C C C SN/E						
Form 3160'5	UNITED STATES			FORM APPROVED		
(August 2007)					1004-0137	
SEP 25 2013 BUREAU OF LAND MANAGEMENT			Expires: Ju 5. Lease Serial No.	ıly 31, 2010		
- Link Off	ire)78566-A
Farmington Field Off		ORTS O	N WELLS		6. If Indian, Allottee or Tribe Na	
	I <u>DRY</u> NOTICES AND REPO e this form for proposals t					
abandoned	well. Use Form 3160-3 (A	PD) for	such propos	sals.		
	JBMIT IN TRIPLICATE - Other ins	tructions c	n page 2.		7. If Unit of CA/Agreement, Na	me and/or No.
1. Type of Well					9 Mall Name and Ma	
Oil Well	X Gas Well Other				8. Well Name and No.	rance 1M
2. Name of Operator					9. API Well No.	
	ton Resources Oil & Gas					15-33384
3a. Address PO Box 4289, Farming	ton NM 87499		No. (include area (505) 326-970		10. Field and Pool or Explorator Blanco	ny Area AV / Basin DK
4. Location of Well (Footage, Sec., T.,					11. Country or Parish, State	
· •	E), 45' FNL & 235' FEL, Se	c. 26, T2	28N, R8W		San Juan ,	New Mexico
12. CHECK 1	THE APPROPRIATE BOX(ES)	TO INDI	CATE NATURI	E OF NO	TICE, REPORT OR OTHE	R DATA
TYPE OF SUBMISSION			TYPE	OF AC	TION	
X Notice of Intent	Acidize	Deep	en	F P	roduction (Start/Resume)	Water Shut-Off
	Alter Casing	Fract	ure Treat	F	Reclamation	Well Integrity
Subsequent Report	Casing Repair		Construction		Recomplete	X Other TBG Repair
	Change Plans		and Abandon		emporarily Abandon	······
Final Abandonment Nötice 13. Describe Proposed or Completed O	Convert to Injection	Plug			Vater Disposal	acts duration thereaf
Attach the bond under which the v following completion of the invol- Testing has been completed. Fina determined that the site is ready for	onally or recomplete horizontally, give work will be performed or provide the ved operations. If the operation results I Abandonment Notices must be filed or final inspection.) Oil & Gas Company LP re	Bond No. c s in a multij only after a	on file with BLM/E ole completion or r 11 requirements, inc	BIA. Requi ecompletio cluding rec	red subsequent reports must be fi n in a new interval, a Form 3160 lamation, have been completed a	led within 30 days 4 must be filed once nd the operator has
	as shown 20 ppm of H2S					t wen per the attached
					PC.	VD SEP 30 '13
					-	IL CONS. DIV.
					·····	DIST. 3
						21JI.J
14. I hereby certify that the foregoing	is true and correct. Name (Printed/Ty)	ped)			Ctoff Donulatory Too	
	Kenny Davis		Title		Staff Regulatory Tec	nnician
	<u></u>					
			Data		9/25/2013	
Signature			Date			
	THIS SPACE FO		RAL OR STA	ATE OFI		
Approved by V	jinal Signed: Stephen Masc	n		Title		SEP 2 5 2013
Conditions of approval, if any, are atta-	ched. Approval of this notice does not	warrant or		Title		Date
that the applicant holds legal or equital entitle the applicant to conduct operation	ble title to those rights in the subject le		-	Office		
Title 18 U.S.C. Section 1001 and Title		me for anv	person knowingly:	and willfull	y to make to any department or a	gency of the United States any
false, fictitious or fraudulent statement		-	-	}()	,, aspannon or a	
(Instruction on page 2)			NMMU	JU W	· · · · · · · · · · · · · · · · · · ·	· · · · · · · · · · · · · · · · · · ·

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ConocoPhillips FLORANCE 1M

Expense - Repair Tubing

	Lat 36° 38' 22.524''	N Long	y 107° 38' 29.58'' W	
Prepared by:	Jessie Dutko			Date: September 4, 2013
Twinned Location:	No	Currently Surfa	ce Commingled:	Yes
Scope of Work: TOOH with tubing, replace any bad joints, clean out fill as necessary, and return the well to normal plunger litt operations.				
Est. Rig Days: Est. Uplift:	5 37 MCFD & 1.15 BOPD	Area: Formation:	23 MV, DK	Route: 357
WELL DATA API: 3004533384 Spud Date: 12/10/2006 LOCATION: 45 FNL & 235 FEL, Spot A, Section 26 -T 028N - R 008W				
Artificial lift on well	(type): Plunger Lift	Est. Reservoir I	Pressure (psia):	2800 psia (DK)
Well Failure Date:	Mid-2009	MASP (psia):		600 psia
<u>H2S:</u>	20 ppm ALWAYS VERIFY Well has cont. treatment on csg	g for H2S.	<u>Well Class:</u> 1 Refer to Well C	Well Category: 1 ontrol Manual for required barriers.

Special Requirements:

Before RU, run slickline to pull downhole equipment. If obstruction is found, set a locking 3-slip stop above fish. Several joints of 2-3/8" tubing for replacements and air package.

Contacts	Name	Office #	Cell #
Well Intervention Engineer	Jessie Dutko	599-3422	716-6056
WI Backup Engineer	Brett Gremaux	326-9588	215-7086
PE Production Engineer	Kaylie Plunkett	599-4098	215-7088
MSO	Jennifer Birdsley		947-8429
Lead	Greg Dunn	324-5177	320-2520
Area Foreman	Garry Nelson	324-5133	320-2565

Well History/Justification

This well was drilled in 2006 and completed in 2007 as a commingled Mesa Verde and Dakota producer. There have been no remedials performed on this well to date.

The well was placed on casing flow sometime during mid-2009 due to an obstruction in the tubing which was confirmed by wireline. A 2012 wireline report also indicated sand on top of the obstruction, and the well cannot currently flow up the tubing.

Recommendation

The well is currently producing 126 MCFD; however, it is capable of producing 163 MCFD & 1.15 BOPD. Therefore, in order to return the well to its optimal production, it is recommended to TOOH with tubing, replace any bad joints, clean out fill as necessary, and return the well to normal plunger lift operations.

Wells

Date: 9-23-13

Nass Superintendent

r Ingineering Supervisor

Date:

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Date: 9/20

ConocoPhillips FLORANCE 1M Expense - Repair Tubing

Lat 36° 38' 22.524" N

Long 107° 38' 29.58" W

PROCEDURE

1. Hold pre-job safety meeting. Comply with all NMOCD, BLM, and COPC safety and environmental regulations. Test rig anchors prior to moving in rig.

2. MIRU work over rig. Check casing, tubing, and bradenhead pressures and record them in Wellview. If there is pressure on the BH, contact Wells Engineer.

3. Remove existing piping on casing valve. RU blow lines from casing valves and begin blowing down casing pressure. Kill well with 2% KCI as necessary. Ensure well is dead or on vacuum.

4. ND wellhead and NU BOPE. Pressure and function test BOP to 250 psi low and 1000 psi over SICP high to a maximum of 2000 psi held and charted for 10 minutes as per COP Well Control Manual. PU and remove tubing hanger and tag for fill, adding additional joints as needed. Record pressure test and fill depth in Wellview.

5. RU Tuboscope Unit to inspect tubing. TOOH with tubing (per pertinent data sheet). LD and replace any bad joints and record findings in Wellview. Make note of corrosion, scale, or paraffin and save a sample to give to the engineer for further analysis.

6. If fill is tagged, PU 3-7/8" string mill and bit and CO to PBTD @ 6925' using the air package. TOOH. LD mill and bit. If fill could not be CO to PBTD, call Wells Engineer to inform how much fill was left and confirm/adjust landing depth.

7. TIH with tubing using Tubing Drift Procedure (detail below).

			Tubing and BHA Description		
Tubing WI/Grade:	4.7# J-55		1	2-3/8" Expendable Check	
Tubing Drift ID:	1.901"		1	2-3/8" (1.78" ID) F-Nipple	
			1	2-3/8" Tubing Joint	
Land Tubing At:	6886	ftKB	1	2-3/8" Pup Joint (2' or 4')	
KB:	16	ft	~217	2-3/8" Tubing Joints	
			XX	2-3/8" Pup Joints as needed	
			1	2-3/8" Tubing Joint	

8. Ensure barriers are holding. ND BOPE, NU Wellhead. Pressure test tubing slowly with an air package as follows: pump 3 bbls pad, drop steel ball, pressure tubing up to 500 psi, and bypass air. Monitor pressure for 15 mins., then complete the operation by pumping off the expendable check. Note in Wellview the pressure in which the check pumped off. Purge air as necessary. Notify the MSO that the well is ready to be turned over to Production Operations. RDMO.

Tubing Drift Check

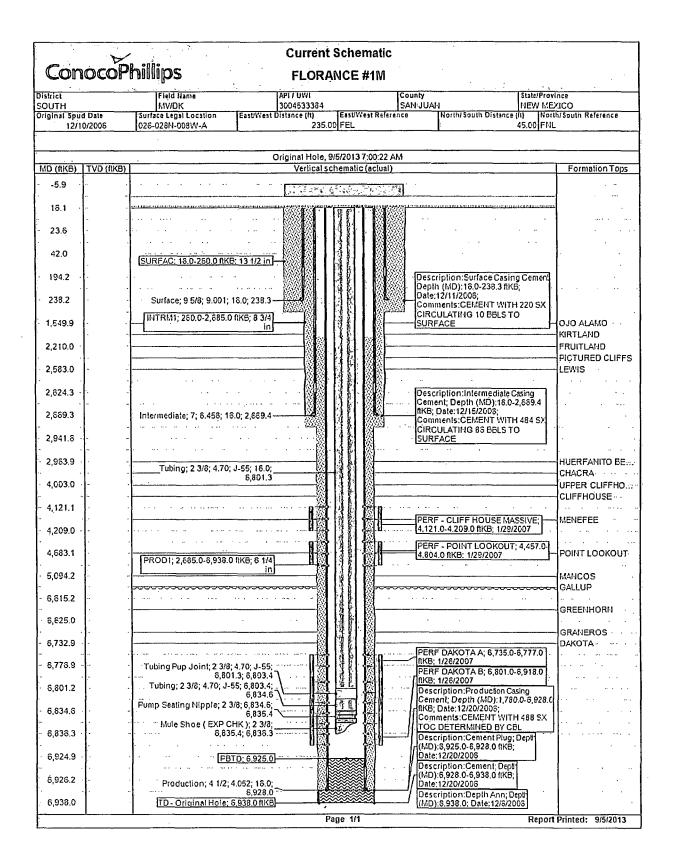
PROCEDURE

1. Set flow control in tubing. With air, on location, use expendable check. With no air on location, use wire line plug.

2. RU drift tool to a minimum 70' line. Drift tool will have an OD of at least the API drift specification of 1.901" for the 2 3/8",4,7# tubing, and will be at least 15" long. The tool will not weigh more than 10# and will have an ID bore the length of the tool, so fluids may be pumped through the tool if it becomes stuck.

3. Drop the tool into the tubing string and retrieve it after every 2 joints of tubing ran in hole. If any resistance to the tool movement is noticed, going in or out, that joint will be replaced.

NOTE: All equipment must be kept clean and free of debris. The drift tool should be measured with calipers before each job, to ensure the OD is the correct size for the tubing being checked. The maximum allowable wear of the tool is .003".



API: 300453338400		,Date 2/2/	2012
Well Name		Wireline Comp	any L&R Sysbbing
FLORANCE#1M		Wirelins Opera	ator Myson Tolth
Tubing Size	2-3/8"	Formation	DK A731248 MV A731245
Slickline Total Depth	8780 feet		
Measured from	føet above GL	Spud Date:	1:00:00 AM
Fluid Level	8250 feet	PBID	
Casing psi	170	Foreman	Garry Nelson
Tubing psi	110	VCO	
Seating Nipple Depth	feet	MSO RUN	Jennifer Birdstey 357
Reason for Running Retrieve Equipment	Wireline	Invoice #:	
Well Head Info		County:	NAULINA
		Ordered By:	FREDDY FROCTOR
		Engineer:	
		Natwork Numl	herfs)
Report		Leose IIIs) (G	OPEX)
RUN 2 JDC TO 6760 N	NG TO 8760 RUN 1.750 IMPI O FISH RUN 1.750 FLUID S. WWN BAILER TO 8760 GET (AMFLE BAILER TO	
	•		

ConocoPhillips Wireline Report

Tuesday, August 27, 2013

ConocoPhillips Remedial Rig H₂S Contingency Plan

Florance 1M 45 FNL & 235 FEL, Spot A, Section 26 -T 028N - R 008W Lat 36° 38' 22.524" N Long 107° 38' 29.58" W

Prepared by Area Engineer Rig Supervisor COPC Rig Superintendent COPC Expense Rig Manager Jessie Dutko Kaylie Plunkett Demesio Gomez Kelly Kolb Mark Chambers

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Introduction

ConocoPhillips is planning a Pull tubing, replace bad joints, clean out fill, and run tubing. of the Florance 1M.

Data from the BLM indicates that hydrogen sulfide (H_2S) may be present in the gas formation. Hydrogen sulfide (H_2S) is a flammable and highly toxic gas, which in relatively small concentrations, can have adverse effects on people and equipment (refer to the section - Effects of H_2S).

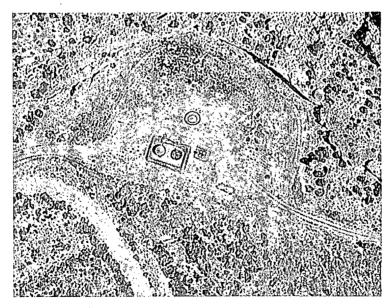
Precautionary measures concerning H₂S in this plan have been formulated based on the following assumptions:

ConocoPhillips is expecting the possibility of H2S from this location, although gas samples previously analyzed or taken from this well location indicate a concentration of less than 100ppm, levels of >100 ppm can be expected from this particular well based on BLM recommendation for this well site. This contingency plan will be provided should H2S levels arise during workover operations.

Based on Radius of Exposure (ROE) equations provided in the Department of Interior, Bureau of Land Management, Part II, 43 CFR Part 3160, Onshore Order No. 6, Hydrogen Sulfide Operations, the 100 ppm H2S ROE for a hypothetical well is 2.5 feet and the 500 ppm H2S ROE is 1.1 feet. These ROE are based upon 20 ppm H2S gas at a rate of 0.1 MMSCFD which includes a safety

No residences, schools, business or parks where the public could reasonably be expected to frequent fall within either the 100 ppm ROE or the 500 ppm ROE. The well is on Fee Land and the only roads in the ROE are dirt well servicing roads. The Florance 1M is located FROM BLANCO, TAKE HWY 64 EAST, T.R ONTO C.R 4450 (largo canyon rd) GO 3.7 MILE T.L, 5.7 MILE T.L, 1.7 MILE

This plan has been designated as a guide for well requirements and special considerations to provide for safe and efficient servicing operations in the presence of hydrogen sulfide.



500 ppm ROE 100 ppm ROE Red Circle Blue Circle 1.1' 2.5'

General Emergency Action

In the event an emergency situation occurs, the following action shall be initiated:

- 1. If the H2S alarm sounds, stop the workover activities immediately.
- 2. Evacuate quickly to the pre-designated "Safe Briefing Area".
- 3. Those who must enter the hazard area must wear self-contained breathing apparatus and use other appropriate safety equipment. Secure rig and close well in, if necessary, using self-contained breathing apparatus and other appropriate safety equipment. (Use the "buddy system" at all times.)
- 4. Account for all personnel and take appropriate action as necessary for personnel safety.
- 5. Raise appropriate color warning flag to describe the type of emergency.

The Rig Supervisor will assess the situation and assign duties to various persons to bring the situation under control. The Rig Supervisor will advise the ConocoPhillips Rig Superintendent as soon as the emergency will permit. In the event of a well kick, procedures outlined in the Operations Plan will be followed. Stations to be manned and duties to be performed will be discussed in the safety meeting and captured in the JSA prior to commencing rig operations.

Notification of local law enforcement agencies, residents and emergency vehicles as per the following Communications Directory, will be assigned by the ConocoPhillips Rig Superintendent.

Any press inquiries are to be referred to the ConocoPhillips Expense Rig Manager (Mark Chambers).

Contact Information

ALL AREA CODES ON THIS PAGE ARE 505 UNLESS OTHERWISE INDICATED

Expense Rig Department				
Name	<u>Office</u>	Home	<u>Cell</u>	
Expense Rig Manager Mark Chambers	326-9570	432-2447	215-2354	
Expense Rig Superintendents Kelly Kolb Stanley Terwilliger Chris Adams Lyle Ehrlich	326-9582 599-4066 326-9838 599-4002	327-2177 793-4993 334-1106 327-7459	320-4785 320-5921 427-8904 320-2613	
Production Engineering Ryan Frost	324-5143		320-0953	

Health, Safety & Environmental Department					
Name	<u>Office</u>	<u>Home</u>	<u>Cell</u>		
HSE Manager Sharon Zubrod	326-9793	436-2288	330-5395		
HSE Representatives Shannon Donnelly Bryan Salazar	324-6181 599-3413	(907)-394-0520	215-82985 320-7365		
Contract Safety Steve Martinez (DMX Safety Alliance) Ginger Lockeby (Advanced Safety)	325-7233 324-0575		320-0544 320-6250		
Well Control Resources					

HACH CONLIGE RESOURCES					
Name	<u>Office</u>				
Cudd Well Control Co.	(713)-849-2769		24 hr Contact		

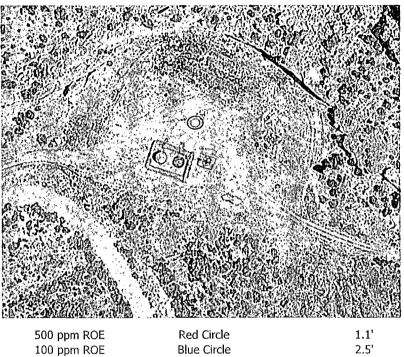
Contact Information

ALL AREA CODES ON THIS PAGE ARE 505 UNLESS OTHERWISE INDICATED

	Agencies		
Name			
State Police/Sheriff/City Police			
New Mexico State Police		325-7547	
San Juan County Sheriff's Department	911	334-6622	
San Juan County Police Department	911	334-6622	
Ambulance	911	334-6622	
Fire Department	911	334-6622	
Air Care 1	911	599-6046	1-800-452-9990
Bureau of Land Management Farmington Office		599-8900	
New Mexico Oil Conservation Division Aztec Office		334-6178	
Hospitals San Juan Regional Medical Center		325-5011	

List of Public Areas

No residences, schools, business, parks or other areas where the public could reasonably be expected to frequent were found to be within the 100 ppm ROE or 500ppm ROE. Included is an aerial map indicating the physical location of the Radius of Exposure. All land within the 100 ppm radius of exposure from the wellhead is still on the wellpad.



500	ppm	ROE
100	ppm	ROE

Blue Circle

Responsibilities

All Personnel

All Personnel on the ConocoPhillips location shall be familiarized with the procedures outlined in this directive.

All personnel will attend to their personal safety first.

Report to the "Safe Briefing Area" and follow the instructions of the rig supervisor.

Rig Supervisor

Ensure that a Safety Contractor representative and Toolpusher are on site.

It is the responsibility of the Rig Supervisor to see that all personnel on the ConocoPhillips location observe these safety and emergency procedures.

The Rig Supervisor will advise the ConocoPhillips Rig Superintendent whenever the procedures as specified herein are complied with or cannot be followed. A checklist (attached) will be utilized. One (1) completed copy of the checklist will be forwarded to the ConocoPhillips Rig Superintendent and one copy to ConocoPhillips HSE Department.

The Rig Supervisor shall keep the number of personnel on location to a minimum during hazardous operations.

The Rig Supervisor shall be trained in the use of all safety equipment and completely briefed on safety and emergency procedures. This shall include full knowledge of the requirements in this contingency plan.

It is the responsibility of the Rig Supervisor to see that all Contractors have been adequately trained in the handling of emergency situations. He should satisfy himself that this is the case. He should notify the ConocoPhillips Rig Superintendent if the Contractor fails to fulfill this responsibility.

If an unexpected emergency occurs, or the H2S alarm sounds, the Rig Supervisor (or Toolpusher) will assess the situation and will advise all personnel what conditions exist. Action to be taken under each of three possible conditions is as follows:

CONDITION I - POTENTIAL DANGER TO LIFE

(such as hazardous amount of toxic gasses detected at surface)

Order nonessential personnel out of the potential danger area and display the YELLOW CONDITION I warning sign and flag.

Order all essential personnel to check their safety equipment to see that it is working properly and in the proper location (see supervisor's checklist). Persons without respiratory protection cannot work in the hazard area.

Notify Rig Superintendent of condition and action taken.

Increase gas monitoring activities and continue operations as appropriate.

CONDITION II - MODERATE DANGER TO LIFE (such as circulating out a potentially toxic gas kick) **IN ADDITION TO CONDITION I REQUIREMENTS**

Display only the ORANGE CONDITION II warning sign and flag.

Direct corrective action to control flow of gas.

Set up roadblocks and restrict personnel movements to a minimum.

CONDITION III - EXTREME DANGER TO LIFE (when it appears that well control will be lost) IN ADDITION TO CONDITION I and II REQUIREMENTS

Display only the RED CONDITION III warning sign and flag.

Contact and request local police to evacuate people and to control traffic within the danger zone. Should the condition be immediately dangerous to the public, take necessary life saving action until local police arrive.

Ignite the well if necessary. (See the following section - Igniting the Well.)

Contract Rig Supervisor (Toolpusher)

A Toolpusher will be on-site at all times when a contingency plan is in place.

In the absence or incapacitation of the Rig Supervisor, the Toolpusher will assume all responsibilities designated herein to the Rig Supervisor.

Assist the Rig Supervisor and Safety Representative in training crews for handling emergency situations.

Will be trained for all well control or emergency situations as contained herein and how to properly use all safety equipment.

HSE Department

Shall provide safety and environmental information and guidance when required.

Shall review and approve any changes in safety or environmental procedures.

Shall assist as appropriate with operating and maintenance procedures for the safety equipment called for in this plan.

Shall assist with arranging initial training on safety procedures and equipment. Shall provide assistance as needed for follow up training.

Rig Contractor

Shall have personnel properly trained in First Aid/CPR and H2S Awareness.

Shall keep personnel trained in use of safety equipment and safety procedures.

Visitors, Service Personnel (Vendors) and Others

Only personnel authorized by the Rig Supervisor shall be permitted to enter area when an emergency condition exists.

Shall be permitted to enter area under an emergency condition only if needed and then only after being properly instructed in use of safety equipment and have necessary equipment issued or available.

Vendors must have all of their personnel trained in H2S procedures who will be on location during any work which could result in an H2S release through rig release.

Igniting the Well

Responsibility

The decision to ignite the well is the responsibility of the ConocoPhillips Rig Superintendent. However, the decision should be made only as a last resort and in a situation where it is clear that:

Human life or property is endangered.

There is no hope of controlling the blowout under the prevailing conditions at the well.

In all cases, an attempt should be made to notify the Rig Superintendent of the plans to ignite the well, if time permits. However, the Rig Superintendent and Rig Supervisor must not delay a decision if human life is threatened.

If the well is ignited, the burning H2S will be converted to sulfur dioxide (SO2), which is also highly toxic. Do not assume that the area is safe after the well is ignited. Follow through with all plans to evacuate endangered persons.

Means of Ignition

In preparation for igniting the well, keep unnecessary persons in the "Safe Briefing Area". A two person team is required for the actual ignition. Both team members will wear self-contained breathing units and will have 200 feet retrieval ropes attached to safety harnesses. One team member is responsible for checking the atmosphere for explosive gasses with the quad gas monitor. The other member is responsible for igniting the well. Persons remaining in the "Safe Briefing Area" will closely watch the ignition team; and should either man be overcome, they will immediately pull him to safety by the retrieval ropes and apply revival measures.

The primary method for igniting the well will be with a 25 mm meteortype flare gun. (The location of the flare gun (if available) will be discussed during and noted in the JSA.) These guns have a range of approximately 500 feet. If this method fails or well conditions are such that a safer or better method is apparent, then an alternate method should be used.

Always ignite the well from upwind and do not approach the well any closer than warranted.

Select a location to fire the flare gun that provides maximum protection to the ignition team (behind equipment) while keeping in visible sight by personnel in the "Safe Briefing Area".

Choose a location that has good accessibility and from which retreat can easily be made.

Before firing the flare gun or igniting flammable material, check the atmosphere at your location for combustible gasses with explosimeter.

Precautionary Measures

Two areas shall be designated as safe briefing areas, each located, as a minimum: 150 feet from the wellhead and vent discharge area; spaced 160 degrees apart on an arc, with the wellhead as the center point; and as best suited for topographical considerations and prevailing winds. Six Niosh approved Positive Pressure SCBAs shall be located as follows: one in the Rig Supervisor's vehicle, one in the Tool Pusher's trailer, and two at each of the "Safe Briefing Areas". Packs should be readily accessible and properly protected from exposure to the elements.

Emergency equipment shall be on location as described in the H2S Contingency Equipment Checklist.

A copy of all emergency telephone numbers shall be posted on the rig equipment trailer, at the "Safe Briefing Areas" and in the Rig Supervisor's vehicle.

Wind direction indicators shall be located where at least one can be viewed from any position on the location.

An automatic hydrogen sulfide (H2S) monitor shall be provided, with detectors placed at the flow line and rig floor. Either of these detectors shall be capable of sensing a minimum of 5 ppm H2S in air and shall be able to independently activate visual and audio alarms. Both the visual alarm and the audible alarm will be activated at 10 ppm. The audible alarm must be capable of alerting people at any point on the location.

A sign that reads, "Caution - Poisonous Gas May be Present", will be posted at the last intersection leading to location.

If conditions warrant, two (2) explosion-proof, 24 inch or larger, electric fans will be located: (a) one on the rig floor to blow fumes downwind; (b) the second under the rig floor to clear gas from the substructure.

The well-site shall be equipped with commercial communications. The equipment should be located for safe access and should not be an ignition source.

The Rig Supervisor's vehicle should always be parked a safe distance (at least 100 feet) from the rig, and in an upwind direction when feasible.

For all well kicks, the Operations Plan will be followed. All rig personnel shall be trained, and drills shall be conducted to insure proper well control procedures.

The checklist of all emergency equipment (see Rig Supervisor's checklist) shall be completed prior to starting work as identified in the introduction. The Rig Supervisor shall inspect the equipment with assistance, as needed, from ConocoPhillips HSE personnel as to working condition, proper placement, etc. The inspection will be noted on the checklist. A copy of the checklist will be placed in the Rig Supervisor's files and one copy each will be provided to the Rig Superintendent and HSE Department.

A Safety Contractor will be on-site monitoring head count, enforcing that all personnel on location will have no facial hair in face piece seal area, keeping only essential personnel on location, and all personnel on location are trained to work in an H2S environment. They will also be the designated rescue agent for injured.

Page 12

Special Safety Training

The minimum training for personnel working in affected areas shall include the following elements:

Hazards, characteristics and symptoms of hydrogen sulfide (H2S), sulfur dioxide (SO2), carbon monoxide (CO), methane gas, and other hazardous substances as may be appropriate. Effects of these substances are discussed in a section that follows.

Effect on metal components of the system.

Safety precautions to include possible sources at the site.

Operation of safety equipment and life support means and systems.

Corrective action and shutdown procedures.

Detection and measurements of H2S, CO and combustible gas.

THE RIG SUPERVISOR ON LOCATION SHALL BE RESPONSIBLE FOR THE OVERALL ON-SITE OPERATION, INCLUDING THE SAFETY AND TRAINING PROGRAM.

All personnel, contracted or employed on an unscheduled basis, shall be trained as a minimum in the severity of H2S and other toxic gasses, safety precautions, evacuation procedures, and as appropriate, the use of respiratory protection equipment. This training shall be completed prior to entering the H2S location. Visitors shall also be instructed regarding these matters.

To promote efficient safety procedures, an on-site toxic gas safety program, which includes a drill and training session, shall be established for all crews. Records of attendance shall be maintained on the workover rig.

Equipment and Material Specifications

Wellhead and blowout equipment is to conform as per Operations Plan.

BOP equipment will be tested to pressure rating prior to starting any work, with all testing witnessed and recorded by the Rig Supervisor.

The BOP will be operationally tested on every trip. BOP drills will be held prior to operation with the potential to release H2S, these will be recorded on the Rig Supervisor's report.

Downhole equipment planned for this well will be listed in the Operations' Plan. Ensure that any equipment has been designed in accordance with ConocoPhillips' requirements for sour service.

Personnel training with attendance records on site.

Cleared land areas for use as "Safe Briefing Areas", 150' from wellhead, and 160° apart

Warning sign with current well condition indicator, located at last intersection to location so vehicles may have turn-around area.

Wind direction indicators, located to provide visibility from any place on location.

No Smoking signs on drive posts.

Safe Briefing Area signs on drive posts.

Fans - electric motor driven and explosion proof; one located on rig floor, and one located in substructure (if conditions warrant).

H2S monitor (continuous) located on rig floor with detectors (sensitivity of 5 ppm in air) located at the flow line, mud pits discharge, and on the rig floor. Alarm system capable of individual activation by any detector with maximum settings as follows: visual and audible alarms at 10 ppm (audible must be capable of alerting personnel at any point on location).

Niosh Approved Positive Pressure SCBAs - 30 min. self-contained breathing apparatus: one in the supervisor's office, and two at each of the "Safe Briefing Areas". Easily accessible, and protected from exposure to the elements.

Condition warning flags (1 each yellow, orange, and red).

Trailer - full enclosure, at location entrance (based on prevailing winds), containing everything below

Length of Stain Polymetric Tube Type Detectors with lower range tubes for CO2, H2S, and SO2

MSHA Explosimeter (or equivalent).

Flare gun - 25mm meteor type with flares.

Derrick safety belts with 10' tail ropes.

200' retrieval ropes.

Hearing protectors - muff type.

First aid kit - 25 unit.

Flashlights w/batteries (explosion-proof & watertight). Disinfectant, cleaner, and towels for breathing apparatus

Inspection records for breathing apparatus and air supply.

Fire extinguisher (rated 60:BC).

Emergency telephone numbers in plastic weatherproof holders located at: rig equipment trailer; Rig Supervisor's vehicle; in both Safe Briefing Areas

(2) (1)(3) (3) (3)(2) (1) (1)(5) (3) (1)(1)(1)(1)(2)(2)(3)(1)(3)(1)(1)(1)(4)

(All)

Effects of H2S and Other Gases on Workover Operations

Hydrogen Sulfide - H₂S

Hydrogen sulfide is a colorless, flammable, extremely poisonous gas. It is 1.2 times as heavy as air and will accumulate in low areas. It forms an explosive mixture with air between 4.3 and 46.0 percent by volume. It can be detected by smell at a concentration in air of only 0.02 ppm. Exposure to 10 ppm can be tolerated up to 8 hours without respiratory equipment. Respiratory equipment is required to protect workers should conditions exceed the foregoing allowable exposure limit. Concentrations in excess of 20 ppm have an effect on the olfactory nerve which deadens the sense of smell. Unconsciousness can occur without warning within seconds of inhalation at concentrations above 500 ppm.

Co %	ncentration Percentage	Parts Per Million	Physical Effect			
	0.001	10	Obvious and unpleasant odor. Current ACGIH TLV allowed for 8 hour exposure.			
۰.	0.01	100	Kills smell in 3 to 15 minutes, may sting eyes & throat.			
r Ļ	0.02	200	Kills smell shortly, stings eyes & throat.			
	0.05	500	Dizziness, breathing ceases in a few minutes. Needs prompt artificial respiration.			
1	0.07	700	Unconscious quickly; death will result if not rescued promptly.			
	0.1	1000	Unconscious at once; followed by death within minutes.			

Sulfur Dioxide - SO2

Sulfur dioxide is a colorless, nonflammable, intensely irritating gas and 2.2 times heavier than air. It is a by-product of combustion of hydrogen sulfide and is highly toxic. Exposure to 2 ppm can be tolerated for a maximum of 8 hrs. Respiratory equipment will be available and should be used by personnel measuring SO2 concentration downwind from a flare.

Methane - CH4

Methane is the major component of natural gas and is colorless, odorless and extremely flammable. The chief danger from methane is explosion. Mixture of CO2, H2S and CH4 will burn if the total H2S and CH4 content, in any ratio, is above 25 percent. Also the presence of methane causes an oxygen deficient environment and requires adequate ventilation for breathing.

Carbon Monoxide - CO

Carbon monoxide is a colorless, odorless toxic gas. Its toxicity results from preferential reaction with the hemoglobin in the blood; however, it has no unique toxic action on any of the bodily tissues. CO displaces oxygen from hemoglobin and reduces the oxygen carrying capability of the blood.

The primary danger from CO is that it binds with hemoglobin within the blood, thereby preventing

oxygen / blood transfer. Respiratory equipment should be considered for atmospheres containing greater than 25 ppm. Exposure to 25 ppm is allowed up to 8 hours; however, at higher levels it will tend to cause headaches, dizziness and nausea. Concentrations above 1200 ppm are considered immediately dangerous to life and health.

In addition to the toxic effects of CO, carbon monoxide burns readily in air. The flammability limits of CO in air change with pressure. At atmospheric pressure, however, the lower limit is \pm 12.5% and upper limit is \pm 74%.

Common Name	Chemical Formula	Specific Gravity	Time Weighted Average*	IDLH**	Lethal Conc.***	LFL	UFL
		Air = 1	ppm	ppm	ppm	%	%
Hydrogen Sulfide	H2S	1.18	10	100	600	4.3	46
Sulfur Dioxide	SO2	2.21	2		1000		
Methane	CH4	0.55				5.3	14
Carbon Monoxide	CO	0.97	25	1200		12.5	74

Properties of Various Gases

* Time Weighted Average (TWA) - Employee's average exposure in any eight-hour work, of a 40-hour work week that shall not be exceeded

** Hazardous Concentration that may cause death

*** Lethal Concentration that will cause death with short term exposure

H2S Effects

Effects of H2S in Fluids

When H2S is entrained in a fluid, it will disassociate to some degree depending on the pH of the system.

Undisassociated hydrogen sulfide is the molecule that attacks steel surfaces and causes corrosion and embrittlement. At a low pH, nearly all of the H2S in a system is in this molecular state. With increasing pH, H2S disassociation increases so that above pH 10, effectively all of the H2S is disassociated into bisulfide and sulfide ions. These ions are relatively harmless in the mud as long as the high pH is maintained. If pH is lowered, the reaction will be reversed and hydrogen sulfide gas will be evolved.

In addition to sulfide ions, disassociation of H2S in drilling mud produces hydrogen ions, which will react with hydroxyl ions in a high pH mud to form water. With sufficient H2S contamination, excess lime, if any, can be depleted and pH will begin to drop. A sufficient decrease in pH will, as previously stated, evolve H2S gas.

It is therefore desirable to know whether H2S has been encountered at the least possible time. This can be accomplished by testing the mud or other working fluids for sulfide ions daily, as described in the sulfide testing procedures that follow (API RP 13B).

Corrosion Effects of H2S on Steel

The three forms of hydrogen sulfide corrosion of steel are as follows: general or weight loss

localized or pitting sulfide stress cracking

In both general and localized corrosion, hydrogen sulfide reacts with the steel to produce iron sulfide. General corrosion is characterized by the formation of an iron sulfide film on the surface of the steel. After long periods of exposure, weight loss can lead to a significant reduction in strength. Localized corrosion is much more serious and predominantly occurs in the pH range below six. Chloride or similar ions must be present for pitting to occur. Iron chloride accumulates at the metal to iron sulfide film interface and promotes a localized attack. Pitting corrosion has not presented a significant problem in drilling operations.

Of foremost concern is sulfide stress cracking or hydrogen embrittlement where failure may take place without warning or significant metal loss. This problem is related to strength of the steel, hydrogen sulfide concentration, pH, exposure time, and temperature and stress level of the steel. Hydrogen sulfide absorbed on the metal surface promotes the entry of atomic hydrogen into the metal. The atomic hydrogen that enters the steel matrix diffuses to positions of high stress where it can induce hydrogen embrittlement. Thus, brittle failure can occur at stress levels significantly less than normal yield stress. A high total dissolved sulfide concentration can be tolerated if the pH is high enough (9.5 or greater).

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Sulfide Testing Procedure HACH TEST PROCEDURE FOR ESTIMATING FILTRATE SULFIDE

Equipment: Special test vial with vented cap Lead acetate test paper to fit cap Color comparison chart Distilled water Hypodermic syringe Defoamer (such as octyl alcohol or sulfated castor oil) 0.1N acid, sulfuric or hydrochloric

The Hach Hydrogen Sulfide Test Kit (Model HS-7) must consist of the highlighted items above.

Procedure:

Place one disk of dry lead acetate test paper inside the dry cap of the test vial.

Measure 2.5 cm3 of freshly collected mud filtrate into the test vial. Dilute to the 25 cm3 with distilled water.

Add 2 cm3 of 0.1N acid, immediately add a fresh seltzer tablet, and quickly place the cap with the test paper on the vial. Allow the seltzer tablet to dissolve and then wait one minute.

Remove lead acetate paper and observe for brown coloration. If no coloration can be detected, then report the soluble sulfide as zero. If brown coloration is present, compare the test paper with color comparison chart. Read the appropriate ppm value (0.1, 0.3, 0.5, 1, 2, or 5) from the color chart and multiply by 10 to obtain the test result (1, 3, 5, 10, 20, or 50).

If the test paper matches the darkest color (5 ppm) on the color chart, the test result must be interpreted as greater than 50 ppm.

Report the test result as filtrate sulfide in ppm.

For a test range of 10 to 500 ppm, dilute 1.0 cm3 of filtrate with 9.0 cm3 of distilled water. Use 2.5 cm3 of the diluted filtrate for the sulfide determination. Multiply the color chart value by 100 to obtain the test result

It is important to note that this test is not highly accurate. The results should be interpreted as rough estimates.

The method may be used for water using 25 cm3 samples or the same dilution procedure used for mulled filtrate. This method may also be used for mud but the probably meaning of the results is very uncertain. There could also be considerable difficulty in obtaining a representative sample of diluted mud.

Definitions					
CH4	Methane is the major component of natural gas and is colorless, odorless and extremely flammable. The chief danger from methane is explosion. Mixture of CO2, H2S and CH4 will burn if the total H2S and CH4 content, in any ratio, is above 25 percent. Also the presence of methane causes an oxygen deficient environment and requires adequate ventilation for breathing.				
СО	Carbon monoxide is a colorless, odorless toxic gas. Its toxicity results from preferential reaction with the hemoglobin in the blood; however, it has no unique toxic action on any of the bodily tissues. CO displaces oxygen from hemoglobin and reduces the oxygen carrying capability of the blood. The primary danger from CO is that it binds with hemoglobin within the blood, thereby preventing oxygen / blood transfer. Respiratory equipment should be considered for atmospheres containing greater than 25 ppm. Exposure to 25 ppm is allowed up to 8 hours; however, at higher levels it will tend to cause headaches, dizziness and nausea. Concentrations above 1200 ppm are considered immediately dangerous to life and health. In addition to the toxic effects of CO, carbon monoxide burns readily in air. The flammability limits of CO in air change with pressure. At atmospheric pressure, however, the lower limit is +12.5% and upper limit is +74%.				
CO2	Carbon dioxide is colorless, non-flammable and at low concentrations odorless. At concentrations higher than atmospheric the gas can have a acidic odor and at concentrations much higher than atmospheric the gas will act as an asphyxiant.				
H2S	Hydrogen sulfide is a colorless, flammable, extremely poisonous gas. It is 1.2 times as heavy as air and will accumulate in low areas. It forms an explosive mixture with air between 4.3 and 46.0 percent by volume. It can be detected by smell at a concentration in air of only 0.02 ppm. Exposure to 10 ppm can be tolerated up to 8 hours without respiratory equipment. Respiratory equipment is required to protect workers should conditions exceed the foregoing allowable exposure limit. Concentrations in excess of 20 ppm have an effect on the olfactory nerve which deadens the sense of smell. Unconsciousness can occur without warning within seconds of inhalation at concentrations above 500 ppm.				
JSA	Job Safety Analysis				
PPM	Parts per Million				
Rig Supervisor	Individual (COP employee or contract employee) who supervises workover operations including all rig operations, commonly referred to as the "Company Man"				
Rig Superintendent	ConocoPhillips employee who supervises the rig supervisor				
SO2	Sulfur dioxide is a colorless, nonflammable, intensely irritating gas and 2.2 times heavier than air. It is a by-product of combustion of hydrogen sulfide and is highly toxic. Exposure to 2 ppm can be tolerated for a maximum of 8 hrs. Respiratory equipment will be available and should be used by personnel measuring SO2 concentration downwind				
Toolpusher	Supervisor employed by the rig contractor (well servicing company) to supervise the rig crew				

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