State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Heather Riley, Division Director Oil Conservation Division

TE OF NEW ME

Matthias Sayer

NMOCD Approved by Signature

Form 3160-3 (June 2015)		, 	FORM APPROVED OMB No. 1004-0137 xpires: January 31, 2018
NMOCD UNITED STATE DEPARTMENT OF THE I	INTERIOR	5. Lease S	erial No.
BUREAU OF LAND MAN DEC 13 2APPLICATION FOR PERMIT TO D		6. If Indian	n, Allotee or Tribe Name
1b. Type of Well: Oil Well Gas Well G	REENTER Other Single Zone Multiple Zone		ame and Well No.
Name of Operator ENDURING RESOURCES LLC		9. API Wei	045-35895
3a. Address 1050 17TH ST STE 2500 DENVER CO 80265	3b. Phone No. (include area co		nd Pool, or Exploratory RUITLAND COAL / FRUITLAND
4. Location of Well (Report location clearly and in accordance At surface NWSE / 1863 FSL / 1936 FEL / LAT 36.10 At proposed prod. zone NWSW / 1835 FSL / 0 FWL / LAT	8471 / LONG -107.685035	SEC 28 /	, R. M. or Blk. and Survey or Area T22N / R8W / NMP
14. Distance in miles and direction from nearest town or post of 38 miles	ffice*	12. County SAN JUAI	
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. Spacing Unit dedi	cated to this well
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 1863 feet	19. Proposed Depth 710 feet / 3855 feet	20. BLM/BIA Bond N FED: NMB001492	No. in file
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 6756 feet	22. Approximate date work wi 11/01/2018	ll start* 23. Estima 30 days	ted duration
	24. Attachments		
The following, completed in accordance with the requirements (as applicable) 1. Well plat certified by a registered surveyor. 2. A Drilling Plan.	4. Bond to cover Item 20 above	the operations unless cov	acturing rule per 43 CFR 3162.3-3 ered by an existing bond on file (se
A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office Company of the Company o			or plans as may be requested by the
25. Signature (Electronic Submission) Title	Name (Printed/Typed) Lacey Granillo / Ph: (50	05)636-9743	Date 10/08/2018
Permitting Specialist			
Approved by (Signature)	1	4 Fields	Date DEC 1 1
Title Field Manager Application approval does not warrant or certify that the applica applicant to conduct operations thereon.	FARMINGTON ant holds legal or equitable title to	those rights in the subject	et lease which would entitle the
Conditions of approval, if any, are attached. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, of the United States any false, fictitious or fraudulent statements	s or representations as to any matt	er within its jurisdiction.	make to any department or agency
DRILLING OPERATIONS BLM' AUTRORIZED ARE SUBJECT TO THIS	'S APPROVAL OR ACC ACTION DOES NOT R EE AND OPERATOR F	ELIEVE THE	This action is subject to tech and procedural review pursi

OBTAINING ANY OTHER AUTHORIZATION 43 CFR 3165.3 and appear REQUIRED FOR OPERATIONS ON 43 CFR 3165.4 pursuant to 43 CFR 3165.4 FEDERAL AND INDIAN LANDS

(Continued on page 2)

*(Instructions on page 2)



District I 1625 N. French Drive, Hobbs, NM 88240 Phone: (575) 393–6161 Fax: (575) 393–0720 District II 811 S. First Street, Artesia, NM 88210 Phone: (575) 748–1283 Fax: (575) 748–9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

District IV 1220 S. St. Francis Drive, Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department

Submit one copy to Appropriate District Office

Revised August 1, 2011

Form C-102

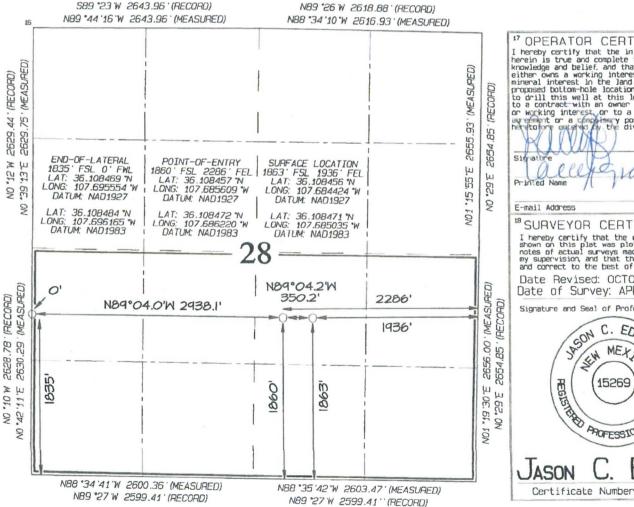
AMENDED REPORT

OTL CONSERVATION DIVISION 1220 South St. Francis Drive Santa Fe. NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT *Pool Code API Number BASIN FRUITLAND COAL 71629 *Well Number Property Code *Property Name 313 'OGRID No. LONE MESA UNIT 001H *Elevation "Operator Name 6756 372286 ENDURING RESOURCES, LLC

					10 Surface	Location			
UL or lot no.	Section 28	22N	Range 8W	Lat Ion	Feet from the	North/South line SOUTH	Feet from the	East/Mest line EAST	SAN JUAN
	1		Botto	m Hole	Location]	If Different	From Surfac	е	
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	28	55N	8W		1835	SOUTH	0	WEST	SAN JUAN
12 Dedicated Acres		.00 Acre	es - (5/2)	13 Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



17 OPERATOR CERTIFICATION "OPEHAIUH CEHIIFICATION
I hereby certify that the information contained
herein is true and complete to the best of my
knowledge and belief, and that this organization
either owns a working interest or unleased
mineral interest in the land including the
proposed bottom-hole location or has a right
to drill this well at this location pursuant
to a contract with an owner of such a mineral
or working interest or to a voluntary pooling
are referred to a company pooling order
heretologic contents of the division. Date ¹⁸ SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Date Revised: OCTOBER 4, 2018 Date of Survey: APRIL 21, 2018

Signature and Seal of Professional Surveyor



15269

Surface = Indian



ENDURING RESOURCES IV, LLC 1050 SEVENTEENTH STREET, SUITE 2500 **DENVER, COLORADO 80265**

DRILLING PLAN:

Drill, complete, and equip horizontal Fruitland Coal well

WELL INFORMATION:

Name: Lone Mesa Unit 001H

State: New Mexico County: San Juan

Surface Elevation:

6,756 ft ASL (GL)

6,770 ft ASL (KB)

Surface Location: 28-22N-08W Sec-Twn-Rng

1863 ft FSL

1936 ft FEL

36.108471 ° N latitude 107.685035 ° W longitude

(NAD 83)

BH Location: 28-22N-08W Sec-Twn-Rng

1835 ft FSL

0 ft FEL

36.108484 ° N latitude 107.696165 ° W longitude

(NAD 83)

Driving Directions: From the intersection of US Hwy 550 & US Hwy 64 in Bloomfield, NM: south on 550 for 38.7 miles to MM 112.7, South (right) on CR #7900 for 5.2 miles, Southeast (straight) at fork remaining on CR #7900 for 5.2 miles, West

(right) at fork onto CR #7970 for 1.5 miles, right on new access road for 200' to location.

GEOLOGIC AND RESERVOIR INFORMATION:

Prognosis:

Formation Tops	TVD (ft ASL)	TVD (ft KB)	MD (ft KB)	O/G/W	Pressure
Ojo Alamo	6,637	133	133	W	normal
Kirtland	6,560	210	210	W	normal
Fruitland	6,258	512	600	G, W	sub (~0.38)
FC (TARGET - POE)	6,053	717	917	G, W	sub (~0.38)
Pictured Cliffs	6,029	741	N/A	G,W	sub (~0.38)
FC (TARGET - BHL)	6,060	710	3.855	G.W	sub (~0.38)

Surface: Nacimiento

Oil & Gas Zones: Fruitland Coal and Pictured Cliffs are expected to be gas-bearing

Pressure: Normal (0.43 psi/ft) or sub-normal pressure gradient anticipated in all formations

Max. pressure gradient:

0.43 psi/ft Evacuated hole gradient:

0.22 psi/ft

psi

psi

320

Maximum anticipated BH pressure, assuming maximum pressure gradient: Maximum anticipated surface pressure, assuming partially evacuated hole:

160

Temperature: Maximum anticipated BHT is 130° F or less

H₂S INFORMATION:

H, S Zones: Encountering hydrogen-sulfide bearing zones is NOT anticipated.

Safety: Sensors and alarms will be placed in the substructure, on the rig floor, above the pits, and at the shakers.

LOGGING, CORING, AND TESTING:

Mud Logs: Mud logging and cuttings sampling is planned during the lateral section; total gas chromatograph will be run from

drillout of 9-5/8" casing to TD

MWD/LWD: GR from drillout of 9-5/8" casing to TD

Open Hole Logs: None planned

Testing: None planned Coring: None planned

Cased Hole Logs: If cement is NOT circulated to surface, CBL on 7" casing from deepest free-fall depth to surface

DRILLING RIG INFORMATION:

Contractor: Aztec Rig No.: 920

Draw Works: TSM-850, 1,000 hp

Mast: 106', 440,000 lbs Top Drive: Tesco 250 ton

Prime Movers: 2 CAT C-18

Pumps: 2 - RSF-1300 (3,000 psi)

BOPE 1: Double Gate Ram (11" 3,000 psi) BOPE 2: Annular Preventer (11" 3,000 psi)

Choke 3" x 5.000 psi

KB-GL (ft): 14

BOPE REQUIREMENTS:

See attached diagram for details regarding BOPE specifications and configuration.

- 1) Rig will be equipped with upper and lower kelly cocks with handles available.
- 2) Inside BOP and TIW valves will be available to use on all sizes and threads of drill pipe used while drilling the well.
- 2) BOP accumulator will have enough capacity to open the HCR valve, close all rams and annular preventer, and retain minimum of 200 psi above precharge on the closing manifold without the use of closing pumps. The fluid reservoir capacity shall be at least double the usable fluid volume of the accumulator system capacity, and the fluid level shall be maintained at manufacturer's recommendation. There will be two additional sources of power for the closing pumps (electric and air). Sufficient nitrogen bottles will be available and will be recharged when pressure falls below manufacturer's recommended minimum.
- 3) BOP testing shall be conducted (a) when initially installed, (b) whenever any seal is broken or repaired, (c) if the time since the previous test exceeds 30 days. Tests will be conducted using a test plug. BOP ram preventers will be tested to 3,000 psi for 10 minutes, and the annular preventer will be tested to 1,500 psi for 10 minutes. Ram and annular preventers will be tested to 250 psi for 5 minutes. Additionally, BOP and casing strings will be tested to .22 psi/ft (or 1,500 psi minimum) for 30 minutes, prior to drilling out 9-5/8" casing and 7" casing. Rams and hydraulically operated remote choke line valve will be function tested daily at a minimum.
- 4) Remote valve for BOP rams, HCR, and choke shall be placed in a location that is readily available to the driller. The remote BOP valve shall be capable of closing and opening the rams.
- 5) Manual locking devices (hand wheels) shall be intalled on rams. A valve will be installed on the annular preventer's closing line as close as possible to the preventer to act as a locking device. The valve will be maintained in the open position and shall only be closed when the there is no power to the accumulator.

FLUIDS AND SOLIDS CONTROL PROGRAM:

Fluid Measurement: Pumps shall be equipped with stroke counters with displays in the dog-house. Slow pump speed shall be recorded daily and after mudding up, at a minimum, on drilling report. A Pit Volume Totalizer will be installed and the readout will be displayed in the dog-house. Gas-detecting equipment will be installed at the shakers, and readouts will be available in the dog-house and the in the geologist's work-station.

Closed-Loop System: A fully, closed-loop system will be utilized. The system will consist of above-ground piping and above-ground storage tanks and bins. The system will not entail any earthen pits, below-grade storage, or drying pads. All equipment will be disassembled and removed from the site when drilling operations cease. The system will be capable of storing all fluids and generated cuttings and of preventing uncontrolled releases of the same. The system will be operated in an efficient manner to allow the recycling and reuse of as much fluid as possible and to minimimize the amount of fluids and solids that require disposal.

Fluid Disposal: Fluids that cannot be reused, recycled, or returned to the supplier will be hauled to and disposed of at an approved

disposal site (Industrial Ecosystem, Inc. or Envirotech, Inc.).

Solids Disposal: Drilling solids will be stored (until haul-off) on-site in separate containers with no other waste, debris, or garbage

products. Waste solids will be hauled to and disposed of at an approved disposal site (Industrial Ecosystem, Inc. or Envirotech, Inc.).

Fluid Program: See "Detailed Drilling Plan" section for specifics.

DETAILED DRILLING PLAN:

SURFACE: Drill vertically to casing setting depth (plus rat hole), run casing, install wellhead, cement casing to surface.

0 ft (MD)	to	320 ft (MD)	Hole Section Length:	320 ft
0 ft (TVD)	to	320 ft (TVD)	Casing Required:	320 ft

Note: Surface hole may be drilled, cased, and cemented with a smaller rig in advance of the drilling rig.

			FL		YP		
Fluid:	Туре	MW (ppg)	(mL/30 min)	PV (cp)	(lb/100 sqft)	pН	Comments
	Fresh Water	8.4	N/C	2 - 8	2 - 12	9.0	Spud mud

Hole Size: 12-1/4"

Bit / Motor: PDC or TCI, no motor

MWD / Survey: No MWD, run deviation survey in 100' stations after drilling

Logging: None

Tens. Body Tens. Conn Wt (lb/ft) Grade Conn. Collapse (psi) Burst (psi) (lbs) (lbs) Casing Specs: J-55 LTC 2,020 3,520 564,000 453,000 Specs 9.625 36.0 140 1,510 110,046 110,046 Loading Min. S.F. 14.45 2.33 5.13 4.12

Assumptions: Collapse: fully evacuated casing with 8.4 ppg equivalent external pressure gradient

Burst: maximum anticipated surface pressure or maximum test pressure with 9.0 ppg fluid inside

casing while drilling production hole and 8.4 ppg equivalent external pressure gradient

Tension: buoyed weight in 8.4 ppg fluid with 100,000 lbs over-pull

MU Torque (ft lbs):

Minumum:

3,400

Optimum:

4.530

Maximum: 5,660

Casing Details: Guide shoe, float collar, 1 jt casing, float collar, casing to surface, wellhead

Centralizers: 2 centralizers per jt stop-banded 10' from each collar on bottom 3 jts, 1 centralizer per 2 jts to surface

Yield Water Planned TOC **Total Cmt** (ft MD) Weight (ppg) (cuft/sk) (gal/sk) % Excess Cement: Type (sx) 100% 1.174 171 15.8 5.15 0 Class G

Annular Capacity

0.3132

cuft/ft

(12-1/4" hole x 9-5/8" casing annulus)

Calculated cement volumes assume gauge hole and the excess noted in table

Halliburton HALCEM surface cementing blend

INTERMEDIATE: Build curve and land well in Fruitland Coal, run casing, cement casing to surface.

320 ft (MD)	to	917 ft (MD)	Hole Section Length:	597 ft
320 ft (TVD)	to	717 ft (TVD)	Casing Required:	917 ft

Fluid: Type MW (ppg) FL (mL/30') PV (cp) ft²) pH Comments

WBM 8.4 20 8-14 8-14 9.0-9.5

Hole Size: 8-3/4"

Bit / Motor: PDC or TCI w/mud motor

MWD / Survey: MWD with inclination and azimuth in 30' stations during curve, GR

Logging: GR MWD

Procedure: NU BOPE and test (as noted above); pressure test 9-5/8" casing to

1,500 psi for 30 minutes.

Drill out surface casing shoe. Build curve and land at 90 degrees inclination in the Fruitland Coal. After reaching TD, condition hole casing running. TOH. Run casing as described below. Space out casing as close to TD as possible.

Pump cement as detailed below. Note cement volume circulated to surface.

Tens. Body Tens. Conn Size (in) Wt (lb/ft) Grade Conn. Collapse (psi) Burst (psi) (lbs) (lbs) Casing Specs: Specs 7.000 20.0 J-55 LTC 2,270 3,740 316,000 234,000 115,993 313 1,500 115,993 Loading 7.25 2.49 2.72 2.02 Min. S.F.

Assumptions: Collapse: fully evacuated casing with 8.4 ppg equivalent external pressure gradient in the annulus

Burst: 1,500 psi maximum surface pressure during pressure test with 8.4 ppg fluid in the casing

Maximum:

Tension: buoyed weight in 8.4 ppg fluid with 100,000 lbs over-pull

MU Torque (ft lbs):

Minumum:

2,350

Optimum:

3,130

3,910

Casing Details: Float shoe, float collar, 1 jt casing, float collar, casing to surface

Centralizers: 2 centralizers per joint stop-banded 10' from each collar on bottom 3 joints, 1 centralizer per joint to surface

			Yield	Water		Planned TOC	Total Cmt
Cement:	Type	Weight (ppg)	(cuft/sk)	(gal/sk)	% Excess	(ft MD)	(sx)
Lead	G:POZ blend	12.3	1.987	10.16	75%	0	47
Tail	G:POZ blend	13.3	1.354	5.94	25%	320	83

Annular Capacity

0.1668 0.1503 cuft/ft cuft/ft

(9-5/8" casing x 7" casing annulus) (8-3/4" hole x 7" casing annulus)

Calculated cement volumes assume gauge hole and the excess noted in table

Halliburton ECONOCEM & EXTENDACEM cementing blend

PRODUCTION: Drill to TD following directional plan, land in Fruitland Coal, run pre-perforated liner

917 ft (MD)	to	3,855 ft (MD)	Hole Section Length:	2,938 ft
717 ft (TVD)	to	710 ft (TVD)	Casing Required:	2,938 ft

					YP (lb/100			
Fluid:	Type	MW (ppg)	FL (mL/30')	PV (cp)	ft ²)	рН	Comments	
	WBM	8.4	20	8 - 14	8 - 14	9.0 - 9.5		

Hole Size: 6-1/8"

Bit / Motor: PDC or TCI w/mud motor

MWD / Survey: MWD with inclination and azimuth in 100' stations (minimum) for entire lateral, GR

Logging: GR MWD

Procedure: NU BOPE and test (as noted above); pressure test7" casing to

1,500

psi for 30 minutes.

Drill to lateral TD. Condition hole as needed for casing running. TOH. Run 4-1/2" pre-perforated liner and pump off

sub. Space out liner as close to TD as possible. Pump off liner. TOH.

							Tens. Body	Tens. Conn	
Casing Specs:	Size (in)	Wt (lb/ft)	Grade	Conn.	Collapse (psi)	Burst (psi)	(lbs)	(lbs)	
Specs	4.500	10.5	J-55	LTC	4,010	4,790	165,000	132,000	
Loading					313	1,500	110,298	110,298	
Min. S.F.					12.80	3.19	1.50	1.20	

Assumptions: Collapse: fully evacuated casing with 8.4 ppg equivalent external pressure gradient in the annulus

Burst: 1,500 psi maximum surface pressure with 8.4 ppg internal and external pressure gradients

Tension: buoyed weight in 8.4 ppg fluid with 75,000 lbs over-pull

MU Torque (ft lbs):

Minumum:

1,220

Optimum:

1,620

Maximum:

2,030

Casing Details: Guide shoe, pre-perforated casing, 2 joints blank pipe, liner pump off tools

FINISH WELL: ND BOP, NU WH, RDMO. Procedure: ND BOP. Install WH. RDMO.

COMPLETION AND PRODUCTION PLAN:

Completion: Run production tubing. Swab to kick well off. Run artificial lift equipment as required to unload well.

Production: Well will produce up 2-3/8" or 2-7/8" production tubing

ESTIMATED START DATES:

Drilling: **Completion:** 11/11/2017

11/1/2017

Production: 11/13/2017

9/24/2018

Prepared by:

Alec Bridge



Enduring Resources LLC

San Juan Basin - Lone Mesa Unit Lone Mesa Unit 001H Pad 001H

Wellbore #1

Plan: Design #1

Standard Planning Report

08 October, 2018



Planning Report

Database:

EDM

Company:

Project:

Enduring Resources LLC

Site:

San Juan Basin - Lone Mesa Unit Lone Mesa Unit 001H Pad

Well: Wellbore: Design:

001H Wellbore #1 Design #1

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference:

Survey Calculation Method:

Well 001H

KB @ 6770.0usft (Original Well Elev) KB @ 6770.0usft (Original Well Elev)

Grid

Minimum Curvature

Project

San Juan Basin - Lone Mesa Unit

Map System: Geo Datum:

US State Plane 1983

Map Zone:

North American Datum 1983

System Datum:

Mean Sea Level

New Mexico Western Zone

Lone Mesa Unit 001H Pad, San Juan County, New Mexico

Site Position: From:

Lat/Long

Northing:

1,858,812.74 usft

Latitude: Longitude: 36.108471°N

Position Uncertainty:

Easting: Slot Radius: 2,766,896.31 usft 13-3/16 "

Grid Convergence:

107.685035°W

0.09°

Well

Site

001H

Well Position

+N/-S +E/-W 0.0 usft 0.0 usft

0.0 usft

Northing: Easting:

1,858,812.74 usft 2,766,896.31 usft Latitude: Longitude:

36.108471°N 107.685035°W

Position Uncertainty

0.0 usft

Wellhead Elevation:

Ground Level:

6,756.0 usft

Wellbore

Wellbore #1

Magnetics

Model Name

IGRF200510

Sample Date

12/31/2009

Declination (°) 9.94

Dip Angle

Field Strength

(nT)

50,553.37874335

Design

Design #1

Audit Notes:

Version:

Phase:

PROTOTYPE

Tie On Depth:

(°)

269.97

Vertical Section:

Depth From (TVD) (usft)

+N/-S (usft)

0.0

+E/-W (usft) 0.0

0.0 Direction

62.98

0.0

10/8/2018

Plan Survey Tool Program Depth From

(usft)

Depth To (usft)

Survey (Wellbore)

Tool Name

Remarks

0.0

3,854.8 Design #1 (Wellbore #1) MWD

OWSG MWD - Standard

leasured			Vertical			Dogleg	Build	Turn		
Depth (usft)	Inclination (°)	Azimuth (°)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Rate (°/100usft)	Rate (°/100usft)	Rate (°/100usft)	TFO (°)	Target
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.00	0.00	
320.0	0.00	0.00	320.0	0.0	0.0	0.00	0.00	0.00	0.00	
350.0	0.00	0.00	350.0	0.0	0.0	0.00	0.00	0.00	0.00	
367.9	0.00	0.00	367.9	0.0	0.0	0.00	0.00	0.00	0.00	
917.1	90.14	269.97	717.0	-0.2	-349.9	16.41	16.41	0.00	269.97	
917.2	90.14	269.97	717.0	-0.2	-350.0	0.00	0.00	0.00	0.00 0	01H - POE
3,854.8	90.14	269.97	709.8	-1.6	-3,287.6	0.00	0.00	0.00	0.00 0	01H - BHL

Planning Report

Database:

EDM

Company: Project:

Enduring Resources LLC San Juan Basin - Lone Mesa Unit

Lone Mesa Unit 001H Pad

Site: Well:

001H Wellbore #1 Wellbore: Design #1 Design:

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: Survey Calculation Method: Well 001H

KB @ 6770.0usft (Original Well Elev) KB @ 6770.0usft (Original Well Elev)

Grid

Minimum Curvature

0.0 100.0 200.0 300.0 320.0 350.0 367.9 400.0 500.0 600.0 700.0 800.0 900.0 917.1 917.2 1,000.0 1,100.0 1,200.0	0.00 0.00 0.00 0.00 0.00 0.00 0.00 5.27 21.68 38.09	0.00 0.00 0.00 0.00 0.00 0.00 0.00 269.97	0.0 100.0 200.0 300.0 320.0	0.0 0.0 0.0 0.0	0.0 0.0 0.0	0.0	0.00	0.00	0.00
200.0 300.0 320.0 350.0 367.9 400.0 500.0 600.0 700.0 800.0 900.0 917.1 917.2 1,000.0 1,100.0 1,200.0	0.00 0.00 0.00 0.00 0.00 5.27 21.68 38.09	0.00 0.00 0.00 0.00 0.00	200.0 300.0 320.0	0.0		0.0	0.00		0.00
300.0 320.0 350.0 367.9 400.0 500.0 600.0 700.0 800.0 900.0 917.1 917.2 1,000.0 1,100.0 1,200.0	0.00 0.00 0.00 0.00 5.27 21.68 38.09	0.00 0.00 0.00 0.00	300.0 320.0	0.0	0.0			0.00	0.00
320.0 350.0 367.9 400.0 500.0 600.0 700.0 800.0 900.0 917.1 917.2 1,000.0 1,100.0 1,200.0 1,300.0	0.00 0.00 0.00 5.27 21.68 38.09	0.00 0.00 0.00	320.0			0.0	0.00	0.00	0.00
350.0 367.9 400.0 500.0 600.0 700.0 800.0 900.0 917.1 917.2 1,000.0 1,100.0 1,200.0	0.00 0.00 5.27 21.68 38.09	0.00 0.00			0.0	0.0	0.00	0.00	0.00
367.9 400.0 500.0 600.0 700.0 800.0 900.0 917.1 917.2 1,000.0 1,100.0 1,200.0	0.00 5.27 21.68 38.09	0.00	050.0	0.0	0.0	0.0	0.00	0.00	0.00
400.0 500.0 600.0 700.0 800.0 900.0 917.1 917.2 1,000.0 1,100.0 1,200.0 1,300.0	5.27 21.68 38.09		350.0	0.0	0.0	0.0	0.00	0.00	0.00
500.0 600.0 700.0 800.0 900.0 917.1 917.2 1,000.0 1,100.0 1,200.0 1,300.0	21.68 38.09	260.07	367.9	0.0	0.0	0.0	0.00	0.00	0.00
600.0 700.0 800.0 900.0 917.1 917.2 1,000.0 1,100.0 1,200.0 1,300.0	38.09	209.97	400.0	0.0	-1.5	1.5	16.41	16.41	0.00
700.0 800.0 900.0 917.1 917.2 1,000.0 1,100.0 1,200.0 1,300.0		269.97	496.9	0.0	-24.7	24.7	16.41	16.41	0.00
800.0 900.0 917.1 917.2 1,000.0 1,100.0 1,200.0 1,300.0		269.97	583.3	0.0	-74.3	74.3	16.41	16.41	0.00
900.0 917.1 917.2 1,000.0 1,100.0 1,200.0 1,300.0	54.51	269.97	652.1	-0.1	-146.4	146.4	16.41	16.41	0.00
917.1 917.2 1,000.0 1,100.0 1,200.0 1,300.0	70.92	269.97	697.8	-0.1	-235.0	235.0	16.41	16.41	0.00
917.2 1,000.0 1,100.0 1,200.0 1,300.0	87.33	269.97	716.6	-0.2	-332.8	332.8	16.41	16.41	0.00
1,000.0 1,100.0 1,200.0 1,300.0	90.14	269.97	717.0	-0.2	-349.9	349.9	16.41	16.41	0.00
1,100.0 1,200.0 1,300.0	90.14	269.97	717.0	-0.2	-350.0	350.0	0.00	0.00	0.00
1,200.0 1,300.0	90.14	269.97	716.8	-0.2	-432.8	432.8	0.00	0.00	0.00
1,300.0	90.14	269.97	716.6	-0.3	-532.8	532.8	0.00	0.00	0.00
	90.14	269.97	716.3	-0.3	-632.8	632.8	0.00	0.00	0.00
	90.14	269.97	716.1	-0.4	-732.8	732.8	0.00	0.00	0.00
1,400.0	90.14	269.97	715.8	-0.4	-832.8	832.8	0.00	0.00	0.00
1,500.0	90.14	269.97	715.6	-0.4	-932.8	932.8	0.00	0.00	0.00
1,600.0	90.14	269.97	715.3	-0.5	-1,032.8	1,032.8	0.00	0.00	0.00
1,700.0	90.14	269.97	715.1	-0.5	-1,132.8	1,132.8	0.00	0.00	0.00
1,800.0	90.14	269.97	714.8	-0.6	-1,232.8	1,232.8	0.00	0.00	0.00
1,900.0	90.14	269.97	714.6	-0.6	-1,332.8	1,332.8	0.00	0.00	0.00
2,000.0	90.14	269.97	714.4	-0.7	-1,432.8	1,432.8	0.00	0.00	0.00
2,100.0	90.14	269.97	714.1	-0.7	-1,532.8	1,532.8	0.00	0.00	0.00
2,200.0	90.14	269.97	713.9	-0.8	-1,632.8	1,632.8	0.00	0.00	0.00
2,300.0	90.14	269.97	713.6	-0.8	-1,732.8	1,732.8	0.00	0.00	0.00
2,400.0	90.14	269.97	713.4	-0.9	-1,832.8	1,832.8	0.00	0.00	0.00
2,500.0	90.14	269.97	713.1	-0.9	-1,932.8	1,932.8	0.00	0.00	0.00
2,600.0	90.14	269.97	712.9	-1.0	-2,032.8	2,032.8	0.00	0.00	0.00
2,700.0	90.14	269.97	712.6	-1.0	-2,132.8	2,132.8	0.00	0.00	0.00
2,800.0	90.14	269.97	712.4	-1.1	-2,232.8	2,232.8	0.00	0.00	0.00
2,900.0	90.14	269.97	712.2	-1.1	-2,332.8	2,332.8	0.00	0.00	0.00
3,000.0	90.14	269.97	711.9	-1.2	-2,432.8	2,432.8	0.00	0.00	0.00
3,100.0	90.14	269.97	711.7	-1.2	-2,532.8	2,532.8	0.00	0.00	0.00
3,200.0	90.14	269.97	711.4	-1.3	-2,632.8	2,632.8	0.00	0.00	0.00
3,300.0	90.14	269.97	711.2	-1.3	-2,732.8	2,732.8	0.00	0.00	0.00
3,400.0	90.14	269.97	710.9	-1.4	-2,832.8	2,832.8	0.00	0.00	0.00
3,500.0	90.14	269.97	710.7	-1.4	-2,932.8	2,932.8	0.00	0.00	0.00
3,600.0	2012001 00000	269.97	710.4	1 5	2 022 0				
3,700.0	90.14			-1.5	-3,032.8	3,032.8	0.00	0.00	0.00
3,800.0 3,854.8	90.14 90.14 90.14	269.97 269.97	710.4 710.2 710.0	-1.5 -1.5 -1.5	-3,032.8 -3,132.8 -3,232.8	3,032.8 3,132.8 3,232.8	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00



Planning Report

Database:

EDM

Company:

Enduring Resources LLC

Project: Site: San Juan Basin - Lone Mesa Unit Lone Mesa Unit 001H Pad

Well: Wellbore: Design: 001H Wellbore #1 Design #1 Local Co-ordinate Reference:

TVD Reference:

North Reference: Survey Calculation Method: Well 001H

KB @ 6770.0usft (Original Well Elev) KB @ 6770.0usft (Original Well Elev)

Grid

Minimum Curvature

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir.	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
001H - KOP - plan hits target co - Point	0.00 enter	0.00	350.0	0.0	0.0	1,858,812.74	2,766,896.31	36.108471°N	107.685035°W
001H - BHL - plan misses targe - Point	0.00 et center by 1.5u	0.00 usft at 3854.8	710.0 usft MD (709	-0.1 9.8 TVD, -1.6 N	-3,287.6 N, -3287.6 E)	1,858,812.64	2,763,608.70	36.108484°N	107.696165°W
001H - POE - plan hits target co - Point	0.00 enter	0.00	717.0	-0.2	-350.0	1,858,812.57	2,766,546.28	36.108472°N	107.686220°W

asing Points						
	Measured Depth (usft)	Vertical Depth (usft)		Name	Casing Diameter (")	Hole Diameter (")
	320.0	320.0	9 5/8"	Name	9-5/8	12-1/4
	919.0	717.0	7"		7	8-3/4



Enduring Resources LLC

Directional Drilling Plan Plan View & Section View

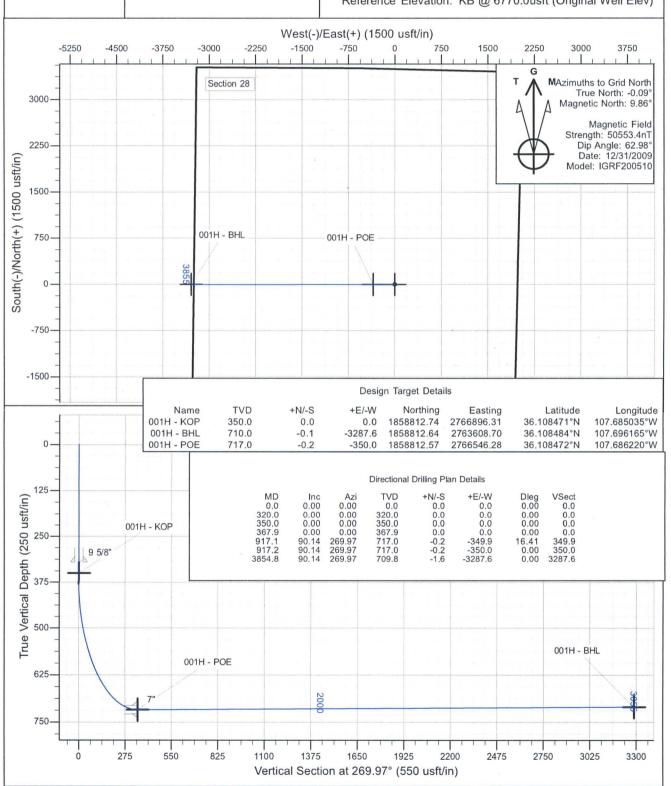
Lone Mesa Unit 001H

San Juan County, New Mexico T22N, R08W, Sec.28

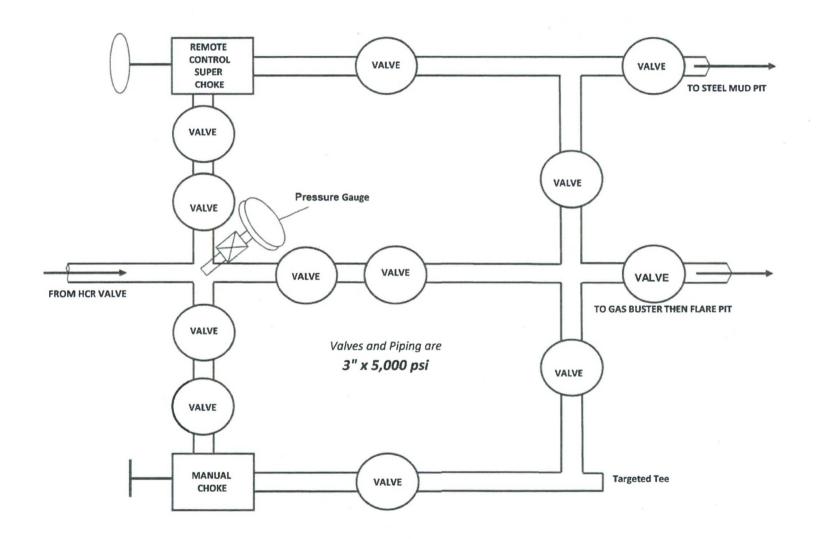
Surface Latitude: 36.108471°N Surface Longitude: 107.685035°W

Ground Level: 6756.0

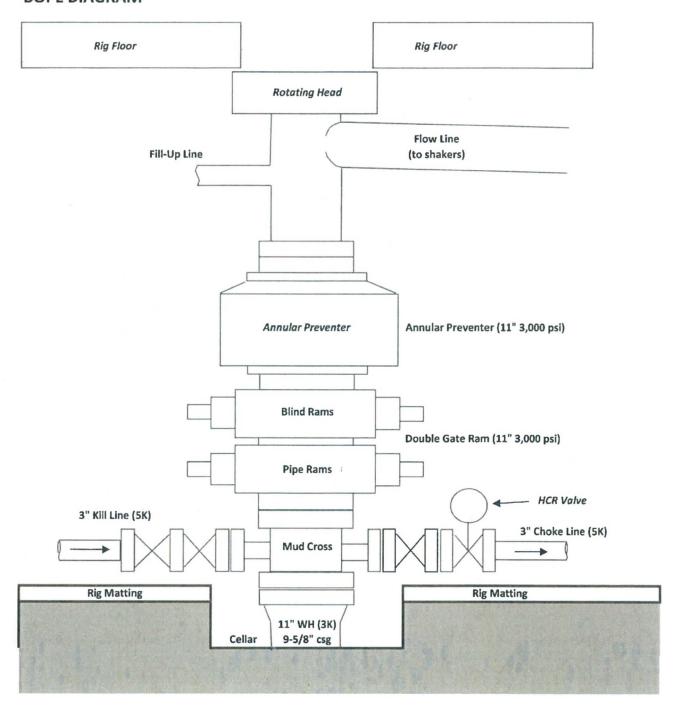
Reference Elevation: KB @ 6770.0usft (Original Well Elev)



CHOKE MANIFOLD DIAGRAM



BOPE DIAGRAM



<u>Directions from the Intersection of US Hwy 550 & US Hwy 64</u> <u>in Bloomfield, NM to Enduring Resources, LLC Lone Mesa Unit #001H</u> 1863' FSL & 1936' FEL, Section 28, T22N, R8W, N.M.P.M., San Juan County, NM

Latitude: 36.108471°N Longitude: 107.685035°W Datum: NAD1983

From the intersection of US Hwy 550 & US Hwy 64 in Bloomfield, NM, travel Southerly on US Hwy 550 for 38.7 miles to Mile Marker 112.7;

Go Right (Southerly) on County Road #7900 for 5.2 miles to fork in road at County Road #7950;

Go Straight (South-easterly) remaining on County Road #7900 for 5.2 miles to fork in road;

Go Right (Westerly) exiting County Road #7900 onto County Road #7970 for 1.5 miles to new access on right-hand side of existing roadway which continues for 197.3' to staked Enduring Lone Mesa Unit #001H location.