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H₂S Contingency Plan

H₂S Contingency Plan Holders:

Attached is an H₂S Contingency Plan for COPC Permian Drilling working in the West Texas and Southeastern New Mexico areas operated by ConocoPhillips Company.

If you have any questions regarding this plan, please call Tom Samarripa at ConoçoPhillips Company, 432.368.1263.

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HYDROGEN SULFIDE (H₂S) OPERATIONS

Contingency Plan
For
Permian Drilling Operations

ConocoPhillips Company Mid-Continent Business Unit Permian Asset Area

I. PURPOSE

The purpose of this Contingency Plan is to provide an organized plan of action for alerting and protecting the public following the release of a potentially hazardous volume of hydrogen sulfide. This plan prescribes mandatory safety procedures to be followed in the event of a release of H_2S into the atmosphere from exploration and production operations included in the scope of this plan. The extent of action taken will be determined by the supervisor and will depend on the severity and extent of H_2S release. Release of H_2S must be reported to the Drilling Superintendent and documented on the IADC and in Wellview.

II. SCOPE

This Contingency plan shall cover the West Texas and Southeastern New Mexico areas, which contain H2S gas and could result in a release where the R.O.E. is greater than 100 ppm at 50' and less than 3000' and does not include a public area and 500 ppm R.O.E. does not include a public road. Radius of exposure is defined as the maximum distance from the source of release that a specified calculated average concentration of H_2S could exist under specific weather conditions.

III. PROCEDURES

| First Employee on Scene |
|--|
| —— Assess the incident and ensure your own safety. |
| Note the following: |
| Location of the incident. Nature of the incident. Wind direction and weather conditions. Other assistance that may be needed. |
| Call local supervisory personnel (refer to Section V: Emergency Call List) until personal contact is made with a person on the list. |
| Perform emergency assessment and response as needed. The response may include rescue and/or evacuation of personnel, shutting in a system and/or notification of nearby residents/public (refer to Section VII: Public Notification/Evacuation). |
| Secure the site. |
| Follow the direction of the On-scene Incident Commander (first ConocoPhillips supervisor arriving on-scene). |
| First Supervisor on Scene (ConocoPhillips On-scene Incident Commander) |
| —— Becomes ConocoPhillips' On-scene Incident Commander upon arrival to location. |
| —— Follow the principles of the D.E.C.I.D.E. process below to assess the incident. (Note wind direction and weather conditions and ensure everyone's safety). |
| DETECT the problem ESTIMATE likely harm without intervention CHOOSE response objectives IDENTIFY action options DO the best option EVALUATE the progress |
| Complete the Preliminary Emergency Information Sheet (refer to Section VIII: Forms/Reports). |

| | Call your supervisor (refer to Section V: Emergency Call List). Perform emergency response as necessary. (This may include notification & |
|----------|--|
| | evacuation of all personnel and/or nearby residents/public (refer to Section VII: Public Notification/Evacuation), requesting assistance from ConocoPhillips personnel or outside agencies (refer to Section V: Emergency Call List) and |
| ٠ | obtaining any safety equipment that may be required (refer to Section IV: Emergency Equipment and Maintenance). |
| | Notify appropriate local emergency response agencies of the incident as needed. Also notify the appropriate regulatory agencies. (refer to Section V: Emergency Call List). |
| | Ensure site security. |
| | — Set barricades and /or warning signs at or beyond the calculated 100 ppm H ₂ S radius of exposure (ROE). All manned barricades must be equipped with an H ₂ S monitor and a 2-way radio. |
| | — Set roadblocks and staging area as determined. |
| | Establish the Incident Command Structure by designating appropriate on-scene response personnel as follows: |
| , | Recording Secretary Public Information Officer |
| | Safety/Medical Officer Decontamination Officer |
| <u>-</u> | Have the "Recording Secretary" begin documenting the incident on the "Incident Log" (refer to Section VIII: Forms/Reports). |
| | If needed, request radio silence on all channels that use your radio tower stating |
| | that, until further notice, the channels should be used for emergency communications only. |
| | Perform a Site Characterization and designate the following: |
| | Hot Zone Hazardous Area Warm Zone Preparation & Decontamination Area Cold Zone Safe Area |

AND

| | On-Scene Incident Command Post | (Cold Zone) |
|---|--|---|
| | Public Relations Briefing Area | (Cold Zone) |
| | Staging Area | (Cold Zone) |
| | Triage Area | (Cold Zone) |
| | Decontamination Area | (Warm Zone) |
| | | 1 |
| | • | |
| | Refer all media personnel to ConocoPh | illips' On-Scene Public Information |
| | Officer (refer to Section VI: Public Me | edia Relations). |
| | | |
| | Coordinate the attempt to stop the relea | se of H ₂ S. You should consider closing |
| | • | it-off gas supply sources, and/or plugging |
| | | as to reduce the toxicity hazard should be |
| | | It must first be determined if the gas can |
| | | ion if there is a possibility of a widespread |
| | flammable atmosphere.) | |
| | | |
| | Once the emergency is over, return the | situation to normal by: |
| | | |
| | Confirming the absence of H_2S are | d combustible gas throughout the area, |
| | D' ' ' 1 1 1 1 | 11 |
| | | all channels, stating that the emergency |
| | incident is over, | |
| | Danassina all haminadas and syam | in a si ana |
| | Removing all barricades and warr | ing signs, |
| | Allowing avanuage to return to the | orgo and |
| | Allowing evacuees to return to the | t area, and |
| | Advising all parties previously no | tified that the emergency has ended. |
| | Advising an parties previously no | timed that the emergency has ended. |
| | Ensure the proper regulatory authorities/ | agencies are notified of the incident (refer |
| | to Section V: Emergency Call List). | ageneres are member of me moradin (reser |
| | to beetien v. Emergency can Elety. | |
| | Clean up the site. (Be sure all contractor | crews have had appropriate |
| | HAZWOPER training.) | |
| | 2 / | · ! ! |
|] | Report completion of the cleanup to the | Asset Environmentalist. |
| | Environmentalist will report this to the j | |
| | | · · · · · · · · · · · · · · · · · · · |

| Fill out all required incident reports and sen (Keep a copy for your records.) | d originals to the Safety Department. |
|--|---|
| Company employee receiving occupation | al injury or illnesses. |
| • Company employee involved in a vehicle vehicle. | accident while driving a company |
| Company property that is damaged or los | t. |
| • Accident involving the public or a contra accidents, and property damage. Also include a claim against the Company. | |
| Hazardous Material Spill/Release Report | Form |
| Emergency Drill Report | |
| Assist the Safety Department in the investige factors that caused or allowed the incident to maintenance, and/or surveillance procedures and train or retrain employees in the use and | occur, and modify operating, as needed. Make appropriate repairs |
| If this incident was simulated for practice in Emergency Drill Report found in Section VI to the Drilling Manager. (Keep one copy in the plan.) | II: Forms/Reports and submit a copy |
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Emergency Procedures Responsibility

In the event of a release of potentially hazardous amounts of H2S, all personnel will immediately proceed upwind/ crosswind to the nearest designated briefing area. The COPC Drilling Rep. will immediately, upon assessing the situation, set this into action by taking the proper procedures to contain the gas and notify appropriate people and agencies.

- 1. In an emergency situation, the Drilling Rep. on duty will have complete responsibility and will take whatever action is deemed necessary in an emergency situation to insure the personnel's safety, to protect the well and to prevent property damage.
- 2. The Toolpusher will assume all responsibilities of the Drilling Rep. in an emergency situation in the event the Drilling Rep. becomes incapacitated.
- 3. Advise each contractor, service company, and all others entering the site that H2S may be encountered and the potential hazards that may exist.
- 4. Authorize the evacuation of local residents if H2S threatens their safety.
- 5. Keep the number of persons on location to a minimum during hazardous operations.
- 6. Direct corrective actions to control the flow of gas.
- 7. Has full responsibility for igniting escaping gas to reduce the toxicity hazard. This should be used **ONLY AS A LAST RESORT**.

IV. EMERGENCY EQUIPMENT and MAINTENANCE

Emergency Equipment Suppliers

Safety International - Odessa, Tx.

H₂S monitors
Breathing air includes cascade systems
First aid and medical supplies
Safety equipment
H2S Specialist

432.580.3770

Total Safety US Odessa, Tx/ Hobs, NM

H₂S monitors
Breathing air includes cascade systems
Fire fighting equipment
First aid and medical supplies
Safety equipment

432.561.5049 Odessa, Tx. 575.392.2973 Hobbs, NM

Indian Fire & Safety - Hobbs, NM

H₂S monitors
Breathing air including cascade systems trailer mounted 30 minute air packs
Safety Equipment

575.393.3093

Emergency Equipment and Maintenance (continued)

General Information

Materials used for repair should be suitable for use where H₂S concentrations exceed 100 ppm. In general, carbon steels having low-yield strengths and a hardness below RC-22 are suitable. The engineering staff should be consulted if any doubt exists on material specifications.

Appropriate signs should be maintained in good condition at location entrance and other locations as specified in Texas Rule 36 and NMOCD Rule 118.

All notification lists should be kept current with changes in names, telephone numbers, etc.

All shutdown devices, alarms, monitors, breathing air systems, etc., should be maintained in accordance with applicable regulations.

All personnel working in H_2S areas shall have received training on the hazards, characteristics, and properties of H_2S , and on procedures and safety equipment applicable for use in H_2S areas.

H2S Safety Equipment and Monitoring Systems

An H2S emergency response package will be maintained at locations requiring H2S monitoring. The package will contain at a minimum the following:

- 3 Fixed H2S sensors located as follows:
 - 1,—on the rig floor
 - 1 at the Bell Nipple
 - 1 at the Shale Shaker or Flowline
- $1 \underline{\text{Entrance Warning Sign}}$ located at the main entrance to the location, with warning signs and colored flags to determine the current status for entry into the location.
- 2 Windsocks that are clearly visible.
- 1 Audible warning system located on rig floor
- 2 <u>Visual</u> warning systems (Beacon Lights)
 - 1 located at the rig floor
 - 1 located in the mud mixing room

Note: All alarms (audible and visual) should be set to alarm at 10 ppm.

- 2 Briefing areas clearly marked
 - 2 SCBA's at each briefing area
 - 1- SCBA located at the Drilling Reps office

Note:

- 1. All SCBA's must be positive pressure type only!!!
- 2. All SCBA's must either be Scott or Drager brand.
- 3. All SCBA's face pieces should be <u>size large</u>, unless otherwise specified by the Drilling Supervisor.
- 5 Emergency Escape Paks located at Top Doghouse.

Note: Ensure provisions are included for any personnel working above rig floor in derrick.

V. EMERGENCY CALL LIST:

The following is a priority list of personnel to contact in an emergency situation:

| Supervisory Personnel | Office No. | Home | Cellular |
|--|---------------|--------------|--------------|
| Sam Hyden Permian Drilling Supt. | 432.688.9163 | 432.561.9958 | 432.557.1999 |
| Jason Tiley | 432.688.9195. | 903.365.2103 | 281-684-4720 |
| Terry Brumley Permian Drilling Field Supt. | 432.368.1345 | 432.263.8222 | 432.238.9069 |
| Tom Samarripa WSER | 423.368.1263 | 432.367.4961 | 432.556.9113 |
| Gene True Permian Conventional Asset Operations Manager | 432.688.9050 | | |
| Leo Gatson Safety and Environmental Coordinator | 432.368.1248 | | 432.631.0666 |
| Gene Schwall Drilling Mngr. | 281.206.5159 | 281.579.2914 | 713.301.7590 |

EMERGENCY CALL LIST: State Officials

Regulatory Agencies

New Mexico Oil Conservation Commission

P. O. Box 1980

Hobbs, New Mexico 88240-1980

Bureau of Land Mngt.

Carlsbad Field Office

620 E. Greene St.

Carlsbad, NM 88220

Office: 575.234.5972

Office: 575.393.6161

Fax: 575.885.9264

BLM 24 Hr on call # Lea County: 575-393-3612

EMERGENCY CALL LIST: Local Officials

Refer to the <u>Location Information Sheet</u>
Note: The LIS should include any area residents (i.e. rancher's house, etc)

ConocoPhillips Emergency Call List and Location Information Sheet

ConocoPhillips- 281-293-3600

| Drilling Superintendent | Sam Hyden | Office: 432-688-9163 |
|-------------------------|---------------|----------------------|
| | | Cell: 432-557-1999 |
| Safety (WSER) | Tom Samarripa | Office: 432-368-1263 |
| | | Cell: 432-556-9113 |
| Drilling Engineer | Steven Herrin | Office: 281-206-5115 |
| | • | Cell: 281-467-7596 |
| Regulatory Contact | Susan Maunder | Office: 281-206-5281 |
| | · | Cell: 432-556-6501 |

Emergency Numbers

| Hospital: Lea Co. Regional Medical Center (F | Hobbs)575-492-5000 |
|--|--------------------|
| Ambulance: Hobbs Fire Dept. | 575-397-9308 |
| Air Ambulance: Care Star | |
| Aero Star | 800-627-2376 |
| Fire Dept. (Hobbs) | |
| | 575-676-4100 |
| State Police (Artesia) | |
| | 575-392-5580 |
| Sheriff (Lovington) | |
| Police (Lovington) | |
| NMOCD | 575-393-6161 |
| | 575-370-3186 |
| BLM Switchboard | |
| BLM 24 Hr on Call, Lea County | 575-393-3612 |
| New Mexico Emergency Response Comm (Sa | |
| New Mexico State Emerg Ops Ctr | 505-476-9635 |
| National Emergency Response Center | 800-424-8802 |
| | |

Number of Residences within 1 mile of Well: There are no residences within one mile of the well to be drilled.

Number of Residences within 1 mile of Well: There are no residences within one mile of the well to be drilled.

VI. Public Media Relations

The **Public Information Officer** becomes the ConocoPhillips on-scene contact (once designated by the Phillips On-Scene Incident Commander).

Confers with Houston Office's Human Relations Representative, who is responsible for assisting in the coordination of local public relations duties.

Answer media questions honestly and <u>only with facts</u>, do not speculate about the cause, amount of damage, or the potential impact of the incident of the community, company, employees, or environment. (This information will be formally determined in the incident investigation.)

If you are comfortable answering a question or if you are unsure of the answer, use terms such as the following:

- "I do not know. I will try to find out."
- I am not qualified to answer that question, but I will try to find someone who can."
- "It is under investigation."

Note:

Do Not Say "No Comment." (This implies a cover-up.)

Do Not Disclose Names of Injured or Dead! Confer with the Houston Office's Human Relations Representative, who is responsible for providing that information.

VII. Public Notification/Evacuation

Alert and/or Evacuate People within the Exposure Area

1. <u>Public Notification</u> — If the escape of gas could result in a hazard to area residents, the general public, or employees, the person <u>first</u> observing the leak should take <u>immediate</u> steps to cause notification of any nearby residents. The avoidance of injury or loss of life should be of prime consideration and given top priority in all cases. If the incident is of such magnitude, or at such location as to create a hazardous situation, local authorities will be requested to assist in the evacuation and roadblocks of the designated area until the situation can be returned to normal.

Note: Bilingual employees may be needed to assist in notification of residents.

2. Evacuation Procedures – Evacuation will proceed upwind from the source of the release of H₂S. Extreme caution should be exercised in order to avoid any depressions or low-lying areas in the terrain. The public area within the radius of exposure should be evacuated in a southwesterly and southeasterly direction so as to avoid the prevailing southern wind direction.

Roadblocks and the staging area should be established as necessary for current wind conditions.

Note: In all situations, consideration should be given to wind direction and weather conditions. H₂S is heavier than air and can settle in low spots. Shifts in wind direction can also change the location of possible hazardous areas.

VIII. FORMS & REPORTS

- I. Incident Log
- II. Preliminary Emergency Information Sheet
- III. Emergency Drill Report
- IV. Onshore Hazardous Material Spill/Release Report Form
- V. Immediate Report of Occupational Injury or Illness Report of Accident-Public Contractor Report of Loss or Damage to Company Property Report of Automotive Incident

ConocoPhillips

Location Schematic and Rig Layout \ for Closed Loop System

(PICTURE NOT TO SCALE)

Drawn by:
James Chen
Drilling Engineer, ConocoPhillips Company
Date: 12-November-2012 (updated March 2013)

NOTE: There are two muster areas (primary & scondary) depending on the prevailing wind direction. The muster area that is furthest upwind/crosswind will be the designated area for briefing and assessing the situation. In the situation that a full evacuation is deemed necessary, all personnel will exit the location on the main access road. Otherwise, if the main access road is blocked off, they will exit on the secondary road or walk off road in the upwind/crosswind direction.

