prepared? NO

New road access plan attachment:

Access road engineering design? NO

Access road engineering design attachment:

Well Name: SOUTH BOYD FEDERAL COM Well Number: 21H

Access surfacing type: OTHER

Access topsoil source: ONSITE

Access surfacing type description: Caliche

Access onsite topsoil source depth: 6

Offsite topsoil source description:

Onsite topsoil removal process: Grader

Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

New road drainage crossing: OTHER

Drainage Control comments: Crowned and ditched

Road Drainage Control Structures (DCS) description: None

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

SB_21H_Well_Map_20171114133009.pdf

Existing Wells description:

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

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description: A 400.7' long 4" O D. HDPE flow line will be laid on the surface east to a proposed central tank battery on the proposed 17H/18H/19H pad. Maximum operating pressure will be 100 psi. A 413.7' long overhead raptor safe 3-phase power line will be built east to a power line on the 17H/18H/19H pad. **Production Facilities map:**

SB_21H_Production_Facilities_20171114133023.pdf

Section 5 - Location and Types of Water Supply

Water Source Table

Well Name: SOUTH BOYD FEDERAL COM Well Number: 21H

Water source use type: DUST CONTROL,

Water source type: GW WELL

INTERMEDIATE/PRODUCTION CASING, STIMULATION, SURFACE

CASING

Describe type:

Source longitude:

Source latitude:

Source datum:

Water source permit type: WATER WELL

Source land ownership: PRIVATE

Water source transport method: PIPELINE

Source transportation land ownership: FEDERAL

Water source volume (barrels): 10000 Source volume (acre-feet): 1.288931

Source volume (gal): 420000

Water source and transportation map:

SB 21H Water Source 20171114133056.pdf

Water source comments: Water will be piped via one temporary surface 12" Kevlar lay flat pipeline from one of two water wells to a fresh water pond at Percussion's Huber Federal 3H well. Pipeline routes will not be bladed or excavated. Existing unlined pond will be expanded to 2.75 acres and lined with geotextile fabric and 12-30 mil liner. Primary source will be Seven Rivers' well RA 10949 in NWNE 6-20s-29e. That route is 14,750' long (2950' private + 5350' State + 6450' BLM). Secondary source will be Seven Rivers' well RA 10918 in NESE 11-20s-25e. That route is 14,000' long (6850' of private land + 7150' of BLM). Two temporary surface 10" Kevlar lay flat pipelines will then be laid 8300' north and west along roads from the pond to the 20H/21H/22H pad. Pipeline route will not be bladed or excavated.

New water well? NO

New Water Well Info

Well latitude: Well Longitude: Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft): Est thickness of aquifer:

Aquifer comments:

Aquifer documentation:

Well depth (ft): Well casing type:

Well casing outside diameter (in.): Well casing inside diameter (in.):

New water well casing?

Used casing source:

Drilling method: Drill material:

Grout material: Grout depth:

Casing length (ft.): Casing top depth (ft.):

Well Production type: Completion Method:

Water well additional information:

State appropriation permit:

Well Name: SOUTH BOYD FEDERAL COM Well Number: 21H

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: NM One Call (811) will be notified before construction starts. Top 6" of soil and brush will be stockpiled north of the pad. V-door will face south. Closed loop drilling system will be used. Caliche will be hauled from existing caliche pits on private land. Arkland caliche pit is in NWNE 23-19s-25e. Seven Rivers caliche pit is in SWSW 6-20s-26e, Griffin caliche pit is in NWNE 14-20s-25e.

Construction Materials source location attachment:

SB 21H Construction Methods 20171114133113.pdf

Section 7 - Methods for Handling Waste

Waste type: DRILLING

Waste content description: drill cuttings, mud, salts, and other chemicals

Amount of waste: 2000 barrels

Waste disposal frequency: Daily

Safe containment description: Steel tanks

Safe containment attachment:

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

FACILITY

Disposal type description:

Disposal location description: R360's state approved (NM-01-0006) disposal site at Halfway, NM

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.)

Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

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

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? YES

Description of cuttings location Steel tanks on pad

Well Name: SOUTH BOYD FEDERAL COM Well Number: 21H

Cuttings area length (ft.)

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

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

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: NO

Ancillary Facilities attachment:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

SB_21H_Well_Site_Layout_20171114133131.pdf

Comments:

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance

Multiple Well Pad Name: SOUTH BOYD FEDERAL COM

Multiple Well Pad Number: 20H

Recontouring attachment:

SB_21H_Recontour_Plat_20171114133145.pdf

Drainage/Erosion control construction: Crowned and ditched

Drainage/Erosion control reclamation: Harrowed on the contour

Well pad proposed disturbance

(acres): 2.73

Road proposed disturbance (acres):

0.59

Powerline proposed disturbance

(acres): 0.28

Pipeline proposed disturbance

(acres): 0.28

Other proposed disturbance (acres):

13.33

Total proposed disturbance: 17.21

Well pad interim reclamation (acres):

1.08

Road interim reclamation (acres): 0

Powerline interim reclamation (acres):

78

0.20

Pipeline interim reclamation (acres):

0.28

Other interim reclamation (acres):

10.58

Total interim reclamation: 12.22

Well pad long term disturbance

(acres): 1.65

Road long term disturbance (acres):

0.59

Powerline long term disturbance

(acres): 0

Pipeline long term disturbance

(acres): 0

Other long term disturbance (acres):

2.75

Total long term disturbance: 4.99

Well Name: SOUTH BOYD FEDERAL COM Well Number: 21H

Reconstruction method: Interim reclamation will be completed within 6 months of completing the well. Interim reclamation will consist of shrinking the pad 40% (1.08 acre) by removing caliche and reclaiming 50' on the north and south sides and 25' on the east and west sides. This will leave 1.65 acres for the anchors, pump jacks, and tractor-trailer turn around. Disturbed areas will be contoured to match pre-construction grades. Soil and brush will be evenly spread over disturbed areas and harrowed on the contour. Disturbed areas will be seeded in accordance with surface owner's requirements.

Topsoil redistribution: Enough stockpiled topsoil will be retained to cover the remainder of the pad when the well is plugged. Once the well is plugged, then the rest of the pad and new road will be similarly reclaimed within 6 months of plugging. Noxious weeds will be controlled.

Soil treatment: None

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? NO

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project? NO

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? NO

Seed harvest description:

Seed harvest description attachment:

Seed Management

Seed Table

Seed type: Seed source:

Seed name:

Source name: Source address:

Source phone:

Operator Name: PERCUSSION PETROLEUM OPERATING LLC Well Name: SOUTH BOYD FEDERAL COM Well Number: 21H Seed cultivar: Seed use location: PLS pounds per acre: Proposed seeding season: Total pounds/Acre: **Seed Summary Seed Type** Pounds/Acre Seed reclamation attachment: Operator Contact/Responsible Official Contact Info First Name: Last Name: Phone: Email: Seedbed prep: Seed BMP: Seed method: Existing invasive species? NO Existing invasive species treatment description: Existing invasive species treatment attachment: Weed treatment plan description: To BLM standards Weed treatment plan attachment: Monitoring plan description: To BLM standards Monitoring plan attachment: Success standards: To BLM satisfaction Pit closure description: No pit Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: NEW ACCESS ROAD

Describe:

Surface Owner: PRIVATE OWNERSHIP

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

Well Name: SOUTH BOYD FEDERAL COM	Well Number: 21H
DOD Local Office:	
NPS Local Office:	
State Local Office:	
Military Local Office:	
USFWS Local Office:	
Other Local Office:	
USFS Region:	
USFS Forest/Grassland:	USFS Ranger District:
Fee Owner: Ross Ranch Inc	Fee Owner Address: P.O. Box 216 Lakewood NM 88254
Phone: (575)365-4797	Email:
Surface use plan certification: NO	
Surface use plan certification document:	
Surface access agreement or bond: Agreen	nent
Surface Access Agreement Need description	on: See attached
Surface Access Bond BLM or Forest Service	ee:
BLM Surface Access Bond number:	
USFS Surface access bond number:	
Disturbance type: WELL PAD	
Describe:	
Surface Owner: PRIVATE OWNERSHIP	
Other surface owner description:	
BIA Local Office:	
BOR Local Office:	
COE Local Office:	
DOD Local Office:	
NPS Local Office:	
State Local Office:	
Military Local Office:	
USFWS Local Office:	

Operator Name: PERCUSSION PETROLEUM OPE	RATING LLC
Well Name: SOUTH BOYD FEDERAL COM	Well Number: 21H
Other Local Office:	
USFS Region:	
USFS Forest/Grassland:	USFS Ranger District:
Fee Owner: Ross Ranch Inc	Fee Owner Address: P.O. Box 216 Lakewood NM 88254
Phone: (575)365-4797	Email:
Surface use plan certification: NO	
Surface use plan certification document:	
Surface access agreement or bond: Agreem	ent
Surface Access Agreement Need descriptio	n: See attached
Surface Access Bond BLM or Forest Service	e:
BLM Surface Access Bond number:	
USFS Surface access bond number:	
Disturbance type: EXISTING ACCESS ROAD	
Describe:	
Surface Owner: BUREAU OF LAND MANAGEMENT	,PRIVATE OWNERSHIP
Other surface owner description:	
BIA Local Office:	
BOR Local Office:	
COE Local Office:	
DOD Local Office:	
NPS Local Office:	
State Local Office:	
Military Local Office:	
USFWS Local Office:	
Other Local Office:	
USFS Region:	
USFS Forest/Grassland:	USFS Ranger District:
	-

Well Name: SOUTH BOYD FEDERAL COM

Well Number: 21H

Fee Owner: Ross Ranch Inc

Fee Owner Address: P.O. Box 216 Lakewood NM 88254

Phone: (575)365-4797

Email:

Surface use plan certification: NO

Surface use plan certification document:

Surface access agreement or bond: Agreement

Surface Access Agreement Need description: See attached

Surface Access Bond BLM or Forest Service:

BLM Surface Access Bond number:

USFS Surface access bond number:

Disturbance type: OTHER

Describe: Power line

Surface Owner: PRIVATE OWNERSHIP

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Well Name: SOUTH BOYD FEDERAL COM Well Number: 21H

Fee Owner: Ross Ranch Inc

Fee Owner Address: P.O. Box 216 Lakewood NM 88254

Phone: (575)365-4797

Email:

Surface use plan certification: NO

Surface use plan certification document:

Surface access agreement or bond: Agreement

Surface Access Agreement Need description: See attached

Surface Access Bond BLM or Forest Service:

BLM Surface Access Bond number:

USFS Surface access bond number:

Section 12 - Other Information

Right of Way needed? NO

Use APD as ROW?

ROW Type(s):

ROW Applications

SUPO Additional Information:

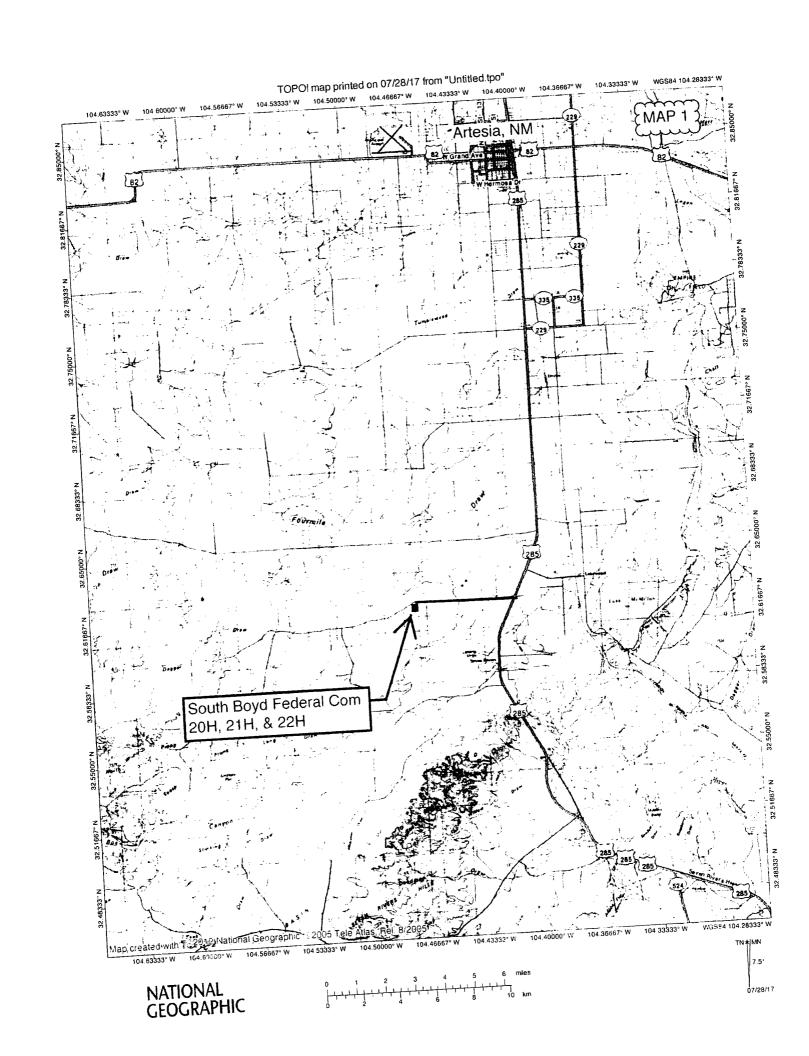
Use a previously conducted onsite? YES

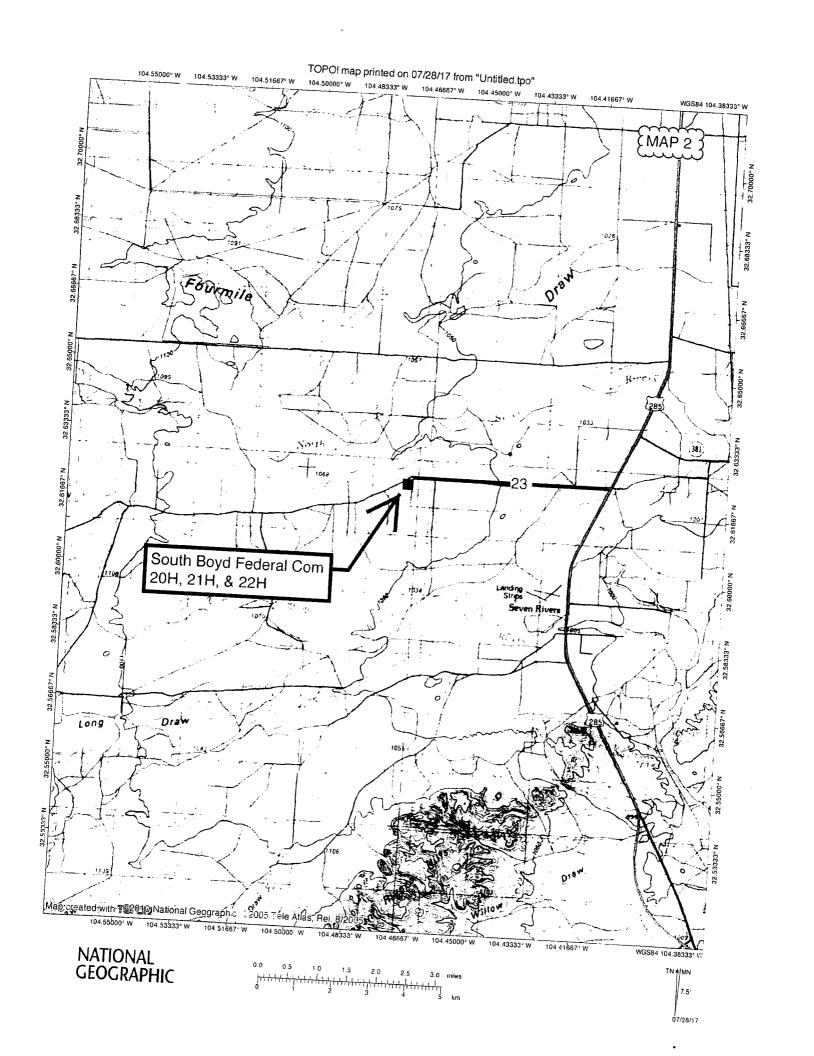
Previous Onsite information: On site inspection was held with Jim Goodbar and Jessie Bassett (both BLM) on July 18, 2017. Lone Mountain inspected the project area and submitted archaeology report NMCRIS-138637 on October 31, 2018.

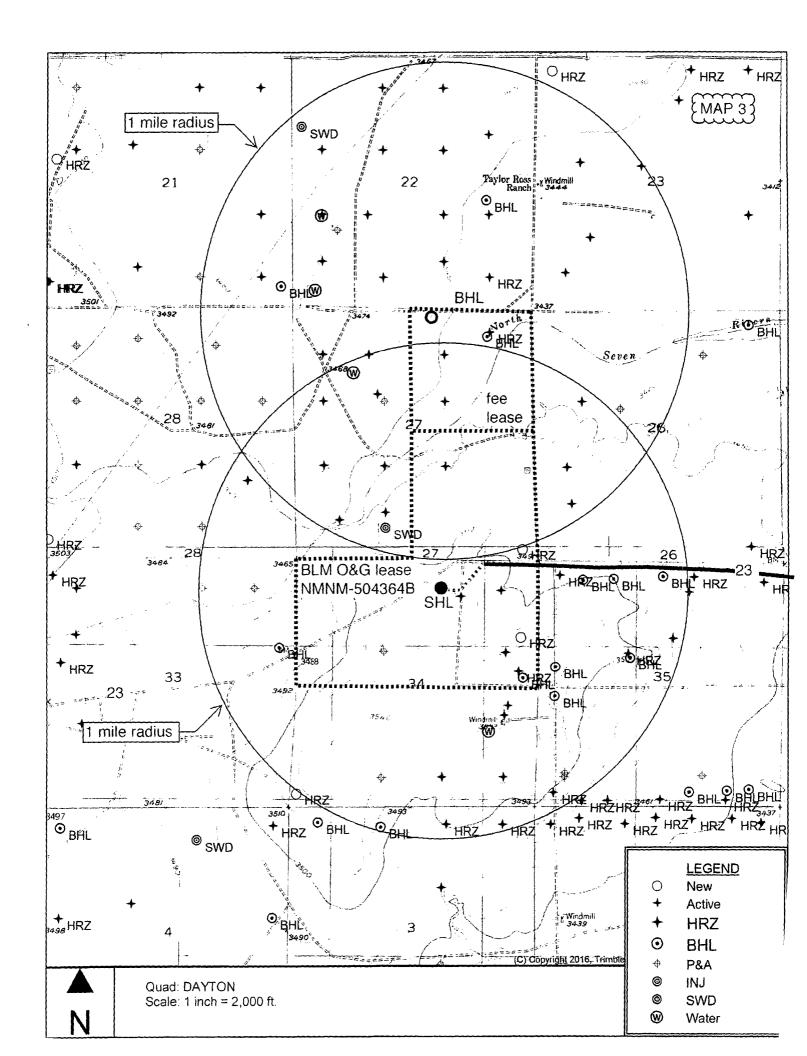
Other SUPO Attachment

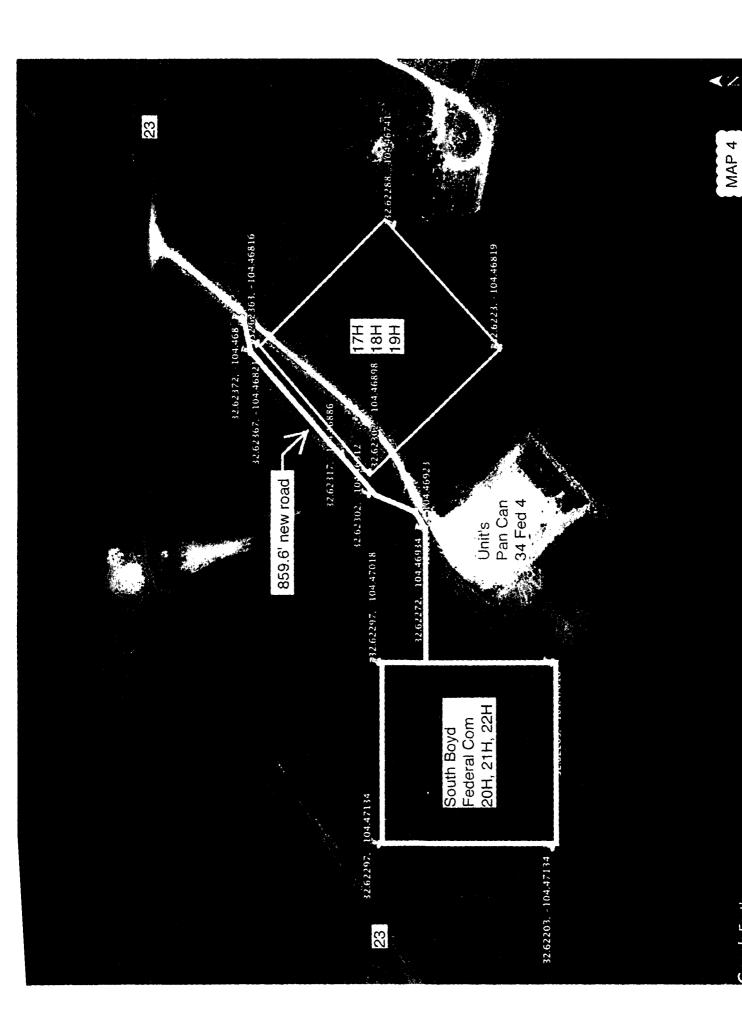
SB 21H General SUPO 20171114133657.pdf

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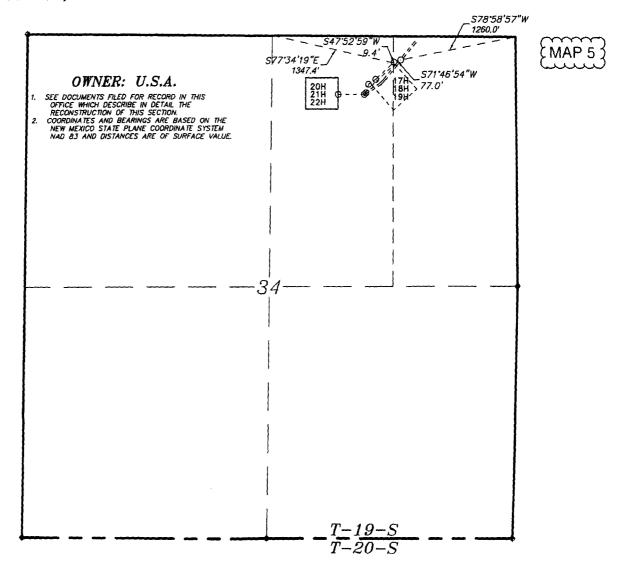








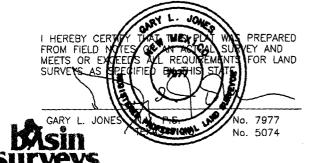
SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST. N.M.P.M., EDDY COUNTY, NEW MEXICO.



LEGAL DESCRIPTION

A STRIP OF LAND 30.0 FEET WIDE, LOCATED IN SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO AND BEING 15.0 FEET LEFT AND 15.0 FEET RIGHT OF THE ABOVE PLATTED CENTERLINE SURVEY.

SEC. 34 86.4 FEET = 0.02 MILE = 5.24 RODS = 0.06 ACRES



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P.O. Box 1786 (575) 393-7316 - Office 1120 H. West County Rd. (575) 392-2206 - Fax Hobbs, New Mexico 88241 basinsurveys.com 1000 0 1000 2000 FEET

PERCUSSION PETROLEUM, LLC

REF: PROPOSED SOUTH BOYD LEASE ROAD

A LEASE ROAD CROSSING usa LAND IN
SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST.

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

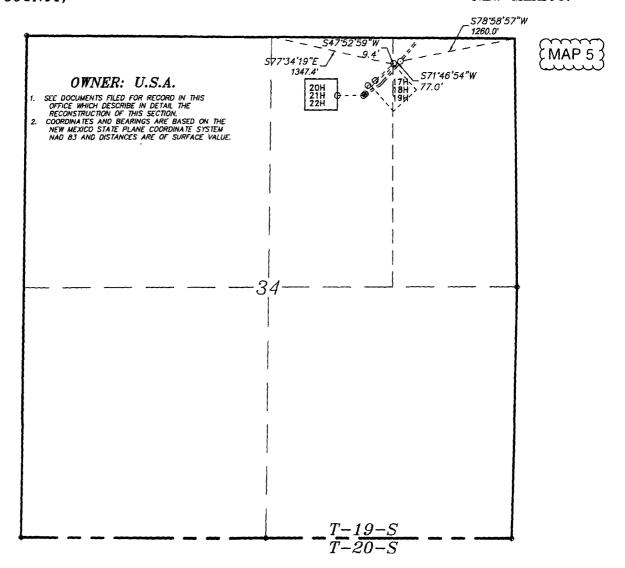
W.O. Number: 32945 | Drawn By: K. GOAD | Date: 09-11-2017 | Survey Date: 05-06-2017 | Sheet 2 of 2 Sheets



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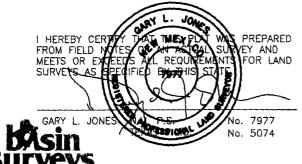
SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST. N.M.P.M., NEW MEXICO. EDDY COUNTY,



LEGAL DESCRIPTION

A STRIP OF LAND 30.0 FEET WIDE, LOCATED IN SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO AND BEING 15.0 FEET LEFT AND 15.0 FEET RIGHT OF THE ABOVE PLATTED CENTERLINE SURVEY.

SEC. 34 86.4 FEET = 0.02 MILE = 5.24 RODS = 0.06 ACRES



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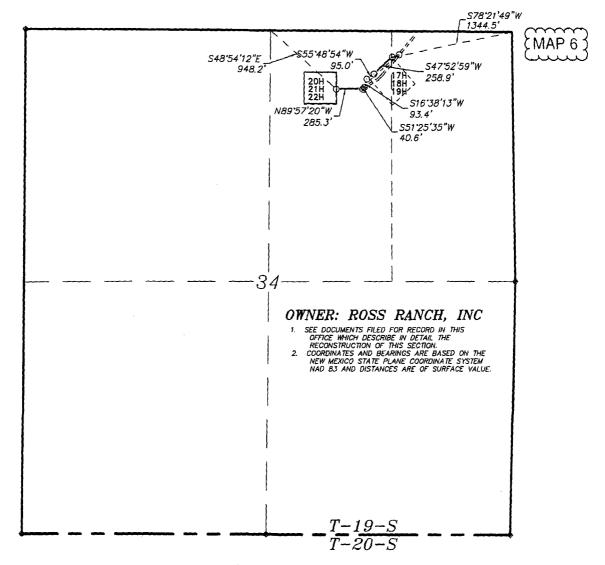
$PERCUSSION\ PETROLEUM,\ LLC$

REF: PROPOSED SOUTH BOYD LEASE ROAD

A LEASE ROAD CROSSING usa LAND IN SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST. N.M.P.M., EDDY COUNTY, NEW MEXICO.

Sheet 2 of 2 Sheets Drawn By: K. GOAD Date: 09-11-2017 | Survey Date: 05-06-2017 W.O. Number: 32945

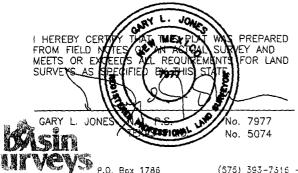
SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST. N.M.P.M., EDDY COUNTY. NEW MEXICO.



LEGAL DESCRIPTION

A STRIP OF LAND 30.0 FEET WIDE, LOCATED IN SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO AND BEING 15.0 FEET LEFT AND 15.0 FEET RIGHT OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY.

BEGINNING AT A POINT ON THE EAST PROPERTY LINE WHICH LIES S.78'21'49"W., 1344.5 FEET FROM THE NORTHEAST CORNER OF SAID SECTION 34; THENCE S.47'52'59"W., 258.9 FEET; THENCE S.55'48'54"W., 95.0 FEET; THENCE S.16'38'13"W., 93.4 FEET; S.51'25'35"W, 40.6 FEET; THENCE N.89'57'20"W, 285.3 FEET TO THE END OF THIS LINE WHICH LIES S.48'54'12"E., 948.2 FEET FROM THE NORTH QUARTER CORNER OF SAID SECTION 34. SAID STRIP OF LAND BEING 773.2 FEET OR 46.86 RODS IN LENGTH.



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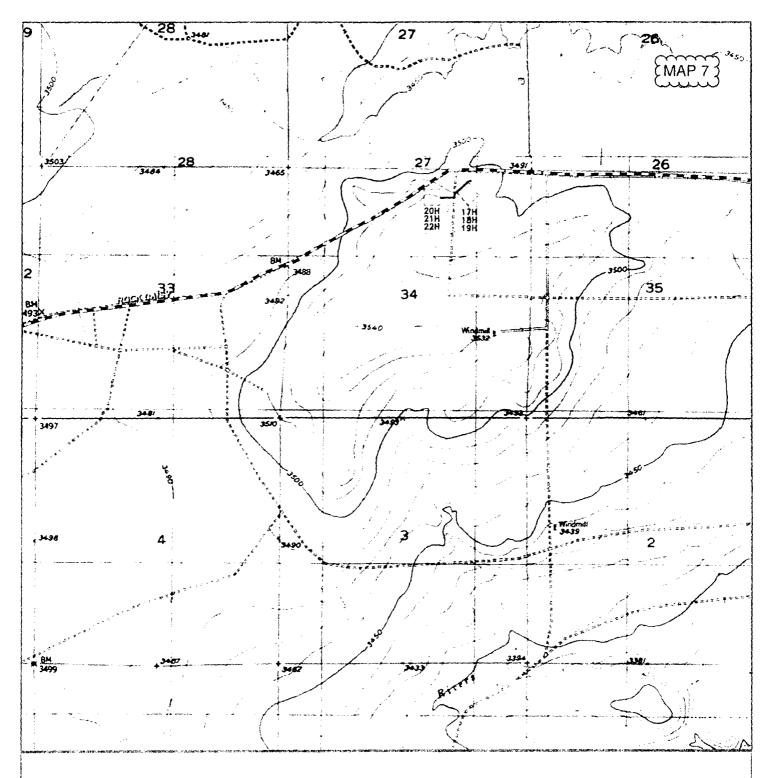
PERCUSSION PETROLEUM. LLC

REF: PROPOSED SOUTH BOYD LEASE ROAD

A LEASE ROAD CROSSING FEE LAND IN SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST.

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

Drawn By: K. GOAD Survey Date: 05-06-2017 Sheet 1 of 2 W.O. Number: 32945 Date: 09-11-2017



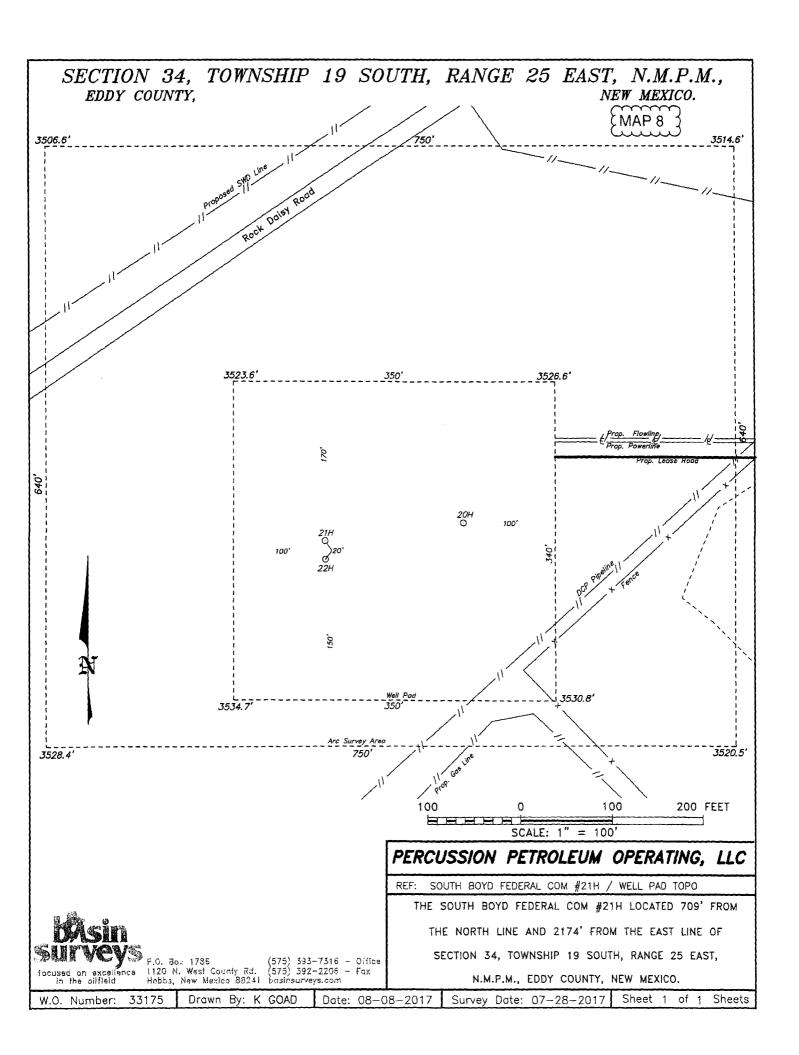
PROPOSED SOUTH BOYD LEASE ROAD Section 34, Township 19 South, Range 25 East, N.M.P.M., Eddy County, New Mexico.

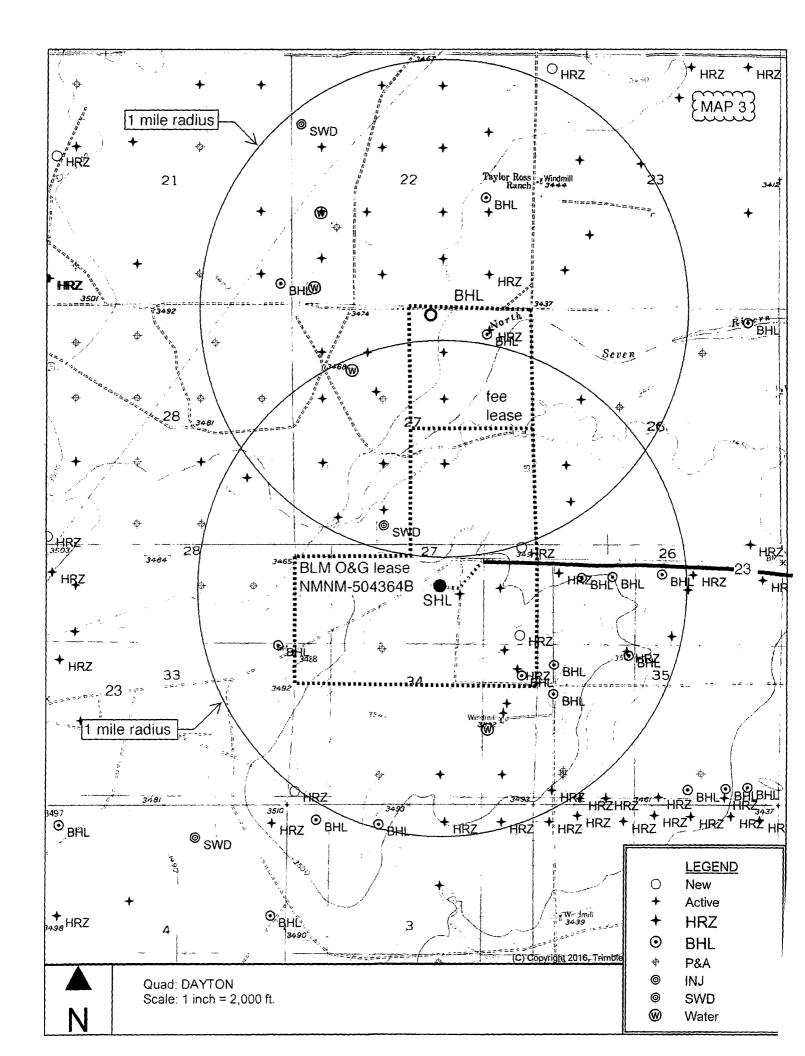


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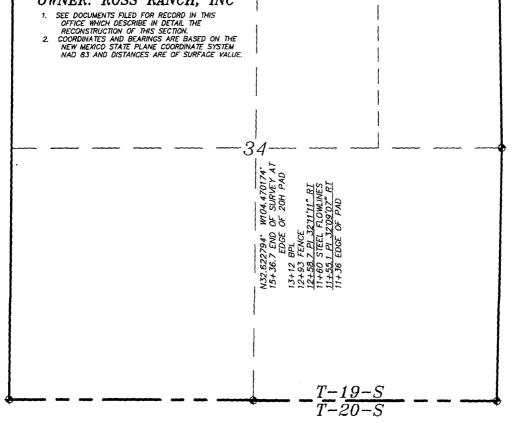
PERCUSSION PETROLEUM, LLC





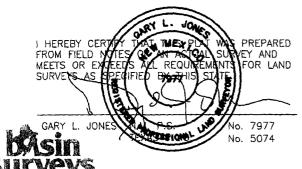
SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST. N.M.P.M., EDDY COUNTY. 577'29'19"W 1349.0' S48'00'56"W Rock MAP 9 1 15H //13H 16H //14H/ 288.2 549'49'35"E 935.2 _S25*42'20"W 49.51 N89'57'22"W S57'51'28"W 278.0 103.6

OWNER: ROSS RANCH, INC



LEGAL DESCRIPTION

A STRIP OF LAND 30.0 FEET WIDE, LOCATED IN SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO AND BEING 15.0 FEET LEFT AND 15.0 FEET RIGHT OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY.



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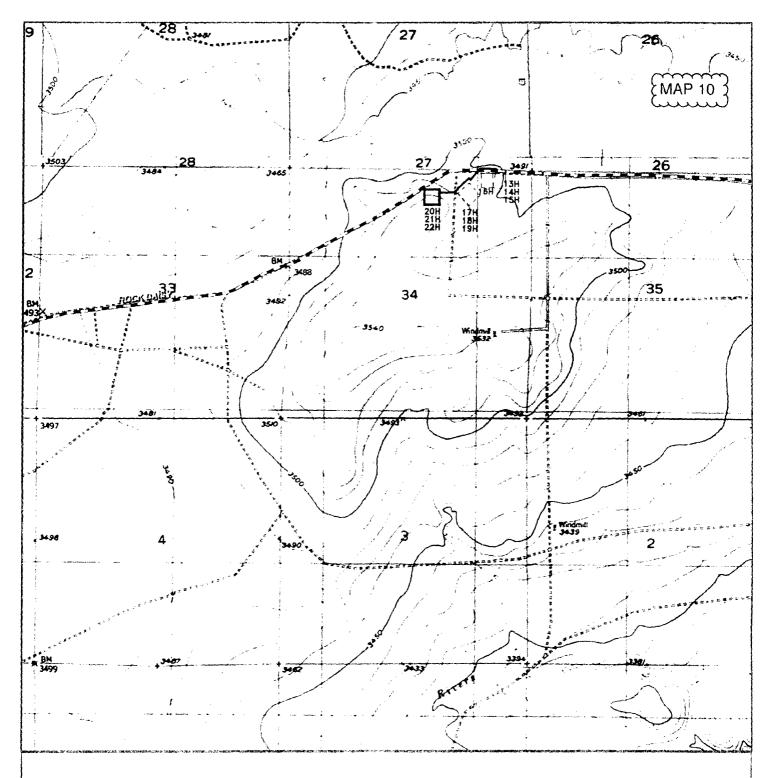
PERCUSSION PETROLEUM.

REF: PROPOSED SOUTH BOYD 13H TO THE 20H FLOWLINE

A FLOWLINE CROSSING FEE LAND IN SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST.

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

33222 Drawn By: K. GOAD Date: 08-08-2017 Survey Date: 07-28-2017 Sheet 2 of 2 Sheets W.O. Number:



PROPOSED SOUTH BOYD FLOWLINES Section 34, Township 19 South, Range 25 East, N.M.P.M., Eddy County, New Mexico.

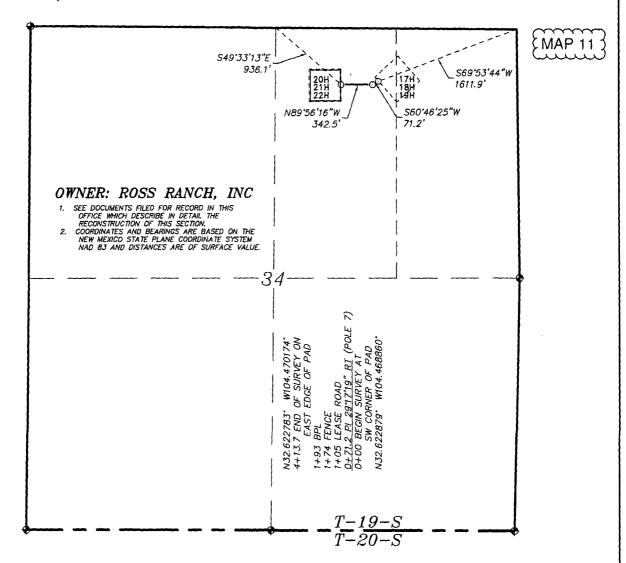


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	Survey Date: 07-28-2017	þ
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PERCUSSION PETROLEUM, LLC

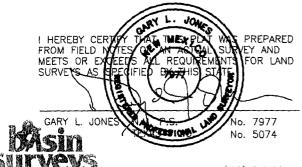
SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST. N.M.P.M., EDDY COUNTY. NEW MEXICO.



LEGAL DESCRIPTION

A STRIP OF LAND 30.0 FEET WIDE, LOCATED IN SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO AND BEING 15.0 FEET LEFT AND 15.0 FEET RIGHT OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY.

BEGINNING AT A POINT WHICH LIES S.69'53'44"W., 1611.9 FEET FROM THE NORTHEAST CORNER OF SAID SECTION 34; THENCE S.60'46'25"W., 71.2 FEET; THENCE N.89'56'16"W., 342.5 FEET TO THE END OF THIS LINE WHICH LIES S.49'33'13"E., 936.1 FEET FROM THE NORTH QUARTER CORNER OF SAID SECTION 34. SAID STRIP OF LAND BEING 413.7 FEET OR 25.07 RODS IN LENGTH.



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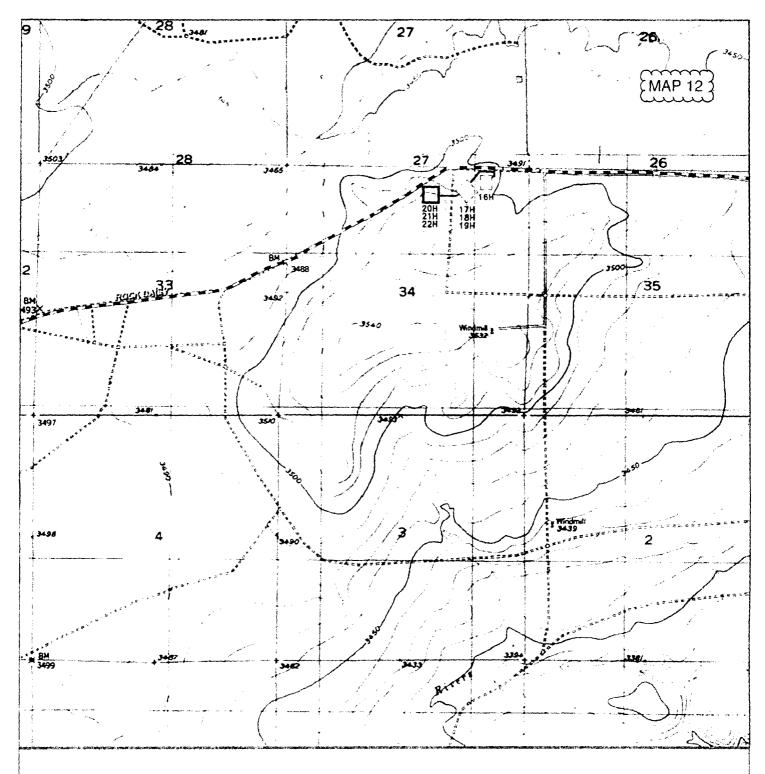
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PERCUSSION PETROLEUM.

REF: PROPOSED SOUTH BOYD 17H TO THE 20H ELECTRIC LINE

AN ELECTRIC LINE CROSSING FEE LAND IN SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST. N.M.P.M., EDDY COUNTY, NEW MEXICO.

33217 Drawn By: K. GOAD Date: 08-08-2017 Survey Date: 07-28-2017 Sheet 1 of 1 W.O. Number:



PROPOSED SOUTH BOYD ELECTRIC LINES
Section 34, Township 19 South, Range 25 East,
N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (575) 393-7316 - Office (575) 392-2206 - Fax basinsurveys.com

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İ	W.O. Number: KJG 33217	4
	Survey Date: 07-28-2017	9
	YELLOW TINT — USA LAND BLUE TINT — STATE LAND	
-	NATURAL COLOR - FEE LAND	'

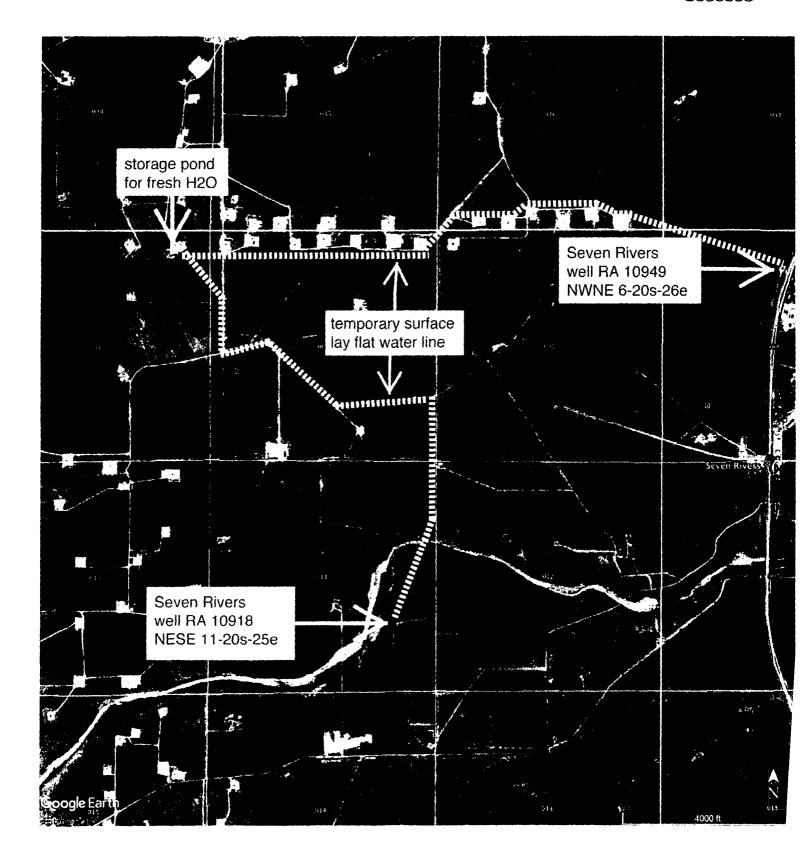
PERCUSSION PETROLEUM, LLC

17H 18H 19H 462288, 104,46741 32,62363, -104,46816 12.62302. 104 32.62293, 104.469 32,6228, 104,46928 413.7' proposed power line (parallel to proposed road) 400.7' proposed flowlines SCOTON TOWNSHIP S 32,6228, 104,47018 Federal Com 20H, 21H, 22H South Boyd 32.62297, 104.47134 32,62203, 104,47134

MAP 13

400 ft

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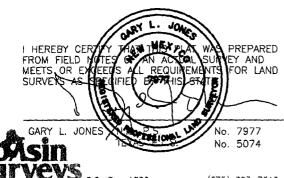


SECTION 3, TOWNSHIP 20 SOUTH, RANGE 25 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO. N89'53'07"W T-19-5 816.1 S00°06'51"W CMAP 153 284.6 LOT 1 LOT 4 LOT 3 LOT 2 OWNER: USA NOTE: 1. SEE DOCUMENTS FILED FOR RECORD IN THIS OFFICE WHICH DESCRIBE IN DETAIL THE RECONSTRUCTION OF THIS SECTION. OF THIS SECTION. OF THIS SECTION. OF THIS SECTION. COORDINATES AND BEARINGS ARE BASED ON THE NEW MEXICO STATE PLANE COORDINATE SYSTEM NAD 83 AND DISTANCES ARE OF SURFACE VALUE. N70°29'52"E ELECTRIC LINE 2.75 ACRES ORIGINAL_PIT

LEGAL DESCRIPTION

A TRACT OF LAND LOCATED IN SECTION 3, TOWNSHIP 20 SOUTH, RANGE 25 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO AND BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT WHICH LIES N89'53'07"W., 816.1 FEET AND SOO'06'51"W., 284.6 FEET FROM THE NORTHEAST CORNER OF SAID SECTION 3; THENCE S23'59'44"E., 271.6 FEET; THENCE S51'02'06"W., 434.9 FEET; THENCE N07'39'50"W., 424.7 FEET; THENCE N70'29'52"E., 301.7 FEET TO THE POINT OF BEGINNING. SAID TRACT OF LAND BEING 2.75 ACRES, MORE OR LESS.



focused on excell

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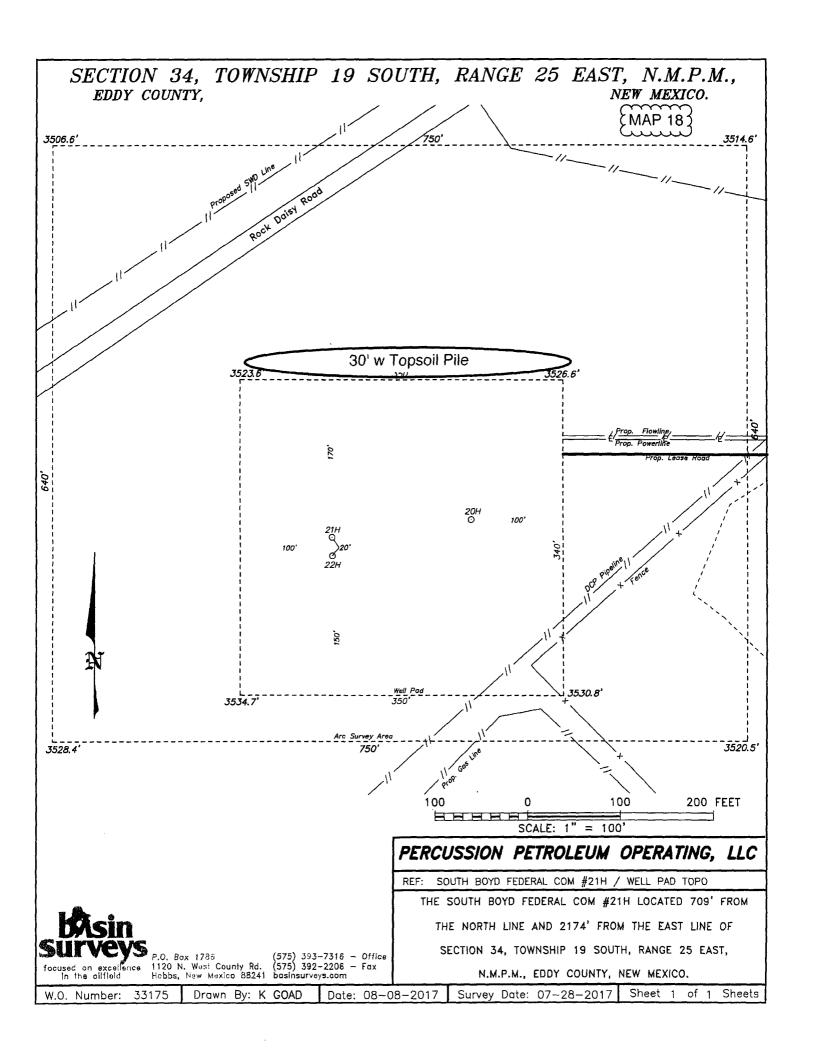
PERCUSSION PETROLEUM, LLC

REF: HUBER WATER PIT EXPANSION

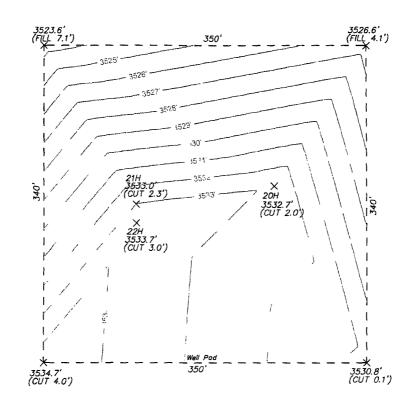
A TRACT OF LAND LOCATED ON USA LAND IN SECTION 3, TOWNSHIP 20 SOUTH, RANGE 25 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.

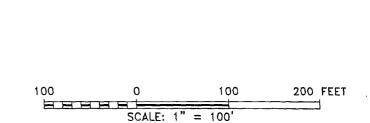
W.O. Number: 33050 | Drawn By: J. GOAD | Date: 6-15-2017 | Survey Date: 6-9-2017 | Sheet 1 of 1 Sheets

MAP 17 1 temporary surface fresh water line ≈8300' proposed 8, 22H 32,62203, -104,47134 **Google** Earth



SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.





PERCUSSION PETROLEUM OPERATING, LLC

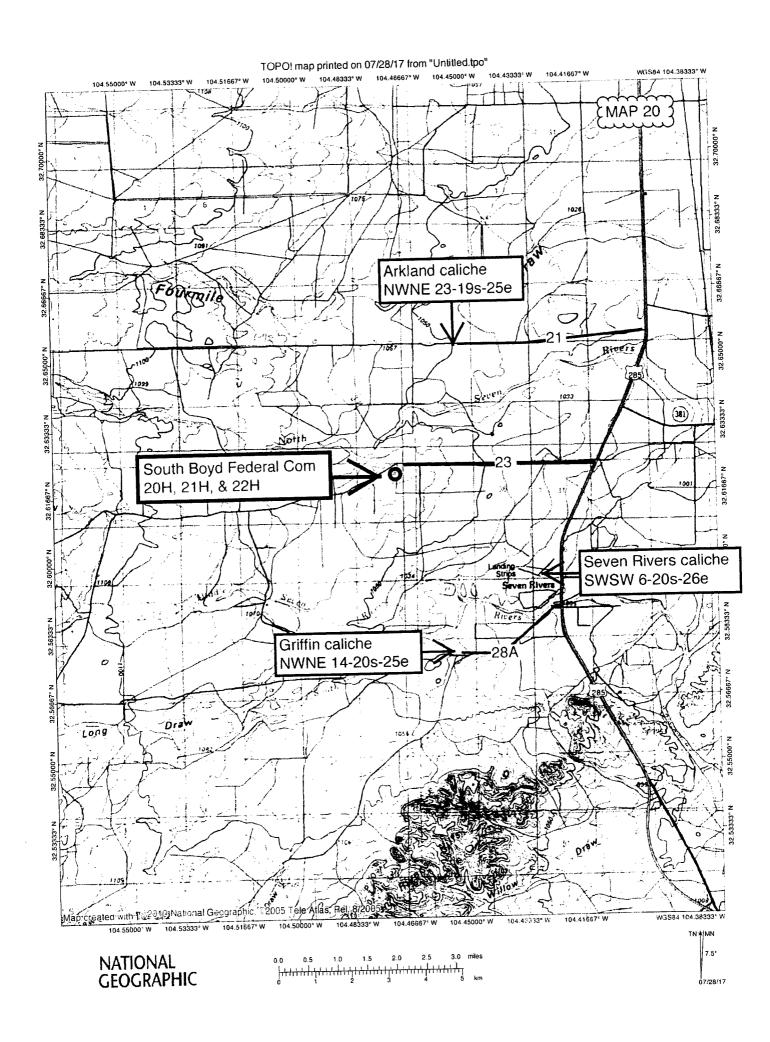
SOUTH BOYD FEDERAL COM #20H,21H&22H / WELL PAD CUT & FILL

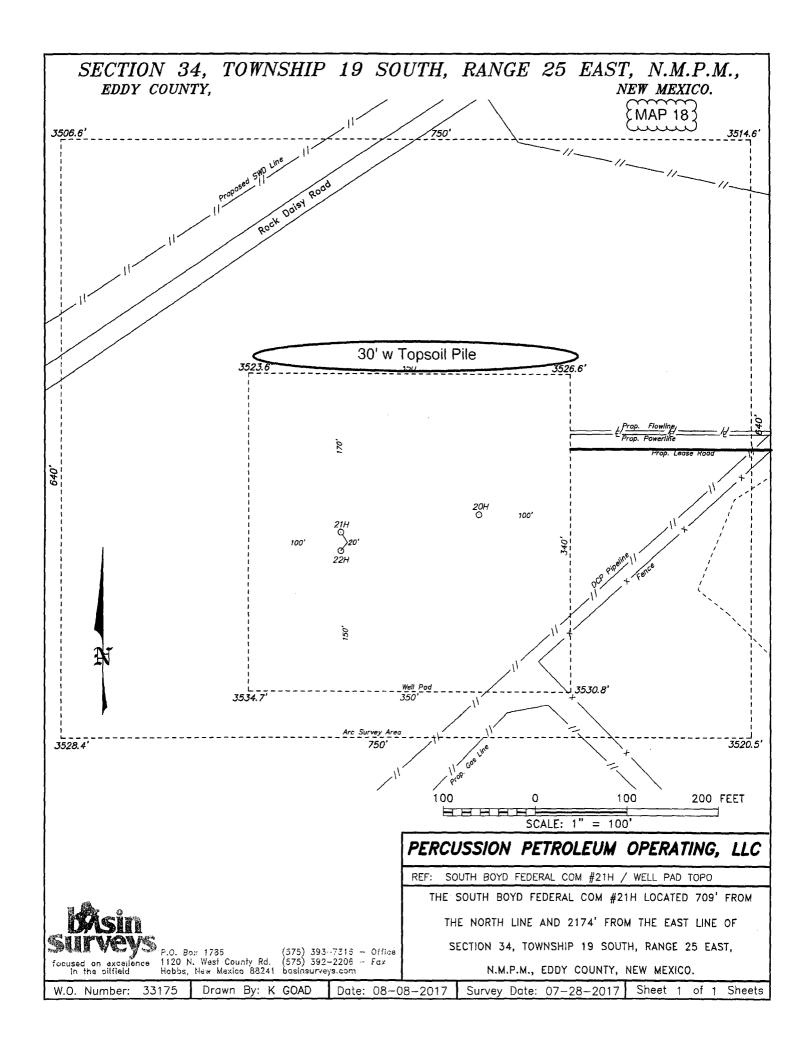
A WELL PAD LOCATED IN

SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.

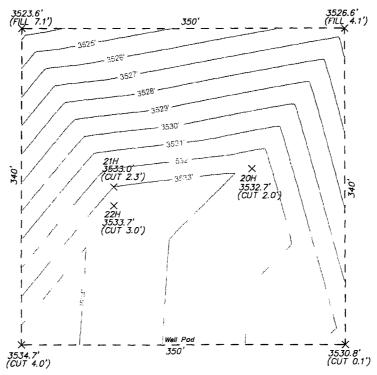
P.O. Box 1786 1120 N. West County Rd. (575) 393-7315 - Office 1575) 392-2205 - Fox Hobbs, New Mexico 88241 basinsurveys.com

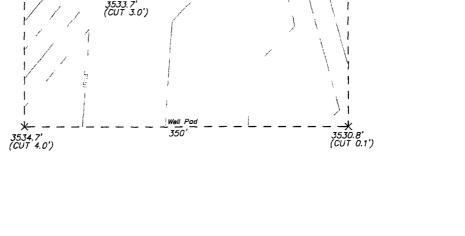
W.O. Number: 33174 Drawn By: K GOAD Date: 08-08-2017 Survey Date: 07-28-2017 Sheet 1 of 1 Sheets





SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST, N.M.P.M., EDDY COUNTY. NEW MEXICO.





100 100 200 FEET SCALE: 1" = 100

PERCUSSION PETROLEUM OPERATING, LLC

SOUTH BOYD FEDERAL COM #20H,21H&22H / WELL PAD CUT & FILL

A WELL PAD LOCATED IN

SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST,

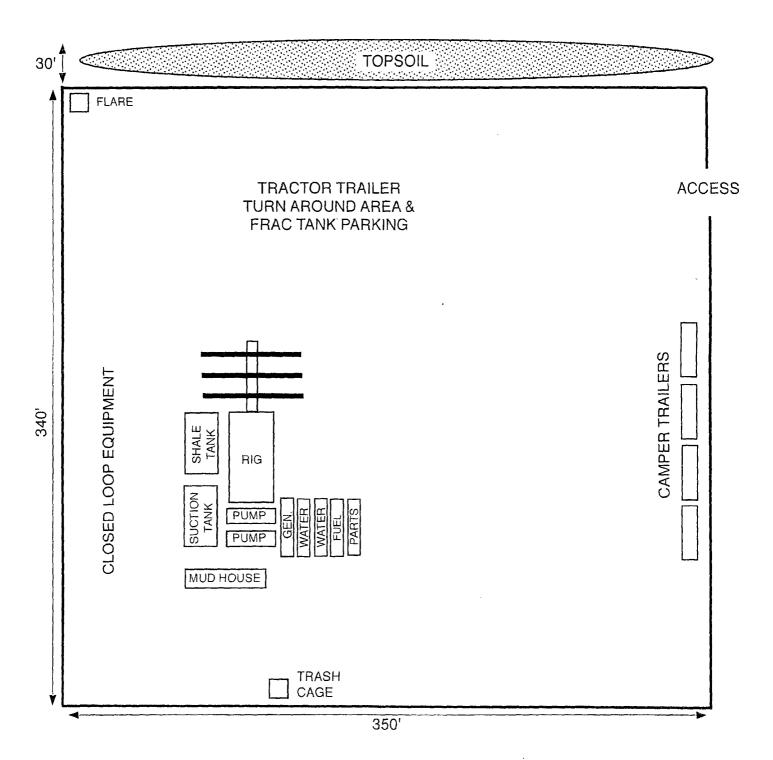
N.M.P.M., EDDY COUNTY, NEW MEXICO.



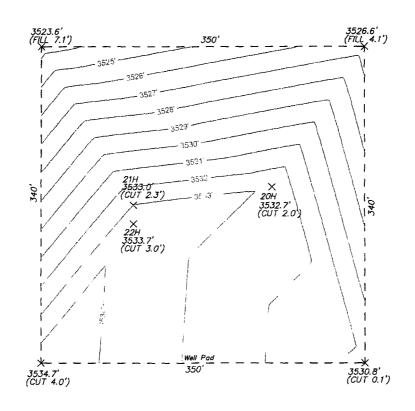
P.O. Box 1785 (575) 393-7316 - Office 1120 N. West County Rd. (575) 392-2206 - Fax Hobbs, New Mexico 88241 basinsurveys.com

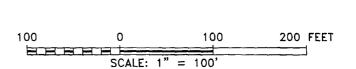
Sheet 1 of 1 Sheets W.O. Number: 33174 Drawn By: K GOAD Date: 08-08-2017 Survey Date: 07-28-2017

Percussion's South Boyd Federal Com 21H rig diagram



SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST, N.M.P.M., EDDY COUNTY. NEW MEXICO.





PERCUSSION PETROLEUM OPERATING, LLC

REF: SOUTH BOYD FEDERAL COM #20H,21H&22H / WELL PAD CUT & FILL

A WELL PAD LOCATED IN

SECTION 34, TOWNSHIP 19 SOUTH, RANGE 25 EAST,

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

F.C. Box 1785 (575) 393-7316 - Office 1120 N. West County Rd. (575) 392-2206 - Fax Hobbs, New Mexico 88241 basinsurveys.com

Sheet

focused on excellence in the cilfield W.O. Number:

Drawn By: K GOAD

Date: 08-08-2017

SURFACE PLAN PAGE 1

Percussion Petroleum Operating, LLC South Boyd Federal Com 21H SHL 709' FNL & 2174' FEL 34-19S-25E BHL 20' FNL & 2063' FEL 27-19S-25E Eddy County, NM

Surface Use Plan

1. ROAD DIRECTIONS & DESCRIPTIONS (See MAPS 1 – 5)

From the junction of US 82 & US 285 in Artesia...

Go South 15.6 miles on US 285 to the equivalent of Mile Post 53.6

Then turn right and go West 3.3 miles on paved County Road 23 (Rock Daisy)

Turn left and go SW 100 yards on an existing caliche road to the planned 17H

The proposed 17H/18H/19H pad will overlap and block the existing road.

Then bear right and go SW 574.3' cross-county parallel to 17H/18H/19H pad

Then turn right and go West 285.3' cross-country to the proposed 21H pad

Non-county roads will be maintained as needed to Gold Book standards. This includes pulling ditches and preserving the crown. This will be done at least once a year, and more often as needed.

2. ROAD TO BE BUILT OR UPGRADED (See MAPS 4-8)

The 859.6' new resource road will be crowned and ditched, have a 14' wide driving surface, and be surfaced with caliche. Maximum disturbed width = 30'. Maximum grade = 4%. Maximum cut or fill = 3'. A cattle guard will be installed. No culvert or vehicle turn out is needed. No upgrade is needed.

3. EXISTING WELLS (See MAP 3)

Existing oil, gas, water, disposal, and P & A wells are within a mile. No injection well is within a mile radius.



SURFACE PLAN PAGE 2

Percussion Petroleum Operating, LLC South Boyd Federal Com 21H SHL 709' FNL & 2174' FEL 34-19S-25E BHL 20' FNL & 2063' FEL 27-19S-25E Eddy County, NM

4. PROPOSED PRODUCTION FACILITIES (See MAPS 9-13)

A 400.7' long \approx 4" O D. HDPE flow line will be laid on the surface east to a proposed central tank battery on the proposed 17H/18H/19H pad. Maximum operating pressure will be <100 psi. A 413.7' long overhead raptor safe 3-phase power line will be built east to a power line on the 17H/18H/19H pad.

5. WATER SUPPLY (See MAPS 14-17)

Water will be piped via one temporary surface 12" Kevlar lay flat pipeline from one of two water wells to a fresh water pond at Percussion's Huber Federal 3H well. Pipeline routes will not be bladed or excavated. Existing unlined pond will be expanded to 2.75 acres and lined with geotextile fabric and 12-30 mil liner.

Primary source will be Seven Rivers' well RA 10949 in NWNE 6-20s-29e. That route is $\approx 14,750$ ' long (≈ 2950 ' private + ≈ 5350 ' State + ≈ 6450 ' BLM).

Secondary source will be Seven Rivers' well RA 10918 in NESE 11-20s-25e. That route is $\approx 14,000$ ' long (≈ 6850 ' of private land + ≈ 7150 ' of BLM).

Two temporary surface 10" Kevlar lay flat pipelines will then be laid ≈ 8300 ' north and west along roads from the pond to the 20H/21H/22H pad. Pipeline route will not be bladed or excavated.

6. CONSTRUCTION MATERIALS & METHODS (See MAPS 18-20)

NM One Call (811) will be notified before construction starts. Top \approx 6" of soil and brush will be stockpiled north of the pad. V-door will face north. Closed loop drilling system will be used. Caliche will be hauled from existing caliche pits on private land. Arkland caliche pit is in NWNE 23-19s-25e. Seven Rivers caliche pit is in SWSW 6-20s-26e. Griffin caliche pit is in NWNE 14-20s-25e.



Percussion Petroleum Operating, LLC South Boyd Federal Com 21H SHL 709' FNL & 2174' FEL 34-19S-25E BHL 20' FNL & 2063' FEL 27-19S-25E Eddy County, NM

7. WASTE DISPOSAL

All trash will be placed in a portable trash cage. It will be hauled to the Eddy County landfill. There will be no trash burning. Contents (drill cuttings, mud, salts, and other chemicals) of the mud tanks will be hauled to R360's state approved (NM-01-0006) disposal site at Halfway. Human waste will be disposed of in chemical toilets and hauled to the Artesia wastewater treatment plant.

8. ANCILLARY FACILITIES

There will be no airstrip or camp. Camper trailers will be on location for the company man, tool pusher, and mud logger.

9. WELL SITE LAYOUT (See MAPS 18 & 19)

Also see Rig Layout diagram for depictions of the well pad, trash cage, access onto the location, parking, living facilities, and rig orientation.

10. RECLAMATION (See MAPS 19 & 21)

Interim reclamation will be completed within 6 months of completing the well. Interim reclamation will consist of shrinking the pad $\approx 40\%$ (1.08 acre) by removing caliche and reclaiming 50' on the north and south sides and 25' on the east and west sides. This will leave 1.65 acres for the anchors, pump jacks, and tractor-trailer turn around. Disturbed areas will be contoured to match preconstruction grades. Soil and brush will be evenly spread over disturbed areas and harrowed on the contour. Disturbed areas will be seeded in accordance with surface owner's requirements.

Enough stockpiled topsoil will be retained to cover the remainder of the pad when the well is plugged. Once the well is plugged, then the rest of the pad and



SURFACE PLAN PAGE 4

Percussion Petroleum Operating, LLC South Boyd Federal Com 21H SHL 709' FNL & 2174' FEL 34-19S-25E BHL 20' FNL & 2063' FEL 27-19S-25E Eddy County, NM

new road will be similarly reclaimed within 6 months of plugging. Noxious weeds will be controlled. Land use will be:

859.6' x 30' road = 0.59 acre
400.7' x 30' flow line = 0.28 acre
413.7' x 30' power line = 0.28 acre
20' x 14,750' water line to pond = 6.77 acres
20' x 8300' water line from pond = 3.81 acres
fresh water pond = 2.75 acres
+ 340' x 350' pad = 2.73 acres
17.21 acres short term
- 0.28 acre flow line
- 0.28 acre power line
- 1.08 acre interim reclamation on pad
- 20' x 14,750' water line to pond = 6.77 acres
- 20' x 8300' water line from pond = 3.81 acres
4.99 acres long term (2.75 ac. pond + 0.59 ac. road + 1.65 ac. pad)

11. SURFACE OWNER

The first 86.4' of new road will be on BLM land managed by the Carlsbad Field Office, 620 E. Greene St., Carlsbad NM 88220. Phone number is 575 234-5972. All remaining construction will be on private land (W2NE4 Section 34 of 19s-25e) owned by Ross Ranch Inc. (P. O. Box 216, Lakewood NM 88254; (575) 365-4797). Percussion has an agreement with Ross.

12. OTHER INFORMATION

On site inspection was held with Jim Goodbar and Jessie Bassett (both BLM) on July 18, 2017.

Lone Mountain inspected the project area and submitted archaeology report NMCRIS-138637 on October 31, 2018.



Percussion Petroleum Operating, LLC South Boyd Federal Com 21H SHL 709' FNL & 2174' FEL 34-19S-25E BHL 20' FNL & 2063' FEL 27-19S-25E Eddy County, NM

CERTIFICATION

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U. S. C. 1001 for the filing of false statements. Executed this 13th day of November, 2017.

Brian Wood, Consultant

Permits West, Inc.

37 Verano Loop, Santa Fe, NM 87508

(505) 466-8120

FAX: (505) 466-9682

Cellular: (505) 699-2276

Field representative will be:

Lelan Anders, Operations Manager Percussion Petroleum Operating, LLC 919 Milam, Suite 2475 Houston TX 77002

Office: (713) 429-1291 Mobile: (281) 908-1752





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



Section 1 - General

Is the reclamation bond a rider under the BLM bond?

Additional bond information attachment:

Lined pit bond number: Lined pit bond amount:

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: PWD disturbance (acres): 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?

Section 3 - Unlined Pits

Injection well mineral owner:

Would you like to utilize Unlined Pit PWD options? NO

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

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



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

Bond Information

Federal/Indian APD: FED

BLM Bond number: NMB001424

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment:

