CONFIDENTIAL -- TIGHT HOLE
DRILLING PLAN
PAGE: 1

1. FORMATION TOPS

The estimated tops of important geologic markers are as follows:

FORMATION	SUB-SEA TVD	KBTVD	MD
Formation	Sub-Sea TVD	KBTVD	
Rustler	2507	650	
Castile	157	3000	
Lamar	-1543	4700	
Bell Canyon	-1823	4980	
Cherry Canyon	-2718	5875	
Brushy Canyon	-4268	7425	
Bone Spring Limestone	-5648	8805	
Upr. Avalon	-5718	8875	
Lateral TD (Upper Avalon)	-5893	9050	13957
,			

2. ESTIMATED DEPTH OF WATER, OIL, GAS & OTHER MINERAL BEARING FORMATIONS

The estimated depths at which the top and bottom of the anticipated water, oil, gas, or other mineral bearing formations are expected to be encountered are as follows:

Substance	Formation	Depth
Deepest Ex	spected Base of Fresh Water	500
Water	Rustler	650
Water	Bell Canyon	4980
Water	Cherry Canyon	5875
Oil/Gas	Brushy Canyon	7425
Oil/Gas	Bone Spring Limestone	8805
Oil/Gas	Upr. Avalon	8875
		·

All shows of fresh water and minerals will be reported and protected.

3. BOP EQUIPMENT

Will have a minimum of a 5000 psi rig stack (see proposed schematic) for drill out below surface casing. Stack will be tested as specified in the attached testing requirements.

Chevron requests a variance to use a FMC UH2 Multibowl wellhead, which will be run through the rig foor on surface casing. BOPE will be nippled up and tested after cementing surface casing. Subsequent tests will be performed as needed, not to exceed 30 days. The field report from FMC and BOP test information will be provided in a subsequent report at the end of the well. Please see the attached wellhead schematic. An installation manual has been placed on file with the BLM office and remains unchanged from previous submittal.

CONFIDENTIAL -- TIGHT HOLE **DRILLING PLAN**

PAGE:

4. CASING PROGRAM

a. The proposed casing program will be as follows:

Purpose	From	То	Hole Size	Csg Size	Weight	Grade	Thread	Condition
Surface	0'	670'	17-1/2"	13-3/8"	55#	J55	STC	New
Intermediate	0'	4,530'	12-1/4"	9-5/8"	40 #	HCK-55	LTC	New
Production	0'	13,957'	8-3/4"	5-1/2"	20.0 #	HCP-110	TXP BTC S	New

- b. Casing design subject to revision based on geologic conditions encountered.
- C. ***A "Worst Case" casing design for wells in a particular area is used below to calculate the Casing Safety Factors. If for any reason the casing design for a particular well requires setting casing deeper than the following "worst case" design, then the Casing Safety Factors will be recalcuated & sent to the BLM prior to drilling.
- d. Chevron will fill casing at a minimum of every 20 jts (840') while running for intermediate and production casing in order to maintain collapse SF.

SF Calculations based on the following "Worst Case" casing design:

Surface Casing:

850' 4800'

Intermediate Casing:

Production Casing:	22,000' MD	0/9,200' TVD (12,800' VS	@ 90 deg inc)	
Casing String	Min SF Burst	Min SF Collapse	Min SF Tension	Min SF Tri-Axial
Surface	1.40	1.92	2.40	1.75
Intermediate	1.21	3.02	2.15	1.48
Production	1.30	2.51	2.48	1.51

Min SF is the smallest of a group of safety factors that include the following considerations:

	Surf	Int	Prod
Burst Design			
Pressure Test- Surface, Int, Prod Csg	X	X	X
P external: Water			
P internal: Test psi + next section	n heaviest mud in csg		
Displace to Gas- Surf Csg	X		
P external: Water			
P internal: Dry Gas from Next Cs	sg Point		
Frac at Shoe, Gas to Surf- Int Csg		X	
P external: Water			
P internal: Dry Gas, 15 ppg Frac	Gradient		
Stimulation (Frac) Pressures- Prod Csg			X
P external: Water			
P internal: Max inj pressure w/ he	eaviest injected fluid		
Tubing leak- Prod Csg (packer at KOP)			X
P external: Water			
P internal: Leak just below surf, 8	3.7 ppg packer fluid		
Collapse Design			
Full Evacuation	X	X	X
P external: Water gradient in cem	nent, mud above TOC		
P internal: none			
Cementing- Surf, Int, Prod Csg	X	X	X
P external: Wet cement			
P internal: water	*		
Tension Design			
100k lb overpull	X	X	X

5. **CEMENTING PROGRAM**

Slurry	Туре	Тор	Bottom	Weight	Yield	%Excess	Sacks	Water
Surface_				(ppg)	(sx/cu ft)	Open Hole		gal/sk
Tail	Class C	0'	670'	14.8	1.35	125	801	6.57
<u>Intermediate</u>								
Lead	50:50 Poz Class C	0'	3,530'	11.9	2.43	150	1022	14.21
Tail	Class C	3,530'	4,530'	14.8	1.33	85	464	6.37
<u>Production</u>								
1st Lead	50:50 Poz Class H	3,680'	8,616'	11.5	2.51	50	705	15.51
2nd Lead	TXI	8,616'	12,957'	12.5	1.62	35	917	9.64
Tail	Acid Soluble	12,957'	13,957'	15	2.18	0	116	11.42

1. Final cement volumes will be determined by caliper.

2. Surface casing shall have at least one centralizer installed on each of the bottom three joints starting with the shoe joint.

3. Production casing will have one centralizer on every joint for the first 1000' from TD, then every other joint to EOB, then every third joint to KOP, and then every forth joint to intermediate casing.

6. MUD PROGRAM

From	То	Туре	Weight	F. Vis	Filtrate
0'	670'	Spud Mud	8.3 - 8.7	32 - 34	NC - NC
670'	4,530'	Brine	9.5 - 10.1	28 - 30	NC - NC
4,530'	8,616'	FW/Cut Brine	8.3 - 9.6	28 - 30	NC - NC
8,616'	9,366'	Cut Brine	8.3 - 9.6	28 - 30	15 - 25
9,366'	13,957'	FW/Cut Brine	8.3 - 9.6	28 - 30	15 - 25

A closed system will by utilized consisting of above ground steel tanks. All wastes accumulated during drilling operations will be contained in a portable trash cage and removed from location and deposited in an approved sanitary landfill. Sanitary wastes will be contained in a chemical porta-toilet and then hauled to an approved sanitary landfill.

All fluids and cuttings will be disposed of in accordance with New Mexico Oil Conservation Division rules and regulations.

A mud test shall be performed every 24 hours after mudding up to determine, as applicable: density, viscosity, gel strength, filtration, and pH.

Visual mud monitoring equipment shall be in place to detect volume changes indicating loss or gain of circulating fluid volume. When abnormal pressures are anticipated -- a pit volume totalizer (PVT), stroke counter, and flow sensor will be used to detect volume changes indicating loss or gain of circulating fluid volume.

A weighting agent and lost circulating material (LCM) will be onsite to mitigate pressure or lost circulation as hole conditions dictate.

7. TESTING, LOGGING, AND CORING

The anticipated type and amount of testing, logging, and coring are as follows:

- a. Drill stem tests are not planned.
- b. The logging program will be as follows:

TYPE	Logs	Interval	Timing	Vendor
Mudlogs	2 man mudlog	Int Csg to TD	Drillout of Int Csg	TBD
LWD	MWD Gamma	Int. and Prod. Hole	While Drilling	TBD

- c. Conventional whole core samples are not planned.
- d. A Directional Survey will be run.

8. ABNORMAL PRESSURES AND HYDROGEN SULFIDE

a. No abnormal pressures or temperatures are expected. Estimated BHP is: 4500

b. Hydrogen sulfide gas is not anticipated. An H2S Contingency plan is attached with this APD in the event that H2S is encountered

BLOWOUT PREVENTOR SCHEMATIC

Minimum Requirements

OPERATION: Intermediate and Production Hole Sections

Minimum System Pressure Rating : 5,000 psi

	SIZE	PRESSUR		
Α		N/A	Bell Nipple	
В	13 5/8"	5,000 psi	Annular	
C	13 5/8"	5,000 psi	Pipe Ram	Flowline to Shaker
D	13 5/8"	5,000 psi	Blind Ram	Fill Up Line A
E	13 5/8"	5,000 psi	Mud Cross	
F				
	DSA	As require	ed for each hole size	
	C-Sec			■ B D
	B-Sec	13-5/8	8" 5K x 11" 5K	
	A-Sec	13-3/8" 3	SOW x 13-5/8" 5K	
		17:11	l la a	
		Kill	Line	
		RESSURE	DESCRIPTION	· ·
		5,000 psi	Gate Valve	
-		5,000 psi	Gate Valve	0000
	2"	5,000 pst	Check Valve	(O O D
				(Des-0)
	-			Kill Line- 2" minimum Choke Line to Choke Manifold- 3
		Choke	e Line	madmadm name
S	SIZE P	RESSURE	DESCRIPTION	
3	. !	5,000 psi	Gate Valve	HCR Valve
3	3" !	5,000 psi	HCR Valve	There valve
				()
				T
	In	stallatio	n Checklist	
	Th	e following i	item must be verified and	d checked off prior to pressure testing of BOP equipment.
				east the minimum requirements (rating, type, size, configuration) as shown on bstituted for equivalent equipment rated to higher pressures. Additional
				ng as they meet or exceed the minimum pressure rating of the system.
	All	alves on th	e kill line and choke line	will be full opening and will allow straight though flow.
	_			
			l choke line will be straig hored to prevent whip an	ght unless turns use tee blocks or are targeted with running tess, id reduce vibration.
	inst	ual (hand w alled on all	heels) or automatic lock manual valves on the ch	ing devices will be installed on all ram preventers. Hand wheels will also be oke line and kill line.
			nstalled in the closing li emain open unless accu	ne as close as possible to the annular preventer to act as a locking device. mulator is inoperative.
		er kelly coc		be available on rig floor along with safety valve and subs to fit all drill string
Aft	ter Instal	lation Chec	klist is complete, fill out	the information below and email to Superintendent and Drilling Engineer
		W	ellname:	
			ntative	
		vehiese		
			Date:	

CHOKE MANIFOLD SCHEMATIC

Minimum Requirements

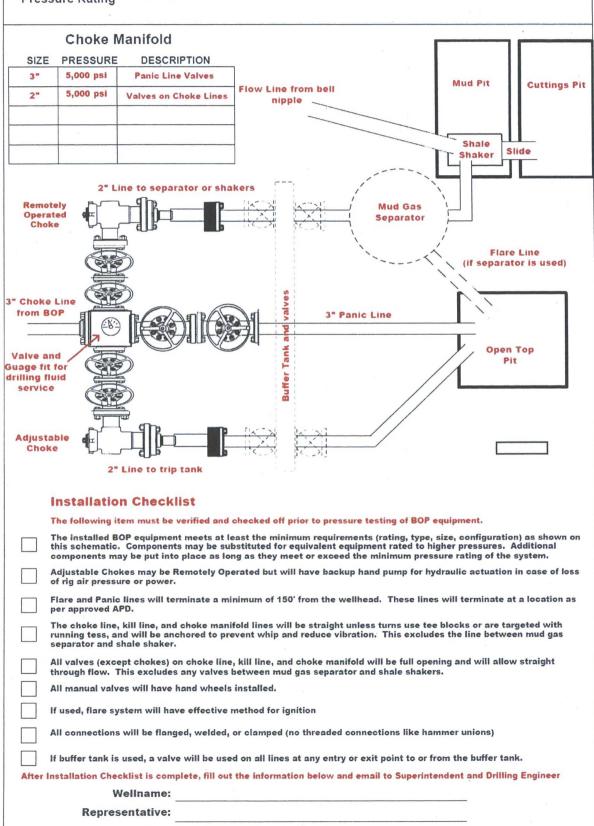
OPERATION: Intermediate and Production Hole Sections

Minimum System.

Pressure Rating

5,000 psi

Date:



BOPE Testing

Minimum Requirements

Closing Unit and Accumulator Checklist

				ed off at least once pe d after 6 months on the				
	Precharge pressure for e with nitrogen gas only. through the end of the w	Tested precharge pres	sures must be recor	ded for each individual	bottle and kept on location			
one th	at proceure rating	Minimum acceptable operating pressure	Desired precharge pressure	Maximum acceptable precharge pressure	Minimum acceptable precharge pressure			
	1500 psi	1500 psi	750 psi	800 psi	700 psi			
	2000 psi	2000 psi	1000 psi	1100 psi	900 psi			
	3000 psi	3000 psi	1000 psi	1100 psi	900 psi			
	Accumulator will have sufficient capacity to open the hydraulically-controlled choke line valve (if used), close all rams, close the annular preventer, and retain a minimum of 200 psi above the maximum acceptable precharge pressure (see table above) on the closing manifold without the use of the closing pumps. This test will be performed with test pressure recorded and kept on location through the end of the well							
	will be maintained at ma be recorded. Reservoir location through the end	nufacturer's recomme fluid level will be recor I of the well.	ndations. Usable flu ded along with man	iid volume will be reco ufacturer's recommend	tem capacity. Fluid level rded. Reservior capacity will ation. All will be kept on			
	Closing unit system will preventers.			-				
		nanifold pressure decr	eases to the pre-set		ps will automatically start ded to check that air line to			
	(if used) plus close the	nnular preventer on the eptable precharge pre-	e smallest size drill ssure (see table abo	pipe within 2 minutes a ve) on the closing man	ly-operated choke line valve and obtain a minimum of 200 ifold. Test pressure and			
	Master controls for the last preventer and the che			ulator and will be capa	ble of opening and closing			
	Remote controls for the floor (not in the dog hou				and located on the rig			
	Record accumulator tes	ts in drilling reports an	d IADC sheet					
		BOPE T	est Checklist					
	TI	he following item must	be ckecked off prio	r to beginning test				
	BLM will be given at lea	st 4 hour notice prior t	o beginning BOPE te	sting				
	Valve on casing head be	low test plug will be o	pen					
	Test will be performed u							
			_	PE testing and then ch				
	BOPE will be pressure to following related repairs party on a test chart and	, and at a minimum of	30 days intervals. 1	est pressure and times	ressure is broken, s will be recorded by a 3∉			
	Test plug will be used							
	Ram type preventer and	all related well contro	l equipment will be	tested to 250 psi (low)	and 5,000 psi (high).			
	Annular type preventer v							
	Valves will be tested fro held open to test the kill		e side with all down	stream valves open.	The check valve will be			
	Each pressure test will be	be held for 10 minutes	with no allowable le	ak off.				
	Master controls and rem	ote controls to the clo	sing unit (accumula	tor) must be function to	ested as part of the BOP testing			
	Record BOP tests and pr	ressures in drilling repo	orts and IADC sheet					
	Installation Checklist is any/all BOP and accumul				dent and Drilling Engineer <u>along</u>			
	Wellnar	ne:						
	Representati	ve:						
	Da	ite:						

For the latest performance data, always visit our website: www.tenaris.com

June 17 2015



Size: 5.500 in.

Wall: 0.361 in.

Weight: 20.00 lbs/ft

Grade: P110-IC Min. Wall Thickness: 87.5 %

Connection: TenarisXP™ BTC

Casing/Tubing: CAS

Coupling Option: REGULAR

		PIPE BODY	DATA		
		GEOMET	RY		
Nominal OD	5.500 in.	Nominal Weight	20.00 lbs/ft	Standard Drift Diameter	4.653 in.
Nominal ID	4.7 78 in.	Wall Thickness	0.361 in.	Special Drift Diameter	N/A
Plain End Weight	19.83 lbs/ft				
		PERFORM	ANCE		
Body Yield Strength	641 x 1000 lbs	Internal Yield	12630 psi	SMYS	110000 psi
Collapse	12100 psi				
	TEI	NARISXP™ BTC CO	NNECTION D	ATA	
		GEOMET	TRY		
Connection OD	6.100 in.	Coupling Length	9.450 in.	Connection ID	4.766 in.
Critical Section Area	5.828 sq. in.	Threads per in.	5.00	Make-Up Loss	4.204 in.
		PERFORM	ANCE		
Tension Efficiency	100 %	Joint Yield Strength	641 × 1000 lbs	Internal Pressure ${\sf Capacity}^{\left(\underline{1}\right)}$	12630 psi
Structural Compression Efficiency	100 %	Structural Compression Strength	641 × 1000	Structural Bending ⁽²⁾	92 °/100 ft
External Pressure Capacity	12100 psi				
	E	STIMATED MAKE-U	JP TORQUES	3)	
Minimum	11270 ft-lbs	Optimum	12520 ft-lbs	Maximum	13770 ft-lbs
		OPERATIONAL LIN	MIT TORQUES		
Operating Torque	21500 ft-lbs	Yield Torque	23900 ft-lbs		

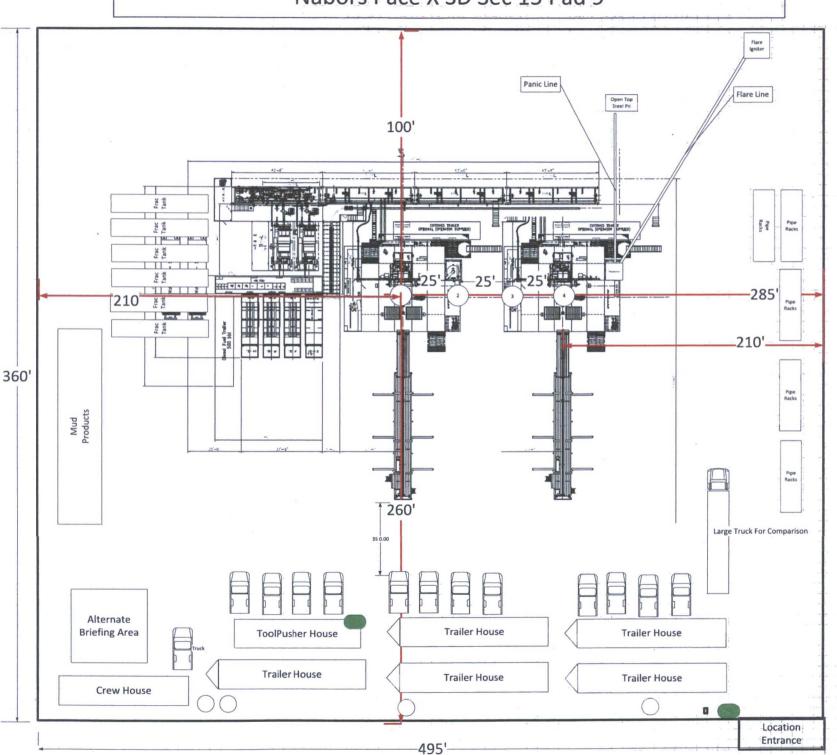
DS-TenarisHydril TenarisXP BTC-5.500-20.000-P110-IC

BLANKING DIMENSIONS

Blanking Dimensions

- (1) Internal Pressure Capacity related to structural resistance only. Internal pressure leak resistance as per section 10.3 API 5C3 / ISO 10400 2007.
- (2) Structural rating, pure bending to yield (i.e no other loads applied)
- (3) Torque values calculated for API Modified thread compounds with Friction Factor=1. For other thread compounds please contact us at licensees@oilfield.tenaris.com. Torque values may be further reviewed. For additional information, please contact us at contact-tenarishydril@tenaris.com

Nabors Pace X SD Sec 15 Pad 9





Rig layout shows rig in first and last well for illustration purposes.

H2S Monitor Locations

- Bop/Cellar Rig Floor
- Shaker Skid
- Bell Nipple

Flag Locations

- · Sign-in Shack
- Rig Floor
 Dog House
- 10 Minute Escape Packs
- . 1 at Pits
- 1 at Trip Tank
- 1 at Accumulator
- 4 at Rig Floor

45 Minute Escape Packs

- · 2 at Briefing Area
- 2 at Alternate Briefing Area

Legend
H2S Monitor

