Form 3160-3 (June 2015)

FEB 1 4 2019

UNITED STATES DISTRICT II-ARTESIA O.C.D.

DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018

5. Lease Serial No.

BUREAU OF LAND MANA	NMNM0556542					
APPLICATION FOR PERMIT TO D	RILL OR REENTER	6. If Indian, Allotee or Tribe Name				
la. Type of work:	EENTER	7. If Unit or CA Agreement. Name and No.				
lb. Type of Well: ☐ Oil Well	ther	8. Lease Name and Well No.				
Ic. Type of Completion: Hydraulic Fracturing Si	ingle Zone Multiple Zone	CHICKEN FRY FC 24 28 22 WD				
		16H 32 49 94				
2. Name of Operator MARATHON OIL PERMIAN LLC	372098	9. API-Well No. 30-015- 45 739				
3a. Address	3b. Phone No. (include area code)	10. Field and Pool, or Exploratory				
5555 San Felipe St. Houston TX 77056	(713)629-6600	PURPLE-SAGE WOLFCAMP GAS / WO				
4. Location of Well (Report location clearly and in accordance v	with any State requirements.*)	11. Sec., T. R. M. or Blk. and Survey or Area				
At surface NWNE / 310 FNL / 2247 FEL / LAT 32.2099	9305 / LONG -104.074319	SEC 22 / T24S / R28E / NMP				
At proposed prod. zone SWSE / 330 FSL / 2350 FEL / L/	AT 32.196933 / LONG -104.074364					
 Distance in miles and direction from nearest town or post offined miles 	ice*	12. County or Parish 13. State NM				
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any)	16. No of acres in lease 17. Spa 160 320	cing Unit dedicated to this well				
18. Distance from proposed location* to nearest well, drilling, completed, 790 feet applied for, on this lease, ft.		M/BIA Bond No. in file				
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3007 feet	22 Approximate date work will start* 05/20/2018	23. Estimated duration 30 days				
	24. Attachments					
The following, completed in accordance with the requirements of (as applicable)	f Onshore Oil and Gas Order No. 1, and the	e Hydraulic Fracturing rule per 43 CFR 3162.3-3				
Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office)	m Lands, the 5. Operator certification.	ons unless covered by an existing bond on file (se				
25. Signature (Electronic Submission)	Name (Printed/Typed) Adrian Covarrubias / Ph: (806)7	Date 04/26/2018				
Title Environmental Engineer						
Approved by (Signature) (Electronic Submission)	Name (Printed/Typed) Ty Allen / Ph: (575)234-5978	Date 12/20/2018				
Fitle	Office CARLSBAD					
Application approval does not warrant or certify that the applican applicant to conduct operations thereon. Conditions of approval, if any, are attached.	nt holds legal or equitable title to those righ	ts in the subject lease which would entitle the				
Fitle 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, most the United States any false, fictitious or fraudulent statements of	nake it a crime for any person knowingly a or representations as to any matter within i	nd willfully to make to any department or agency is jurisdiction.				

pproval Date: 12/20/2018

*(Instructions on page 2)

(Continued on page 2)

RN 2-18-19.

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 I: 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 wen, 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 directionany 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.

ITEM 24: If the proposal will involve hydraulic fracturing operations, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

NOTICES

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

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

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service wen 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 win 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 conects this information to anow 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 Conection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

Additional Operator Remarks

Location of Well

1. SHL: NWNE / 310 FNL / 2247 FEL / TWSP: 24S / RANGE: 28E / SECTION: 22 / LAT: 32.2099305 / LONG: -104.074319 (TVD: 016et, MD; 016et)
PPP: NWSE / 1347 FSL / 2349 FEL / TWSP: 24S / RANGE: 28E / SECTION: 22 / LAT: 32.1997158 / LONG: -104.07440231(TVD: 104511(feet, MD: 14089 feet)
PPP: SWNE / 2640 FNL / 2331 FEL / TWSP: 24S / RANGE: 28E / SECTION: 22 / LAT: 32.2034054 / LONG: -104.074451 (TVD: 104699feet, MD: 12708 feet)
PPP: NWNE / 330 FNL / 2314 FEL / TWSP: 24S / RANGE: 28E / SECTION: 22 / LAT: 32.2098758 / LONG: e104.07453431(TVD: 10294 feet, MD: 10368 feet)
BHL: SWSE / 330 FSL / 2350 FEL / TWSP: 24S / RANGE: 28E / SECTION: 22 / LAT: 32.196933 / LONG: -104.074364 (TVD: 10460 feet, MD: 15106 feet)

BLM Point of Contact

Name: Katrina Ponder Title: Geologist Phone: 5752345969

Email: kponder@blm.gov

(Form 3160-3, page 3)

Approval Date: 12/20/2018

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.



(Form 3160-3, page 4)

Approval Date: 12/20/2018

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: | Marathon Oil Permian LLC

LEASE NO.: | NMNM-0556542

WELL NAME & NO.: | Chicken Fry FC 24 28 22 WD 16H

SURFACE HOLE FOOTAGE: 0310' FNL & 2247' FEL BOTTOM HOLE FOOTAGE 0330' FSL & 2350' FEL

LOCATION: | Section 22, T. 24 S., R 28 E., NMPM

COUNTY: | County, New Mexico

Operator to submit sundry to add "COM" to the well name.

Communitization Agreement

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

- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

A. DRILLING OPERATIONS REQUIREMENTS

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

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

☐ Eddy County

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

1. Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the

Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.

- 2. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval. If the drilling rig is removed without approval an Incident of Non-Compliance will be written and will be a "Major" violation.
- 3. Alternative when using skid/walking rig
 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 wells.
- 4. Option Setting surface casing with Surface Rig
 - a. Notify the BLM when removing the Surface Rig.
 - b. Notify the BLM when moving in the H&P Flex Rig. Rig to be moved in within 60 days of notification that the Surface Rig has left the location. Failure to notify or have rig on location within 60 days will result in an Incident of Non-Compliance.
 - c. Once the H&P Flex Rig is on location, it shall not be removed from over the hole without prior approval unless the production casing has been run and cemented or the well has been properly plugged. If the drilling rig is removed without approval an Incident of Non-Compliance will be written and will be a "Major" violation.
 - d. BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as H&P Flex Rig is rigged up on well. CIT for the surface casing shall be performed and results recorded on subsequent sundry pressure to be 1200 psi.
- 5. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works is located, this does not include the dog house or stairway area.
- 6. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If

available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

B. CASING

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

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

Wait on cement (WOC) for Water Basin:

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

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

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

Medium Cave/Karst

Possibility of water flows in the Castile and Salado
Possibility of lost circulation in the Rustler, Red Beds, and Delaware
Abnormal pressures may be encountered upon penetrating the 3rd Bone Spring
Sandstone and all subsequent formations

1. The 13-3/8 inch surface casing shall be set at approximately 500 feet (in a competent bed below the Magenta Dolomite, which is a Member of the Rustler, and if salt is encountered, set casing at least 25 feet above the salt) and cemented to the surface.

- a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
- b. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry.
- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.

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

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.

If cement does not circulate to surface on the intermediate casing, the cement on the production casing must come to surface.

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

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

3.	The minimum required fill of cement behind the 7 inch production casing is:
	Cement should tie-back at least 200 feet into previous casing string. Operator shall provide method of verification.

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

4 .	The minimum required fill of cement behind the 4-1/2 inch production Liner is:
	☐ Cement as proposed. Operator shall provide method of verification.

5. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.

C. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API 53.
- 2. Variance approved to use flex line from BOP to choke manifold. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor. If the BLM inspector questions the straightness of the hose, a BLM engineer will be contacted and will review in the field or via picture supplied by inspector to determine if changes are required (operator shall expect delays if this occurs).

3. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be psi.

- a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
- b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- c. Manufacturer representative shall install the test plug for the initial BOP test.
- d. Operator shall perform the 9-5/8" and 7" casing integrity tests to 70% of the casing burst. This will test the multi-bowl seals.
- e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.

Variance approved to use a 5M annular. The annular must be tested to full working pressure (5000 psi.)

10M system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.

- 4. The appropriate BLM office shall be notified a minimum of hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - a. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer.
 - b. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
 - c. The results of the test shall be reported to the appropriate BLM office.
 - d. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test

will be submitted to the appropriate BLM office.

- e. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- f. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the **Wolfcamp** formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

D. DRILLING MUD

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

E. DRILL STEM TEST

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

F. WASTE MATERIAL AND FLUIDS

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

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

JAM 121018

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Approval Date: 12/20/2018



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



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.

NAME: Adrian Covarrubi	as	Signed on: 04/24/2018
Title: Environmental Eng	ineer	
Street Address: 10205	Westheimer Rd., Suite 800	
City: Houston	State: TX	Zip : 77042
Phone: (806)752-6153		
Email address: adrian.c	ovarrubias@arcadis.com	
Field Represe	entative	
Representative Name	: :	
Street Address:		
City:	State:	Zip:
Phone:		
Email address:		



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

Application Data Report 01/30/2019

APD ID: 10400029706 **Submission Date:** 04/26/2018

Operator Name: MARATHON OIL PERMIAN LLC

士 利力等を利用なとされる機能の Well Number: 16H

Well Type: CONVENTIONAL GAS WELL Well Work Type: Drill

the project of the pr

Show Final Text

Section 1 - General

APD ID: 10400029706 Tie to previous NOS? Submission Date: 04/26/2018

BLM Office: CARLSBAD User: Adrian Covarrubias Title: Environmental Engineer

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

Lease number: NMNM0556542 Lease Acres: 160

Surface access agreement in place? Allotted? Reservation:

Agreement in place? NO Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? YES

Permitting Agent? NO APD Operator: MARATHON OIL PERMIAN LLC

Operator letter of designation:

Operator Info

Operator Organization Name: MARATHON OIL PERMIAN LLC

Operator Address: 5555 San Felipe St.

Operator PO Box:

Operator City: Houston State: TX

Operator Phone: (713)629-6600 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:

mail mail for the Mell API Number: 16H Well API Number:

Field/Pool or Exploratory? Field and Pool Field Name: PURPLE-SAGE Pool Name: WOLFCAMP

WOLFCAMP GAS

Zip: 77056

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

Well Number: 16H

Describe other minerals:

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

Type of Well Pad: MULTIPLE WELL Multiple Well Pad Name: Number: 275-2

Well Class: HORIZONTAL CHICKEN FRY FEDERAL COM
Number of Legs: 1

Well Work Type: Drill

Well Type: CONVENTIONAL GAS WELL

Describe Well Type: Well sub-Type: INFILL Describe sub-type:

Distance to town: 17 Miles Distance to nearest well: 790 FT Distance to lease line: 310 FT

Reservoir well spacing assigned acres Measurement: 320 Acres

Well plat: 20181108_R3781_011_CHICKEN_FRY_FC_24_28_22_WD_16H_REV._1__CERTIFIED___FORM_C_10

2__20181115061800.pdf

Well work start Date: 05/20/2018 Duration: 30 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

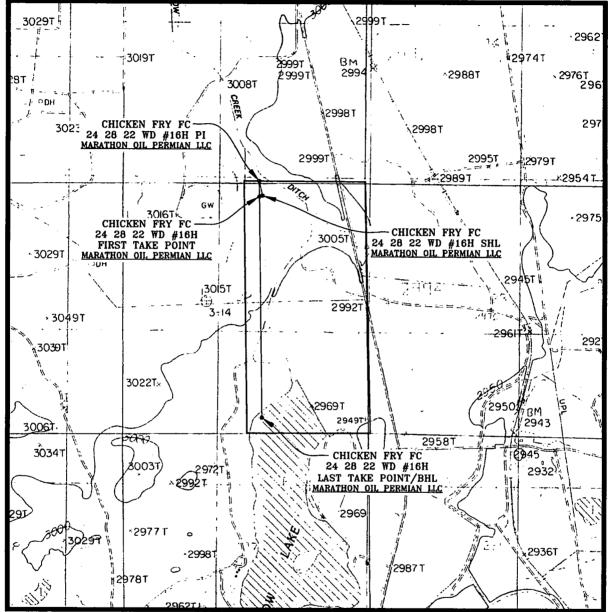
Describe Survey Type:

Datum: NAD83 Vertical Datum: NAVD88

Survey number: R3781_009

	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	310	FNL	224	FEL	248	28E	22	Aliquot	32.20993	-	EDD	ŀ	• • • • • • • • • • • • • • • • • • •	F	FEE	300	0	0
Leg			7					NWNE	05	104.0743	Υ	MEXI				7		
#1			<u> </u>	l	L	L				19		СО	СО					
кор	118	FNL	231	FEL	248	28E	22	Aliquot	32.21046	-	EDD	ı	NEW	F	FEE	-	985	984
Leg			4					NWNE		104.0745	Υ	MEXI				684	7	9
#1										457		СО	СО			2		
PPP	330	FNL	231	FEL	245	28E	22	Aliquot	32.20987	-	EDD	NEW	NEW	F	FEE	-	103	102
Leg			4					NWNE	58	104.0745	Υ	MEXI				728	68	94
#1										343		co	co			7		

LOCATION VERIFICATION MAP



CONTOUR INTERVAL = 10'

SCALE: 1" = 2000'

SEC. 22 TWP. 24-S RGE. 28-E

SURVEY: N.M.P.M. COUNTY: EDDY

DESCRIPTION: 310' FNL & 2247' FEL

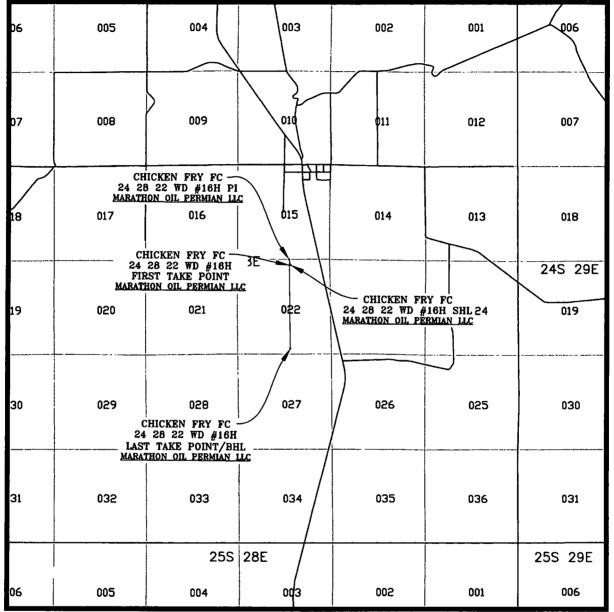
ELEVATION: 3007'

OPERATOR: MARATHON OIL PERMIAN LLC

LEASE: CHICKEN FRY FC 24 28 22

U.S.G.S. TOPOGRAPHIC MAP: MALAGA, N.M.

VICINITY MAP



SEC. 22 TWP. 24-S RGE. 28-E

SURVEY: N.M.P.M. COUNTY: EDDY

DESCRIPTION: 310' FNL & 2247' FEL

ELEVATION: 3007'

OPERATOR: MARATHON OIL PERMIAN LLC

LEASE: CHICKEN FRY FC 24 28 22

U.S.G.S. TOPOGRAPHIC MAP: MALAGA, N.M.

SCALE: 1" = 1 MILE



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



Operator Name: MARATHON OIL PERMIAN LLC

Well Name: CHICKEN FRY FC 24 28 22 WD Well Number: 16H

Well Type: CONVENTIONAL GAS WELL Well Work Type: Drill

Hilleghariefahenel of Aris Retiltereiks Abreammonsk Retietanik allinemieres s

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Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical Depth	Measured Depth	Lithologies	Mineral Resources	Producing
1	SALADO	2373	634	634	SALT, ANHYDRITE	OTHER : Brine	No
2	CASTILE	1300	1073	1073	SALT,ANHYDRITE	OTHER : Brine	No
3	BASE OF SALT	-26	2399	2399	LIMESTONE,SANDSTO NE	OTHER : Brine	No
4	LAMAR	-220	2593	2593	SHALE, SANDSTONE	NATURAL GAS,OIL	No
5	BELL CANYON	-256	2629	2629	SHALE,SANDSTONE	NATURAL GAS,OIL	No
6	CHERRY CANYON	-1091	3464	3465.1	SANDSTONE,OTHER : Carbonate	NATURAL GAS,OIL	No
7	BRUSHY CANYON	-2321	4694	4699.8	SANDSTONE,OTHER : Carbonate	NATURAL GAS,OIL	No
8	BONE SPRING	-3835	6208	6216.6	SHALE,SANDSTONE,O THER : Carbonate	NATURAL GAS,OIL	No
9	WOLFCAMP	-7059	9432	9440.6	SHALE,SANDSTONE,O THER : Carbonates	NATURAL GAS,OIL	Yes

Section 2 - Blowout Prevention

Rating Depth: 15152

is propried to the control of the properties and the following well become that a discretification is the second and the second of the second

Requesting Variance? YES

Validian is appeared to a validate of the properties in the personal condition of the land of the land of the land. The enterland is a species of the land of the land of the personal description of the land. The land of the land. The land of the

Well Name: CHICKEN FRY FC 24 28 22 WD Well Number: 16H



Choke Diagram Attachment:

Drill_Plan___2__5M_10M.TWO_CHOKE_MANIFOLD.BLM_20180424113456.pdf

Drill_Plan___2__Choke_Line_Flex_III_Rig_20180424113526.pdf

Drill_Plan___2__Contitech_Hose_SN_663393_20180424113542.pdf

Drill_Plan___2__Choke_Line_Test_Chart_SN_63393_20180424113601.pdf

BOP Diagram Attachment:

Drill_Plan___2__10_5M_Flex.BOPE.BLM_20180424113630.pdf

Drill_Plan 2 WH_TH_Design_1B 5K 10K 7in_x 4.5in 20180424113647.pdf

Marathon_Permian___Drilling_Well_Control_Plan_06_05_2018_20181107141145.pdf

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	17.5	13.375	NEW	API	Z	0	500	0	500	3007	2507	500	J-55	54.5	STC	5.22	1.81	BUOY	3.42	BUOY	3.42
2	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	2600	0	2600	3007	407	2600	J-55	36	LTC	2.26	2.01	BUOY	2.51	BUOY	2.51
	PRODUCTI ON	8.75	7.0	NEW	API	N	0	9883	0	9541	3007	-6534		P- 110	29	витт	1.72	1.16	BUOY	2.68	BUOY	2.68
4	LINER	6.12 5	4.5	NEW	API	N	9250	15106	9241	10460	-6234	-7453	5856	P- 110	13.5	BUTT	1.79	1.42	BUOY	2.18	BUOY	2.18

Casing Attachments

Casing Attachments
Casing ID: 1 String Type: SURFACE
Inspection Document:
Spec Document:
Tapered String Spec:
Casing Design Assumptions and Worksheet(s):
Surface_20180419062925.pdf
Casing ID: 2 String Type: INTERMEDIATE
Inspection Document:
Spec Document:
Tapered String Spec:
Casing Design Assumptions and Worksheet(s):
Drill_PlanMalaga_WC_3_StringLinerIntermediate_20180424113833.pdf
Casing ID: 3 String Type: PRODUCTION Inspection Document:
Spec Document:
Tapered String Spec:
Casing Design Assumptions and Worksheet(s):
Drill_PlanMalaga_WC_3_StringLinerIntermediate_II_20180424113953.pdf

Well Number: 16H

Operator Name: MARATHON OIL PERMIAN LLC

Well Name: CHICKEN FRY FC 24 28 22 WD

Well Name: CHICKEN FRY FC 24 28 22 WD

Well Number: 16H

Casing Attachments

Casing ID: 4

String Type: LINER

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Liner_20180419063003.pdf

Section 4 - Cement

L											
String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	500	0	0	0	0	0	No Lead only Tail cement.	N/A
SURFACE	Tail		0	500	515	1.33	14.8	695	100	Class C	0.02 Gal/Sk Defoamer + 0.5% Extender + 1% Accelerator
INTERMEDIATE	Lead		0	2080	618	2.37	12.7	1466	125	Class C	0.02 Gal/Sk Defoamer + 0.5% Extender + 1% Accelerator
INTERMEDIATE	Tail		2080	2600	153	1.33	14.8	204	25	Class C	0.3 % Retarder
PRODUCTION	Lead		0	8550	601	3.21	11	1928	50	Class C	0.85% retarder + 10% extender + 0.02 gal/sk defoamer + 2.0% Extender + 0.15% Viscosifier
PRODUCTION	Tail		8550	9550	158	1.24	14.4	195	30	Class H	3% extender + 0.15% Dispersant + 0.03 gal/sk retarder
LINER	Lead		9250	1510 6	0	0	0	0	0	No Lead only Tail Cement	N/A
LINER	Tail		9250	1510 6	586	1.22	14.8	717	30	Class H	0.1% retarder + 3.5% extender + 0.3% fluid loss + 0.1% Dispersant

Well Name: CHICKEN FRY FC 24 28 22 WD Well Number: 16H

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: The necessary mud products for additional weight and fluid loss control will be on location at all times.

Describe the mud monitoring system utilized: Losses or gains in the mud system will be monitored visually/manually as well as with an electronic PVT.

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)	Н	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
500	2600	SALT SATURATED	9.9	10.2		·					
0	500	WATER-BASED MUD	8.4	8.8							
2600	9550	OTHER : Cut Brine	9	9.4							
9550	1412 6	OIL-BASED MUD	12	12.5							

Section 6 - Test, Logging, Coring

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

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

GR

Coring operation description for the well:

Well Name: CHICKEN FRY FC 24 28 22 WD Well Number: 16H

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 5753

Anticipated Surface Pressure: 3451.8

Anticipated Bottom Hole Temperature(F): 160

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:

```
4_Marathon_Carlsbad__Chicken_Fry_Fed_24_28_22_12H_15H_16H_H2S_Contingency_Plan_032618_20180419070928.r df

GasCapturePlan_Chicken_Fry_Federal_Com_275_2_20180424115852.pdf

Drill_Plan___4__Pad_Layout_Flex_III_20180424115917.pdf

Drill_Plan___4__H2S_Contiengency_Plan_Summary_20180424115943.pdf
```

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

```
      Drill_Plan___5__Chicken_Fry_Federal_Com_24_28_22_WD__16H___Plan__1_36x48WP_20180424120021.pdf

      Drill_Plan___5__Chicken_Fry_Federal_Com_24_28_22_WD__16H___Plan__1_Planning_report_20180424120034.pdf
```

Other proposed operations facets description:

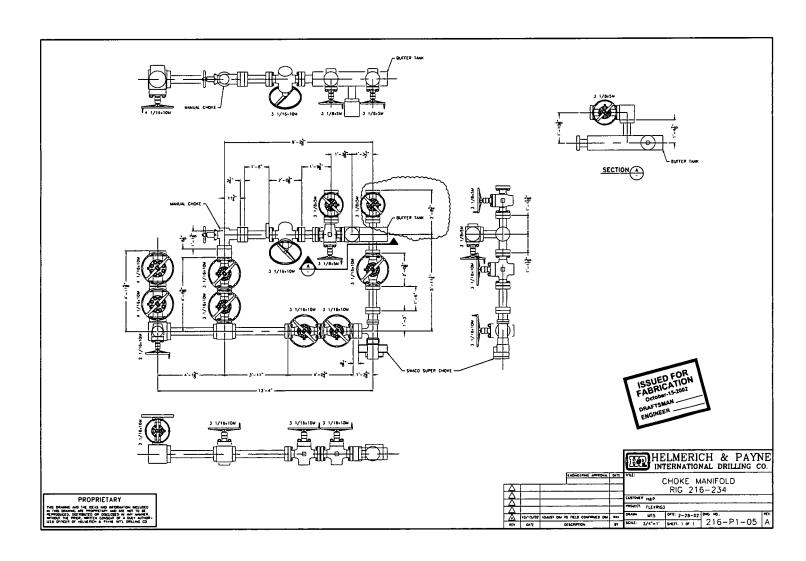
Potential Hazards:

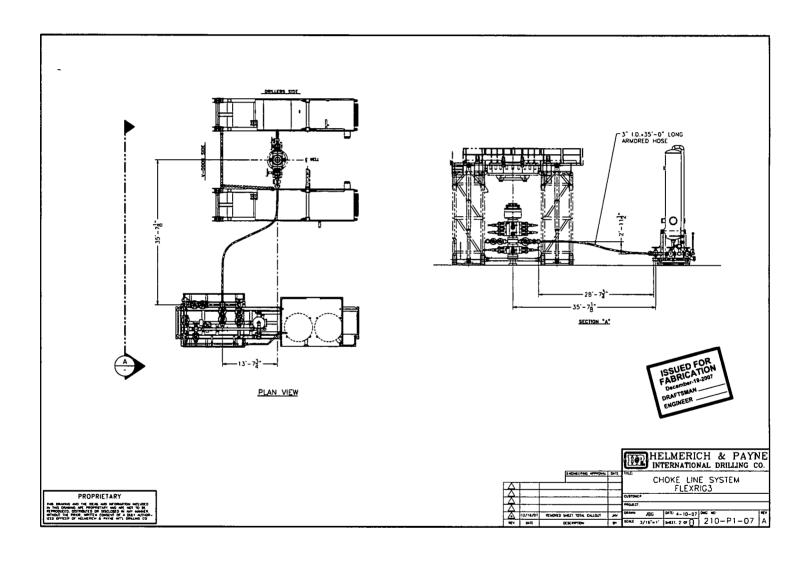
- H2S detection equipment will be in operation after drilling out the surface casing shoe until the production casing has been cemented. Breathing equipment will be on location from drilling out the surface shoe until production casing is cemented. If H2S is encountered the operator will comply with Onshore Order #6.
- No abnormal temperatures or pressures are anticipated. All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well. Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely.
- No losses are anticipated at this time.
- All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well.
- Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely.

Other proposed operations facets attachment:

Batch Drilling_Plan_and_Surface_Rig_Request_20181107141617.pdf

Other Variance attachment:







 QUALITY CONTROL
 No.: QC-DB- 380 / 2012

 Page:
 1 / 61

 Hose No.:
 Revision:
 0

 63389, 63390, 63391
 Date:
 28. August 2012.

 Prepared by:
 Solo:
 Appr. by:

CHOKE AND KILL HOSES

id.: 3" 69 MPa x 35 ft (10,67 m)

DATA BOOK

Purchaser: H & P

Purchaser Order No.:

ContiTech Rubber Order No.: 531895

ContiTech Beattie Co. Order No.: 006227

NOT DESIGNED FOR WELL TESTING

CONTITECH RUBBER Industrial Kft.

No.: QC- DB- 380 / 2012 Page: 2 / 61

CONTENT

1.	API QMS Certificate (No.: 0760)	<u>Page</u> 3.
2.	American Petroleum Institute Certificate of Authority To Use the Official API Monogram (No.: 16C-0004)	4.
3.	Quality Control Inspection and Test Certificates (No.: 1595, 1596, 1597, 1598, 1599)	5-9.
4.	Hose Data Sheet	10.
5. 5.1.	Metal Parts Raw Material Quality Certificates (No.: EUR-240960, EUR-251871, 81687/12-0)	11-14.
5.2. 5.3.	Hardness Test Reports (No.: HB 2150/12, HB 2151/12, HB 2159/12)	15-17.
5.3. 5.4.	Ultrasonic Test Reports (No.: U12/124, U12/126, U12/129, U12/127) NDT Examiner Certificate (Name: Joó Imre)	18-21.
5. 5 .	Welding Procedure Specification (No.: 140-60)	22-23. 24-27.
5.6.	Welding Procedure Qualification Record (No.: BUD 0600014/1)	24-27. 28-29.
5.7.	Welder's Approval Test Certificates	30-41.
	(No.: RK-1894628-A1-X2, RK-1894628-A1-X-1, RK-2096656-B, RK-1894628-A1-X3, RK1079715-A1-X)	JU-4 1.
5.8.	Welding Log Sheets (No.: 240, 241)	42-43.
5.9.	Visual Examination Record (No.: 696/12)	44.
5.10.	NDT Examiner Certificate (Name: Benkő Péter)	45-46.
5.11.	Radiographic Test Certificates (No.: 1458/12, 1459/12, 1460/12, 1461/12, 1462/12)	47-51.
5.12.	NDT Examiner Certificate (Name: Ménesi István)	52-53.
5.13.	MP Examination Record (No.: 1262/12)	54.
5.14.	NDT Examiner Certificate (Name: Oravecz Gábor)	55-56.
6.	Steel Cord	
6.1.	Inspection Certificate (No.: 437089)	57 .
7	Outside Stripwound Tube	
7.1.	Inspection Certificate (No.: 917781/001)	58.
8.	Certificate of Calibration (Manometer Serial No.: 0227-073)	59-61

ContiTech Rubber Industrial Kft. Quality Control Dept. CONTITECH RUBBER Industrial Kft.

No:QC-DB- 380 /2012 3 /61

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Certificate of Registration

APIQR REGISTRATION NUMBER 0760

This certifies that the quality management system of

CONTITECH RUBBER INDUSTRIAL LTD. Budapesti ut 10 Szeged Hungary

bas been assessed by the American Petroleum Institute Quality Registrar (APIQR®) and found it to be in conformance with the following standard:

ISO 9001:2008

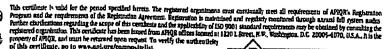
The scope of this registration and the approved quality management system applies to the Design and Manufacture of High Pressure Hoses

> $APIQR^{\omega}$ approves the organization's justification for excluding: No Exclusions Identified as Applicable

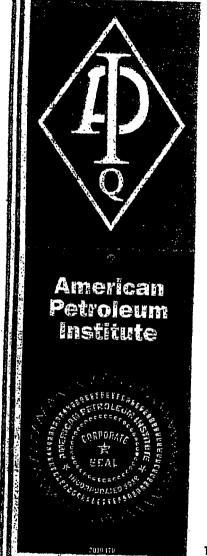
> > COPY

Effective Date: October 15, 2010 Expiration Date: October 15, 2013 Registered Since: October 15, 2007









Certificate of Authority to use the Official API Monogram

License Number:

16C-0004

ORIGINAL

The American Petroleum Institute hereby grants to

CONTITECH RUBBER INDUSTRIAL LTD. Budapesti ut 10 Szeged Hungary

the right to use the Official API Monogram® on manufactured products under the conditions in the official publications of the American Petroleum Institute entitled API Spec Q1° and API Spec 16C and in accordance with the provisions of the License Agreement.

In all cases where the Official API Monogram is applied, the API Monogram should be used in conjunction with this certificate number: 16C-0004

The American Petroleum Institute reserves the right to revoke this authorization to use the Official API Monogram for any reason satisfactory to the Board of Directors of the American Petroleum Institute.

The scope of this license includes the following product: Flexible Choke and Kill Lines

QMS Exclusions: No Exclusions Identified as Applicable

COPY

Effective Date: OCTOBER 15, 2010 Expiration Date: OCTOBER 15, 2013

To verify the authenticity of this license, go to www.api.org/compositelist.

American Petroleum Institute

Director of Global Industry Services



CONTITECH RUBBER Industrial Kft.

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No:QC-DB- 380 /2012

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QUALITY O			CATE		CERT. I	N°:	1599	
PURCHASER: ContiTech Be		eattie Co.		P.O. N°:		006227		
CONTITECH ORDER N°: 53189	95 Hos	HOSE TYPE: 3" ID		ID	Choke a		nd Kill Hose	
HOSE SERIAL N°: 6339	3 NOM	NOMINAL / ACTUAL LENGTH				10,67 r	m / 10,72 m	
W.P. 68,9 MPa 10000	psi T.P.	103,4	MPa	1500)() psi	Duration:	60	min.
↑ 10 mm = 10 Min. → 10 mm = 20 MPa	See a	ittachm	ent. (1 page	•)			
COUPLINGS Type	Se	erial N°			Quali	ty	Heat N	0
3" coupling with	2156	21	53		AISI 4	130	20231	
4 1/16" 10K API Flange end					AISI 4	130	34031	1
NOT DESIGNED FO	OR WELL T	ESTIN	G			_	API Spec 1	
WE CERTIFY THAT THE ABOVE HOSE INSPECTED AND PRESSURE TESTED	HAS BEEN MA	NUFACTU	RED IN	ACCORD	ANCE WIT	TH THE TERM	S OF THE ORDE	R
STATEMENT OF CONFORMITY: W conditions and specifications of the a accordance with the referenced standard	e hereby certify t	hat the abo	ove items	/equipme	nt supplied	vere fabricated	inspected and tes	sted in

ContiTech Rubber Industrial Klt. Budapesti út 10., Szeged H-6728 R.O.Box 152 Szeged H-6701 Hungary

23. August 2012.

Date:

Phone: +36 62 568 737
Fax: +36 62 568 738
e-mail: info@fluid.contillech.hu
Internat: www.contillech-rubber.hu

Inspector

The Court of Csongrad County as Registry Court Registry Court No: HU 06-09-002502 EU VAT No: HU11087209

Quality Control

Bank data Commercial and Creditbank Szeged 10402805-28014256-00000000

ContiTech Rubber Industrial Kft. Quality Control Dept

CONTITECH RUBBER	No:QC-DB- 380 /2012			
Industrial Kft.	Page: 10 /61			



Hose Data Sheet

CRI Order No.	531895
Customer	ContiTech Beattie Co.
Customer Order No	PO6227 Pbc13080-H&P
Item No.	1
Hose Type	Flexible Hose
Standard	API SPEC 16 C
Inside dia in inches	3
Length	35 ft
Type of coupling one end	FLANGE 4 1/16" API SPEC 6A TYPE 6BX FOR 10000 PSI C/W BX155RING GROOVE
Type of coupling other end	FLANGE 4 1/16" API SPEC 6A TYPE 6BX FOR 10000 PSI C/W BX155 RING GROOVE
H2S service NACE MR0175	Yes
Working Pressure	10 000 psi
Design Pressure	10 000 psi
Test Pressure	15 000 psi
Safety Factor	2,25
Marking	USUAL PHOENIX
Cover	NOT FIRE RESISTANT
Outside protection	St.steel outer wrap
Internal stripwound tube	No
Lining	OIL RESISTANT
Safety clamp	No
Lifting collar	No
Element C	No
Safety chain	No
Safety wire rope	No
Max.design temperature [°C]	100
Min.design temperature [°C]	-20
MBR operating [m]	1,60
MBR storage [m]	1,40
Type of packing	WOODEN CRATE ISPM-15

Printed: TIRETECH2\BacsaL - 2012.08.17 15:37:06



30



ContiTech Standard

ContiTech Certificate Number **COM Order Reference Customer Name & Address** HELMERICH & PAYNE DRILLING CO 953233-4 953233 740053080 1434 SOUTH BOULDER AVE **Customer Purchase Order No:** TULSA, OK 74119 USA Project: Accepted by Client Inspection **Test Center Address** Accepted by COM Inspection ContiTech Oil & Marine Corp. Roger Suarez 11535 Brittmoore Park Drive Signed: Houston, TX 77041 USA 5/11/17 Date:

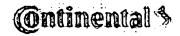
We certify that the items detailed below meet the requirements of the customer's Purchase Order referenced above, and are in conformance with the specifications given below.

It	em :	Part No.	Description	Qnty	Serial Number	Specifica	Hons 💮 💮
		•	 				

63393

RECERTIFICATION - 3" ID 10K Choke and Kill Hose x 35 ft OAL

Hydrostatic Test Certificate

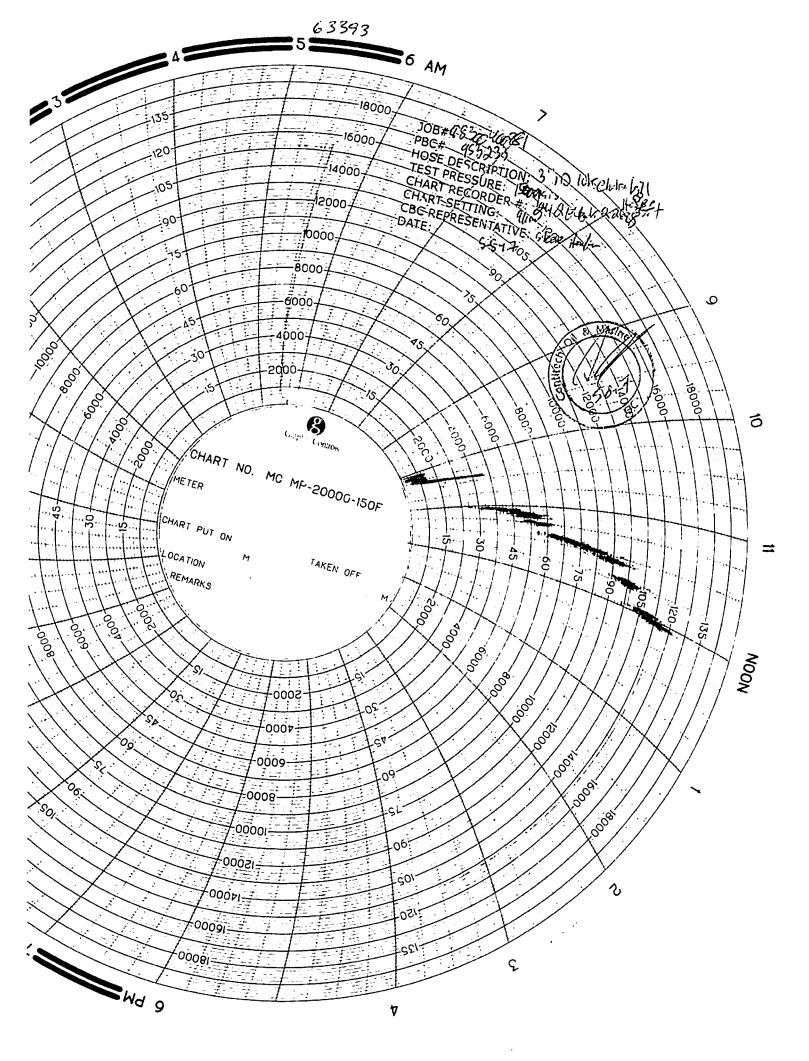


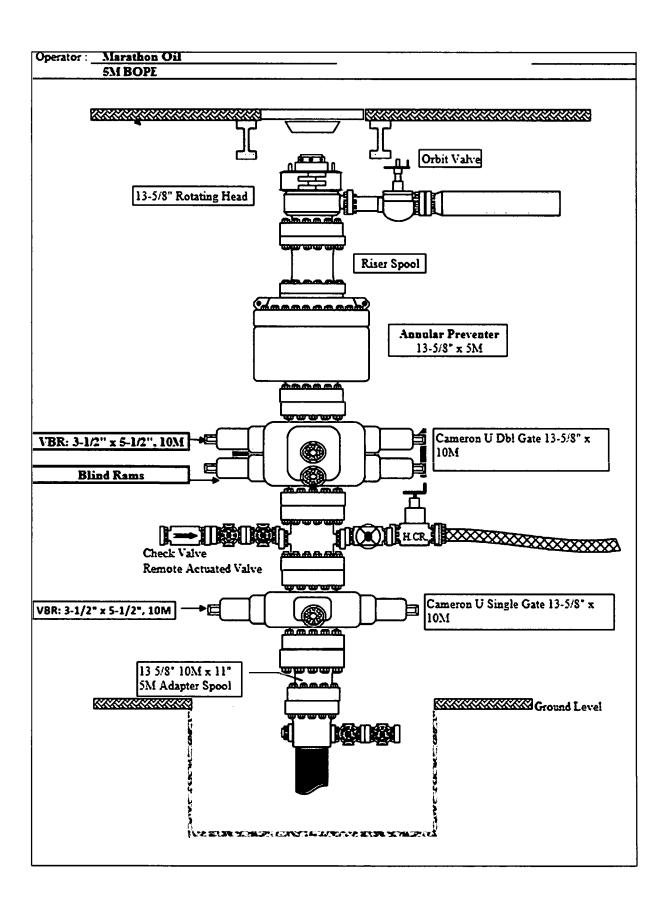
ContiTech

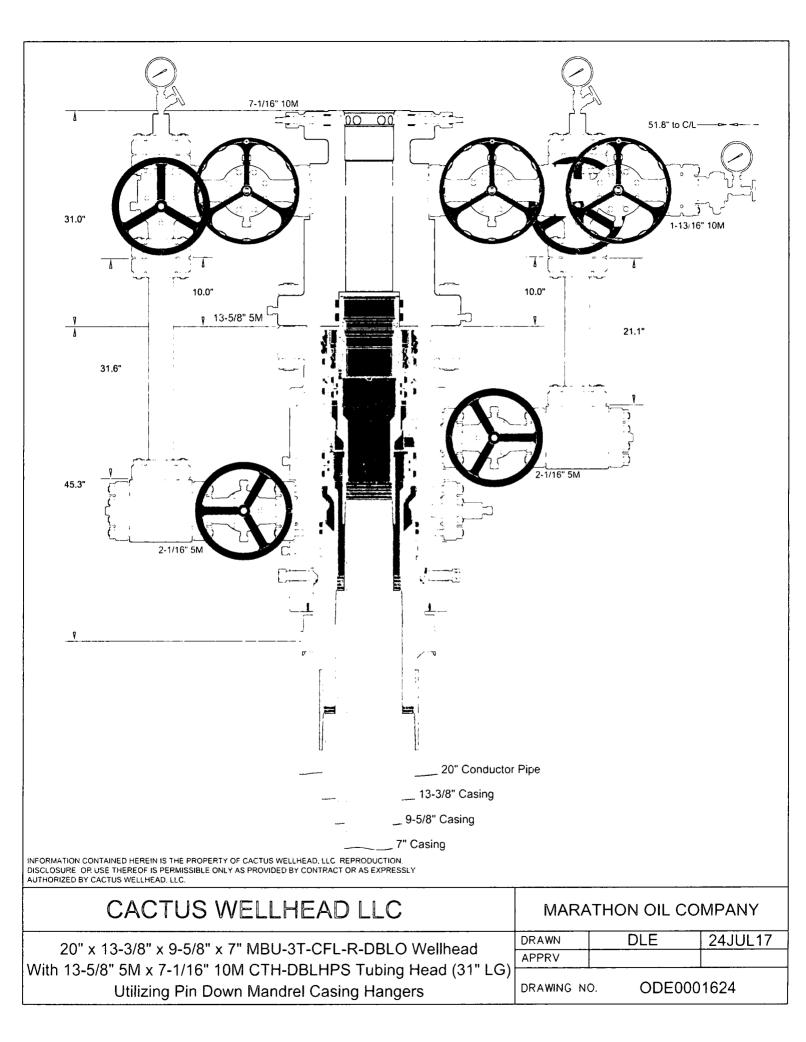
Certificate Number 953233-4	COM Order Reference 953233		HELMERICH & PAYNE DRILLING CO
Customer Purchase Order No: 740053080		80	1434 SOUTH BOULDER AVE TULSA, OK 74119
Project:			USA
Test Genter Address Address	MIT AT	Accepted by GOM Inspection to	Acceptediby/Glient inspection
ContiTech Oil & Marine Corp.		Roger Suarez	
11535 Brittmoore Park Drive	Signed:		
Houston, TX 77041			·
USA	Date:	5/11/14	

We certify that the goods detailed hereon have been inspected as described below by our Quality Management System, and to the best of our knowledge are found to conform the requirements of the above referenced purchase order as issued to ContiTech Oil & Marine Corporation

	 Corporation			the second second	
and Conto	 Grediton	€ π(:	y Safartumor	া গ্রামান ভাষা বিষয়	







1.1 WELL CONTROL - CERTIFICATIONS

Required IADC/IWCF Well Control Certifications Supervisor Level:

Any personnel who supervises or operates the BOP must possess a valid current IADC training certification and photo identification. This would include the onsite drilling supervisor, tool pusher/rig manager, driller, and any personnel that will be acting in these capacities. Another example of this may be a wireline or snubbing crew rigged up on the rig to assist the rig, the operator of each system must also have a valid control certification for their level of operation.

BLM recognizes IADC training as the industry approved <u>accredited</u> training. Online self-certifications will not be acceptable. Enforcement actions for the lack of a valid Supervisory Level certificate shall be prompt action to correct the deficiency. Enforcement actions include but are not limited to immediate replacement of personnel lacking certifications, drilling operations being shut down or installment of a 10M annular.

IADC Driller Level for all Drillers and general knowledge for the Assistant Driller, Derrick Hands, Floor Hands and Motor Hands is recognized by the BLM; however, a Driller Level certification will need to be presented only if acting in a temporary Driller Level certification capacity.

Well Control-Position/Roles

IADC Well control training and certification is targeted toward each role, e.g., Supervisor Level toward those who direct, Driller Level to those who act, Introductory to those who need to know.

Supervisor Level

- Specifies and has oversight that the correct actions are carried out
- Role is to supervise well control equipment, training, testing, and well control events
- Directs the testing of BOP and other well control equipment
- Regularly direct well control crew drills
- Land based rigs usually runs the choke during a well kill operation
- Due to role on the rig, training and certification is targeted more toward management of well control and managing an influx out of the well

Driller Level

- o Performs an action to prevent or respond to well control accident
- Role is to monitor the well via electronic devices while drilling and detect unplanned influxes
- Assist with the testing of BOP and other well control equipment
- Regularly assist with well control crew drills
- When influx is detected, responsible to close the BOP
- Due to role on the rig, training and certification is targeted more toward monitoring and shutting the well in (closing the BOP) when an influx is detected

(Well Control-Positions/Roles Continued)

Derrick Hand, Assistant Driller Introductory Level

- Role is to assist Driller with kick detection by physically monitoring the well at the mixing pits/tanks
- Regularly record mud weights/viscosity for analysis by the Supervisor level and mud engineer so pre-influx signs can be detected
- Mix required kill fluids as directed by Supervisor or Driller
- Due to role on the rig, training and certification is targeted more toward monitoring for influxes, either via mud samples or visual signs on the pits/tanks

• Motorman, Floor Hand Introductory Level

- o Role is to assist the Supervisor, Driller, or Derrick Hand with detecting influxes
- o Be certain all valves are aligned for proper well control as directed by Supervisor
- o Perform Supervisor or Driller assigned tasks during a well control event
- Due to role on the rig, training and certification is targeted more toward monitoring for influxes

1.2 WELL CONTROL-COMPONENT AND PREVENTER COMPATIBILITY CHECKLIST

The table below, which covers the drilling and casing of the 10M Stack portion of the well, outlines the tubulars and the compatible preventers in use. This table, combined with the mud program, documents that two barriers to flow can be maintained at all times, independent of the rating of the annular preventer.

o Example 6-1/8" Production hole section, 10M requirement

Component	OD	Preventer	RWP
Drill pipe	4"	Upper and Lower 3.5-5.5" VBRs	10M
HWDP	4"	Upper and Lower 3.5-5.5" VBRs	10M
Drill collars and MWD tools	4.75-5"	Upper and Lower 3.5-5.5" VBRs	10M
Mud Motor	4.75-5.25"	Upper and Lower 3.5-5.5" VBRs	10M
Production casing	4.5"	Upper and Lower 3.5-5.5" VBRs	10M
ALL	0-13-5/8"	Annular	5M
Open-hole	-	Blind Rams	10M

[•] VBR = Variable Bore Ram. Compatible range listed in chart.

1.3 WELL CONTROL-BOP TESTING

BOP Test will be completed per Onshore Oil and Gas Order #2 Well Control requirements. The 5M Annular Preventer on a required 10M BOP stack will be tested to 70 % of rated working

pressure including a 10 minute low pressure test. Pressure shall be maintained at least 10 minutes.

1.4 WELL CONTROL - DRILLS

The following drills are conducted and recorded in the Daily Drilling Report and the Contractor's reporting system while engaged in drilling operations:

Туре	Frequency	Objective	Comments
Shallow gas kick drill - drilling	Once per well with crew on tour	Response training to a shallow gas influx	To be done prior to drilling surface hole if shallow gas is noted
Kick drill - drilling	Once per week per crew	Response training to an influx while drilling (bit on bottom)	Only one kick drill per week per crew is required, alternating between drilling and tripping.
Kick drill - tripping	Once per week per crew	Response training to an influx while tripping (bit off bottom). Practice stabbing TIW valve	

1.5 WELL CONTROL - MONITORING

- Drilling operations which utilize static fluid levels in the wellbore as the active barrier element, a
 means of accurately monitoring fill-up and displacement volumes during trips are available to the
 driller and operator. A recirculating trip tank is installed and equipped with a volume indicator
 easily read from the driller's / operator's position. This data is recorded on a calibrated chart
 recorder or digitally. The actual volumes are compared to the calculated volumes.
- The On-Site Supervisor ensures hole-filling and pit monitoring procedures are established and documented for every rig operation.
- The well is kept full of fluid with a known density and monitored at all times even when out of the hole.
- Flow checks are a minimum of 15 minutes.
- A flow check is made:
 - In the event of a drilling break.
 - After indications of down hole gains or losses.
 - Prior to all trips out of the hole.
 - After pulling into the casing shoe.
 - Before the BHA enters the BOP stack.
 - If trip displacement is incorrect.

Well Control-Monitoring (Continued)

- Prior to dropping a survey instrument.
- Prior to dropping a core ball.

- After a well kill operation.
- When the mud density is reduced in the well.
- Flow checks may be made at any time at the sole discretion of the driller or his designate. The
 Onsite Supervisor ensures that personnel are aware of this authority and the authority to close
 the well in immediately without further consultation.
- Record slow circulating rates (SCR) after each crew change, bit trip, and 500' of new hole drilled
 and after any variance greater than 0.2 ppg in MW. Slow pump rate recordings should include
 return flow percent, TVD, MD & pressure. SCR's will be done on all pumps at 30, 40 & 50 SPM.
 Pressures will be recorded at the choke panel. SCR will be recorded in the IADC daily report and
 ORB Wellview daily report
- Drilling blind (i.e. without returns) is permissible only in known lithology where the absence of hydrocarbons has been predetermined and written approval of the Drilling Manager.
- All open hole logs to be run with pack-off or lubricator.
- The Drilling Contractor has a fully working pit level totalizer / monitoring system with read out for the driller and an audible alarm set to 10 BBL gain / loss volume. Systems are selectable to enable monitoring of all pits in use. Pit volumes are monitored at all times, especially when transferring fluids. Both systems data is recorded on a calibrated chart recorder or electronically.
- The Drilling Contractor has a fully working return mud flow indicator with drillers display and an audible alarm, and is adjustable to record any variance in return volumes.

1.6 WELL CONTROL - SHUT IN

- The "hard shut in" method (i.e. against a closed choke using either an annular or ram type preventer) is the Company standard.
- The HCR(s) or failsafe valves are left closed during drilling to prevent any erosion and buildup of solids. The adjustable choke should also be left closed.
- The rig specific shut in procedure, the BOP configuration along with space-out position for the tool joints is posted in the Driller's control cabin or doghouse.
- No well kill operation commences until there is a plan agreed by the Superintendent, On-Site Supervisor and the Drilling Manager.
- During a well kill by circulation, constant bottom hole pressure is maintained throughout.
- Kill sheets are maintained by the Driller and posted in the Driller's control cabin or doghouse. The sheet is updated at a minimum every 500 feet.

2. Shut-in Procedures:

2.1 PROCEDURE WHILE DRILLING

Sound alarm (alert crew)

- Space out drill string Stop rotating, pick the drill string up off bottom, and space out to ensure
 no tool joint is located in the BOP element selected for initial closure.
- Shut down pumps (stop pumps and observe well.)
- Shut-in Well If flow is suspected or confirmed, close uppermost applicable BOP element. (HCR and choke will already be in the closed position.)
 - o Note: Either the uppermost pipe ram or annular preventer can be used.
- Confirm shut-in
- Notify toolpusher/company representative
- Gather all relevant data required:
 - SIDPP and SICP
 - Hole Depth and Hole TVD
 - o Pit gain
 - o Time
 - o Kick Volume
 - o Pipe depth
 - o MW in, MW out
 - o SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will
 discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill
 method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- No well kill operation commences until there is a plan agreed by the Superintendent, On-Site Supervisor and the Drilling Contractor PIC.
- Recheck all pressures and fluid volume on accumulator unit
- If pressure has built or is anticipated during the kill to reach 1,000 psi or greater, the annular preventer will not be used as the primary pressure control device and operations will swap to the upper BOP pipe ram.

2.2 PROCEDURE WHILE TRIPPING

- Sound alarm (alert crew)
- Stab full opening safety valve in the drill string and close.
- Space out drill string (ensure no tool joint is located in the BOP element selected for initial closure).
- Shut down pumps (stop pumps and observe well.)
- Shut-in Well If flow is suspected or confirmed, close uppermost applicable BOP element. (HCR and choke will already be in the closed position.)
 - Note: Either the uppermost pipe ram or annular preventer can be used.
- Confirm shut-in
- Notify tool pusher/company representative
- Gather all relevant data required:
 - o SIDPP and SICP
 - Hole Depth and Hole TVD
 - o Pit gain

Procedure While Tripping (Continued)

- o Time
- o Kick Volume
- o Pipe depth

- o MW in, MW out
- SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will
 discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill
 method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- No well kill operation commences until there is a plan agreed by the Superintendent, On-Site Supervisor and the Drilling Contractor PIC.
- Recheck all pressures and fluid volume on accumulator unit
- If pressure has built or is anticipated during the kill to reach 1,000 psi or greater, the annular preventer will not be used as the primary pressure control device and operations will swap to the upper BOP pipe ram.

2.3 PROCEDURE WHILE RUNNING CASING

- Sound alarm (alert crew)
- Stab crossover and full opening safety valve and close
- Space out casing (ensure no coupling is located in the BOP element selected for initial closure).
- Shut down pumps (stop pumps and observe well.)
- Shut-in Well If flow is suspected or confirmed, close uppermost applicable BOP element. (HCR and choke will already be in the closed position.)
 - o Note: Either the uppermost pipe ram or annular preventer can be used.
- Confirm shut-in
- Notify tool pusher/company representative
- Gather all relevant data required:
 - o SIDPP and SICP
 - Hole Depth and Hole TVD
 - o Pit gain
 - o Time
 - o Kick Volume
 - o Pipe depth
 - o MW in, MW out
 - SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will
 discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill
 method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- No well kill operation commences until there is a plan agreed by the Superintendent, On-Site Supervisor and the Drilling Contractor PIC.
- Recheck all pressures and fluid volume on accumulator unit
- If pressure has built or is anticipated during the kill to reach 1,000 psi or greater, the annular
 preventer will not be used as the primary pressure control device and operations will swap to
 the upper BOP pipe ram.

2.4 PROCEDURE WITH NO PIPE IN HOLE (OPEN HOLE)

- Sound alarm (alert crew)
- Shut-in with blind rams or BSR. (HCR and choke will already be in the closed position.)
- Confirm shut-in

- Notify toolpusher/company representative
- Gather all relevant data required:
 - o Shut-In Pressure
 - o Hole Depth and Hole TVD
 - o Pit gain
 - o Time
 - o Kick Volume
 - o MW in, MW out
 - o SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will
 discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill
 method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- No well kill operation commences until there is a plan agreed by the Superintendent, On-Site Supervisor and the Drilling Contractor PIC.
- Recheck all pressures and fluid volume on accumulator unit.

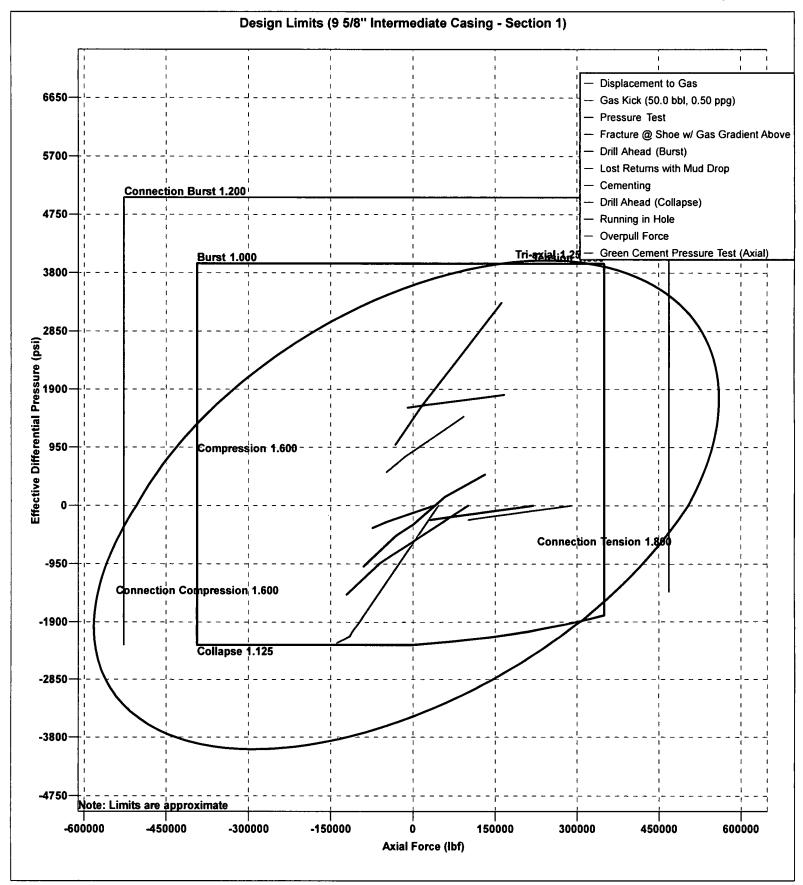
2.5 PROCEDURE WHILE PULLING BHA THRU STACK

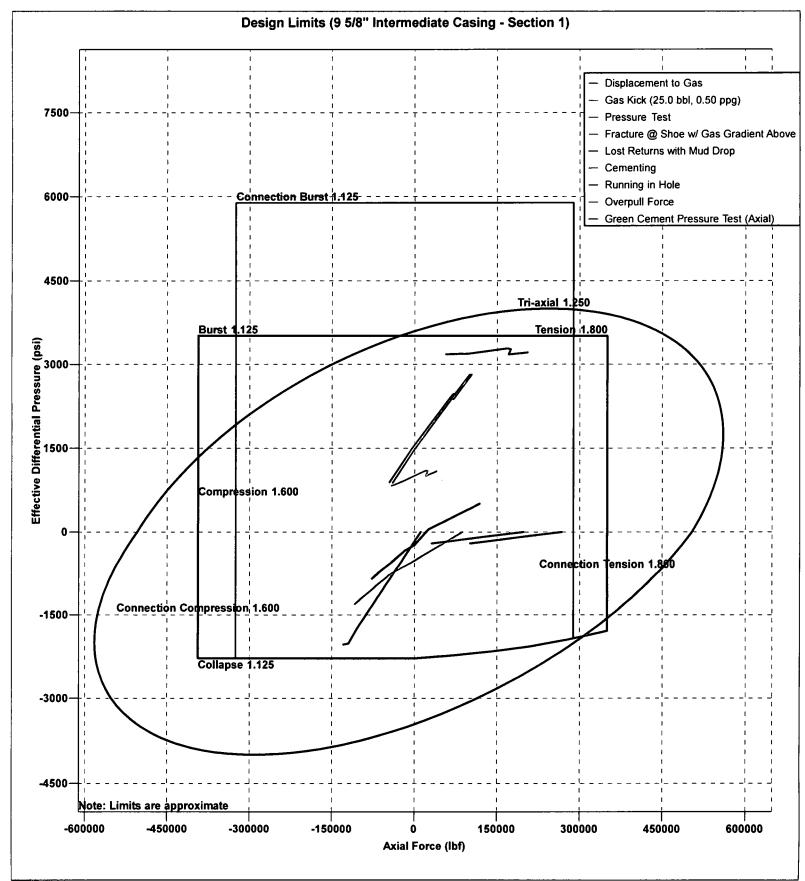
- PRIOR to pulling last joint of drill pipe thru the stack.
- Perform flow check, if flowing.
- Sound alarm (alert crew).
- Stab full opening safety valve and close
- Space out drill string with tool joint just beneath the upper pipe ram.
- Shut-in using upper pipe ram. (HCR and choke will already be in the closed position).
- Confirm shut-in.
- Notify toolpusher/company representative
- Read and record the following:
 - SIDPP and SICP
 - Pit gain
 - o Time
- Regroup and identify forward plan
- With BHA in the stack and compatible ram preventer and pipe combo immediately available.
 - Sound alarm (alert crew)
 - Stab crossover and full opening safety valve and close
 - Space out drill string with upset just beneath the compatible pipe ram.
 - Shut-in using compatible pipe ram. (HCR and choke will already be in the closed position.)
 - Confirm shut-in
 - Notify toolpusher/company representative
 - Read and record the following:
 - o SIDPP and SICP
 - o Pit gain

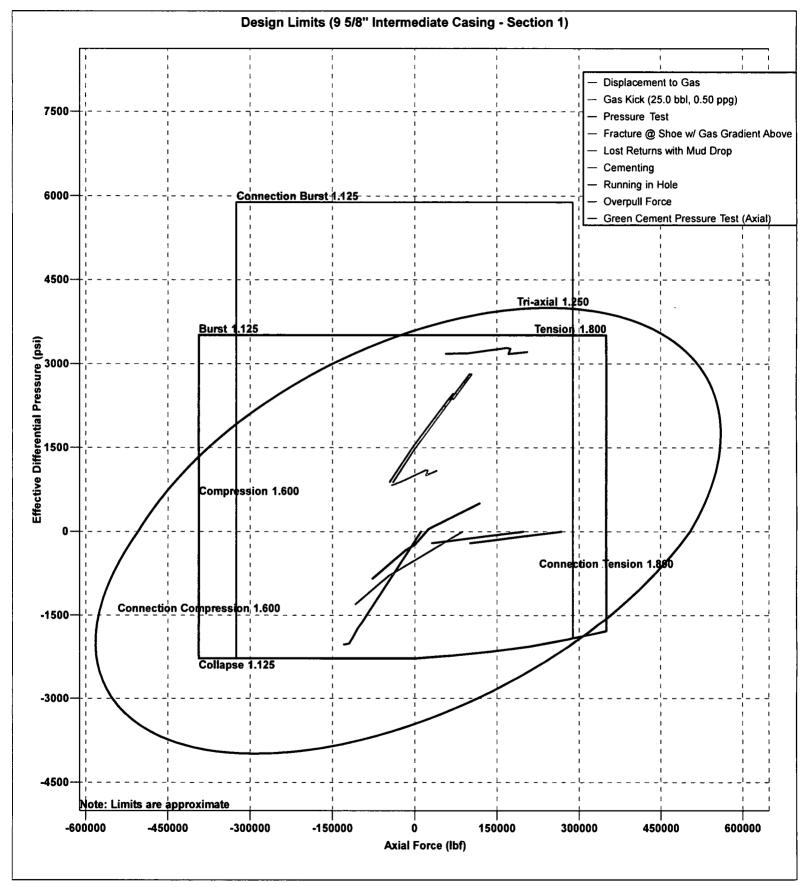
Procedures While Pulling BHA thru Stack (Continued)

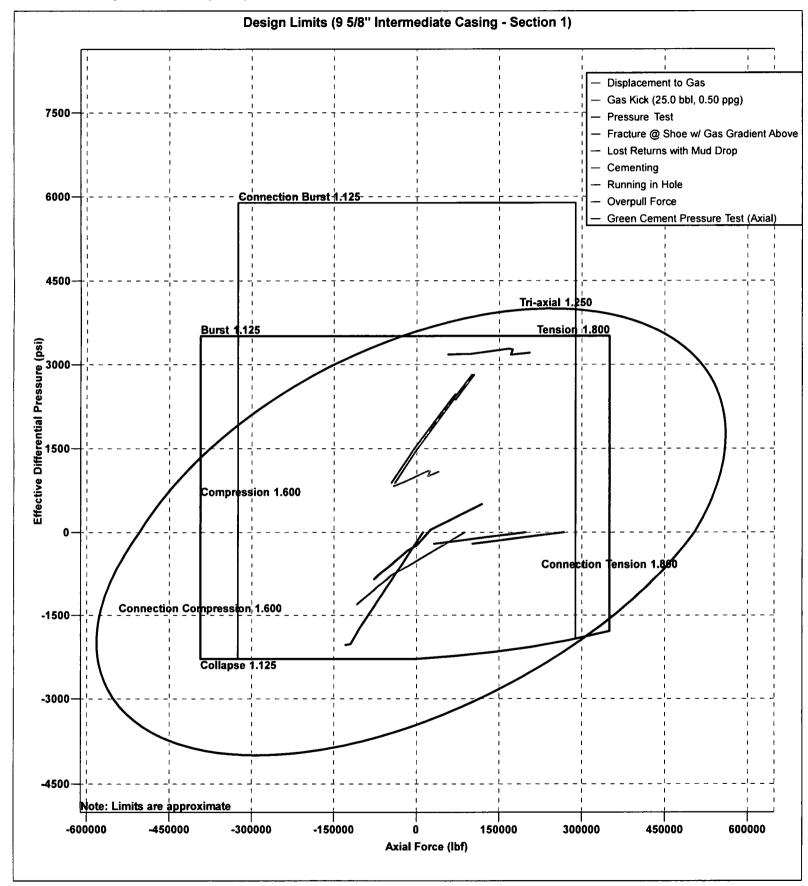
- o Time
- Regroup and identify forward plan

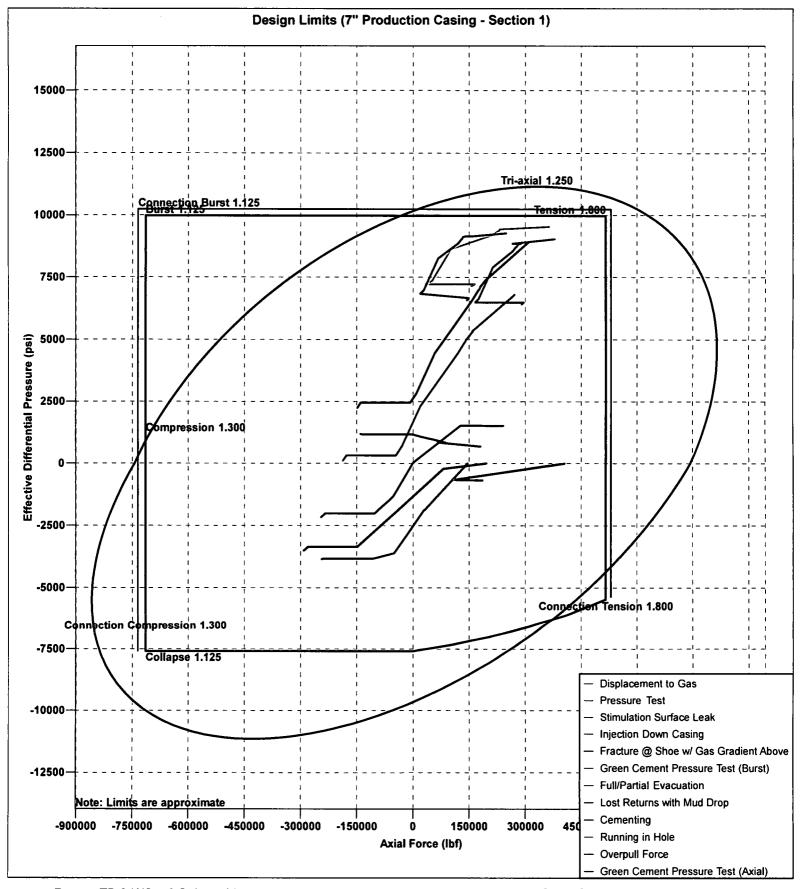
- With BHA in the stack and <u>NO</u> compatible ram preventer and pipe combo immediately available.
 - Sound alarm (alert crew)
 - If possible to pick up high enough, pull string clear of the stack and follow "Open Hole" scenario.
 - If impossible to pick up high enough to pull the string clear of the stack:
 - Stab crossover, make up one joint/stand of drill pipe, and full opening safety valve and close
 - Space out drill string with tool joint just beneath the upper pipe ram.
 - Shut-in using upper pipe ram. (HCR and choke will already be in the closed position.)
 - Confirm shut-in
 - Notify toolpusher/company representative
 - Read and record the following:
 - o SIDPP and SICP
 - o Pit gain
 - o Time

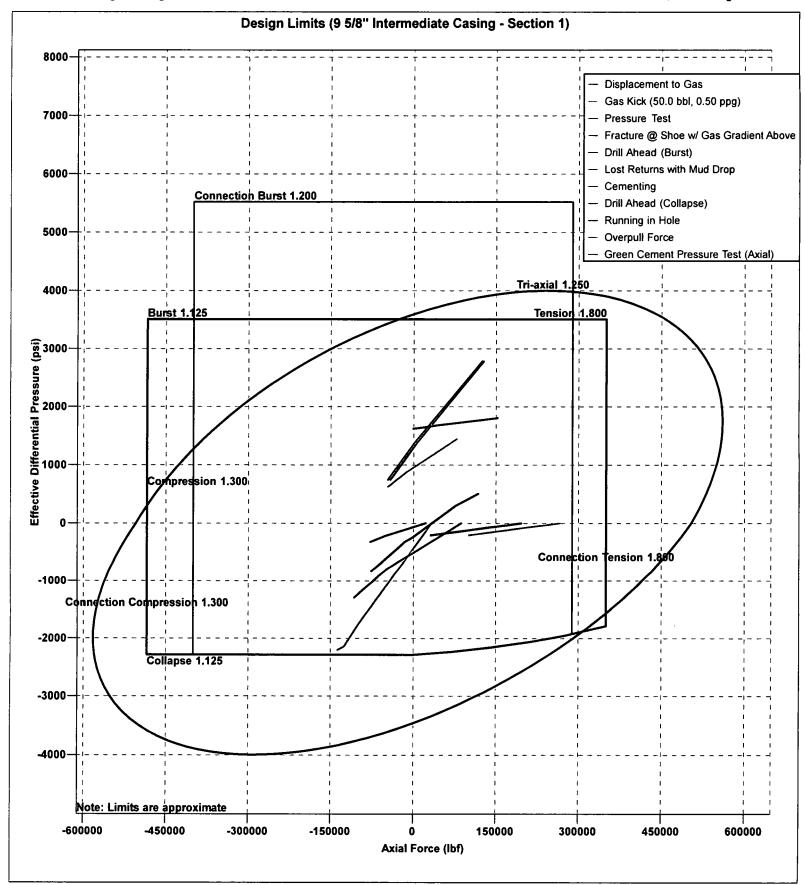


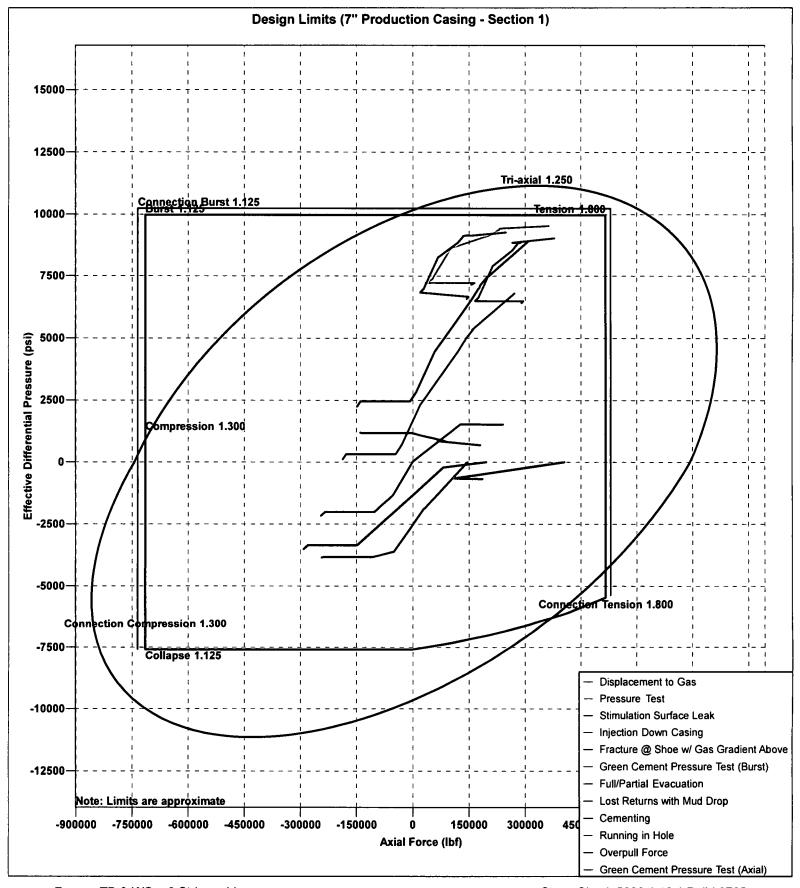


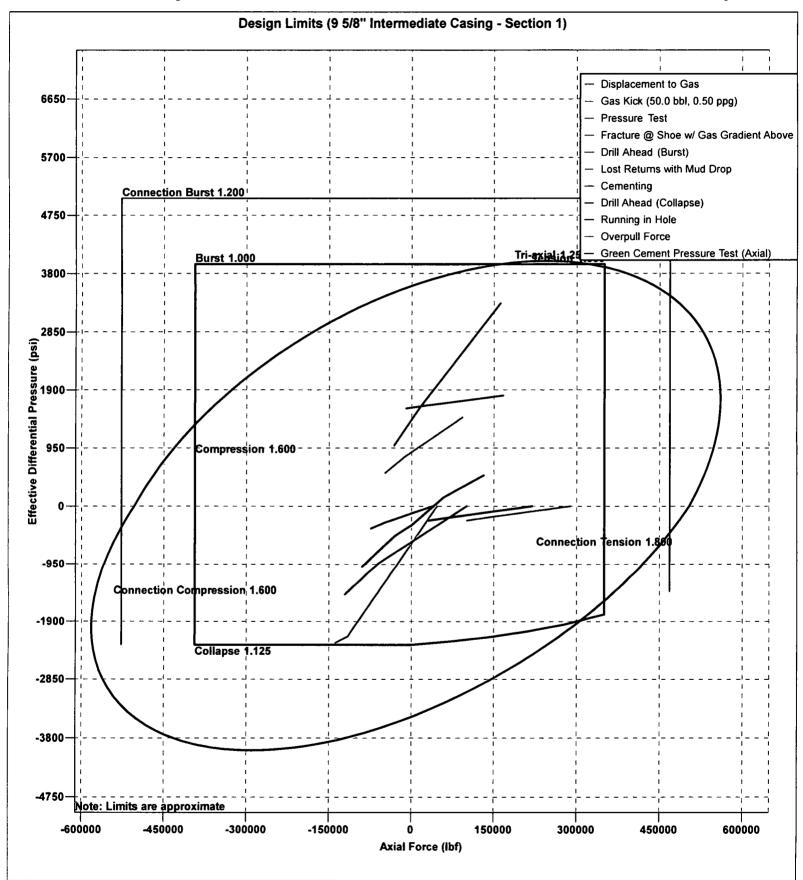


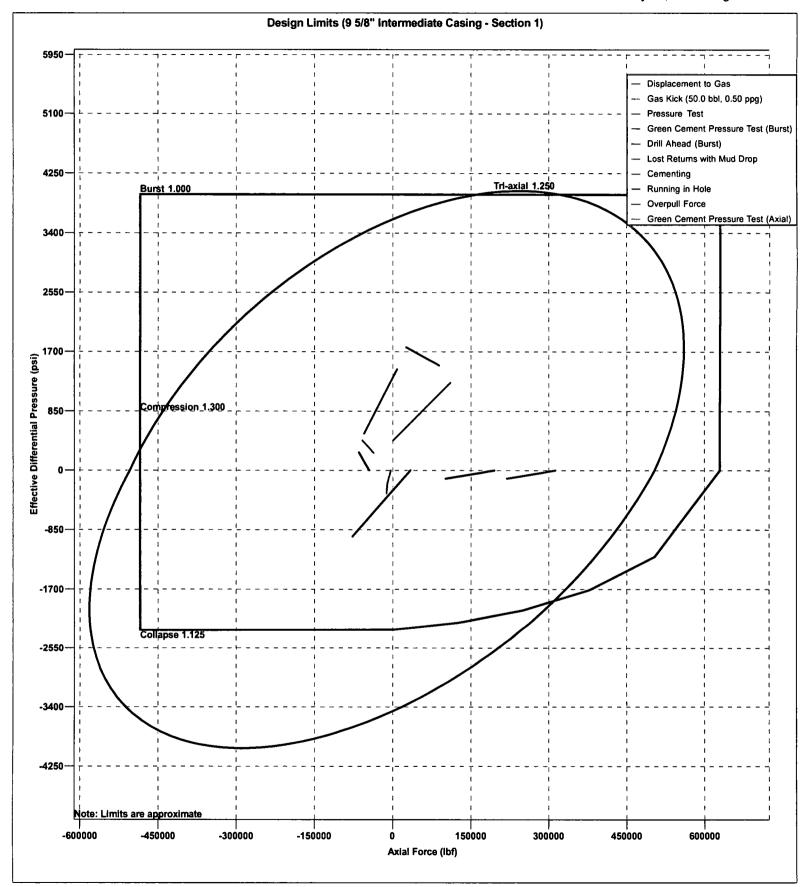


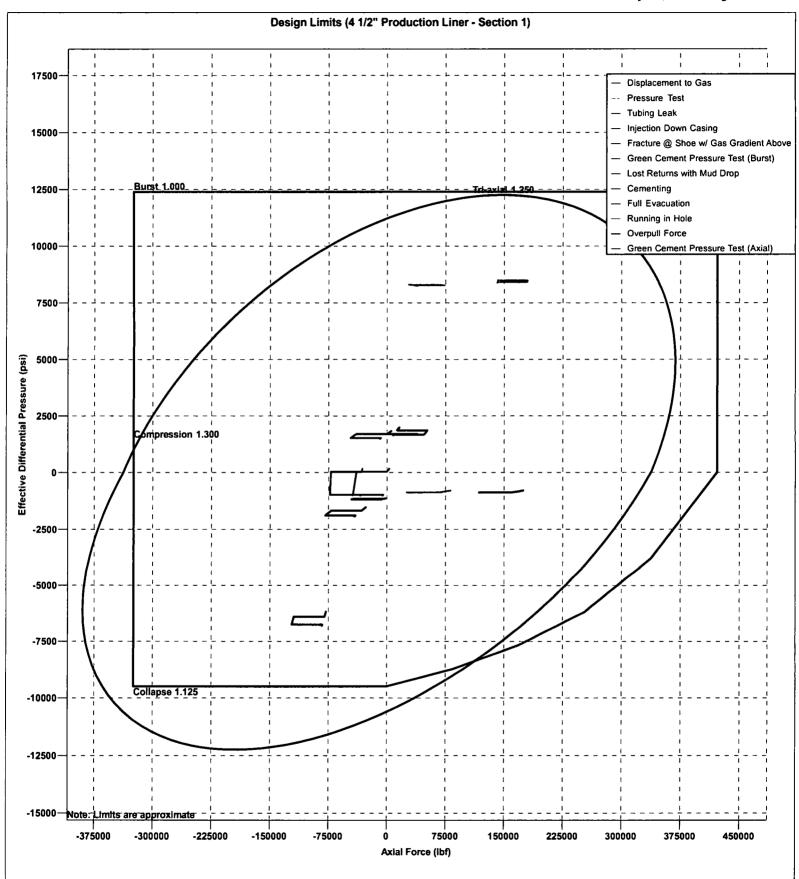


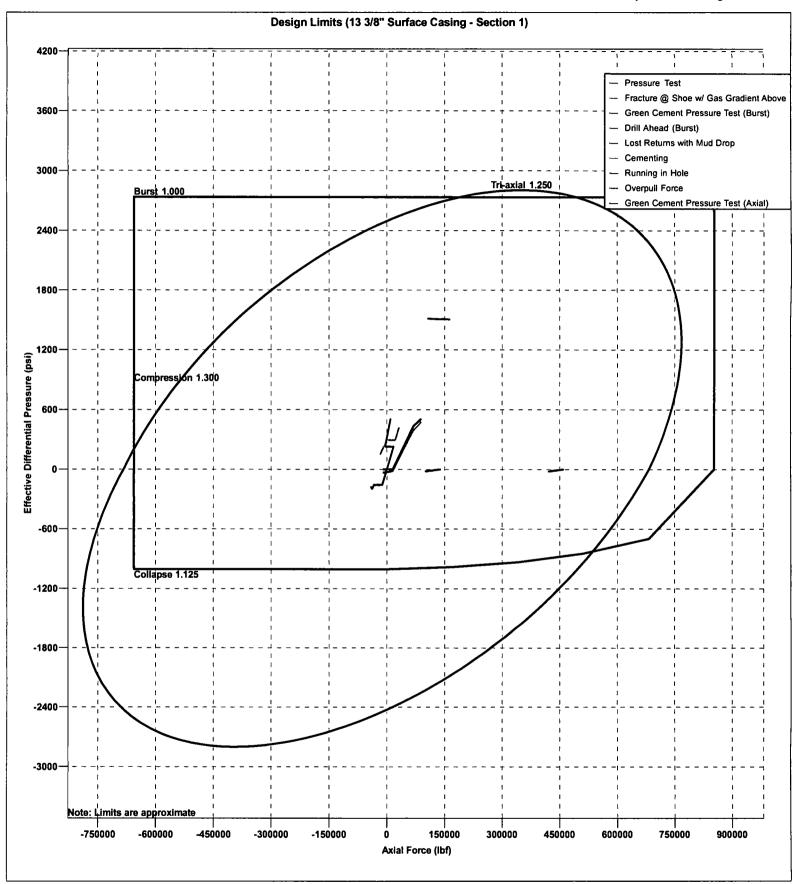


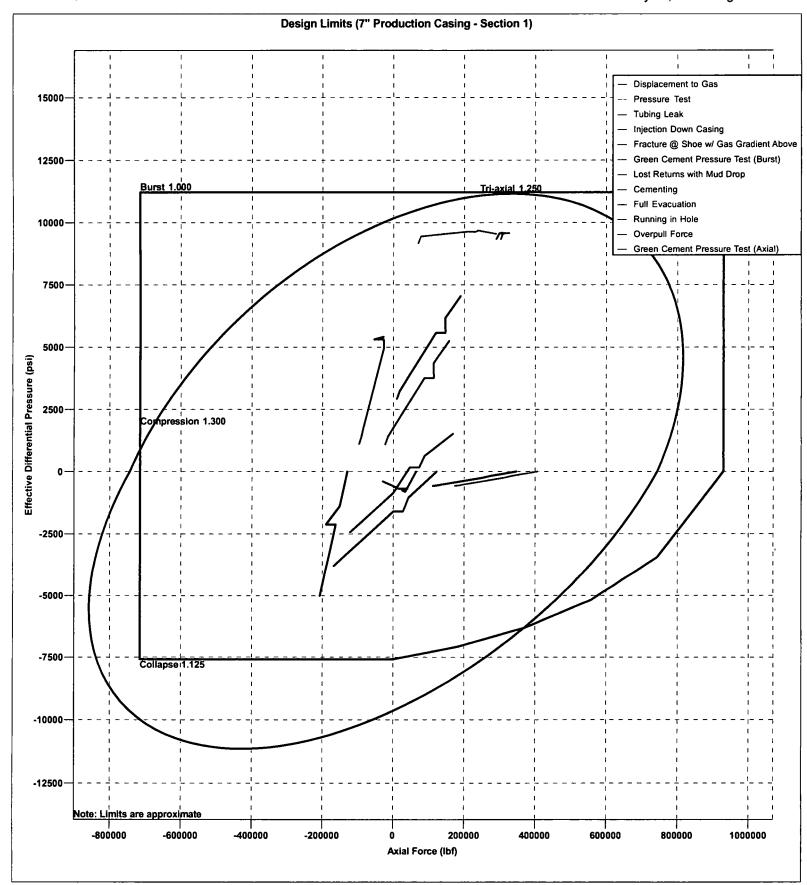


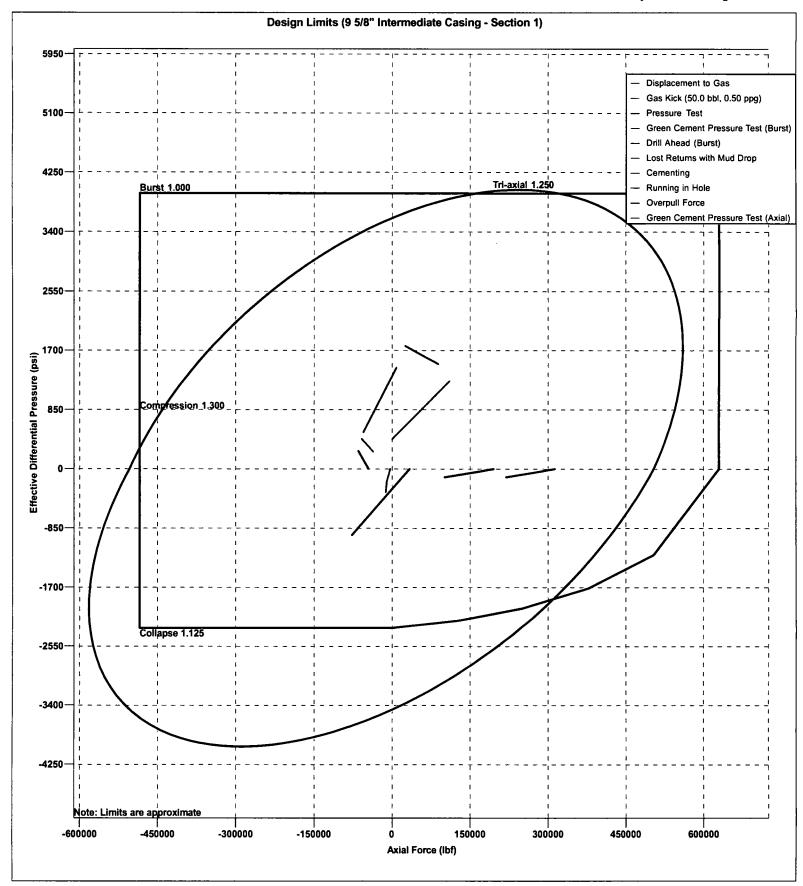


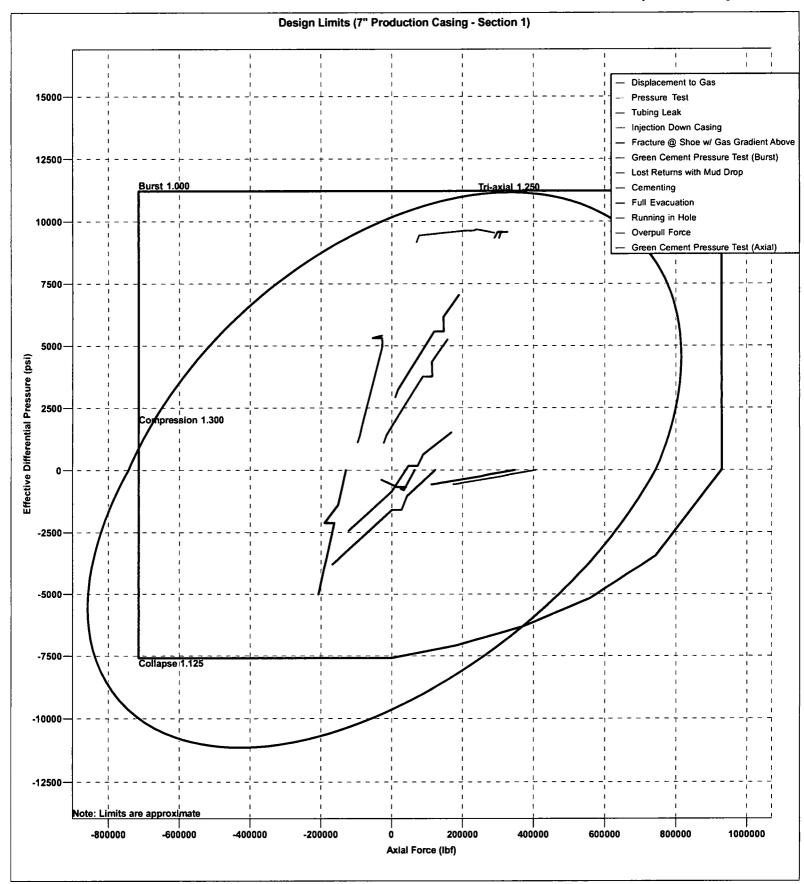














MARATHON OIL COMPANY

CHICKEN FRY FEDERAL COM 24-28-22 WA Well # 15H WD Well # 16H WXY Well # 12H

SHL: 310' FNL & 2216' FEL of Unit Letter 'B', Section 22, T-24S, R-28E BHL: 330' FSL & 2350' FEL of Unit Letter 'O', Section 22, T-24S, R-28E

EDDY County, New Mexico

Rig: PRECISION 594

3/26/2018

EMERGENCY MEDICAL PROCEDURES DO NOT PANIC REMAIN CALM-THINK

- 1. HOLD YOUR BREATH. (DO NOT INHALE, STOP BREATHING)
- 2. PUT ON BREATHING APPARATUS. (NOTE: DO NOT ATTEMPT RESCUE UNTIL YOU HAVE PUT ON BREATHING APPARATUS.)
- 3. REMOVE VICTIM (S) TO FRESH AIR AS QUICKLY AS POSSIBLE.
- 4. BE SURE YOU HAVE MOVED VICTIM OUT OF CONTAMINATED AREA BEFORE REMOVING YOUR RESPIRATOR.
- 5. APPLY MOUTH-TO-MOUTH ARTIFICIAL RESPIRATION, WHICH IS MORE EFFECTIVE, WHILE SOMEONE ELSE GETS THE OXYGEN RESUSCITATOR. RENDER OXYGEN RESUSCITATION ONLY IF PORPERLY TRAINED IN ITS USE.
- 6. PROVIDE FOR PROMPT TRANSPORTATION TO HOSPITAL AND CONTUNUE GIVING ARTIFICIAL RESPIRATION IF NEEDED.
- 7. HOSPITAL (S) OR MEDICAL FACILITIES NEED TO BE INFORMED BEFOREHAND, OF THE POSSIBILITY OF H2S GAS POISONING, NO MATTER HOW REMOTE THE POSSIBLITY IS.

Lea Regional Medical Center	(575)492-5000
5419 N Lovington Hwy, Hobbs, NM 88240	
AMBULANCE	911
FIRE DEPARTMENT- HOBBS, NM	(575) 397-9308
POLICE - HOBBS, NM	(575) 397-9265

8. NOTIFY EMERGENCY-ROOM PERSONEL THAT THE VICTIM (S) HAVE POSSIBLY BEEN EXPOSED TO H2S GAS POISONING.

TOTAL SAFETY INC 1420 East Greene St. Carlsbad, NM 88220

THIS H2S DRILLING OPERATIONS PLAN WAS PREPARED BY: Sean Chamblee

Strategic Account Manager Cell: 713-703-6295

TOTAL SAFETY INC

1420 East Greene St Carlsbad, NM 88220 Phone: 432-561-5049

H2S DRILLING OPERATIONS PLAN INDEX

I. INTRODUCTION

- A. Oil Company Address and Legal Description of Well Site
- B. Directions to Well Site
- C. Purpose of Plan

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III. SAFETY EQUIPMENT

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- A. Blowout Prevention Measures During Drilling
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INTRODUCTION

H2S DRILLING OPERATIONS PLAN
This Drilling Operations Plan was written specifically for:

MARATHON OIL COMPANY 3122 NATIONAL PARKS HIGHWAY CALRSBAD, NM 88220

Action Plan for Accidental Release of H2S

CHICKEN FRY FEDERAL COM 24-28-22 WA Well # 15H WD Well # 16H WXY Well # 12H

EDDY COUNTY, NM

Information, provisions and practices, as set forth in this plan, may be subject to revision and/or updating.

CHICKEN FRY FEDERAL COM 24-28-22 WA Well # 15H WD Well # 16H WXY Well # 12H

EDDY COUNTY, NM

Directions:

FROM THE MARATHON OFFICE AT 411 TIDWELL ROAD, OTIS, NEW MEXICO, HEAD SOUTH ON TIDWELL ROAD TOWARD U.S. HIGHWAY 285 NORTH FOR 0.2 MILES. TURN LEFT ONTO U.S. HIGHWAY 285 SOUTH HEADING SOUTH FOR 13.8 MILES TO A CALICHE ROAD. TURN RIGHT ONTO CALICHE ROAD, HEADING WEST FOR 0.6 MILES TO PROPOSED LEASE ROAD FOR THE CHICKEN FRY FEDERAL COM 24-28-22 WA9H, TB8H, WXY12H & WA15H. TURN RIGHT ON TO SAID PROPOSED LEASE ROAD, HEADING NORTH, FOR 531 FEET ENTERING THE SOUTHWEST CORNER OF SAID WELL LOCATION PAD.

GPS Coordinates: 32.20993033, -104.07422196 LEA COUNTY, NEW MEXICO

PURPOSE OF PLAN: The purpose of this plan is to safeguard the lives of the public, contract personnel and company personnel in the event of equipment failure or disasters during drilling or completion operations in formations that may contain Hydrogen Sulfide Gas, H2S.

As a precautionary measure, this Drilling Plan has been prepared to assure the safety of all concerned, should a disaster occur. However, the Oil Company Representative may have specified materials and practices for the drilling or completion of this well, which supersedes the minimum requirements as outlined in this plan.

Definitions: For the purpose of this plan the following definitions are to be referred to:

Controlled Release – Any release that is planned and occurs during normal operations. A controlled release is managed per the procedures outlined in this section.

Uncontrolled Release – Any release that is unplanned and not immediately contained utilizing established shut-in procedures. An uncontrolled release is normally associated with a loss of well control.

SCBA – (**Self Contained Breathing Apparatus**) – A full-face mask respirator with a supplied positive pressure air source.

Donned SCBA – When it is required per this plan to "don" a SCBA, personnel will be 100% masked up and be on supplied breathing air.

SCBA On Person – When it is required per this plan to have SCBA "on person", personnel will be required to wear the SCBA equipment - but not be masked up.

"Qualified Buddy" – Person who has been fit tested and is trained and is familiar with the requirements of donning an SCBA. This person will provide immediate assistance to another person who may be utilizing an SCBA or SkaPack in an IDLH atmosphere in the event of an emergency situation.

In Scope Personnel – Rig Personnel who will be working or otherwise present in potential H2S release areas, including the rig floor, cellar, pits, and shaker areas. This would not include 3rd party contractors who do not have a function, besides evacuating the rig, during an emergency condition such as during a well control event or H2S / LEL alarm. All qualified personnel that have a function to shut a well in during an emergency will be considered In-Scope per this plan

Out of Scope Personnel -. All personnel that are not in scope will be Out of Scope per the definition of this plan

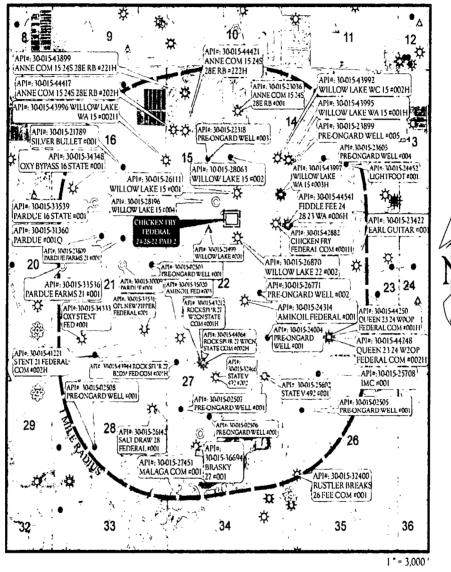
H2S Office – Onsite office trailer space or vehicle that will be designated as the H2S office

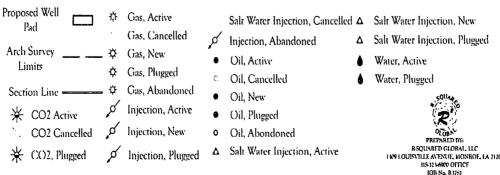
Marathon H2S Plan Custodian – Marathon HES Advisor, Supervisor or Technician that has been specifically assigned per the authorization page of this plan to maintain this document.

EXISTING WELL LOCATION MAP

CHICKEN FRY FEDERAL 24-28-22 (PAD 2) SEC. 22 TWP. 24-S RGE. 28-E SURVEY: N.M.P.M. COUNTY: EDDY

OPERATOR: MARATHON OIL PERMIAN LLC U.S.G.S. TOPOGRAPHIC MAP: MALAGA, NM.

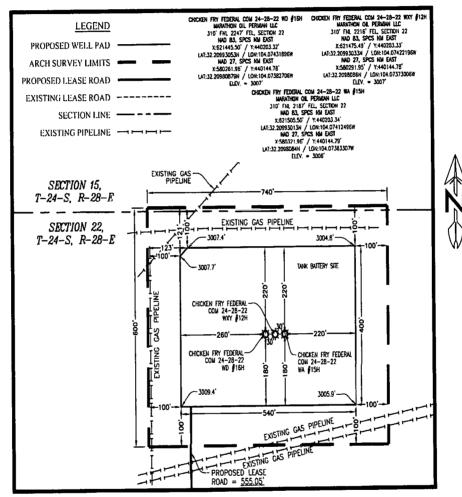




WELL LOCATION PLAT

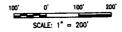
CHICKEN FRY FEDERAL COM 24-28-22 SEC. 22 TWP. 24-S RGE. 28-E SURVEY: N.M.P.M.

COUNTY: EDDY U.S.G.S. TOPOGRAPHIC MAP: MALAGA, N.M.



DIRECTIONS TO LOCATION:

HOUSE
THE IS NO A HOUSEARY SURVEY,
APPARED FROM SIN OUTCARD AND
PROPERTY LINE ATT SOME FOR
PROPERTY LINE ATT SOME FOR
PROPERTY SINCE ATT SOME FOR
PROPERTY OF CITY SOME FOR
CONSERVATION OUTCONFORM
INCLUSION OF THIS SUBPLA



PRELIMINARY

THIS DOCUMENT IS NOT TO BE USED FOR CONSTRUCTION, BIDDING, RECORDATION, CONVEYANCE, SALE OR THE BASIS FOR THE ISSUANCE OF A PERMIT.

PREPARED BY:
R-SQUARED GLOBAL, LLC
1309 LOUISTILE AVENUE, MONBOE, LA 71201
316-323-8000 OFFICE
JOB No. B3781_007

SAFETY EQUIPMENT

All H2S related Safety Equipment must be installed, tested and Operational at a depth of 500 fee above, or 3 days prior to penetrating the first zone expected to contain H2S.

SAFETY EQUIPMENT PROVIDED BY TOTAL SAFETY INC.

<u>QTY</u>	<u>EQUIPMENT</u>
6 each	30-minute self-contained breathing apparatus
6 each	ELSA Escape Packs
1 Lot	Sufficient low-pressure airline hose with quick connects
1	6 Channel fixed H2S monitor
4	H2S Sensors (Loc determined at rig up – General: Cellar, Shale
	Shaker, floor/driller area)
4	Explosion proof Alarm Station (1-Drill Floor, 1- Pits/Shakers,
	1- Generators, 1 Quarters area)
10	Personal H2S Monitors
1	Gastec pump type gas detector
Set	Various range of H2s & SO2 detector tubes
2 each	Windsocks w/frames and poles
1 Set	H2S and briefing area signs
1 Set	Well condition signs and flags
1	Flare Gun & Flares

TYPE OF EQUIPMENT AND STORAGE LOCATIONS

- 1. There will be six 30-minute self-contained breathing apparatus on location. They will be positioned as follows: Two at Briefing Area #1 Two at Briefing Area #2, Two at rig dog house. SCBA Facepieces will be equipped with voice amplifiers for effective means of communication when using protective breathing apparatus.
- 2. There will be six Escape-type packs on location. One for the Derrickman. One on the Shaker. One at the bottom of rig dog house stairway and spares.
- 3. A Gastec, pump type, gas detector with low and high range detector tubes for H2S and SO2 will be located in the doghouse
- 4. Two Briefing Areas will be designated at opposite ends of the location.
- 5. The Briefing Area most upwind is designated as the Safety Briefing Area #1. In an emergency, personnel must assemble at this upwind area for instructions from their supervisor.
- 6. The H2S 'Safety" trailer provided by Total Safety, Inc. will contain a cascade system of at least 5 each -300 C.F. air cylinders that will provide a continuous air supply to air lines located on the rig. Note: This trailer will **Only** be provided if H2S conditions require the use of the Air Trailer. (If Required)
- 7. Two windsocks will be installed so as to be visible from all parts of the location.
- 8. A well condition warning sign will be displayed at the location entrance to advise of current operating conditions. The condition signs must be at least 200' from the entrance but not more than 500' away.
- 9. A list of emergency telephone numbers will be kept on rig floor, tool pusher's trailer, the Oil Company's trailer and in the "safety" trailer (if Provided).
- 10. The primary means of communication will be cell phones.

- 11. A barricade will be available to block the entrance to location should an emergency occur. In most cases the use of a vehicle is used to block the entrance.
- 12. A 6-channel H2S monitor will be located in the doghouse. The 3 sensors will be installed: one on the shale shaker, one at the Cellar, one at the rig floor.
- 13. An undulating high and low pitch siren and light will be installed on the derrick "A" leg.
- 14. If H2S concentration reach 10 ppm an explosion-proof bug blower (fan) will be installed under the rig floor to disperse possible accumulations of H2S.
- 15. Any time it is necessary to flare gas containing H2S, a Sulfur Dioxide monitor or Detector tubes will be used to determine SO2 concentrations.
- 16. A flare gun with flares will also be provided in the event it is necessary to ignite the well from a safe distance.

OPERATING PROCEDURES

BLOWOUT PREVENTION MEASURES DURING DRILLING

1. Blowout Prevention Requirements:

All BOP equipment shall meet the American Petroleum Institute specifications as to materials acceptable for H2S service and tested accordingly (or to BLM specifications).

2. Drilling String Requirements:

All drill string components are to be of material that meets the American Petroleum Institute's specifications for H2S service. All drill string components should be inspected to IADC critical service specifications prior to running in well.

GAS MONITORING EQUIPMENT

- 1. A continuous H2S detection system, consisting of three H2S detectors and an audible/visual warning system will be in operating during all phases of this H2S Drilling Operations Plan. The detection system will be adjusted and calibrated such that an H2S exposure of 10 ppm or higher (at any sensor) will trigger the audible and visual portion (wailing or yelping siren) of the warning system (i.e. H2S continually present at or above threshold levels) a trained operator or H2S supervisor will monitor the H2S detection system.
- 2. When approaching or completing H2S formations, crewmembers may attach personnel H2S monitors to their person.
- 3. Hand held H2S sampling gas detectors will be used to check areas not covered by automatic monitoring equipment.

CREW TRAINING AND PROTECTION

- 1. All personal working at the well site will be properly trained in accordance with the general training requirements outlined in the API Recommended Practices for Safe Drilling of Wells Containing H2S. The training will cover, but will not be limited to, the following:
 - a. General information of H2S AND SO2 GAS
 - b. Hazards of these gases
 - c. Safety equipment on location
 - d. Proper use and care of personal protective equipment
 - e. Operational procedures in dealing with H2S gas
 - f. Evacuation procedures
 - g. First aid, reviving an H2S victim, toxicity, etc.
 - h. Designated Safe Briefing Areas
 - i. Buddy System
 - j. Regulations
 - k. Review of Drilling Operations Plan
- 2. Initial training shall be completed when drilling reaches, a depth of 500' above or 3 days prior to penetrating (whichever comes first) the first zone containing or expected to contain H2S. It must also include a review of the site specific Drilling Operations Plan and, if applicable, the Public Protections Plan.
- 3. Weekly H2S and well control drills for all personnel on each working crew shall be conducted.
- 4. All training sessions and drills shall be recorded on the driller's log or its equivalent.
- 5. Safety Equipment:

As outlined in the Safety Equipment index, H2S safety protection equipment will be available to/or assigned each person on location.

6. One person (by job title) shall be designated and identified to all on-site personnel as the person primarily responsible for the overall operation of the on-site safety and training programs. This will be the PIC

METALLURGICAL CONSIDERATONS

- 1. Steel drill pipe used in H2S environments should have yield strength of 95,000psi or less because of potential embrittlement problems. Must conform to the current National Association of Corrosion Engineers (NACE) Standard MR-0175-90, Material Requirement, Sulfide Stress Cracking Resistant Metallica Material for Oil Field Equipment. Drill stem joints near the top of the drill string are normally under the highest stress levels during drilling and do not have the protection of elevated down hole temperatures. These factors should be considered in design of the drill string. Precautions should be taken to minimize drill string stress caused by conditions such as excessive dogleg severity, improper torque, whip, abrasive wear or tool joints and joint imbalance. American Petroleum Institute, Bulletin RR 7G, will be used as a guideline for drill string precautions.
- 2. Corrosion inhibitors may be applied to the drill pipe or to the mud system as an additional safeguard.
- 3. Blowout preventors should meet or exceed the recommendations for H2S service as set forth in the latest edition of API RI 53.

MUD PROGRAM AND TREATING

- 1. It is of utmost importance that the mud be closely monitored for detection of H2S and reliability of the H2S treating chemicals.
- 2. Identification and analysis of sulfides in the mud and mud filtrates will be carried out per operators prescribed procedures.
- 3. The mud system will be pre-treated with Zinc Carbonate, Ironite Sponge or similar chemicals of H2S control prior to drilling into the H2s bearing formation. Sufficient quantities of corrosion inhibitor should be on location to treat the drill string during Drill Stem Test Operations. Additionally, Aqua Ammonia should be on hand to treat the drill string for crew protection, should H2S be encountered while tripping string following drill stem testing

WELL CONTROL EQUIPMENT

1. Flare System

- a. A flare system shall be designed and installed to safely gather and burn H2S Bearing gas.
 - 1. Flare lines shall be located as far from the operating site as feasible and in a manner to compensate for wind changes.
 - 2. The flare line mouth shall be located not less then 150' from wellbore.
 - 3. Flare lines shall be straight unless targeted with running tees.
 - 4. Flare Gun & Flares to ignite the well

2. Remote Controlled Choke

- a. A remote controlled choke shall be installed for all H2S drilling and where feasible for completion operations. A remote controlled valve may be used in lieu of this requirement for completions operations.
- 3. Mud-gas separators and rotating heads shall be installed and operable for all exploratory wells.

OPERATING CONDITIONS

A Well Condition Sign and Flag will be posted on all access roads to the location. The sign shall be legible and large enough to be read by all persons entering the well site and be placed a minimum of 200' but no more than 500' from the well site which allows vehicles to turn around at a safe distance prior to reaching the site.

DEFINITION OF WARNING FLAGS

1. Condition:

GREEN-NORMAL OPERATIONS

Any operation where the possibility of encountering H2S exists but no H2S has been detected.

2. Condition:

YELLOW-POTENTIAL DANGER, CAUTION

Any operation where the possibility of encountering H2S exists and in all situations where concentrations of H2S are detected in the air below the threshold level (10ppm)

- a. Cause of condition:
 - *Circulating up drill breaks
 - *Trip gas after trip
 - *Circulating out gas on choke
 - *Poisonous gas present, but below threshold concentrations
 - *Drill stem test
 - b. Safety Action:
 - *Check safety equipment and keep it with you
 - *Be alert for a change in condition
 - *Follow instructions

3. Condition:

RED-EXTREME DANGER

Presence of H2S at or greater than 10ppm. Breathing apparatus must be worn.

a. Safety action:

*MASK UP. All personal will have protective breathing equipment with them. All nonessential personnel will move to the Safe Briefing Area and stay there until instructed to do otherwise. All essential Qualified Personnel, using the "Buddy System" (those necessary to maintain control of the well) will don breathing apparatus to perform operations related to well control.

The decision to ignite the well is the responsibility of the operator's on-site representative and should be made only as a last resort, when it is clear that:

*human life is endangered

*there is no hope of controlling the well under prevailing conditions

Order evacuation of local people within the danger zone. Request help from local authorities, State Police, Sheriff's Dept. and Service Representative.

<u>CIRCULATING OUT KICK</u> (WAIT AND WEIGHT METHOD)

If it is suspected that H2S is present with the gas whenever a kick is taken, the wait and weight method of eliminating gas and raising the mud will be followed.

- 1. Wait and Weight Method:
 - a. The wait and Weight Method is:
 - *increase density of mud in pits to 'kill' weight mud.
 - *open choke and bring pump to initial circulating pressure by holding casing pressure at original valve until pump is up to predetermined speed.
 - *when initial circulating pressure is obtained on drill pipe, zero pump stroke counter and record time.
 - *reduce drill pipe pressure from initial circulating pressure to final circulating pressure by using pump strokes and/or time according to graph
 - *when 'kill' weight mud is at the bit, hold final circulating pressure until kill weight mud is to surface.
 - b. If a kick has occurred, the standard blowout procedure will be followed and the wait and weight method will be used to kill the well. When the well has been put on the choke and circulation has been established, the following safety procedure must be established.

*determine when gas is anticipated to reach surface.

- *all non-essential personnel must be moved to safe briefing area
- *all remaining personnel will check out and keep with them their protective breathing apparatus.
- *mud men will see that the proper amount of H2S scavenging chemical is in the mud and record times checked
- *make sure ignition flare is burning and valves are open to designated flare stacks

CORING OPERATIONS IN H2S BEARING ZONES

- 1. Personal protective breathing apparatus will be worn from 10 to 15 stands in advance of retrieving the core barrel. Cores to be transported should be sealed and marked to the presence of H2S.
 - a. Yellow Caution Flag will be flown at the well condition sign.
 - b. The "NO SMOKING" rule will be enforced

DRILL STEM TESTING OF H2S ZONES

- 1. The DST subsurface equipment will be suitable for H2S service as recommended by the API
- 2. Drill stem testing of H2S zone will be conducted in daylight hours
- 3. All non-essential personnel will be moved to an established safe area or off location
- 4. The "NO SMOKING" rule will be enforced
- 5. DST fluids will be circulated through a remote controlled choke and a separator to permit flaring of gas. A continuous pilot light will be used.
- 6. A yellow or red flag will be flown at entrance to location depending on present gas condition
- 7. If warranted, the use of Aqua Ammonia for neutralizing the toxicity of H2S from drill string
 - a. During drill stem tests adequate Filming Amine for H2S corrosion and Aqua Ammonia for neutralizing H2S should be on location.
 - 8. On completion of DST, if H2S contaminated formation fluids or gases are present in drill string, floor workers will be masked up before test valve is removed from drill string and continue "mask

on" conditions until such time that readings in the work area do not exceed 10ppm of H2S gas.

EMERGENCY PROCEDURES

SOUNDING ALARM

In case of an alarm the crews will muster up at the designated area. Total Safety will be dispatched with (2) HES Techs who are to go in under protective breathing air and check the alarm readings and sniff ambient air for the presence of H2S.

By no means are the Co. Rep or HES Advisor to go in under air with the HES Tech. If there is another method in place where the Rig Manager is to go in with the Tech we need to ensure that the rig company has cleared them and that they are properly trained.

1. The fact is to be instilled in the minds of all rig personnel that the sounding alarm means only one thing: <u>H2S IS PRESENT</u>. Everyone is to proceed to his assigned station and the contingency plan is put into effect.

DRILLING CREW ACTIONS

- 1. All personnel will don their protective breathing apparatus. The driller will take necessary precautions as indicated in operating procedures.
- 2. The Buddy system will be implemented. All personnel will act upon directions from the operator's on-site representative.
- 3. If there are non-essential personnel on location, they will move off location.
- 4. Entrance to the location will be patrolled, and the proper well condition flag will be displayed at the entrance to the location.

RESPONSIBILITIES OF PERSONNEL

In order to assure the proper execution of this plan, it is essential that one person be responsible for and in complete charge of implementing these procedures. The responsibility will be as follows:

- 1. The operator's on-site representative or his assistant
- 2. Contract Tool Pusher

STEPS TO BE TAKEN

In the event of an accidental release of a potentially hazardous volume of H2S, the following steps will be taken:

- 1. Contact by the quickest means of communications: the main offices of Oil Company & Contractor as listed on the preceding page.
- 2. An assigned crewmember will blockade the entrance to the location. No unauthorized personnel will be allowed entry into the location.
- 3. The operator's on-site representative will remain on location and attempt to regain control of the well.
- 4. The drilling company's rig superintendent will begin evacuation of those persons in immediate danger. He will begin by telephoning residents in the danger zone. In the event of no contact by telephoning, the tool pusher will proceed at once to each dwelling for a person-to-person contact. In the event the tool pusher cannot leave the location, he will assign a responsible crewmember to proceed in the evacuation off local residents. Upon arrival, the Sheriff's Department and TOTAL SAFETY personnel will aid in further evacuation.

LEAK IGNITION

Leak Ignition procedure: (used to ignite a leak in the event it becomes necessary to protect the public)

- 1. Two men, the operator's on-site representative and the contractor's rig superintendent or TOTAL SAFETY's representative(s), wearing self-contained pressure demand air masks must determine the perimeter of the flammable area. This should be done with one man using an H2S detector and the other one using a flammable gas detector. The flammable perimeter should be established at 30% to 40% of the lower flammable limits.
- 2. After the flammable perimeter has been established and all employees and citizens have been removed from the area, the ignition team should move to the up-wind area of the leak perimeter and fire a flare into the area if the leak isn't ignited on the first attempt, move in 20 to 30 feet and fire again. Continue moving in and firing until the leak is ignited or the flammable gas detector indicates the ignition

team is moving into the hazardous area. If trouble is incurred in igniting the leak by firing toward the leak, try firing 40 degrees to 90 degrees to each side of the area where you have been firing. If still no ignition is accomplished ignite the copper line burner and push it into the leak area. This should accomplish ignition. If ignition is not possible due to the makeup of the gas, the toxic leak perimeter must be established and maintained to insure evacuation is completed and continue until the emergency is secure.

- 3. The following equipment and man-power will be required to support the ignition team:
 - a. one flare gun with flares
 - b. four pressure demand air packs
 - c. two nylon ropes tied to the ignition team
 - d. two men in a clear area equipped with air packs
 - e. portable propane bottle with copper line
- 4. The person with the final authority to ignite the well.

GENERAL EQUIPMENT

- 1. Two areas on the location will be designated as Briefing Areas. The one that is upwind from the well will be designated a the "Safe Briefing Area"
- 2. In the case of an emergency, personnel will assemble in the upwind area as per prior instructions from the operator's representative.
- 3. The H2S "Safety" trailer provide by TOTAL SAFETY will contain 10 air cylinders, a resuscitator, one 30-minute air pack and will have a windsock.
- 4. Two other windsocks will be installed.
- 5. A condition warning sign will be displayed at the location entrance.
- 6. A list of emergency telephone numbers will be kept on the rig floor, tool pusher's trailer and the Oil Company's trailer.
- 7. Two barricades will be available to block the entrance to location.
- 8. An undulating high and low pitch siren will be installed.
- 9. A telephone line or mobile phone will be available at the well site for incoming and outgoing communications.

CRITICAL OPERATIONS

These guidelines will be implemented during H2S alarms on drilling locations with the intent of minimizing catastrophic damage of "critical tasks" ONLY and exposure of field personnel (e.g. cement in the stack). We will wait on Total Safety (or H2S Safety Company) for all other alarm events that aren't defined as "critical".

- 1.) H2S alarm sounds, crews secure well, and muster based off of wind direction. MOC Operation, MOC Safety, and H2S service company notification will be made and representative from the H2S Service Company is in route to location.
- 2.) Two qualified in scope personnel will don SCBA, utilizing the "buddy system", and respond to area of H2S alarm location to verify the presence of H2S utilizing hand held four gas analyzer or other approved and provided method.
- 3.) If no H2S is found, the "all clear" will be authorized by the Marathon Oil Drilling Superintendent and HES to resume operations. H2S service company will still be required to respond.

Note: Personnel will return to muster area awaiting H2S service company and additional equipment if H2S is verified.

Note: Personnel will be trained annually on H2S and the elements of this guideline. The MOC HES Advisor and Co Man will receive hands on training from a H2S service company field tech, on how to properly identify the location of the alarming sensor, and the proper method for checking the alarmed area.

APPENDICES

EMERGENCY & MEDICAL FACILITIES:

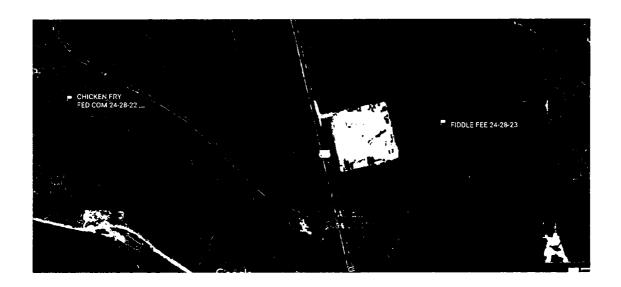
N	Iarathon Oil Corpo	ration Emergency Numl	bers
Brent Evans	Drilling Manager	blevans@marathonoil.com	832 967-8474
Mark Bly	Drilling Superintendent	permiansuper@marathonoil.com	281-840-0467
Chad Butler	Drilling Superintendent	permiansuper@marathonoil.com	281-840-0467
Jacob Beaty	Drilling Engineer	jabeaty@marathonoil.com	713-296-1915
Noah Adams	HES Professional	njadams@marathonoil.com	713-591-4068
Nick Rogers	Lead HES Advisor	permiandches@marathonoil.com	281-659-3734
Scott Doughty	Lead HES Advisor	permiandches@marathonoil.com	281-659-3734
H&P 480	Company Man	Hp480@marathonoil.com	281-768-9946
H&P 498	Company Man	Hp498@marathonoil.com	281-745-0771
H&P 441	Company Man	Hp441@marathonoil.com	
H&P 423	Company Man	Hp423@marathonoil.com	
Precision 594	Company Man	PD594@marathonoil.com	
H&P 480	HES Advisor	Hp480hes@marathonoil.com	
H&P 498	HES Advisor	Hp498hes@marathonoil.com	
H&P 441	HES Advisor	HP441hes@marathonoil.com	
H&P 423	HES Advisor	Hp423hes@marathonoil.com	
Precision 594	HES Advisor	PD594hes@marathonoil.com	

Emerge	ency Services A	rea Numbers: Or Call 911	
Sheriff (Eddy County, NM)	575-887-7551	New Mexico Poison Control	800-222-1222
Sheriff (Lea County, NM)	575-396-3611	Border Patrol (Las Cruces, NM)	575-528-6600
New Mexico State Police	575-392-5580/5588	Energy Minerals & Natural Resources Dept.	575-748-1283
Carlsbad Medical Center	575-887-4100	Environmental Health Dept.	505-476-8600
Lea Regional Medical Center	575-492-5000	OSHA (Santa Fe, NM)	505-827-2855
Police (Carlsbad, NM)	575-885-2111		
Police (Hobbs, NM)	575-392-9265		
Fire (Carlsbad, NM)	575-885-3124		
Fire (Hobbs, NM)	575-397-9308		
Ambulance Service	911	TOTAL SAFETY H2S – SAFETY SERVICES	432-561-5049

For Life Flight, 1st dial "911" They will determine nearest helicopter and confirm the need for helicopter.

RESIDENTS AND LANDOWNERS

AERIAL SATELLITE MAP



RESIDENCE

THERE ARE NO RESIDENCE WITHIN 1 MILE RADIUS OF WELL LOCATION.

ADDITIONAL INFORMATION

A. <u>HYDROGEN SULFIDE ESSAY</u>

A deadly enemy of those people employed in the petroleum industry, this gas can paralyze or kill quickly. At least part of the answer lies in education in the hazards, symptoms, characteristics, safe practices, treatment, and the proper use of personal protective equipment.

B. <u>HYDROGEN SULFIDE HAZARDS</u>

The principal hazard to personnel is asphyxiation or poisoning by inhalation. Hydrogen Sulfide is a colorless, flammable gas having an offensive odor and a sweetish taste. It is highly toxic and doubly hazardous because it is heavier than air (specific gravity = 1.19). It's offensive odor, like that of a rotten egg, has been used as an indicator by many old timers in the oil field, but is not a reliable warning of the presence of gas in a dangerous concentration because people differ greatly I their ability to detect smells. Where high concentrations are encountered, the olfactory nerves are rapidly paralyzed, diluting the sense of smell as a warning indicator. A concentration of a few hundredths of one percent higher than that causing irritation can cause asphyxia and death-in other words there is a very narrow margin between conscious ness and unconsciousness, and between unconsciousness and death.

Where high concentrations cause respiratory paralysis, spontaneous breathing does not return unless artificial respiration is applies. Although breathing is paralyzed the heart may continue beating for ten minutes after the attack.

C. PHYSIOLOGICAL SYSTEMS

<u>ACUTE</u>: results in almost instantaneous asphyxia, with seeming respiratory paralysis acute poisoning, or strangulation, may occur after even a few seconds inhalation of high concentration and results in panting respiration, pallor, cramps, paralysis and almost immediate loss of consciousness with extreme rapidity from respiratory and cardiac paralysis. One breath of a sufficiently high concentration may have this result.

SUBACUTE: RESULTS IN IRRITATION, PRINCIPALLY OF THE EYES, PERSISTENT COUGH, TIGHTENING OR BURNING IN THE CHEST AND SKIN IRRITATION FOLOWED BY DEPRESSION OF THE CENTRAL NERVOUS SYSTEM. The eye irritation ranges in severity from mild conjunctivitis to swelling and bulging of the conjunctiva photophobia (abnormal intolerance of light) and temporary blindness.

D. TREATMENT

- 1. Victim should be removed to fresh air immediately by rescuers wearing respiratory protective equipment. Protect yourself while rescuing.
- 2. If the victim is not breathing, begin immediately to apply artificial respiration. (See other chart for the chances for life after breathing has stopped.) If a resuscitator is available let another employee get it and prepare for use.
- 3. Treat for shock, keep victim warm and comfortable
- 4. Call a doctor, in all cases, victims of poisoning should be attended by a physician.

E. CHARACTERISTICS OF H2S

- 1. Extremely Toxic (refer to chart for toxicity of Hydrogen Sulfide).
- 2. Heavier than air. Specific gravity= 1.19.
- 3. Colorless, has odor of rotten eggs.
- 4. Burns with a blue flame and produces sulfur Dioxide (SO2) gas, which is very irritating to eyes and lungs. The SO2 is also toxic and can cause serious injury.
- 5. H2S is almost as toxic as hydrogen cyanide.
- 6. H2S forms explosive mixture, with air between 4.3% and 46% by volume.
- 7. Between 5 and 6 times as toxic as carbon monoxide.
- 8. Produces irritation to eyes, throat, and respiratory tract.
- 9. Threshold Limit Value (TLV) maximum of eight hours exposure without protective respiratory equipment-10ppm.

F. SAFE PRACTICES

If you are faced with an H2S problem in your operations, the following safe practices are recommended:

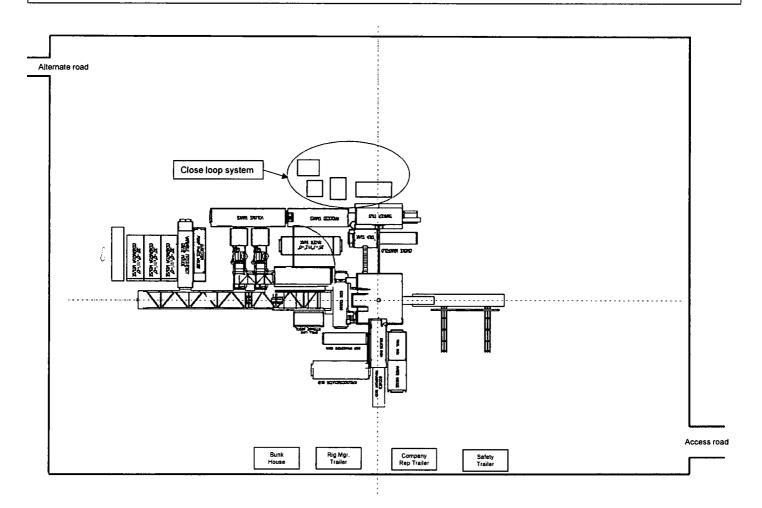
- 1. Be absolutely sure all concerned are familiar with the hazards concerning H2S and how to avoid it.
- 2. All employees should know how to operate and maintain respiration equipment.
- 3. Be able to give and demonstrate artificial respiration.
- 4. Post areas where there is poisonous gas with suitable warning signs.
- 5. Be sure all new employees are thoroughly schooled before they are sent to the field-tomorrow may be too late.
- 6. Teach men to avoid gas whenever possible-work on the windward side, have fresh air mask available.
- 7. Never let bad judgment guide you-wear respiratory equipment when gauging tanks, etc. Never try to hold your breath in order to enter a contaminated atmosphere.
- 8. In areas of high concentration, a two-man operation is preferred.
- 9. Never enter a tank, cellar or other enclosed place where gas can accumulate without proper respiratory protective equipment and a safety belt secured to a lifeline held by another person outside.
- 10. Always check out danger areas first with H2S detectors before allowing anyone to enter. DO NOT TRY TO DETERMINE THE PRESENCE OF GAS BY its ODOR.
- 11. Wear proper respiratory equipment for the job at hand. Never take a chance with equipment with which you are unfamiliar. If in doubt, consult your supervisor.
- 12. Carry out practice drills every month with emergency and maintenance breathing air equipment. Telling or showing a group how to operate equipment is not enough-make them show you.
- 13. Maximum care should be taken to prevent the escape of fumes into the air of working places by leaks, etc.
- 14. Communication such as radio and telephones should be provided for those people employed where H2S may be present.

TOXICITY OF HYDROGEN SULFIDE TO MEN

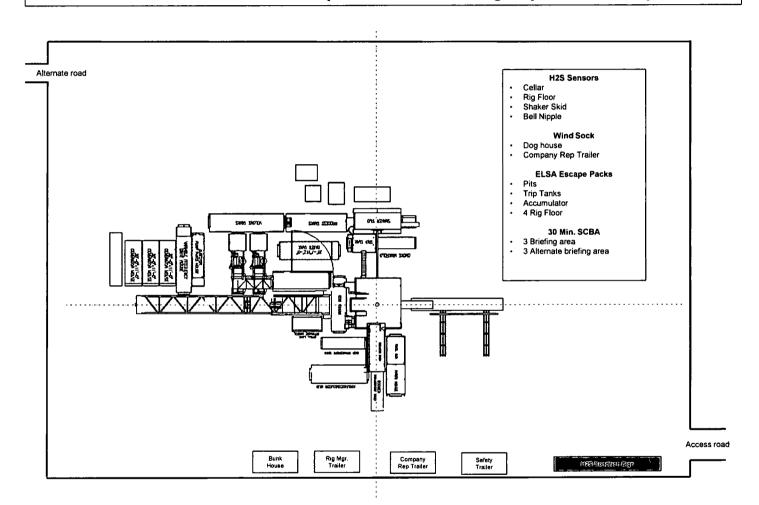
H2S Per Cent (PPM)**	0 - 2 Minutes	0 - 15 Minutes	15 - 30 Minutes	30 Minutes to 1 hour	l - 4 Hours	4 - 8 Hours	4 - 48 Hours
0.005 (50) 0.010 (100)				Mild Conjunctiv- ities; respiratory tract irritation			
0.010 (100) 0.015 (150)		Coughing; irritation of eyes; loss of sense of smell	Disturbed respiration; pain in eyes; sleepiness	Throat	Salivation & mucous dis- charge; sharp pain in eyes; coughing	Increased symptoms*	Hemorrhage & death*
0.015 (150) 0.020 (200)		loss of sense of smell	Throat & eye irritation	Throat & eye irritation	Difficult breathing; blurred vision; light & shy	Serious irritating effects	Hemorrhage & death*
0.025 (250) 0.035 (350)	lrritation of eyes; loss of sense of smell	Irritation of eyes	Painful secretion of tears; weariness	Light & sny; nasal catarrh; pain in eyes; difficult breathing	Hemorrhage & death		
0.035 (350)		lrritation of eyes; loss of sense of smell	Difficult respiration coughing; irritation of eyes	Increased irritation of eyes and nasal tract; dull pain head; weariness; light shy	Dizziness weak- ness; increased irritation; death	Death*	
0.050 (500)	Coughing collapse & unconscious-ness	Respiratory disturbances; irritation of eyes; collapse	Serious eye irritation; palpitation of heart; few cases of death*	Severe pain in eyes and head dizziness; trembling of extretities; great weakness & death*			
0.060 (600) 0.070 (700) 0.808 (800) 0.100 (1000) 0.150 (1500)	Collapse * unconscious- ness; death*	Collapse* unconscious- ness; death*		a water			
0.100 (1000) 0.150 (1500)							

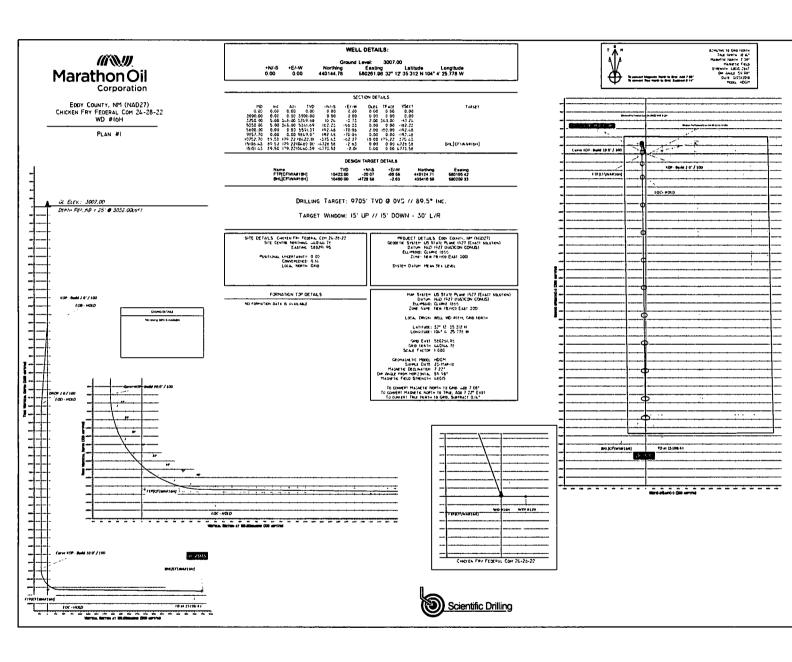
^{*}Data secured from experiments of dogs which have susceptibility similar to men. **PPM - parts per million

MARATHON OIL - FLEX III PAD (Closed Loop System)



MARATHON OIL - H2S Preparedness and Contingency Plan Summary





Marathon Oil Permian, LLC

Eddy County, NM (NAD27) Chicken Fry Federal Com 24-28-22 WD #16H

ОН

Plan: Plan #1

Standard Planning Report

23 March, 2018



Database: Company: Midland District

Marathon Oil Permian, LLC

Project:

Eddy County, NM (NAD27) Chicken Fry Federal Com 24-28-22

Site: Well:

Wellbore: Design:

WD #16H

ОН Plan #1 Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference: **Survey Calculation Method:** Well WD #16H

KB = 25' @ 3032.00usft KB = 25' @ 3032.00usft

Grid

Minimum Curvature

Project

Eddy County, NM (NAD27)

Map System: Geo Datum:

US State Plane 1927 (Exact solution) NAD 1927 (NADCON CONUS)

Map Zone:

New Mexico East 3001

System Datum:

Mean Sea Level

Using geodetic scale factor

Site

Chicken Fry Federal Com 24-28-22

Site Position: From:

Мар

Northing: Easting:

440,144.78 usft 580,291.95 usft Latitude:

Longitude:

32° 12' 35.311 N

Position Uncertainty:

0.00 usft

Slot Radius:

13-3/16 "

Grid Convergence:

104° 4' 25,428 W

0.14°

Well

WD #16H

Well Position +N/-S +E/-W

0.00 usft -29.99 usft

HDGM

Northing: Easting:

3/23/2018

440,144.78 usft 580,261.96 usft

7.22

Latitude: Longitude:

32° 12' 35.312 N 104° 4' 25.778 W

Position Uncertainty

0.00 usft

Wellhead Elevation:

0.00 usft

Ground Level:

3,007.00 usft

48,015

Wellbore

ОН

Plan #1

Magnetics

Model Name

Sample Date

Declination

(°)

Dip Angle (°)

Field Strength

(nT)

Design

Audit Notes:

Version:

Phase:

PLAN

Tie On Depth:

0.00

59.98

Vertical Section:

Depth From (TVD) (usft)

0.00

+N/-S (usft) 0.00

+E/-W (usft) 0.00

Direction (bearing) 180.00

an Sections										
Measured Depth (usft)	Inclination (°)	Azimuth (bearing)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0,00	0.00	0.00	0.00	0.00	-
3,000.00	0.00	0.00	3,000.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,250.00	5.00	340.00	3,249.68	10.24	-3.73	2.00	2.00	0.00	340.00	
5,350.00	5.00	340.00	5,341.69	182.23	-66.33	0.00	0.00	0.00	0.00	
5,600.00	0.00	0.00	5,591.37	192.48	-70.06	2.00	-2.00	0.00	180.00	
9,857.70	0.00	0.00	9,849.07	192.48	-70.06	0.00	0.00	0.00	0.00	
10,752.70	89.50	179.22	10,422.01	-375.43	-62,27	10.00	10.00	0.00	179.22	
15,106.43	89.50	179.22	10,460.00	-4,728.59	-2.63	0.00	0.00	0.00	0.00	BHL[CF\WA#16H
15,151,43	89.50	179,22	10.460.39	-4,773,58	-2.01	0.00	0.00	0.00	0.00	

Database:

Midland District

Company: Project: Marathon Oil Permian, LLC Eddy County, NM (NAD27)

Site:

Chicken Fry Federal Com 24-28-22

Well:

WD #16H

Wellbore:

OH

4,800.00

4,900.00

5,000.00

5.00

5.00

5.00

340.00

340.00

340.00

4,793.78

4,893.40

4,993.02

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: Survey Calculation Method: Well WD #16H

KB = 25' @ 3032.00usft KB = 25' @ 3032.00usft

Grid

Minimum Curvature

esign:	Plan #1								
lanned Survey									
Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth	Incilnation	Azimuth	Depth	+N/-S	+E/-W	Section	Rate	Rate	Rate
(usft)	(°)	(bearing)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
200,00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
400,00	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.00	0.00
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00
600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.00
700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00	0.00	0.00
800.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00	0.00	0.00
					0.00	0.00	0.00	0.00	0.00
900.00	0.00	0.00	900.00	0.00					
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00
1,100.00	0.00	0.00	1,100.00	0.00	0.00	0.00	0.00	0.00	0.00
1,200.00	0.00	0.00	1,200.00	0.00	0.00	0.00	0.00	0.00	0.00
1,300.00	0.00	0.00	1,300.00	0.00	0.00	0.00	0.00	0.00	0.00
1,400.00	0.00	0.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00
1,500.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00
1,600.00	0.00	0.00	1,600.00	0.00	0.00	0.00	0.00	0.00	0.00
1,700.00	0.00	0.00	1,700.00	0.00	0.00	0.00	0.00	0.00	0.00
1,800.00	0.00	0.00	1,800.00	0.00	0.00	0.00	0.00	0.00	0.00
1,900.00	0.00	0.00	1,900.00	0.00	0.00	0.00	0.00	0.00	0.00
2,000.00	0.00	0.00	2.000.00	0.00	0.00	0.00	0.00	0.00	0.00
2,100.00	0.00	0.00	2,100.00	0.00	0.00	0.00	0.00	0.00	0.00
2,200.00	0.00	0.00	2,200.00	0.00	0.00	0.00	0.00	0.00	0.00
2,300.00	0.00	0.00	2,300.00	0.00	0.00	0.00	0.00	0.00	0.00
2,400.00	0.00	0.00	2,400.00	0.00	0.00	0.00	0.00	0.00	0.00
•									
2,500.00	0.00	0.00	2,500.00	0.00	0.00	0.00	0.00	0.00	0.00
2,600.00	0.00	0.00	2,600.00	0.00	0.00	0.00	0.00	0.00	0.00
2,700.00	0.00	0.00	2,700.00	0.00	0.00	0.00	0.00	0.00	0.00
2,800.00	0.00	0.00	2,800.00	0.00	0.00	0.00	0.00	0.00	0.00
2,900.00	0.00	0.00	2,900.00	0.00	0.00	0.00	0.00	0.00	0.00
3,000.00	0.00	0.00	3,000.00	0.00	0.00	0.00	0.00	0.00	0.00
KOP - Build	2.0° / 100								
3,100.00	2.00	340.00	3,099.98	1.64	-0.60	-1.64	2.00	2.00	0.00
3,200.00	4.00	340.00	3,199.84	6.56	-2.39	-6.56	2.00	2.00	0.00
3,250.00	5.00	340.00	3,249.68	10.24	-3.73	-10.24	2.00	2.00	0.00
EOB - HOLD)								
3,300.00	5.00	340.00	3,299.49	14.34	-5.22	-14.34	0.00	0.00	0.00
3,400.00	5.00	340,00	3.399.11	22.53	-8.20	-22.53	0.00	0.00	0.00
3,500.00	5.00	340.00	3,498.73	30.72	-11.18	-30.72	0.00	0.00	0.00
3,600.00	5.00	340.00	3,598.35	38.91	-14.16	-38.91	0.00	0.00	0.00
3,700.00	5.00	340.00	3,697.97	47.10	-17.14	-47.10	0.00	0.00	0.00
3,800.00	5.00	340.00	3,797.59	55.29	-20.12	-55.29	0.00	0.00	0.00
•									
3,900.00	5.00	340.00	3,897.21	63.48	-23.10	-63.48	0.00	0.00	0.00
4,000.00	5.00	340.00	3,996.83	71.67	-26.09	-71.67	0.00	0.00	0.00
4,100.00	5.00	340.00	4,096.45	79.86	-29.07	-79.86	0.00	0.00	0.00
4,200.00	5.00	340.00	4,196.07	88.05	-32.05	-88.05	0.00	0.00	0.00
4,300.00	5.00	340.00	4,295.69	96.24	-35.03	-96.24	0.00	0.00	0.00
4,400.00	5.00	340.00	4,395.31	104.43	-38.01	-104.43	0.00	0.00	0.00
4,500.00	5.00	340.00	4,494.93	112.62	-40.99	-112.62	0.00	0.00	0.00
4,600.00	5.00	340.00	4,594.55	120.81	-43.97	-120.81	0.00	0.00	0.00
4,700.00	5.00	340.00	4,694.17	129.00	-46.95	-129.00	0.00	0.00	0.00
4,800,00	5.00	340.00	4 703 78	137 10	-49 93	-137 19	0.00	0.00	0.00

-49.93

-52.91

-55.89

-137.19

-145.38

-153.57

0.00

0.00

0.00

0.00

0.00

0.00

0.00

0.00

0.00

137.19

145.38

153.57

Database:

Midland District

Company:

Marathon Oil Permian, LLC Eddy County, NM (NAD27)

Project: Site:

Chicken Fry Federal Com 24-28-22

Well:

WD #16H

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

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well WD #16H

KB = 25' @ 3032.00usft KB = 25' @ 3032.00usft

Grid

Minimum Curvature

			14-41-						_
Measured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Build Rate	Turn Rate
(usft)	(°)	(bearing)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
5,100.00	5.00	340.00	5,092.64	161.76	-58.88	-161.76	0.00	0.00	0.00
5,200.00	5.00	340.00	5,192.26	169.95	-61.86	-169.95	0.00	0.00	0.00
5,300.00	5.00	340.00	5,291.88	178,14	-64.84	-178.14	0.00	0.00	0.00
5,350.00	5.00	340.00	5,341.69	182.23	-66.33	-182.23	0.00	0.00	0.00
DROP 2.0 / 1	00								
5,400.00	4.00	340.00	5,391.54	185.92	-6 7.67	-185.92	2.00	-2.00	0.00
5,500.00	2.00	340.00	5,491.39	190.84	-69.46	-190.84	2.00	-2.00	0.00
5,600.00	0.00	0.00	5,591.37	192.48	-70.06	-192.48	2.00	-2.00	0.00
EOD - HOLD									
5,700.00	0.00	0.00	5,691.37	192.48	-70.06	-192.48	0.00	0.00	0.00
5,800.00	0.00	0.00	5,791.37	192.48	-70.06	-192.48	0.00	0.00	0.00
5,900.00	0.00	0.00	5,891.37	192.48	-70.06	-192.48	0.00	0.00	0.00
6,000.00	0.00	0.00	5,991.37	192.48	-70,06	-192.48	0.00	0.00	0.00
6,100.00	0.00	0.00	6,091.37	192,48	-70.06	-192.48	0.00	0.00	0.00
6,200.00	0.00	0.00	6,091.37	192.48	-70.06 -70.06	-192.48 -192.48	0.00	0.00	0.00
•									
6,300.00	0.00	0.00	6,291.37	192.48	-70.06	-192.48	0.00	0.00	0.00
6,400.00	0.00	0.00	6,391.37	192.48	-70.06	-192.48	0.00	0.00	0.00
6,500.00	0.00	0.00	6,491.37	192.48	-70.06	-192.48	0.00	0.00	0.00
6,600.00	0.00	0.00	6,591.37	192.48	-70.06	-192.48	0.00	0.00	0.00
6,700.00	0.00	0.00	6,691.37	192.48	-70.06	-192.48	0.00	0.00	0.00
6,800.00	0.00	0.00	6,791.37	192.48	-70.06	-192.48	0.00	0.00	0.00
6,900.00	0.00	0.00	6,891.37	192,48	-70.06	-192.48	0.00	0.00	0.00
7,000.00	0.00	0.00	6,991.37	192.48	-70.06	-192.48	0.00	0.00	0.00
7,100.00	0.00	0.00	7,091.37	192.48	-70.06	-192.48	0.00	0.00	0.00
7,200.00	0.00	0.00	7,191.37	192.48	-70.06	-192.48	0.00	0.00	0.00
7,300.00	0.00	0.00	7,291.37	192.48	-70.06	-192.48	0.00	0.00	0.00
7,400.00	0.00	0.00	7,391.37	192.48	-70.06	-192.48	0.00	0.00	0.00
7,500.00	0.00	0.00	7,491.37	192.48	-70.06	-192.48	0.00	0.00	0.00
7,600.00	0.00	0.00	7,591.37	192.48	-70.06	-192.48	0.00	0.00	0.00
7,700.00	0.00	0.00	7,691.37	192.48	-70.06	-192.48	0.00	0.00	0.00
7,800.00	0.00	0.00	7,791.37	192.48	-70.06	-192.48	0.00	0.00	0.00
7,900.00	0.00	0.00	7,891.37	192.48	-70.06	-192.48	0.00	0.00	0.00
8,000.00	0.00	0.00	7,991.37	192.48	-70.06	-192,48	0.00	0.00	0.00
8,100,00	0.00	0.00	8,091.37	192.48	-70.06	-192.48	0.00	0.00	0.00
8,200.00	0.00	0.00	8,191.37	192.48	-70.06	-192.48	0.00	0.00	0.00
8,300.00	0.00	0.00	8,291.37	192.48	-70.06	-192.48	0.00	0.00	0.00
8,400.00	0.00	0.00	8,391.37	192.48	-70.06 -70.06	-192.46 -192.48	0.00	0.00	0.00
8,500.00	0.00	0.00	8,491.37	192.48	-70.06	-192.48	0.00	0.00	0.00
8,600.00	0.00	0.00	8,591.37	192.48	-70.06 -70.06	-192.48	0.00	0.00	0.00
8,700.00	0.00	0.00	8,691.37	192.48	-70.06 -70.06	-192.48 -192.48	0.00	0.00	0.00
8,800.00 8,900.00	0.00	0.00	8,791.37	192.48	-70.06	-192.48	0.00	0.00	0.00
8,900.00	0.00	0.00	8,891.37	192.48	-70.06	-192.48	0.00	0.00	0.00
9,000.00	0.00	0.00	8,991.37	192.48	-70.06	-192.48	0.00	0.00	0.00
9,100.00	0.00	0.00	9,091.37	192,48	-70.06	-192,48	0,00	0.00	0.00
9,200.00	0.00	0.00	9,191.37	192.48	-70.06	-192.48	0.00	0.00	0.00
9,300.00	0.00	0.00	9,291.37	192.48	-70.06	-192.48	0.00	0.00	0.00
9,400.00	0.00	0.00	9,391.37	192.48	-70.06	-192.48	0.00	0.00	0.00
9,500.00	0.00	0.00	9,491.37	192.48	-70.06	-192.48	0.00	0.00	0.00
9,600.00	0.00	0.00	9,591.37	192.48	-70.06	-192.48	0.00	0.00	0.00
9,700.00	0.00	0.00	9,691.37	192.48	-70.06	-192.48	0.00	0.00	0.00
9,800.00	0.00	0.00	9,791.37	192.48	-70.06	-192.48	0.00	0.00	0.00
9,857.70	0.00	0.00	-, 1.07		, 0.00		0.00	0.00	5.00

Database:

Midland District

Company: Project: Marathon Oil Permian, LLC Eddy County, NM (NAD27)

Chicken Fry Federal Com 24-28-22

Site: Well:

WD #16H

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

TVD Reference: MD Reference:

North Reference: Survey Calculation Method: Well WD #16H

KB = 25' @ 3032.00usft KB = 25' @ 3032.00usft

Grid

Minimum Curvature

Planned Survey
, idinioa odivoy

9,900.00 9,950.00 10,000.00 10,050.00 10,100.00 10,150.00 10,250.00 10,350.00 10,400.00 10,437.99 FTP[CF\WA# 10,450.00 10,500.00	4.23 9.23 14.23 19.23 24.23 29.23 34.23 39.23 44.23 49.23 58.03 16H]	(bearing) 179.22 179.22 179.22 179.22 179.22 179.22 179.22 179.22 179.22 179.22 179.22 179.22 179.22	9,891.34 9,940.98 9,989.92 10,037.78 10,084.22 10,128.86 10,171.37 10,211.43 10,248.73 10,283.00 10,313.95 10,335.12	(usft) 190.92 185.06 174.90 160.51 142.01 119.53 93.24 63.35 30.08 -6.31 -45.55 -77.08	-70.03 -69.95 -69.82 -69.62 -69.36 -69.06 -68.70 -68.29 -67.83 -67.33 -66.79	-190.92 -185.06 -174.90 -160.51 -142.01 -119.53 -93.24 -63.35 -30.08 6.31	10.00 10.00 10.00 10.00 10.00 10.00 10.00 10.00 10.00	10.00 10.00 10.00 10.00 10.00 10.00 10.00 10.00	0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.0
9,950.00 10,000.00 10,050.00 10,100.00 10,150.00 10,250.00 10,350.00 10,350.00 10,400.00 10,437.99 FTP[CF\WA# 10,450.00	9.23 14.23 19.23 24.23 29.23 34.23 39.23 44.23 49.23 54.23 58.03 16H]	179.22 179.22 179.22 179.22 179.22 179.22 179.22 179.22 179.22 179.22 179.22	9,940.98 9,989.92 10,037.78 10,084.22 10,128.86 10,171.37 10,211.43 10,248.73 10,283.00 10,313.95	185.06 174.90 160.51 142.01 119.53 93.24 63.35 30.08 -6.31 -45.55	-69.95 -69.82 -69.62 -69.36 -69.06 -68.70 -68.29 -67.83 -67.33	-185.06 -174.90 -160.51 -142.01 -119.53 -93.24 -63.35 -30.08 6.31	10.00 10.00 10.00 10.00 10.00 10.00 10.00 10.00	10.00 10.00 10.00 10.00 10.00 10.00 10.00	0.00 0.00 0.00 0.00 0.00 0.00 0.00
10,000.00 10,050.00 10,100.00 10,150.00 10,250.00 10,350.00 10,350.00 10,400.00 10,437.99 FTP[CF\WA# 10,450.00	14.23 19.23 24.23 29.23 34.23 39.23 44.23 49.23 54.23 58.03 16H] 59.23	179.22 179.22 179.22 179.22 179.22 179.22 179.22 179.22 179.22 179.22	9,989.92 10,037.78 10,084.22 10,128.86 10,171.37 10,211.43 10,248.73 10,283.00 10,313.95	174.90 160.51 142.01 119.53 93.24 63.35 30.08 -6.31 -45.55	-69.82 -69.62 -69.36 -69.06 -68.70 -68.29 -67.83 -67.33	-174.90 -160.51 -142.01 -119.53 -93.24 -63.35 -30.08 6.31	10.00 10.00 10.00 10.00 10.00 10.00 10.00	10.00 10.00 10.00 10.00 10.00 10.00	0.00 0.00 0.00 0.00 0.00 0.00
10,050.00 10,100.00 10,150.00 10,250.00 10,250.00 10,350.00 10,400.00 10,437.99 FTP[CF\WA# 10,450.00	19.23 24.23 29.23 34.23 39.23 44.23 49.23 54.23 58.03 16H] 59.23	179.22 179.22 179.22 179.22 179.22 179.22 179.22 179.22 179.22	10,037.78 10,084.22 10,128.86 10,171.37 10,211.43 10,248.73 10,283.00 10,313.95	160.51 142.01 119.53 93.24 63.35 30.08 -6.31	-69.62 -69.36 -69.06 -68.70 -68.29 -67.83 -67.33	-160.51 -142.01 -119.53 -93.24 -63.35 -30.08 6.31	10.00 10.00 10.00 10.00 10.00 10.00	10.00 10.00 10.00 10.00 10.00	0.00 0.00 0.00 0.00 0.00
10,100.00 10,150.00 10,200.00 10,250.00 10,300.00 10,350.00 10,400.00 10,437.99 FTP[CF\WA# 10,450.00	24.23 29.23 34.23 39.23 44.23 49.23 54.23 58.03 16H] 59.23 64.23	179.22 179.22 179.22 179.22 179.22 179.22 179.22 179.22	10,084.22 10,128.86 10,171.37 10,211.43 10,248.73 10,283.00 10,313.95	142.01 119.53 93.24 63.35 30.08 -6.31 -45.55	-69.36 -69.06 -68.70 -68.29 -67.83 -67.33	-142.01 -119.53 -93.24 -63.35 -30.08 6.31	10.00 10.00 10.00 10.00 10.00 10.00	10.00 10.00 10.00 10.00 10.00	0.00 0.00 0.00 0.00
10,150.00 10,200.00 10,250.00 10,300.00 10,350.00 10,400.00 10,437.99 FTP[CF\WA# 10,450.00	29.23 34.23 39.23 44.23 49.23 54.23 58.03 16H] 59.23 64.23	179.22 179.22 179.22 179.22 179.22 179.22 179.22	10,128.86 10,171.37 10,211.43 10,248.73 10,283.00 10,313.95	119.53 93.24 63.35 30.08 -6.31 -45.55	-69.06 -68.70 -68.29 -67.83 -67.33	-119.53 -93.24 -63.35 -30.08 6.31	10.00 10.00 10.00 10.00 10.00	10.00 10.00 10.00 10.00	0.00 0.00 0.00 0.00
10,200.00 10,250.00 10,300.00 10,350.00 10,400.00 10,437.99 FTP[CF\WA# 10,450.00	34.23 39.23 44.23 49.23 54.23 58.03 16H] 59.23 64.23	179.22 179.22 179.22 179.22 179.22 179.22	10,171.37 10,211.43 10,248.73 10,283.00 10,313.95	93.24 63.35 30.08 -6.31 -45.55	-68.70 -68.29 -67.83 -67.33	-93.24 -63.35 -30.08 6.31	10.00 10.00 10.00 10.00	10.00 10.00 10.00	0.00 0.00 0.00
10,250.00 10,300.00 10,350.00 10,400.00 10,437.99 FTP[CF\WA# 10,450.00	39.23 44.23 49.23 54.23 58.03 16H] 59.23 64.23	179.22 179.22 179.22 179.22 179.22	10,211.43 10,248.73 10,283.00 10,313.95	63.35 30.08 -6.31 -45.55	-68.29 -67.83 -67.33	-63.35 -30.08 6.31	10.00 10.00 10.00	10.00 10.00	0.00 0.00
10,300.00 10,350.00 10,400.00 10,437.99 FTP[CF\WA# 10,450.00	44.23 49.23 54.23 58.03 16H] 59.23 64.23	179.22 179.22 179.22 179.22	10,248.73 10,283.00 10,313.95	30.08 -6.31 -45.55	-67.83 -67.33	-30.08 6.31	10.00 10.00	10.00	0.00
10,350.00 10,400.00 10,437.99 FTP[CF\WA# 10,450.00	49.23 54.23 58.03 16H] 59.23 64.23	179.22 179.22 179.22	10,283.00 10,313.95	-6.31 -45.55	-67.33	6.31	10.00		
10,400.00 10,437.99 FTP[CF\WA# 10,450.00	54.23 58.03 16H] 59.23 64.23	179.22 179.22	10,313.95	-45.55				10.00	0.00
10,437.99 FTP[CF\WA# 10,450.00	58.03 16H] 59.23 64.23	179.22			-66.79				
10,437.99 FTP[CF\WA# 10,450.00	58.03 16H] 59.23 64.23	179.22				45.55	10.00	10.00	0.00
FTP[CF\WA# 10,450.00	59.23 64.23				-66.36	77.08	10.00	10.00	0.00
10,450.00	59.23 64.23	179.22							
•	64.23		10,341.37	-87.34	-66.22	87.34	10.00	10.00	0.00
10,500.00		179.22	10,365.05	-131.35	-65,62	131.35	10,00	10,00	0.00
10 550 00	09.∠3		10,384.79	-131.35 -177.27	-65.62 -64.99	177.27	10.00	10,00	0.00
10,550.00		179.22				224.73	10.00	10,00	0.00
10,600.00	74.23	179.22	10,400.46	-224.73 272.27	-64,34 62,67			10.00	0.00
10,650.00 10,700.00	79.23 84.23	179.22 179.22	10,411.94 10,419.13	-273.37 -322.83	-63.67 -63.00	273.37 322.83	10.00 10.00	10.00	0.00
•			·						
10,752.70	89.50	179.22	10,422.01	-375.43	-62.27	375.43	10.00	10.00	0.00
EOC - HOLD	20.50	470.00	40 400 40	400.70	04.00	400.70	0.00	0.00	0.00
10,800.00	89.50	179.22	10,422.42	-422.72	-61.63	422.72	0.00	0.00	
10,900.00	89.50	179,22	10,423.29	-522.71	-60.26	522.71	0.00	0.00	0.00
11,000.00	89.50	179.22	10,424.17	-622.70	-58.89	622.70	0.00	0.00	0.00
11,100.00	89.50	179.22	10,425.04	-722.69	-57.52	722.6 9	0.00	0.00	0.00
11,200.00	89.50	179.22	10,425.91	-822.67	-56.15	822.67	0.00	0.00	0.00
11,300.00	89,50	179,22	10,426.78	-922.66	-54.78	922.66	0.00	0.00	0.00
11,400.00	89.50	179,22	10,427.66	-1,022.65	-53.41	1,022.65	0.00	0.00	0.00
11,500.00	89.50	179.22	10,428.53	-1,122.63	-52.04	1,122.63	0.00	0.00	0.00
11,600.00	89.50	179.22	10,429.40	-1,222.62	-50.67	1,222.62	0.00	0.00	0.00
11,700.00	89.50	179.22	10,430.27	-1,322.61	-49.30	1,322.61	0.00	0.00	0.00
11,800.00	89.50	179.22	10,431.15	-1,422.59	-47.93	1,422.59	0.00	0.00	0.00
11,900.00	89.50	179.22	10,432.02	-1,522.58	-46.56	1,522.58	0.00	0.00	0.00
12,000.00	89.50	179.22	10,432.89	-1,622.57	-45.19	1,622.57	0.00	0.00	0.00
12,100.00	89.50	179.22	10,433.76	-1,722.55	-43.82	1,722.55	0.00	0.00	0.00
12,200.00	89.50	179.22	10,434.64	-1,822.54	-42.45	1,822.54	0.00	0.00	0.00
12,300.00	89.50	179.22	10,435.51	-1,922.53	-41.08	1,922.53	0.00	0.00	0.00
12,400.00	89.50	179.22	10,436.38	-2,022.51	-39.71	2,022.51	0.00	0.00	0.00
12,500.00	89.50	179.22	10,437.26	-2,122.50	-38.34	2,122.50	0.00	0.00	0.00
12,600.00	89.50	179.22	10,438.13	-2,222.49	-36.97	2,222.49	0.00	0.00	0.00
12,700.00	89.50	179.22	10,439.00	-2,322.47	-35.60	2,322.47	0.00	0.00	0.00
12,800.00	89.50	179.22	10,439.87	-2,422.46	-34.23	2,422.46	0.00	0.00	0.00
12,900.00	89.50	179.22	10,440.75	-2,522.45	-32.86	2,522.45	0.00	0.00	0.00
13,000.00	89.50	179.22	10,441.62	-2,622.43	-31.49	2,622.43	0.00	0.00	0.00
13,100.00	89.50	179.22	10,442.49	-2,722.42	-30,12	2,722.42	0.00	0.00	0.00
13,200.00	89.50	179.22	10,443.36	-2,822.41	-28.75	2,822.41	0.00	0.00	0.00
13,300.00	89.50	179.22	10,444.24	-2,922.39	-27.38	2,922.39	0.00	0.00	0.00
13,400.00	89.50	179.22	10,445.11	-3,022.38	-26.01	3,022.38	0.00	0.00	0.00
13,500.00	89.50	179.22	10,445.98	-3,122.37	-24.64	3,122.37	0.00	0.00	0.00
13,600.00	89.50	179.22	10,445.96	-3,122.37	-23.27	3,222.36	0.00	0.00	0.00
·									
13,700.00	89.50	179.22	10,447.73	-3,322.34	-21.90	3,322.34	0.00	0.00	0.00
13,800.00	89.50	179.22	10,448.60	-3,422.33	-20.53	3,422.33	0.00	0.00	0.00
13,900.00 14,000.00	89.50 89.50	179.22 179.22	10,449.47 10,450.34	-3,522.32 -3,622.30	-19.16 -17.79	3,522,32 3,622.30	0.00 0.00	0.00 0.00	0.00 0.00

Database:

Midland District

Company:

Marathon Oil Permian, LLC Eddy County, NM (NAD27)

Project: Site:

Chicken Fry Federal Com 24-28-22

Well:

WD #16H

Wellbore: Design:

15,151.43

TD + 45' VS

89.50

179.22

10,460.39

OH Plan #1 Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference:

Survey Calculation Method:

Well WD #16H

KB = 25' @ 3032.00usft KB = 25' @ 3032.00usft

Grid

Minimum Curvature

0.00

0.00

0.00

Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth Ir (usft)	Inclination (°)	Azimuth (bearing)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Section (usft)	Rate (°/100usft)	Rate (°/100usft)	Rate (°/100usft)
14,100.00	89.50	179.22	10,451.22	-3,722.29	-16.42	3,722.29	0.00	0.00	0.00
14,200.00	89.50	179.22	10,452.09	-3,822.28	-15.05	3,822.28	0.00	0.00	0.00
14,300.00	89.50	179.22	10,452.96	-3,922.26	-13.68	3,922.26	0.00	0.00	0.00
14,400.00	89.50	179.22	10,453.84	-4,022.25	-12.31	4,022.25	0,00	0.00	0.00
14,500.00	89.50	179.22	10,454.71	-4,122.24	-10.94	4,122.24	0.00	0.00	0.00
14,600.00	89.50	179.22	10,455.58	-4,222.22	-9.57	4,222.22	0.00	0.00	0.00
14,700.00	89.50	179.22	10,456.45	-4,322.21	-8.20	4,322.21	0.00	0.00	0.00
14,800.00	89.50	179.22	10,457.33	-4,422.20	-6.83	4,422.20	0.00	0,00	0.00
14,900.00	89.50	179,22	10,458.20	-4,522.18	-5.46	4,522.18	0,00	0.00	0.00
15,000.00	89.50	179.22	10,459.07	-4,622.17	-4.09	4,622.17	0.00	0.00	0.00
15,106.43	89.50	179,22	10,460.00	-4,728.59	-2.63	4,728.59	0.00	0.00	0.00

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (bearing	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
FTP[CF\WA#16H] - plan misses targe - Point	0.00 t center by 103	0.00 .91usft at 10	,	-20.07 ID (10335.12	-66.55 TVD, -77.08 N	440,124.71 I, -66.36 E)	580,195.42	32° 12' 35.115 N	104° 4' 26.553 W
BHL[CF\WA#16H] - plan hits target ce - Rectangle (sides \		179.22 D4,500.00	,	-4,728.59	-2.63	435,416.59	580,259.33	32° 11' 48,520 N	104° 4' 25.941 W

-2.01

4,773.58

-4,773.58

an Annotations						
Mea	Measured Vertical Lo		Local Coor	dinates		
	epth isft)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment	
3	,000.00	3,000.00	0.00	0.00	KOP - Build 2.0° / 100	
3	,250.00	3,249.68	10.24	-3.73	EOB - HOLD	
5	,350.00	5,341.69	182.23	-66.33	DROP 2.0 / 100	
5	,600.00	5,591.37	192.48	-70.06	EOD - HOLD	
9	,857.70	9,849.07	192,48	-70.06	Curve KOP - Build 10.0° / 100	
10	,752.70	10,422.01	-375.43	-62.27	EOC - HOLD	
15	106.43	10,460.00	-4,728.59	-2.63	TD at 15106.43	
15	151.43	10,460.39	-4,773.58	-2.01	TD + 45' VS	

Batch Drilling Plan

- Marathon Oil Permian LLC. respectfully requests the option to "batch" drill sections of a well with intentions of returning to the well for later completion.
- When it is determined that the use of a "batch" drilling process to increase overall efficiency and reduce rig time on location, the following steps will be utilized to ensure compliant well control before releasing drilling rig during the batch process.
- Succeeding a successful cement job, fluid levels will be monitored in both the annulus and casing string to be verified static.
- A mandrel hanger packoff will be ran and installed in the multi-bowl wellhead isolating and creating a barrier on the annulus. This packoff will be tested to 5,000 PSI validating the seals.
- At this point the well is secure and the drilling adapter will be removed from the wellhead.
- A 13-5/8" 5M temporary abandonment cap will be installed on the wellhead by stud and nut flange. The seals of the TA cap will then be pressure tested to 5,000 PSI.
- The drilling rig will skid to the next well on the pad to continue the batch drilling process.
- When returning to the well with the TA cap, the TA cap will be removed and the BOP will be nippled up on the wellhead.
- A BOP test will then be conducted according to Onshore Order #2 and drilling operations will resume on the subject well.

Request for Surface Rig

 Marathon Oil Permian LLC. Requests the option to contract a surface rig to drill, set surface casing and cement on the subject well. If the timing between rigs is such that Marathon Oil Permian LLC. would not be able to preset the surface section, the primary drilling rig will drill the well in its entirety per the APD.



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



APD ID: 10400029706

Operator Name: MARATHON OIL PERMIAN LLC

Well Name: CHICKEN FRY FC 24 28 22 WD

Well Type: CONVENTIONAL GAS WELL

Submission Date: 04/26/2018

Well Number: 16H

Well Work Type: Drill

e de la companya de l

Show Final Text

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

2_CHICKEN_FRY_FEDERAL_COM_275_2_NewRoad_UPDATED_04_24_2018_20180425080513.pdf

1_CHICKEN_FRY_FEDERAL_COM_275_2_ExistingRoadMapTOPO 20181116091126.pdf

Existing Road Purpose: ACCESS,FLUID TRANSPORT 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:

2_CHICKEN_FRY_FC_24_28_22_NM_LE_0001.00060__PROPLEASERD_20181116091108.pdf

2_CHICKEN_FRY_FEDERAL_COM_275_2_NewRoad_20181116091302.pdf

New road type: LOCAL

Length: 555.05

Feet

Width (ft.): 30

Max slope (%): 2

Max grade (%): 2

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 20

New road access erosion control: The access road will have a small low water crossing at the point of leaving the existing lease road to allow for continued drainage along existing lease road. The new road will be crowned to allow proper water drainage and ditching will be constructed on both sides of the 555.05' access road along with proper compaction to prevent water and wind erosion. All ditching areas will be seeded with BLM LPC sandy soils seed mix to prevent water erosion.

New road access plan or profile prepared? NO

Well Name: CHICKEN FRY FC 24 28 22 WD Well Number: 16H

New road access plan attachment:

Access road engineering design? NO

Access road engineering design attachment:

Access surfacing type: OTHER

Access topsoil source: ONSITE

Access surfacing type description: 6" compacted caliche

Access onsite topsoil source depth: 6

Offsite topsoil source description:

Onsite topsoil removal process: The topsoil will be stripped during construction activities, spread out on edge of road, and will be seeded during the interim reclamation of the well pad.

Access other construction information:

Access miscellaneous information:

Number of access turnouts: Access turnout map:

Drainage Control

New road drainage crossing: OTHER

Drainage Control comments: Crowning and ditching (both sides) shall be constructed on the access road driving surface. The road crown shall have a grade of approximately 2%. The road shall conform to cross section and plans for typical road construction found in the BLM Gold Book.

Road Drainage Control Structures (DCS) description: No DCS's will be needed.

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:

3_CHICKEN_FRY_FEDERAL_COM_275_2_1MileRadiusMap_20181116091241.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: Proposed Central Tank Battery (CTB) is proposed on the north side of the proposed

Well Name: CHICKEN FRY FC 24 28 22 WD Well Number: 16H

Chicken Fry Federal Com 24 28 22 #275-2 well pad to allow for maximum interim reclamation of the well pad. - No permanent open top tanks will be used. - Open vent exhaust stacks will be modified to prevent birds or bats from entering, discourage perching, roosting, and nesting. - All chemical and fuel secondary containments will be covered for birds, wildlife, and livestock protection. The fluids will be disposed of as needed to prevent possible overflow. - The proposed CTB will have a secondary containment 1.5 times the holding capacity of largest storage tank plus freeboard to account for precipitation. - All above ground structures not subject to safety requirements will be painted a flat non-reflective shale green for blending with the surrounding environment. - At this time, the proposed CTB will have oil and water truck hauled from the facility. Pipelines/Flowlines: All flowlines transporting production from wells to the facility will remain on the pad; therefore, no further disturbance or ROW will be required. Powerlines: No power-lines will be needed. The power to the equipment will be provided via a natural gas generator.

Water source type: GW WELL

Production Facilities map:

SUPO 4 CHICKEN FRY FC 24 28 22 FACILITY 20181116091009.pdf

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: DUST CONTROL,

INTERMEDIATE/PRODUCTION CASING, STIMULATION, SURFACE

CASING

Describe type: Source longitude: -104.03986

Source latitude: 32.21749
Source datum: NAD83

Water source permit type: PRIVATE CONTRACT

Source land ownership: PRIVATE

Water source transport method: PIPELINE

Source transportation land ownership: PRIVATE

Water source volume (barrels): 147500 Source volume (acre-feet): 19.011732

Source volume (gal): 6195000

Water source use type: DUST CONTROL, Water source type: GW WELL

INTERMEDIATE/PRODUCTION CASING, STIMULATION, SURFACE

CASING

Describe type: Source longitude: -104.083405

Source latitude: 32.219917

Source datum: NAD83

Water source permit type: PRIVATE CONTRACT, WATER WELL

Source land ownership: PRIVATE

Water source transport method: PIPELINE

Source transportation land ownership: PRIVATE

Water source volume (barrels): 147500 Source volume (acre-feet): 19.011732

Source volume (gal): 6195000

Well Name: CHICKEN FRY FC 24 28 22 WD Well Number: 16H

Water source use type: DUST CONTROL, Water source type: GW WELL

INTERMEDIATE/PRODUCTION CASING, STIMULATION, SURFACE

CASING

Describe type: Source longitude: -104.0559

Source latitude: 32.218872 Source datum: NAD83

Water source permit type: PRIVATE CONTRACT

Source land ownership: PRIVATE

Water source transport method: PIPELINE

Source transportation land ownership: PRIVATE

Water source volume (barrels): 147500 Source volume (acre-feet): 19.011732

Source volume (gal): 6195000

Water source and transportation map:

12_ChickenFryFedCom275_2_Caliche_Ponds_20180419094614.jpg

Water source comments: Water Source comments - One of the above choices will be utilized for the water supply for the proposed wells. Private ground water wells will supply water to existing fresh water ponds located in different locations that will be utilized for drilling operations pending demand and availability. The fresh water line will run parallel to the existing disturbance and will stay within 10' of the access road. Location and Types of Water Supply • All Fresh water will be obtained from a private water source. • 1st proposed (Pond in Section 15, T24S, R28E) will be utilized for fresh water. • A temporary 10" expanding pipe transfer line will run East from pond along lease rd., then turn South along access road. Turn East along lease road, turn South on lease road, turn East on lease road and turn North on proposed access road approx 7.1 miles. • 2nd proposed (Diamond pond in section 14 T24S R28E) will be utilized for fresh water. • A temporary 10" expanding pipe transfer line will run West from pond along lease rd. then turn South along lease road, turn East along lease road, and turn North access road approx. 5.6 miles. • 3rd proposed pond (Tres Equis in Section 13,T24S-R28E will be utilized for fresh water. • A temporary 10" expanding pipe transfer line will run North from pond along access rd. then West along lease road, then South, and then East along lease roads. and North along access road approx. 11 Miles. • Fresh water line will run parallel to existing disturbance and will stay within 10' of access road. Proposed water supplier Brantley

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:

Well Name: CHICKEN FRY FC 24 28 22 WD Well Number: 16H

Casing length (ft.):

Casing top depth (ft.):

Well Production type:

Completion Method:

Water well additional information:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: Caliche will be used to construct well pad and roads. Material will be purchased from the nearest federal, state, or private permitted pit. • Source 1 - Caliche will be used to construct well pad and roads. Material will be purchased from Lease holder Constructors Inc. Jack Yates. State caliche pit located in the NENE of S31, T24S, R28E and NWNW OF S32 ,T24S , and R28E , Eddy County , LAT 32. 180794 LONG -104.118006 • Source 2 - - Caliche will be used to construct well pad and roads. Material will be purchased from the private land owner Sterling Williams / Daniel Ingram (575-706-3169) caliche pit located in SENW of Sec 25, T23S, R28E, Eddy County, LAT 32.280335 LONG -104.042465. The proposed source of construction material will be located and purchased by construction contractor. Notification shall be given to BLM at (575) 234-5909 at least 3 working days prior to commencing construction of well pad or related infrastructure.

Construction Materials source location attachment:

12_ChickenFryFedCom275_2_Caliche_Ponds_20180419115129.jpg

Section 7 - Methods for Handling Waste

Waste type: DRILLING

Waste content description: Drilling fluids and produced oil and water from the well during drilling operations.

Amount of waste: 1000

barrels

Waste disposal frequency: Daily

Safe containment description: Lined steel tanks

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL

Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: Waste will be stored safely and disposed of properly in an NMOCD approved disposal

facility.

Waste type: GARBAGE

Waste content description: Garbage and trash (solid waste)

Amount of waste: 1200

pounds

Waste disposal frequency: Weekly

Safe containment description: All garbage will be stored in closed containers

Safe containment attachment:

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

FACILITY

Well Name: CHICKEN FRY FC 24 28 22 WD Well Number: 16H

Disposal type description:

Disposal location description: All garbage will be collected by a third party and disposed of properly at a State approved

disposal facility.

Waste type: SEWAGE

Waste content description: Human waste and grey water.

Amount of waste: 600

barrels

Waste disposal frequency: Weekly

Safe containment description: Portable toilets and sewage tanks.

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL

Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: All sewage waste will be managed by a third party and disposed of properly at a State

approved disposal facility.

Waste type: COMPLETIONS/STIMULATION

Waste content description: Oil and water from drilling operations

Amount of waste: 1000

barrels

Waste disposal frequency: Daily

Safe containment description: Steel tanks

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL

Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: Waste will be stored safely and disposed of properly in an NMOCD approved disposal

facility.

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.)

Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

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

Reserve pit liner

Reserve pit liner specifications and installation description

Well Name: CHICKEN FRY FC 24 28 22 WD Well Number: 16H

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? YES

Description of cuttings location The well will be drilled utilizing a closed loop system. Drill cutting will be properly disposed of into lined steel tanks and taken to an NMOCD approved disposal facility.

Cuttings area length (ft.)

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

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

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: NO

Ancillary Facilities attachment:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

9_CHICKEN_FRY_FEDERAL_COM_275_2_ProposedWellPadPlat_20181116091215.pdf

9_CHICKEN_FRY_FEDERAL_COM_275_2_PROP_IR_20181116091214.pdf

Comments: Exterior well pad dimensions are 400' by 540'. Note this pad will have 3 total wells, see Well Pad Surface Plat. Interior well pad dimensions from (well head) are: From west-260', north-220', east-280', south-180'. Tank battery pad is on the north for tanks and separation equipment. Total disturbance area needed for construction of well pad will be 4.95 acres. Topsoil will be places on the east (345' by 30') and west (352' by 30') sides of the pad to accommodate interim reclamation activities.

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance

Multiple Well Pad Name: CHICKEN FRY FEDERAL COM

Multiple Well Pad Number: 275-2

Recontouring attachment:

10_CHICKEN_FRY_FEDERAL_COM_275_2_ProposedIR___Facility_20180425080546.pdf

Drainage/Erosion control construction: During construction, BMP's will be used to control erosion, runoff and siltation of surrounding area.

Drainage/Erosion control reclamation: BMP's will be used to control erosion, runoff and siltation of surrounding area. All areas reclaimed will be ripped across the slope to prevent water erosion. The reclaimed areas will be will have a berm constructed against pad edge to prevent water erosion.

Well Number: 16H Well Name: CHICKEN FRY FC 24 28 22 WD

Well pad proposed disturbance

(acres): 4.95

Road proposed disturbance (acres):

0.46

Powerline proposed disturbance

(acres): 0

Pipeline proposed disturbance

(acres): 0

Other proposed disturbance (acres): 0

Total proposed disturbance: 5.41

Well pad interim reclamation (acres): Well pad long term disturbance

Powerline interim reclamation (acres):

Pipeline interim reclamation (acres): 0

Other interim reclamation (acres): 0

Total interim reclamation: 2.62

(acres): 2.54

Road interim reclamation (acres): 0.21 Road long term disturbance (acres):

Powerline long term disturbance

(acres): 0

Pipeline long term disturbance

(acres): 0

Other long term disturbance (acres): 0

Total long term disturbance: 2.79

Disturbance Comments: IR - Well pad and ditch banks FR - all disturbances

Reconstruction method: Reclamation Objectives • The objective of interim reclamation is to restore vegetative cover and a portion of the landform sufficient to maintain healthy, biologically active topsoil; control erosion; and minimize habitat and forage loss, visual impact, and weed infestation, during the life of the well or facilities. • The BLM will be notified at least 3 days prior to commencement of any reclamation procedures. • If circumstances allow, interim reclamation and/or final reclamation actions will be completed no later than 6 months from when the final well on the location has been completed or plugged. We will gain written permission from the BLM if more time is needed. • Reclamation will be performed by using the following procedures: For Interim Reclamation: • Within 6 months of first production, the well location and surrounding areas will be cleared of, and maintained free of, all materials, trash, and equipment not required for production. A plan will be submitted showing where interim reclamation will be completed in order to allow for safe operations, protection of the environment outside of drilled well, and following best management practices found in the BLM "Gold Book". • Current plans for interim reclamation include reducing the pad size to approximately 3.45 acres from the proposed size of 4.95 acres. • In areas planned for interim reclamation, all the surfacing material will be removed and returned to the original mineral pit or recycled to repair or build roads and well pads. • The areas planned for interim reclamation will then be recontoured to the original contour if feasible, or if not feasible, to an interim contour that blends with the surrounding topography as much as possible. Where applicable, the fill material of the well pad will be backfilled into the cut to bring the area back to the original contour. The interim cut and fill slopes prior to re-seeding will not be steeper than a 3:1 ratio, unless the adjacent native topography is steeper. Note: Constructed slopes may be much steeper during drilling, but will be recontoured to the above ratios during interim reclamation. • Topsoil will be evenly respread and aggressively revegetated over the entire disturbed area not needed for all-weather operations including cuts & fills. To seed the area, the proper BLM LPC seed mixture free of noxious weeds, will be used. • Proper erosion control methods will be used on the area to control erosion, runoff and siltation of the surrounding area. • The interim reclamation will be monitored periodically to ensure that vegetation has reestablished. For Final Reclamation: • Prior to final reclamation procedures, the well pad, road, and surrounding area will be cleared of material, trash, and equipment. • All surfacing material will be removed and returned to the original mineral pit or recycled to repair or build roads and well pads. • All disturbed areas, including roads, pipelines, pads, production facilities, and interim reclaimed areas will be recontoured to the contour existing prior to initial construction or a contour that blends in distinguishably with the surrounding landscape. Topsoil that was spread over the interim reclamation areas will be stockpiled prior to recontouring. The topsoil will be redistributed evenly over the entire disturbed site to ensure successful revegetation. After all the disturbed areas have been properly prepared; the areas will be seeded with the proper BLM LPC seed mixture free of noxious weeds. • Proper erosion control methods will be used on the entire area to control erosion, runoff and siltation of the surrounding area.

Topsoil redistribution: The topsoil will be evenly distributed across all reclaimed areas, ripped across the slopes, and seed accordingly. During final reclamation, Marathon will grab and evenly redistribute topsoil across the entire disturbed area (disc plowing if needed) area and seed accordingly.

Soil treatment: Topsoil will be stockpiled until interim reclamation. Topsoil and subsoil (fill) will be piled separately. The topsoil will be seeded after being spread across IR area.

Existing Vegetation at the well pad: Mesquite, shinnery oak, sand dropseed, and sage.

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: Mesquite, shinnery oak, sand dropseed, and sage.

Well Name: CHICKEN FRY FC 24 28 22 WD Well Number: 16H

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline: NA

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: Mesquite, shinnery oak, sand dropseed, and sage.

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: OTHER

Seed source: COMMERCIAL

Seed name: BLM Sandy LPC mix

Source name:

Source address:

Source phone:

Seed cultivar: Broadcast

Seed use location: OTHER, WELL PAD

PLS pounds per acre: 38

Proposed seeding season: AUTUMN

Seed Summary Pounds/Acre Seed Type **OTHER** 38

Total pounds/Acre: 38

Seed reclamation attachment:

Seed_Mixture_LPC_HEA_20180323104309.pdf

Operator Contact/Responsible Official Contact Info

Operator Name: MARATHON OIL PERMIAN LLC Well Number: 16H Well Name: CHICKEN FRY FC 24 28 22 WD Last Name: First Name: Phone: Email: Seedbed prep: Rip native topsoil stockpiled during construction activities across the slope Seed BMP: Seed method: Broadcast seed with spreader Existing invasive species? NO Existing invasive species treatment description: Existing invasive species treatment attachment: Weed treatment plan description: Marathon will control weeds per Federal, County and State regulations by contracting a certified third party. Weed treatment plan attachment: Monitoring plan description: Marathon will monitor all disturbed areas and lease roads leading to well pad monthly for weeds through routine inspections. Monitoring plan attachment: Success standards: Maintain all disturbed areas as per Gold Book Standards. Pit closure description: N/A Pit closure attachment: Section 11 - Surface Ownership 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:
Other Local Office:

USFS Forest/Grassland:

USFS Region:

USFS Ranger District:

Operator Name: MARATHON OIL PERMIAN LLC

Well Name: CHICKEN FRY FC 24 28 22 WD Well Number: 16H

Fee Owner: Rustler Hills Limited Partnership Fee Owner Address: 706 W. Riverside Drive Carlsbad, NM

Phone: 88220 Email:

Surface use plan certification: YES

Surface use plan certification document:

Chicken_Fry_Federal_Com_24_28_22_WA_15H__WD_16H__WXY_12H___Land_Surface_Owner_Letter_201804 3.pdf

Surface access agreement or bond: Agreement

Surface Access Agreement Need description: Marathon Oil has entered into negotiations for a Surface Use, Easement, and Damage Agreement with the above listed surface owner. Surface owner phone number can be made available upon request, for privacy reasons it has not been listed above.

Surface Access Bond BLM or Forest Service:

BLM Surface Access Bond number:

USFS Surface access bond number:

Disturbance type: NEW ACCESS ROAD

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:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Operator Name: MARATHON OIL PERMIAN LLC Well Name: CHICKEN FRY FC 24 28 22 WD Well Number: 16H Fee Owner Address: 706 W. Riverside Drive Carlsbad, NM Fee Owner: Rustler Hills Limited Partnership 88220 Phone: Email: Surface use plan certification: YES Surface use plan certification document: Chicken_Fry_Federal_Com_24_28_22_WA_15H__WD_16H__WXY_12H___Land_Surface_Owner_Letter_201804 8.pdf Surface access agreement or bond: Agreement Surface Access Agreement Need description: Marathon Oil has entered into negotiations for a Surface Use, Easement, and Damage Agreement with the above listed surface owner. Surface owner phone number can be made available upon request, for privacy reasons it has not been listed above. **Surface Access Bond BLM or Forest Service: BLM Surface Access Bond number: USFS Surface access bond number:** Disturbance type: EXISTING ACCESS ROAD 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: Other Local Office:**

USFS Ranger District:

USFS Region:

USFS Forest/Grassland:

Operator Name: MARATHON OIL PERMIAN LLC

Well Name: CHICKEN FRY FC 24 28 22 WD Well Number: 16H

Fee Owner: Rustler Hills Limited Partnership

Fee Owner Address: 706 W. Riverside Drive Carlsbad, NM

Phone:

88220 Email:

Surface use plan certification: YES

Surface use plan certification document:

Chicken_Fry_Federal_Com_24_28_22_WA_15H__WD_16H__WXY_12H___Land_Surface_Owner_Letter_201804

2.pdf

Surface access agreement or bond: Agreement

Surface Access Agreement Need description: See attachment.

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: Falls inside medium karst potential. Intermittent creek bed to the northeast corner and intermittent pond 1 mile to the south.

Use a previously conducted onsite? YES

Previous Onsite information: Performed 1/8/18. Marathon Oil Attendees: Nancy Pohl BLM Attendee: Colleen Cepero-Rios

Other SUPO Attachment

Chicken_Fry_Fed_Com_24_28_22_Hydrology_20180423055545.jpg

12_ChickenFryFedCom275_2_Karst_20180419125000.jpg

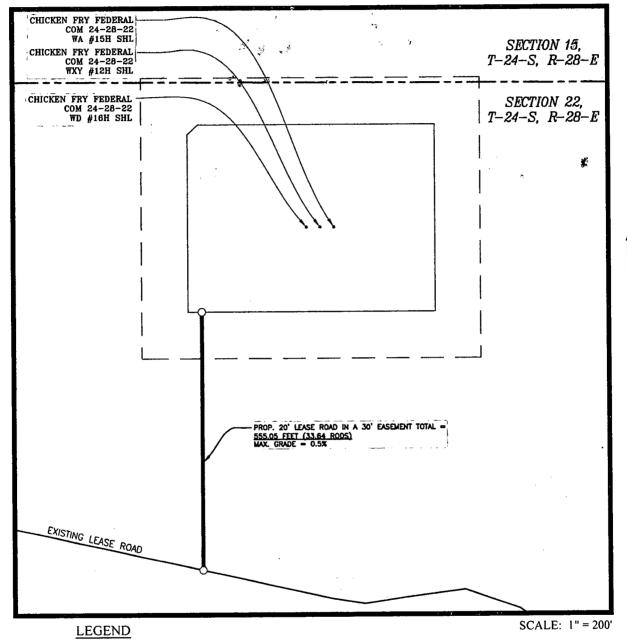
12_ChickenFryFedCom275_2_Surface_Mineral_20180419125003.jpg

NEW OR RECONSTRUCTED ACCESS ROADS

CHICKEN FRY FEDERAL COM 24-28-22

SEC. 22 TWP. 24-S RGE. 28-E SURVEY: N.M.P.M.

COUNTY: EDDY
OPERATOR: MARATHON OIL PERMIAN LLC
U.S.G.S. TOPOGRAPHIC MAP: MALAGA, N.M.



WELLS .

PREPARED BY:
R-SQUARED GLOBAL, LLC
1309 LOUISVILLE AVENUE, MONROE, LA 71201
318-323-6900 OFFICE
JOB No. R3781_007

VICINITY AND EXISTING ROADS MAP

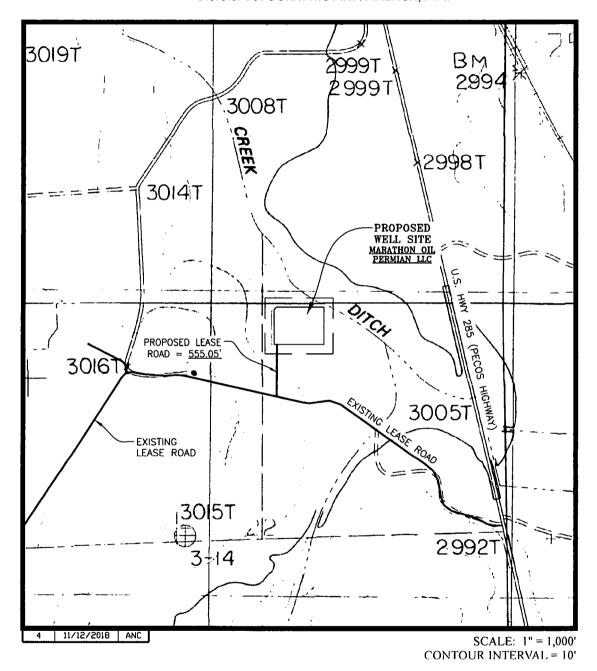
CHICKEN FRY FC 24 28 22

SEC. 22 TWP. 24-S RGE. 28-E

SURVEY: N.M.P.M.

COUNTY: EDDY

OPERATOR: MARATHON OIL PERMIAN LLC U.S.G.S. TOPOGRAPHIC MAP: MALAGA, N.M.





NM-LE-0001.00060 EDDY COUNTY, NM CHICKEN FRY FC 24 28 22 PROPOSED LEASE ROAD EASEMENT MARATHON OIL PERMIAN LLC

SHEET I OF 3

FIELD NOTES DESCRIBING

The centerline of a 30 foot wide proposed lease road easement, being 0.46 acres of land. Said easement being located in Section 22, Township 24 South, Range 25 East, New Mexico Principal Meridian, Eddy County, New Mexico.

Being more particularly described as lying 15 feet on each side of the following described centerline (see Detail "A" on sheet 2 of 2):

BEGINNING at a point from which a Linch pipe with a GLO cap found for the West quarter corner of said Section 22, bears S 52°03'38" W a distance of 3.570.50 feet.

THENCE continue crossing said Section 22 the following course and distance:

S 00°00'00" E a distance of 555.05 feet to the POINT OF TERMINATION from which a 2 inch pipe in a rock mound found for the Southeast corner of said Section 22, bears S 30°54'12" E a distance of 5.032.00

The total length of the proposed easement in said Section 22 shall be 555.05 feet (33.64 rods), and shall contain 0.46 acres of land.

The edges of the permanent casement shall be parallel with the centerline of the easement until reaching the boundaries of the subject tract of land.

All bearings and coordinates refer to NAD 83. New Mexico State Plane Coordinate System. East Zone, U.S. Survey Feet. (All bearings and distances are grid measurements.)

Title information furnished by Marathon Oil Permian LLC.

Reference accompanying Certificate of Survey prepared in conjunction with this legal description for

STATE OF NEW MEXICO COUNTY OF EDDY

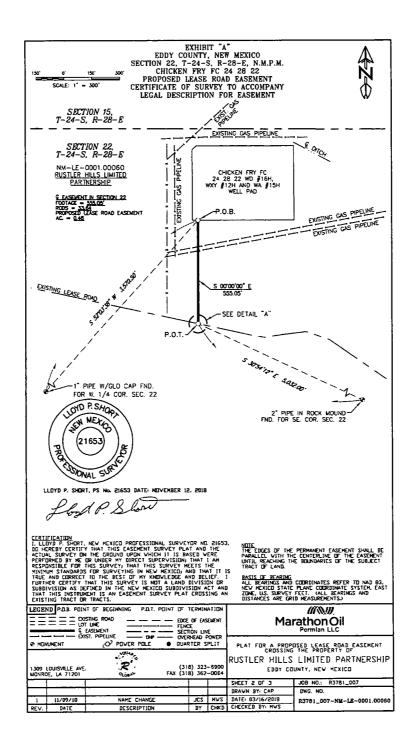
1. Lloyd P. Short. New Mexico Professional Surveyor No. 21653, do hereby certify that this easement survey plat and the actual survey on the ground upon which it is based were performed by me or under my direct supervision: that I am responsible for this survey: that this survey meets the minimum standards for surveying in New Mexico; and that it is true and correct to the best of my knowledge and belief. I further certify that this survey is not a land division or subdivision as defined in the New Mexico Subdivision Act and that this instrument is an easement survey plat crossing an existing tract or tracts.

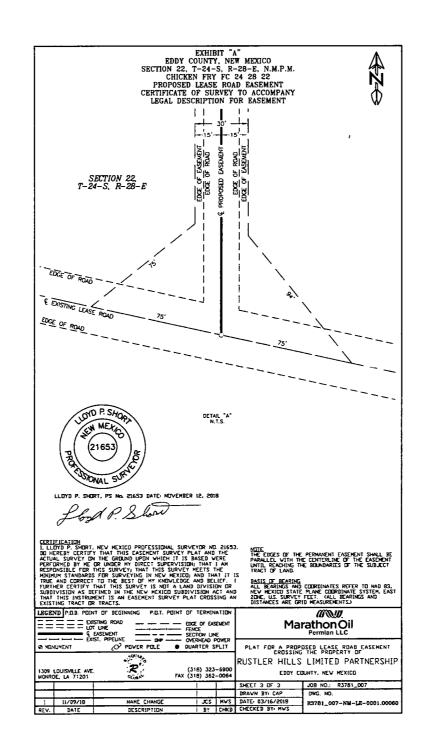
LLDYD P. SHORT, PS No. 21653 DATE: NOVEMBER 12, 2018

flood P. Slow

R-SOUARED GLOBAL, LLC PROJECT NO. R3781 007

Modification in any way of the foregoing description terminates liability of Surveyor.





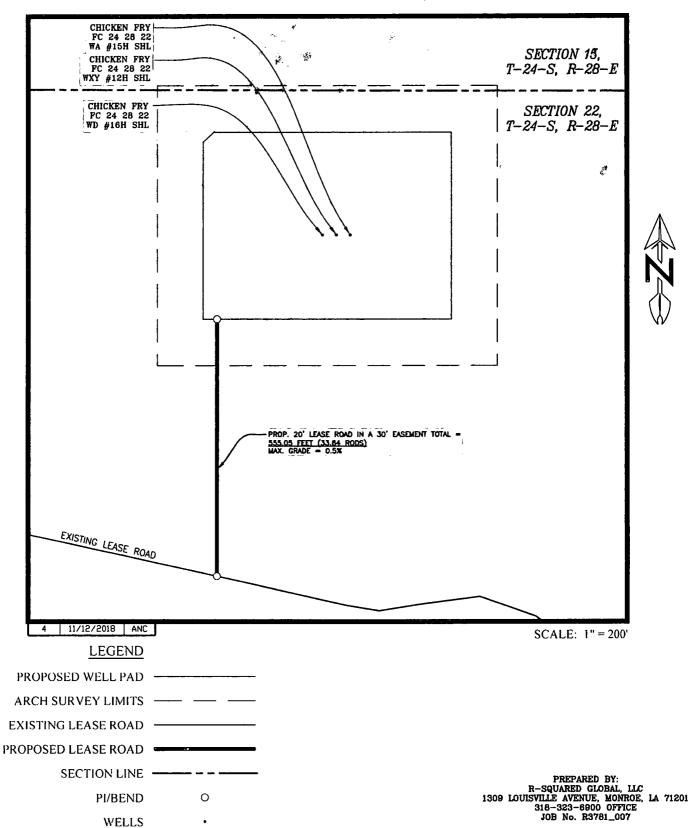
NEW OR RECONSTRUCTED ACCESS ROADS

CHICKEN FRY FC 24 28 22

SEC. 22 TWP. 24-S RGE. 28-E

SURVEY: N.M.P.M. COUNTY: EDDY

OPERATOR: MARATHON OIL PERMIAN LLC U.S.G.S. TOPOGRAPHIC MAP: MALAGA, N.M.



ONE-MILE RADIUS MAP

CHICKEN FRY FC 24 28 22 SEC. 22 TWP. 24-S RGE. 28-E SURVEY: N.M.P.M. COUNTY: EDDY

OPERATOR: MARATHON OIL PERMIAN LLC U.S.G.S. TOPOGRAPHIC MAP: MALAGA, NM.



1 = 3,000

Proposed Well ✡ Gas, Active Pad 33 Gas, Cancelled Arch Survey ₩ Gas, New Limits Gas, Plugged Gas, Abandoned Section Line = Injection, Active CO₂ Active Injection, New CO2 Cancelled CO2, Plugged Injection, Plugged

Salt Water Injection, Cancelled A

Injection, Abandoned

- Oil, Active
- Oil, Cancelled
- Oil, New
- Oil, Plugged
- Oil, Abondoned

Salt Water Injection, Active

Salt Water Injection, New

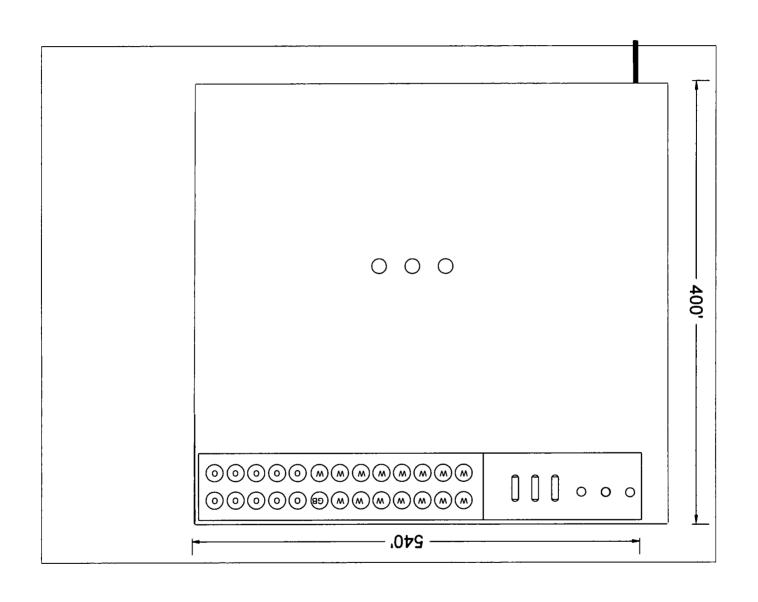
Salt Water Injection, Plugged

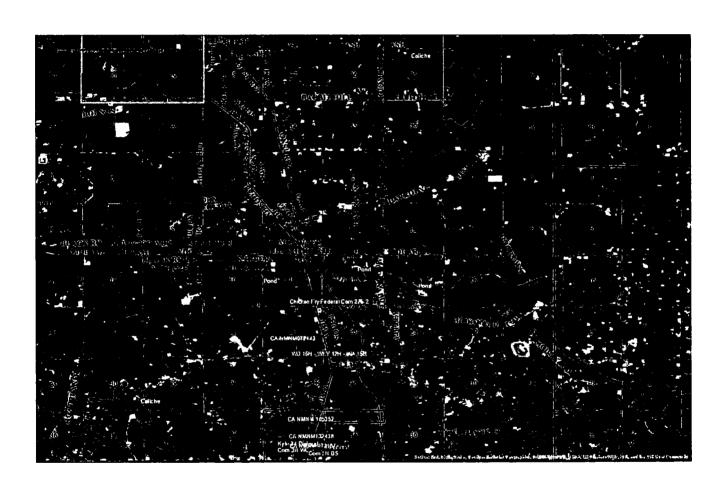
- Water, Active
- Water, Plugged

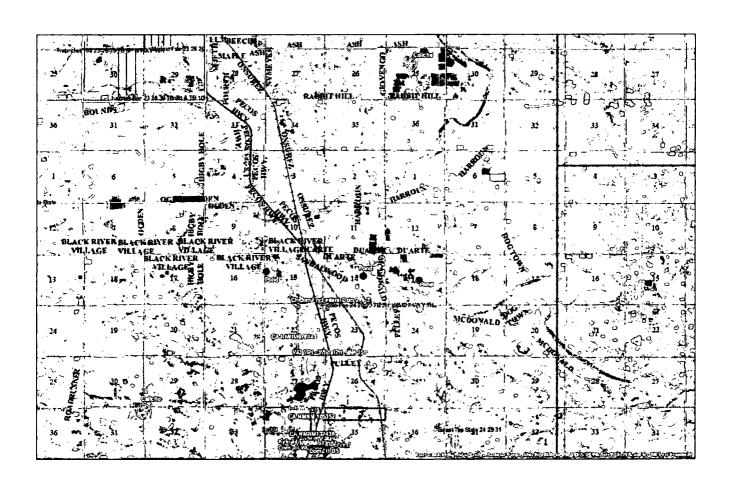


SHEET 2 OF 6 PREPARED BY. RSQUARED GLOBAL, LLC 1309 LOUISVILLE AVENUE, MONROE, LA 71201 318-323-6900 OFFICE JOB No. R3781_007

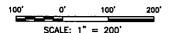








WELL PAD PLAT

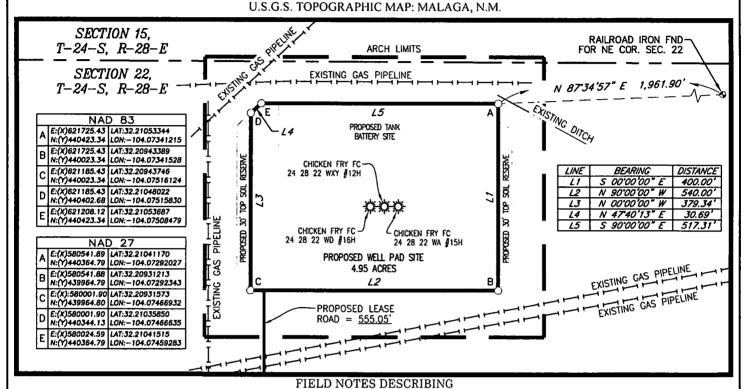


CHICKEN FRY FC 24 28 22 SEC. 22 TWP. 24-S RGE. 28-E

> SURVEY: N.M.P.M. COUNTY: EDDY

OPERATOR: MARATHON OIL PERMIAN LLC





A tract of land being 4.95 acres. Said tract being located in Section 22, Township 24 South. Range 28 East, New Mexico Principal Meridian, Eddy County, New Mexico.

Being more particularly described by metes and bounds as follows:

BEGINNING at a point from which a railroad iron found for the Northeast corner of said Section 22 bears N 87°34'57" E a distance of 1.961.90 feet.

THENCE

S 00°00'00" E a distance of 400.00 feet to the Southeast corner of this tract,

N 90°00'00" W a distance of 540.00 feet to the Southwest corner of this tract.

N 00°00'00" W a distance of 379.34 feet, N 47°40'13" E a distance of 30.69 feet and

S 00°00'00" E a distance of 517.31 feet to the POINT OF BEGINNING.

The total area of the herein described tract contains 4.95 acres of land.

All bearings and coordinates refer to NAD 83, New Mexico State Plane Coordinate System, East Zone, U.S. Survey Feet. (All bearings and distances are grid measurements.)

Title information furnished by Marathon Oil Permian LLC.

Reference accompanying Certificate of Survey prepared in conjunction with this legal description for easement.

STATE OF NEW MEXICO COUNTY OF EDDY

I. Lloyd P. Short, New Mexico Professional Surveyor No. 21653, do hereby certify that this easement survey plat and the actual survey on the ground upon which it is based were performed by me or under my direct supervision: that I am responsible for this survey: that this survey meets the minimum standards for surveying in New Mexico: and that it is true and correct to the best of my knowledge and belief. I further certify that this survey is not a land division or subdivision as defined in the New Mexico Subdivision Act and that this instrument is an easement survey plat crossing an existing tract or tracts.



LLOYD P. SHORT, PS No. 21653 DATE: NOVEMBER 13, 2018

Lloyd P.S

PLAT FOR A SURFACE SITE ON THE PROPERTY OF RUSTLER HILLS LIMITED PARTNERSHIP EDDY COUNTY, NEW MEXICO

BASIS OF BEARING
ALL BEARINGS AND COURDINATES
REFER TO NAD 83, NEW MEXICO
STATE PLANE COURDINATE
SYSTEM, EAST ZONE, U.S. SURVEY
FEET. (ALL BEARINGS AND
DISTANCES ARE GRID
MEASUREMENTS.)

GEND P.D.B. POINT OF BEGINNING	R3781_007
— — — EXISTING ROAD	
PROPOSED ROAD X X	
SURFACE SITE EDGE	SALT WATER
SWD	DISCHICAL
MUNUMENT ● QUARTER SPLIT w	WATER LINE

4	11/12/2018	>	ELL NAME	CHANGE		JCS	MWS
REV.	DATE		DESCRIPT	TION		BY	CHKD
	ET 3 OF 6	-	50U4A				E AVE.
DRA	WN BY: JC	2	1 "mo"				71201
DAT	E 03/14/2	018					-6900
CHE	CKED BY N	IV C	CLOBY	FAX (3	(010	202-	-0064

CHECKED BY: MWS

CLOBA

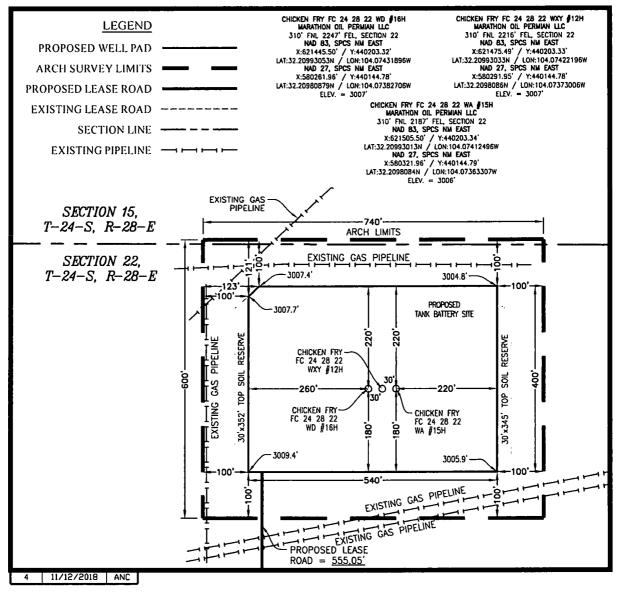
WELL LOCATION PLAT

CHICKEN FRY FC 24 28 22

SEC. 22 TWP. 24-S RGE. 28-E

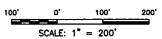
SURVEY: N.M.P.M. COUNTY: EDDY

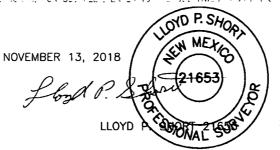
OPERATOR: MARATHON OIL PERMIAN LLC U.S.G.S. TOPOGRAPHIC MAP: MALAGA, N.M.



DIRECTIONS TO LOCATION:

FROM THE MARKHON OFFICE AT 411 TUNKLE, CARLSBAD, MY, HEAD SOUTH ON TIDWELL RO TOWARD US HWY 285 N FOR 0.2 MLES. TURN LEFT CYTO US HWY 285 S, HEADING SOUTH, FOR 13.8 MLES TO A CATCHE ROAD, TURN RIGHT ONTO CALCCHE ROAD, FEADING WEST, FOR OR THEN TO THE MIGHTORY. FASH PLANTING OF THE REPORT ON TO SAID HIGH SOUTH AS WARD TO THE FROM SOUTH AS A SAID HALF OF SAID HALF OF SAID WILL COST ON FALL





PREPARED BY:
R-SQUARED GLOBAL, LLC
1309 LOUISVILLE AVENUE, MONROE, LA 71201
318-323-6900 OFFICE
JOB No. R3781_007

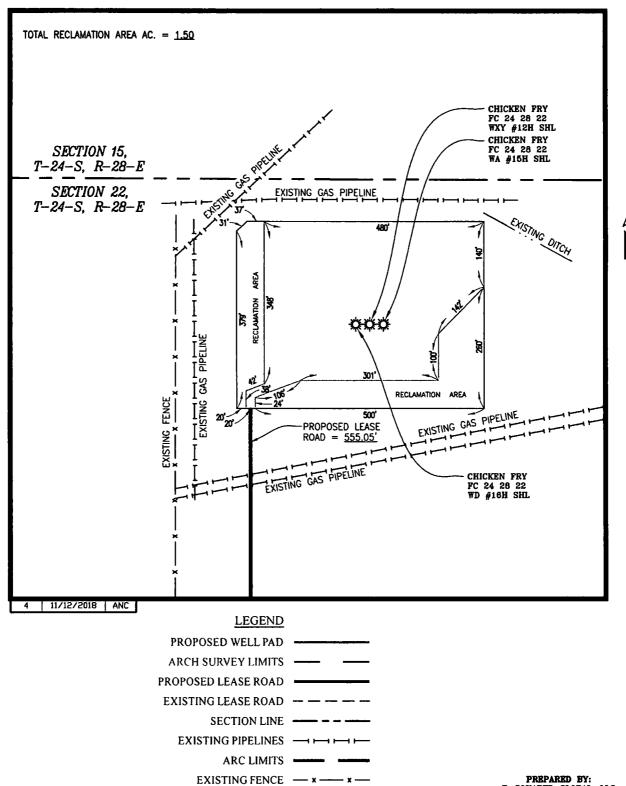


INTERIM RECLAMATION (IR) PLAT

CHICKEN FRY FC 24 28 22 SEC. 22 TWP. 24-S RGE. 28-E SURVEY: N.M.P.M.

COUNTY: EDDY

OPERATOR: MARATHON OIL PERMIAN LLC U.S.G.S. TOPOGRAPHIC MAP: MALAGA, N.M.



DITCH ----

200'

SCALE: 1" = 200"

R-SQUARED GLOBAL, LLC 1309 LOUISVILLE AVENUE, MONROE, LA 71201 318-323-6900 OFFICE JOB No. R3781_007

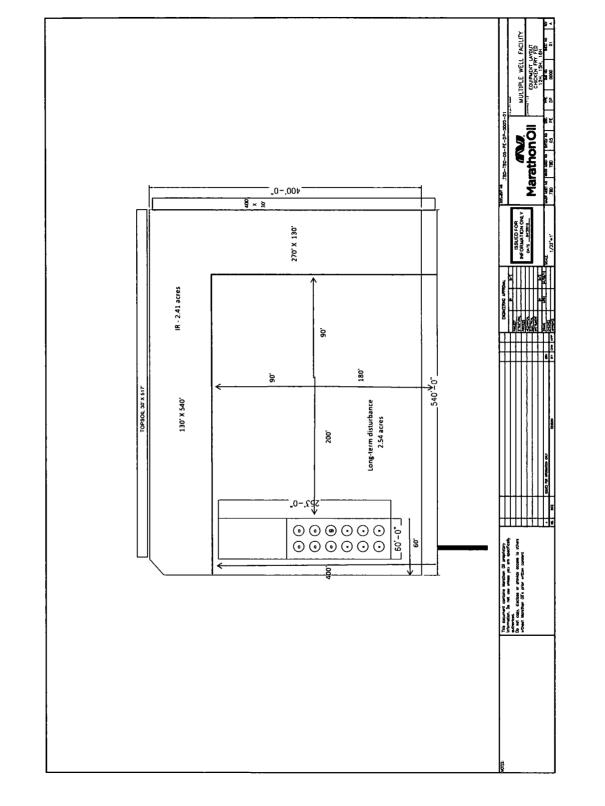


Exhibit A-1

Navitas Midstream, LLC NM-133018 Navitas Pipeline October 9, 2015

Seed Mixture for LPC/HEA 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 will be tested and the viability testing of seed shall be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed shall be either certified or registered seed. The seed container shall be tagged in accordance with State law(s) and available for inspection by the Authorized Officer.

The disturbed area associated with pipeline construction will be disked in order to loosen the soil. Seed application will be performed by dispersing seed through a hydroseeder with the appropriate amount of hydromulch to assist in an even rate of application. After application, a chain harrow will be implemented to cover the seed with soil to ensure the seed is had the proper depth (approximate ½ inch). 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>Species</u>	lb/acre
Plains Bristlegrass	5lbs/A
Sand Bluestem	5lbs/A
Little Bluestem	5lbs/A
Big Bluestem	5lbs/A
Plains Coreopsis	5lbs/A
Sand Dropseed	1lbs/A
Ragweed	4lbs/A
Dove weed	3lbs/A
Pig weed	2lbs/A
Black oil sunflower	3lbs/A

^{*}Pounds of pure live seed:

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

Well Number and Locations: Halberd Federal 24-35-18 WXY 3H, FB 12H, TB 6H, WA 5H & WXY 10H Well Pad; Section 18, T24S, R35E, Lea County, New Mexico.

I hereby certify to the Authorized Officer of the Bureau of Land Management that Operator has entered into Surface Use Agreements with the following surface owners.

Madison M. Hinkle P. O. Box 2292 Roswell, NM 88202-2292

G. P. Crossley
P. O. Box 2464
Roswell, NM 88202-2464

George M. O'Brien
P. O. Box 1743
Midland, Texas 79702-1743

Rolla R. Hinkle III P. O. Box 2292 Roswell, NM 88202-2292

Branex Resources, Inc. P. O. Box 2990 Ruidoso, NM 88355-2990

EMG Oil Properties, Inc. 1000 W. Fourth Street Roswell, NM 88201

Nuevo Seis Limited Partnership P. O. Box 2588 Roswell, NM 88202-2588

Richardson Mineral and Royalty, LLC P. O. Box 2423 Roswell, NM 88202-2423

Signed this 7th day of March, 2018.

Well Number and Locations: Halberd Federal 24-35-18 WXY 3H, FB 12H, TB 6H, WA 5H & WXY 10H Well Pad; Section 18, T24S, R35E, Lea County, New Mexico.

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Nuevo Seis Limited Partnership P. O. Box 2588 Roswell, NM 88202-2588

Richardson Mineral and Royalty, LLC P. O. Box 2423
Roswell, NM 88202-2423

Signed this 7th day of March, 2018.

Well Number and Locations: Halberd Federal 24-35-18 WXY 3H, FB 12H, TB 6H, WA 5H & WXY 10H Well Pad; Section 18, T24S, R35E, Lea County, New Mexico.

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Nuevo Seis Limited Partnership P. O. Box 2588 Roswell, NM 88202-2588

Richardson Mineral and Royalty, LLC P. O. Box 2423 Roswell, NM 88202-2423

Signed this 7th day of March, 2018.

Well Number and Locations: Halberd Federal 24-35-18 WXY 3H, FB 12H, TB 6H, WA 5H & WXY 10H Road; Section 13, T24S, R35E, Lea County, New Mexico.

I hereby certify to the Authorized Officer of the Bureau of Land Management that Operator has entered into Surface Use Agreements with the following surface owners.

Pitchfork Cattle Company, LLC 125 Bellavia Circle Dr. Ruidoso, NM 88355 545-631-4444

Signed this 7th day of March, 2018.

Halberd Federal Wells Section 18, T24S-R35E Surface Owner List of Addresses

Madison M. Hinkle P. O. Box 2292 Roswell, NM 88202-2292

G. P. Crossley
P. O. Box 2464
Roswell, NM 88202-2464

George M. O'Brien
P. O. Box 1743
Midland, Texas 79702-1743

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Nuevo Seis Limited Partnership P. O. Box 2588 Roswell, NM 88202-2588

Richardson Mineral and Royalty, LLC P. O. Box 2423 Roswell, NM 88202-2423

ONSITE Review Checklist

Oil & Gas Operator	Onsite Inspection - Environmental								
Lease # NMNM Number Halberd Federal 24 35 18 API # API # Twn: 24 35 3 34 County: Lea State: NM Formation(s): Total Depth: NM Formation(s): Sec: 18 Qtr: NM Foot Lat/Long Formation(s): REPRESENTATIVES PRESENT Company: Nancy Poh! Collece Contractor: Harvey Waller BLM: Colleen Other: Collece Surface Owners Madison Hinkle, et al Owner: BLM Phone: Pitchfork Cattle Compan Address: Depth: Access Road Cother Surface Owners Involved in Access Page of Madress: Access: Road No Name: Pitchfork Cattle Compan Existing Access: No No Miles: Pitchfork Cattle Compan Existing Access: No No Miles: Pitchfork Cattle Compan Existing Access: No No Name: Pitchfork Cattle Compan Existing Access: No No Miles: Pitchfork Cattle Compan Existing Access: No No Name: Pitchfork Cattle Compan Existing Access: No No Name: Pitchfork Cattle Compan Existing Access: No No Name: Pitchfork Cattle Compan Existing Access: Name: No Name: Pitchfork Cattle Compan Culverts: Number: Name:	Oil & Gas Operator: Marathon Oil Permian LL			Permian LLC	Field:				
Sec: 18 Qtr ENW Foot ENW Foot LavILong Formation(s):		NMNM			Halberd Fede	eral 24 35 18	API#		
Sec: 18 Qtr: State: NM Formation(s):	Twn:	24	35	34	County:	Lea	Takal Davids	· · · · · · · · · · · · · · · · · · ·	
Nancy Pohl College	Sec:	18	Qtr:		State:	NM	Total Depth:		
Nancy Pohl Contractor: Harvey Waller	N/S Foot				,		Formation(s):		
BLM:			<u></u>	REPRESENTATIV	ES PRESENT				
Surface Owner: Madison Hinkle, et all						Harvey Waller			
Owner: Madison Hinkle, et al		Colleen			Other:				
Address: Other Surface Owners Involved in Access		Madison H	linkle, et al	□ PRESENTC □	NOT PRESENT		☑ YES	□ NO	
Other Surface Owners Involved in Access	Name:		BLM		Phone:				
Existing Access: No	Address:			-					
Existing Access: No Miles:	Other Surface	e Owners Invo	lved in Access	☑ YES □ N	10	Name:	Pitchfork Ca	ttle Company	
Existing Access: No Milles: Lease; ~9800' off lease ☑ RETAIN FOR LAND OWNER ☐ ABANDON Width (FT.) Grade (%Max) Grade (%Max) Culverts: Number: 0 Size: Location: Location: Cuts and Fills: Max Cut: Max Fill:				ACCESS	ROAD				
Culverts: Number: 0 Size: Location: Cuts and Fills: Max Cut: Max Fill: Surfacing: Type: Caliche Depth: 6" Source: Madera Low Water Crossing-Number/Location	_	No	Miles:			Yes	Miles:	lease; ~9800' off	
Cuts and Fills: Max Cut: Max Fill: Max Fill: Madera Surfacing: Type: Caliche Depth: 6" Source: Madera Low Water Crossing-Number/Location Q RETAIN ABANDON Water Bars-Number/Location Q RETAIN ABANDON Cattleguards-Number/Location Q RETAIN ABANDON WELL SITE Cuts Depth: Slope: Top Soil Removal: Removal: Inches: 4" - 6" Max: Inches: 4" - 6" West side of pad Yes No Fence Crossing Location YES	☑ RETAIN FOR	R LAND OWNER	☐ ABA	NDON	Width (FT.)				
Surfacing: Type: Caliche Depth: 6" Source: Madera Low Water Crossing-Number/Location Q RETAIN ABANDON Water Bars-Number/Location Q RETAIN ABANDON Gates-Number/Location Q RETAIN ABANDON Cattleguards-Number/Location Q RETAIN ABANDON Well SITE Cuts Depth: Slope: Top Soil Removal: Inches: 4" - 6" Max: Inches: 4" - 6" 4" - 6" Topsoil Stockpile Location West side of pad Pad Size NO Fence Crossing Location YES	Culverts:	Number:	0	Size:	•	Location:			
Low Water Crossing-Number/Location	Cuts and Fills):	Max Cut:		Max Fill:				
Water Bars-Number/Location Q □ RETAIN □ ABANDON Cattleguards-Number/Location Q □ RETAIN □ ABANDON WELL SITE Cuts Depth: Slope: Top Soil Removal: Inches: 4" - 6" Topsoil Stockpile Location West side of pad 4" - 6" Pad Size Fence Crossing Location YES NO Location/Spacing 30' Fence Crossing Location □ YES □ NO Available Area for Frac. Equipment Reserve Pit Lined	Surfacing:	Type:	Caliche	Depth:	6"	Source:	Madera		
Gates-Number/Location 0 □ RETAIN □ ABANDON WELL SITE Cuts Depth: Slope: Top Soil Removal: Max: Inches: 4" - 6" Topsoil Stockpile Location West side of pad Pad Size 570' x 400' Water Bars Needed □ YES □ NO □ YES □ NO Fence Crossing Location □ YES Available Area for Frac. Equipment Reserve Pit Lined	Low Water C	rossing-Numb	er/Location	Q		☐ RETAIN		ABANDON	
Cattleguards-Number/Location 0 RETAIN ABANDON WELL SITE Cuts Depth: Max: Slope: Slope: Top Soil Removal: Inches: 4"-6" Topsoil Stockpile Location West side of pad Pad Size 570' x 400' Water Bars Needed Fence Crossing Location YES NO Location/Spacing 30' Reserve Pit Lined	Water Bars-N	lumber/Location	on	Q		☐ RETAIN	□ ABANDON		
WELL SITE Cuts Depth: Max: Slope: Slope: Top Soil Removal: Inches: 4" - 6" Topsoil Stockpile Location West side of pad Pad Size 570' x 400' Water Bars Needed Fence Crossing Location Pence Crossing Pence Crossing Location Pence Crossing Pence Cro	Gates-Numbe	er/Location		0		☐ RETAIN		ABANDON	
Cuts Depth: Max: Slope: Top Soil Removal: Inches: 4" - 6" Topsoil Stockpile Location West side of pad Pad Size 570' x 400' Water Bars Needed YES NO Fence Crossing Location Pence Crossing Location Location/Spacing 30' Available Area for Frac. Equipment Reserve Pit Lined	Cattleguards-	Number/Locat	tion	Q		☐ RETAIN		ABANDON	
Max: Topsoil Stockpile Location Pad Size West side of pad 570' x 400' Water Bars Needed YES NO Location/Spacing Available Area for Frac. Equipment Slope: Removal: Inches: 4" - 6" Fence Crossing Location Reserve Pit Lined	WELL SITE								
Topsoil Stockpile Location Pad Size 570' x 400' Water Bars Needed YES NO Location/Spacing Available Area for Frac. Equipment West side of pad Frace Crossing Location Reserve Pit Lined	Cuts	·		Slope:		Removal:			
Pad Size 570' x 400' Water Bars Needed ☐ YES ☑ NO Fence Crossing Location Location/Spacing 30' Available Area for Frac. Equipment Reserve Pit Lined	- ".O			<u>[</u>	L		4" - 6"		
Water Bars Needed YES NO Fence Crossing Location Location/Spacing 30' Available Area for Frac. Equipment Reserve Pit Lined	· · · · · · · · · · · · · · · · · · ·								
☐ YES ☐ NO Fence Crossing Location ☐ YES ☐ NO Location/Spacing 30' Available Area for Frac. Equipment Reserve Pit Lined									
Location/Spacing 30' Available Area for Frac. Equipment Reserve Pit Lined									
Available Area for Frac. Equipment Reserve Pit Lined				<u></u>	Fence Crossing Location			LI NO	
· · · · · · · · · · · · · · · · · · ·									

ONSITE Review Checklist

Production Facilities	Flowlines	Length:		Power Lines		Length:	
☑ YES □ NO		NO Depth:		☑ YES □	NO	#Poles:	
Special Requirements/TOPO Features:							
		RESOU					
T&E Clearance Needed? ☐ YES ☐ NO	Archeological	I Inventory Needed	Mitigation	Present Use: ② Oil Field De		-	Cropland Other
Floodplains/Wetlands □ Y	ES 🖸 NO	Water Source	İ				
Streams/Ponds	2 NO	Authorization Water Source	☐ YES ☑ NO	Location:			
			Nearest Draina				
Nearest Residence:			Ephemeral 🗆 ՝		Perer	nnial 🖸 Y	ES 🗆 NO
Soil Type/Ecological Site -			Sandy	1			
Erosion Concerns -		Need to be	rm pad to preve	ent on-flow or	off-flo	w	
Native Vegetation Present -		S	andy soil veget	ation types			
Invasive Species Present -							
Wildlife Present - Outside LPC habitat							
ALTERNATIVES CONSIDERED							
		MITIGATION	V/BMP(s)				
RECLAMATION							
Seed Mix			IRPad Size See plat				
Species Broadcast Rate (lbs/acre)			Interim Reclam	ation Require	ements	S	
BLM #2	8#	#/acre					
Reclamation Plan Discussed	☑ YES I	□ NO	Other/Special (Conditions			

Well Number and Locations: Chicken Fry Federal Com 24 28 22 WD 16H, Chicken Fry Federal Com 24 28 22 WXY 12H, Chicken Fry Federal Com 24 28 22 WA 15H

I hereby certify to the Authorized Officer of the Bureau of Land Management that Operator has entered into negotiations for a Surface Use, Easement, and Damage Agreement with the following surface owners. The Operator and surface owner are finalizing this agreement as of this date.

Rustler Hills Limited Partnership 706 W. Riverside Drive Carlsbad, NM 88220

Signed this 23rd day of April, 2018.

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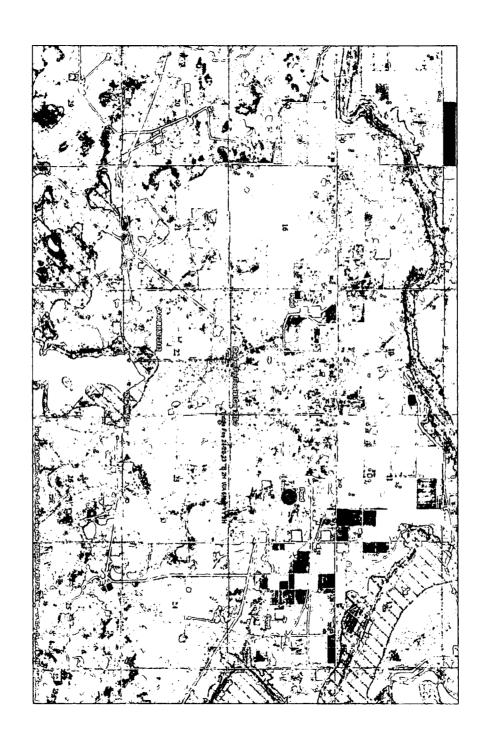
Signed this 23rd day of April, 2018.

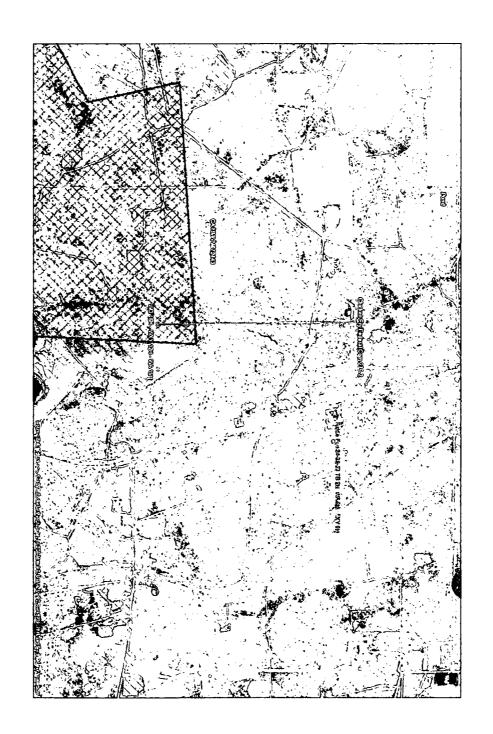
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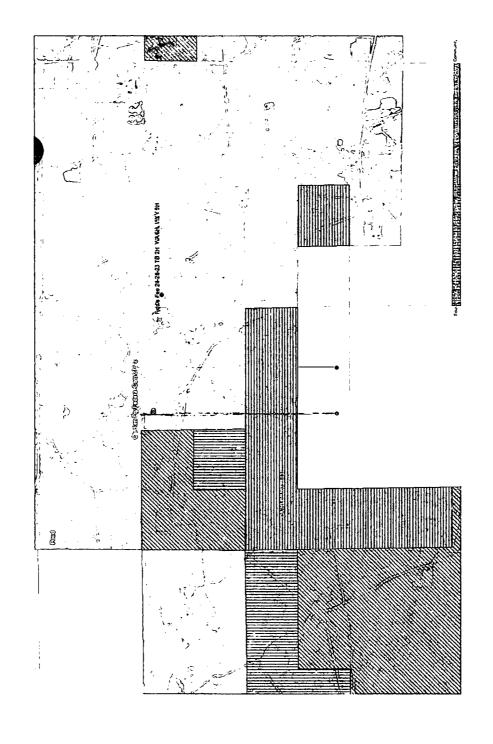
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Section 1 - General

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

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO

PWD surface owner: PWD disturbance (acres):

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Produced Water Disposal (PWD) Location:

Lined pit specifications:

Pit liner description:

Pit liner manufacturers information:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Lined pit precipitated solids disposal schedule:

Lined pit precipitated solids disposal schedule attachment:

Lined pit reclamation description:

Lined pit reclamation attachment:

Leak detection system description:

Leak detection system attachment:

Lined pit Monitor description:

Lined pit Monitor attachment:

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

Is the reclamation bond a rider under the BLM bond?

Lined pit bond number:

Lined pit bond amount:

Additional bond information attachment:

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 Dissorthat of the existing water to be protected?	olved 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 (bbl/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 Info Data Report

Bond Information

Federal/Indian APD: FED

BLM Bond number: NMB001555

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: