Form 3160 -3 (March 2012)

UNITED STATES HOBBS OCD DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT JUL 19 2018

MED

FORM APPROVED OMB No. 1004-0137 Expires October 31, 2014

5. Lease Serial No. NMNM115425

APPLICATION FOR PERMIT TO DR	ILL OR	REEMEREIN		6. If Indian, Allotee	or Tribe Name
la. Type of work: DRILL REENTER		V 2.		7. If Unit or CA Agree	
lb. Type of Well: Oil Well Gas Well Other	✓ Sir	ngle Zone Multip	le Zone /	8. Lease Name and V FUNKY MONKS 8	
2. Name of Operator EOG RESOURCES INCORPORATED	7371)			9. APÍ Well No.	- 45014
4444 0 1 01 1 11 011 1 71/77000	Phone No. 13)651-7	(include area code)		10. Field and Pool, or E	XDOPPORT 22 WEST / ANTELOPE
4. Location of Well (Report location clearly and in accordance with any Statement At surface NWSW / 2349 FSL / 838 FWL / LAT 32.3183423 At proposed prod. zone SWSW / 230 FSL / 330 FWL / LAT 32.	/LONG	-103.3955139	34	11. Sec., T. R. M. or B SEC 8 / T23S / R35	•
14. Distance in miles and direction from nearest town or post office* 25 miles				12. County or Parish LEA	13. State NM
location to moreout : 000 for a	5. No. of a	cres in lease	17. Spacin 240	g Unit dedicated to this v	vell
to nearest well, drilling, completed, 880 feet	762 feet	Depth 17219 feet	20. BLM/I FED: NI	BIA Bond No. on file	
21. 21. (21. (21	Approxii 0/01/201	nate date work will star	t*	23. Estimated duration 25 days	n
2	24. Attac	hments			
The following, completed in accordance with the requirements of Onshore O	il and Gas	Order No.1, must be at	tached to th	is form:	
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System Lan SUPO must be filed with the appropriate Forest Service Office). 	ds, the	Item 20 above). 5. Operator certific	ation	ns unless covered by an	existing bond on file (see
25. Signature (Electronic-Submission)	1	(Printed/Typed) Wagner / Ph: (432)	686-3689		Date 03/19/2018
Title Regulatory Specialsit	-1			1	
Approved by (Signature) (Electronic Submission)	1	(Printed/Typed) Layton / Ph: (575)2	34-5959		Date 07/06/2018
Title Supervisor Multiple Resources		SBAD			
Application approval does not warrant or certify that the applicant holds le conduct operations thereon. Conditions of approval, if any, are attached.	gal or equi	table title to those right	ts in the sub	ject lease which would e	ntitle the applicant to
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime States any false, fictitious or fraudulent statements or representations as to ar	for any p	erson knowingly and writhin its jurisdiction.	villfully to n	nake to any department o	r agency of the United
(Continued on page 2) 6 Plee 07/19/18				*(Inst	ructions on page 2)

07/23/18

approval Date: 07/06/2018

INSTRUCTIONS

GENERAL: This form is designed for submitting proposals to perform certain well operations, as indicated on Federal and Indian lands and leases for action by appropriate Federal agencies, pursuant to applicable Federal laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from local Federal offices.

ITEM 1: If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable Federal regulations concerning subsequent work proposals or reports on the well.

ITEM 4: Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local Federal offices for specific instructions.

ITEM 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on the reverse side, showing the roads to, and the surveyed location of the well, and any other required information, should be furnished when required by Federal agency offices.

ITEMS 15 AND 18: If well is to be, or has been directionally drilled, give distances for subsurface location of hole in any present or objective productive zone.

ITEM 22: Consult applicable Federal regulations, or appropriate officials, concerning approval of the proposal before operations are started.

NOTICES

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

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

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service well or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts. ROUTINE USE: Information from the record and/or the record will be transferred to appropriate Federal, State, and local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecution, in connection with congressional inquiries and for regulatory responsibilities.

EFFECT OF NOT PROVIDING INFORMATION: Filing of this application and disclosure of the information is mandatory only if you elect to initiate a drilling or reentry operation on an oil and gas lease.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to allow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases. This information will be used to analyze and approve applications. Response to this request is mandatory only if the operator elects to initiate drilling or reentry operations on an oil and gas lease. The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

(Continued on page 3)

(Form 3160-3, page 2)

Form 3160-3 (March 2012)

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UNITED STATES

FORM APPROVED OMB No. 1004-0137 Expires October 31, 2014

DEPARTMENT OF THE IN	NTER	RIOR JUL 1920	-0	5. Lease Serial No. NMNM115425		
DEPARTMENT OF THE IN BUREAU OF LAND MANA APPLICATION FOR PERMIT TO D la. Type of work:	DRIL	L OR REENTEREN	EU	6. If Indian, Allotee	or Tribe	Name
la. Type of work:	R			7. If Unit or CA Agre		ame and No.
lb. Type of Well: Oil Well Gas Well Other	_	Single Zone Multip	le Zone	8. Lease Name and 1 FUNKY MONKS 8		(32./ У ом 301H
2. Name of Operator EOG RESOURCES INCORPORATED	73	377)		9. APT Well-No.	- 4	5014
		one No. (include area code))651-7000		10. Field and Pool, or I	Explorate E WISS T	ANTELOPE
4. Location of Well (Report location clearly and in accordance with any) State r	requirements.*)		11. Sec., T. R. M. or B		
At surface NWSW / 2349 FSL / 838 FWL / LAT 32.318342				SEC 8 / T23S / R3	5E / NM	Р
At proposed prod. zone SWSW / 230 FSL / 330 FWL / LAT 3	32.29	80023 / LONG -103:3971	34	<u> </u>		140.0
14. Distance in miles and direction from nearest town or post office* 25 miles				12. County or Parish LEA		13. State NM
15. Distance from proposed* location to nearest 230 feet property or lease line, ft. (Also to nearest drig. unit line, if any)	16. N 200	lo. of acres in lease	17. Spacing 240	g Unit dedicated to this v	well	
18. Distance from proposed location* to nearest well, drilling, completed, 880 feet applied for, on this lease, ft.	ľ	roposed Depth 2 feet / 17219 feet	20. BLM/F FED: NN	BIA Bond No. on file M2308		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3363 feet	· ·	approximate date work will star	t*	23. Estimated duration	n	
3303 leet	_	Attachments		25 days		
The following, completed in accordance with the requirements of Onshore	, \		tached to thi	is form:		
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System L SUPO must be filed with the appropriate Forest Service Office). 		4. Bond to cover th Item 20 above). the 5. Operator certific	ne operation ation	ns unless covered by an	·	
25. Signature (Electronic-Submission)		Name (Printed/Typed) Stan Wagner / Ph: (432)	686-3689		Date 03/19/	2018
Title Regulatory Specialsit						
Approved by (Signature) (Electronic Submission)		Name (Printed/Typed) Cody Layton / Ph: (575)2	34-5959		Date 07/06	/2018
Title Supervisor Multiple Resources		Office CARLSBAD				
Application approval does not warrant or certify that the applicant holds conduct operations thereon. Conditions of approval, if any, are attached.	s legal	or equitable title to those right	s in the sub	ject lease which would e	entitle the	applicant to
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a cri- States any false, fictitious or fraudulent statements or representations as to	ime fo o any n	or any person knowingly and w matter within its jurisdiction.	villfully to m	nake to any department o	or agency	of the United
(Continued on page 2) 6 Plee 07/19/18			210	*(Inst		s on page 2)

pproval Date: 07/06/2018

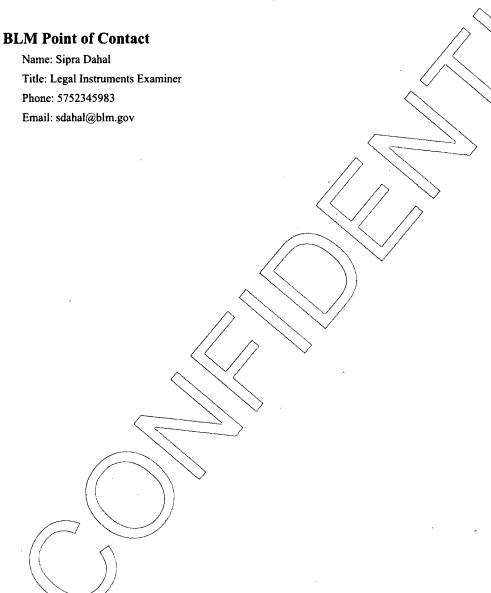
Additional Operator Remarks

Location of Well

1. SHL: NWSW / 2349 FSL / 838 FWL / TWSP: 23S / RANGE: 35E / SECTION: 8 / LAT: 32.3183423 / LONG: -103.3955139 (TVD: 0 feet, MD: 0 feet)

PPP: NWSW / 2314 FSL / 330 FWL / TWSP: 23S / RANGE: 35E / SECTION: 8 / LAT: 32.318243 / LONG: -103.3971581 (TVD: 9718 feet, MD: 9849 feet)

BHL: SWSW / 230 FSL / 330 FWL / TWSP: 23S / RANGE: 35E / SECTION: 17 / LAT: 32.2980023 / LONG: -103.397134 (TVD: 9762 feet, MD: 17219 feet)



Review and Appeal Rights

A person contesting a decision shall request a State Director review. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.



1. GEOLOGIC NAME OF SURFACE FORMATION:

Permian

2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

Rustler	1,686'
Top of Salt	2,098'
Base of Salt / Top Anhydrite	3,957'
Base Anhydrite	4,027'
Yates	4,027'
Capitan	4,439'
Cherry Canyon	5,972'
Brushy Canyon	7,417'
Bone Spring Lime	8,654'
1st Bone Spring Sand	9,684'
TD	9,762

3. ESTIMATED DEPTHS OF ANTICIPATED FRESH WATER, OIL OR GAS:

0- 400'	Fresh Water
5,972'	Oil
7,417'	Oil
8,654	Oil
9,684'	Oil
	5,972' 7,417' 8,654'

No other Formations are expected to give up oil, gas or fresh water in measurable quantities. Surface fresh water sands will be protected by setting 13.375" casing at 1,705' and circulating cement back to surface.

4. CASING PROGRAM - NEW

Hole Size	Interval	Csg OD	Weight	Grade	Conn	DF _{min} Collapse	DF _{min} Burst	DF _{min} Tension
17.5"	0 – 1,705'	13.375"	54.5#	J55	STC	1.125	1.25	1.60
12.25"	0-4,000'	9.625"	40#	J-55	LTC	1.125	1.25	1.60
12.25"	4,000' - 5,800'	9.625"	40#	HCK-55	LTC	1.125	1.25	1.60
8.75"	0'-17,219'	5.5"	20#	HCP-110	BTC	1.125	1.25	1.60

Variance is requested to wave any centralizer requirements for the 5-1/2" FJ casing in the 8-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 8-3/4" hole interval to maximize cement bond and zonal isolation.

Cementing Program:

Depth	No. Sacks	Wt.	Yld Ft³/ft	Mix Water Gal/sk	Slurry Description
13-3/8" 1,705	1075	13.5	1.74	9.17	Class C + 4% Gel + 2% CaCl2 + 0.25 pps Celloflake (TOC @ Surface)
	385	14.8	1.34	6.35	Class C + 2.0% CaCl2
9-5/8" 5,800°	235	12.7	1.90	9.96	Stage 1 Lead: 35:65 Poz:Class C + 3.0% Salt + 6.0% Gel + 0.4% CPT-20 + 0.5% CPT-45 (TOC @ 4,000')
DV Tool w/ ECP @	200	14.8	1.33	6.32	Stage 1 Tail: Class C + 0.2% CPT-19
4,000'	785	12.7	1.90	9.96	Stage 2 Lead: 35:65 Poz:Class C + 3.0% Salt + 6.0% Gel + 0.5% CPT-45 + 0.2% CPT-20 (TOC @ Surface)
	100	14.8	1.33	6.32	Stage 2 Tail: Class C + 0.2% CPT-19
5-1/2" 17,219'	220	11.0	3.21	19.24	50:50 Poz:H + 5.0% Salt + 3.0% CPT-45 + 0.4% CPT-503P + 1.0% CPT-19 + 5.0% Gypsum + 0.15% CPT-20 + 0.15% Citric Acid (TOC @ 5,300')
	850	14.4	1.20	4.81	50:50 Poz:H + 0.25% CPT-503P + 0.8% CPT-16A + 0.2% CPT-35 + 0.4% CPT-39 + 0.25% CPT-20

Note: Cement volumes based on bit size plus at least 25% excess in the open hole plus 10% excess in the cased-hole overlap section.

5. MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:

Variance is requested to use a co-flex line between the BOP and choke manifold (instead of using a 4" OD steel line).

The minimum blowout preventer equipment (BOPE) shown in Exhibit #1 will consist of a single ram, mud cross and double ram-type (10,000 psi WP) preventer and an annular preventer (5000-psi WP). Both units will be hydraulically operated and the ram-type will be equipped with blind rams on bottom and drill pipe rams on top. All BOPE will be tested in accordance with Onshore Oil & Gas order No. 2.

Before drilling out of the surface casing, the ram-type BOP and accessory equipment will be tested to 5000/250 psig and the annular preventer to 3500/250 psig. The surface casing will be tested to 1500 psi for 30 minutes.

Before drilling out of the intermediate casing, the ram-type BOP and accessory equipment will be tested to 5000/250 psig and the annular preventer to 3500/250 psig. The intermediate casing will be tested to 2000 psi for 30 minutes.

Pipe rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets.

A hydraulically operated choke will be installed prior to drilling out of the intermediate casing shoe.

6. TYPES AND CHARACTERISTICS OF THE PROPOSED MUD SYSTEM:

During this procedure we plan to use a Closed-Loop System and haul contents to the required disposal.

The applicable depths and properties of the drilling fluid systems are as follows.

Depth	Type	Weight (ppg)	Viscosity	Water Loss
0 – 1,705'	Fresh - Gel	8.6-8.8	28-34	N/c
1,705' – 5,800'	Fresh-Gel	8.6-8.8	28-34	N/c
5,800' - 17,219'	Oil Base	8.8-9.0	58-68	N/c - 6
Lateral				`

An electronic pit volume totalizer (PVT) will be utilized on the circulating system, to monitor pit volume, flow rate, pump pressure and stroke rate.

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept at the wellsite at all times.

7. AUXILIARY WELL CONTROL AND MONITORING EQUIPMENT:

- (A) A kelly cock will be kept in the drill string at all times.
- (B) A full opening drill pipe-stabbing valve (inside BOP) with proper drill pipe connections will be on the rig floor at all times.
- (C) H₂S monitoring and detection equipment will be utilized from surface casing point to TD.

8. LOGGING, TESTING AND CORING PROGRAM:

Open-hole logs are not planned for this well.

GR-CCL Will be run in cased hole during completions phase of operations.

9. ABNORMAL CONDITIONS, PRESSURES, TEMPERATURES AND POTENTIAL HAZARDS:

The estimated bottom-hole temperature (BHT) at TD is 170 degrees F with an estimated maximum bottom-hole pressure (BHP) at TD of 4568 psig. No hydrogen sulfide or other hazardous gases or fluids have been encountered, reported or are known to exist at this depth in this area. No major loss circulation zones have been reported in offsetting wells.

10. ANTICIPATED STARTING DATE AND DURATION OF OPERATIONS:

The drilling operation should be finished in approximately one month. If the well is productive, an additional 60-90 days will be required for completion and testing before a decision is made to install permanent facilities.

(A) EOG Resources requests the option to contract a Surface Rig to drill, set surface casing, and cement on the subject well. If the timing between rigs is such that EOG Resources would not be able to preset the surface, the Primary Rig will MIRU and drill the well in its entirety per the APD.

11. WELLHEAD:

A multi-bowl wellhead system will be utilized.

After running the 13-3/8" surface casing, a 13-5/8" BOP/BOPE system with a minimum working pressure of 5000 psi will be installed on the wellhead system and will be pressure tested to 250 psi low followed by a 5000 psi pressure test. This pressure test will be repeated at least every 30 days, as per Onshore Order No. 2

The minimum working pressure of the BOP and related BOPE required for drilling below the surface casing shoe shall be 5000 psi.

The multi-bowl wellhead will be installed by vendor's representative(s). A copy of the installation instructions for the Stream Flo FBD100 Multi-Bowl WH system has been sent to the NM BLM office in Carlsbad, NM.

The wellhead will be installed by a third party welder while being monitored by WH vendor's representative.

All BOP equipment will be tested utilizing a conventional test plug. Not a cup or J-packer type.

A solid steel body pack-off will be utilized after running and cementing the intermediate casing. After installation the pack-off and lower flange will be pressure tested to 5000 psi.

Both the surface and intermediate casing strings will be tested as per Onshore Order No. 2 to at least 0.22 psi/ft or 1500 psi, whichever is greater.

See previously attached Drill Plan



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

Application Data Report

APD ID: 10400028319

Submission Date: 03/19/2018

Operator Name: EOG RESOURCES INCORPORATED

Well Number: 301H

Well Name: FUNKY MONKS 8 FED COM

Well Work Type: Drill

Show Final Text

Well Type: OIL WELL

Section 1 - General

APD ID:

10400028319

Tie to previous NOS?

Submission Date: 03/19/2018

BLM Office: CARLSBAD

User: Stan Wagner

Title: Regulatory Specialsit

Federal/Indian APD: FED

is the first lease penetrated for production Federal or Indian? FED

Lease number: NMNM115425

Lease Acres: 200

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? YES

Permitting Agent? NO

APD Operator: EOG RESOURCES INCORPORATED

Operator letter of designation:

Operator Info

Operator Organization Name: EOG RESOURCES INCORPORATED

Operator Address: 1111 Bagby Sky Lobby2

Operator PO Box:

Zip: 77002

Operator City: Houston

State: TX

Operator Phone: (713)651-7000

Operator Internet Address:

Section 2 - Well Information

Well in Master Development Plan? NO

Mater Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

Well Name: FUNKY MONKS 8 FED COM

Well Number: 301H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: ANTELOPE RIDGE Pool Name: ANTELOPE

WEST

RIDGE; BS, NORTH

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

Well Name: FUNKY MONKS 8 FED COM

Well Number: 301H

Describe other minerals:

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

New surface disturbance?

Type of Well Pad: MULTIPLE WELL

Multiple Well Pad Name: **FUNKY MONKS 8 FED COM** Number: 301H/302H/603H

Well Class: HORIZONTAL

Number of Legs: 1

Well Work Type: Drill Well Type: OIL WELL

Describe Well Type: Well sub-Type: INFILL

Describe sub-type:

Distance to town: 25 Miles

Distance to nearest well: 880 FT

Distance to lease line: 230 FT

Reservoir well spacing assigned acres Measurement: 240 Acres

Well plat:

Funky_Monks_8_Fed_Com_301H_signed_C_102_20180314130016.pdf

Well work start Date: 10/01/2018

Duration: 25 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD27

Vertical Datum: NAVD88

Survey number:

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	DVT
SHL	234	FSL	838	FWL	23S	35E	8	Aliquot	32.31834		LEA	ı	NEW	F		336	0	0
Leg	9							NWS	23	103.3955		MEXI			115425	3		
#1	<u> </u>							W		139		СО	СО					
KOP	258	FSL	360	FWL	23S	35E	8	Aliquot	32.31900	-	LEA	NEW	NEW	F	NMNM	-	928	926
Leg	6							NWS	6	103.3970		l	MEXI		115425	590	9	9
#1								W		543		co	CO			6		
PPP	231	FSL	330	FWL	238	35E	8	Aliquot	32.31824	-	LEA	NEW	NEW	F	NMNM	-	984	971
Leg	4							NWS	3	103.3971		MEXI	MEXI		115425	635	9	8
#1		<u> </u>						w		581		co	СО			5		



Well Type: OIL WELL

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

Drilling Plan Data Report 07/09/2018

APD ID: 10400028319

Operator Name: EOG RESOURCES INCORPORATED

Well Name: FUNKY MONKS 8 FED COM

Well Number: 301H

Well Work Type: Drill

Submission Date: 03/19/2018



Show Final Text

Section 1 - Geologic Formations

Formation			True Vertical				Producing
ID	Formation Name	Elevation	Depth	Depth	Lithologies	Mineral Resources	Formation
1	PERMIAN	3363	0	0	ALLUVIUM	NONE	No
2	RUSTLER	1677	1686	1686	ANHYDRITE	NONE	No
3	TOP OF SALT	1265	2098	2098	SALT	NONE	No
4	BASE OF SALT	-594	3957	3957	SALT	NONE	No
5	YATES	-664	4027	4027	LIMESTONE	NONE	No
6	CAPITAN REEF	-1076	4439	4439	SANDSTONE	USEABLE WATER	No
7	CHERRY CANYON	-2609	5972	5972	SANDSTONE	NATURAL GAS,OIL	No
8	BRUSHY CANYON	-4054	7417	7417	SANDSTONE	NATURAL GAS,OIL	No
9	BONE SPRING LIME	-5291	8654	8654	LIMESTONE	NONE	No
10	BONE SPRING 1ST	-6321	9684	9684	SANDSTONE	NATURAL GAS,OIL	No

Section 2 - Blowout Prevention

Pressure Rating (PSI): 5M

Rating Depth: 9762

Equipment: The minimum blowout preventer equipment (BOPE) shown in Exhibit #1 will consist of a single ram, mud cross and double ram-type (10,000 psi WP) preventer and an annular preventer (5000-psi WP). Both units will be hydraulically operated and the ram-type will be equipped with blind rams on bottom and drill pipe rams on top. All BOPE will be tested in accordance with Onshore Oil & Damp; amp; amp; Gas order No. 2.

Requesting Variance? YES

Variance request: Variance is requested to use a co-flex line between the BOP and choke manifold (instead of using a 4" OD steel line). Variance is requested to wave the centralizer requirements for the 7-5/8" FJ casing in the 8-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 8-3/4" hole interval to maximize cement bond and zonal isolation. Centralizers will be placed in the 9-7/8" hole interval at least one every third joint. Variance is also requested to wave any centralizer requirements for the 5-1/2" FJ casing in the 6-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 6-3/4" hole interval to maximize cement bond and zonal isolation. **Testing Procedure:** Before drilling out of the surface casing, the ram-type BOP and accessory equipment will be tested to

Well Name: FUNKY MONKS 8 FED COM Well Number: 301H

5000/ 250 psig and the annular preventer to 3500/ 250 psig. The surface casing will be tested to 1500 psi for 30 minutes. Before drilling out of the intermediate casing, the ram-type BOP and accessory equipment will be tested to 5000/ 250 psig and the annular preventer to 3500/ 250 psig. The intermediate casing will be tested to 2000 psi for 30 minutes. Pipe rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. A hydraulically operated choke will be installed prior to drilling out of the intermediate casing shoe.

Choke Diagram Attachment:

Funky Monks 8 FC 301H 5 M Choke Manifold 20180313092446.pdf

Funky_Monks_8_FC_301H_Co_Flex_Hose_Certification_20180313092458.PDF

 $Funky_Monks_8_FC_301H_Co_Flex_Hose_Test_Chart_20180313092459.pdf$

BOP Diagram Attachment:

Funky_Monks_8_FC_301H_5_M_BOP_Diagram_20180313092510.pdf

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	17.5	13.375	NEW	API	N	0	1705	0	1705	3363	1658	1705	J-55	54.5	STC	1.12 5	1.25	BUOY	1.6	BUOY	1.6
1	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	4000	0	4000	3363	-637	4000	J-55	40	LTC	1.12 5	1.25	BUOY	1.6	BUOY	1.6
1	INTERMED IATE	12.2 5	9.625	NEW	API	N	4000	5800	4000	5800	-637	-2437	1800	HCK -55	40	LTC	1.12 5	1.25	BUOY	1.6	BUOY	1.6
	PRODUCTI ON	8.75	5.5	NEW	API	N	0	17219	0	9762	3363	-6399	17219	HCP -110		OTHER - BTC	1.12 5	1.25	BUOY	1.6	BUOY	1.6

Casing Attachments

Well Name: FUNKY MONKS 8 FED COM Well Number: 301H **Casing Attachments** String Type: SURFACE Casing ID: 1 **Inspection Document: Spec Document: Tapered String Spec:** Casing Design Assumptions and Worksheet(s): Funky_Monks_8_FC_301H_BLM_Plan_20180313092819.pdf Casing ID: 2 **String Type:**INTERMEDIATE **Inspection Document: Spec Document: Tapered String Spec:** Casing Design Assumptions and Worksheet(s): See_previously_attached_Drill_Plan_20180313092837.pdf Casing ID: 3 **String Type:**INTERMEDIATE **Inspection Document:** Spec Document: **Tapered String Spec:** Casing Design Assumptions and Worksheet(s):

See_previously_attached_Drill_Plan_20180313092852.pdf

Operator Name: EOG RESOURCES INCORPORATED

Well Name: FUNKY MONKS 8 FED COM Well Number: 301H

Casing Attachments

Casing ID: 4

String Type: PRODUCTION

Inspection Document:

Spec Document:

INTERMEDIATE

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Lead

See_previously_attached_Drill_Plan_20180313092905.pdf

0

Section	4 - C		t								
String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives

SURFACE	Lead		0	1705	1050	1.74	13.5		25	Class C	Class C + 4% Gel + 2% CaCl2 + 0.25 pps Celloflake (TOC @Surface)
SURFACE	Tail		1705	1705	2003	1.34	14.8	15 lb	25	Class C	Class C + 2.0% CaCl2
INTERMEDIATE	Lead	4000	0	5800		1.9	12.7		25	Class C	Stage 1 Lead: 35:65 Poz:Class C + 3.0% Salt + 6.0% Gel +0.4% CPT-20 + 0.5% CPT-45 (TOC @ 4,000') Stage 1 Tail: Class C + 0.2% CPT-19
INTERMEDIATE	Tail		5800	5800		1.9	12.7		25	Class C	Stage 2 Lead: 35:65 Poz:Class C + 3.0% Salt + 6.0% Gel + 0.5% CPT-45 + 0.2% CPT-20 (TOC @ Surface) Stage 2 Tail: Class C + 0.2% CPT-19
PRODUCTION	Lead		5300	1721 9		3.21	11,		25	Class H	50:50 Poz:H + 5.0% Salt + 3.0% CPT-45 +

0

0

Well Name: FUNKY MONKS 8 FED COM

Well Number: 301H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
											0.4% CPT-503P +1.0% CPT-19 + 5.0% Gypsum + 0.15% CPT- 20 + 0.15% CitricAcid (TOC @ 5,300')
PRODUCTION	Tail		1721 9	1721 9	2100	1.2	14.4	2252.0	25	Class H	50:50 Poz:H + 0.25% CPT-503P + 0.8% CPT- 16A + 0.2% CPT-35 + 0.4% CPT-39 + 0.25% CPT-20

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: (A) A Kelly cock will be kept in the drill string at all times. (B) A full opening drill pipe-stabbing valve (inside BOP) with proper drill pipe connections will be on the rig floor at all times. (C) H2S monitoring and detection equipment will be utilized from surface casing point to TD. **Describe the mud monitoring system utilized:** An electronic pit volume totalizer (PVT) will be utilized on the circulating system to monitor pit volume, flow rate, pump pressure and stroke rate.

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	ЬН	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
1705	5800	WATER-BASED MUD	8.6	8.8							
5800	9762	OIL-BASED MUD	8.8	9		-					·
0	1705	WATER-BASED MUD	8.6	8.8		-					

Well Name: FUNKY MONKS 8 FED COM Well Number: 301H

Section 6 - Test, Logging, Coring

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

Open-hole logs are not planned for this well.

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

DS

Coring operation description for the well:

None

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 4568

Anticipated Surface Pressure: 4568

Anticipated Bottom Hole Temperature(F): 170

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

Funky_Monks_8_FC_301H_H2S_Plan_Summary_20180313093226.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Funky_Monks_8_Fed_Com_301H_Planning_Report_20180313093245.pdf

Funky_Monks_8_Fed_Com_301H_Wall_Plot_20180313093246.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

Funky_Monks_8_FC_301H_Proposed_Wellbore_20180313093307.pdf

Funky_Monks_8_FC_301H_Rig_Layout_20180313093307.pdf

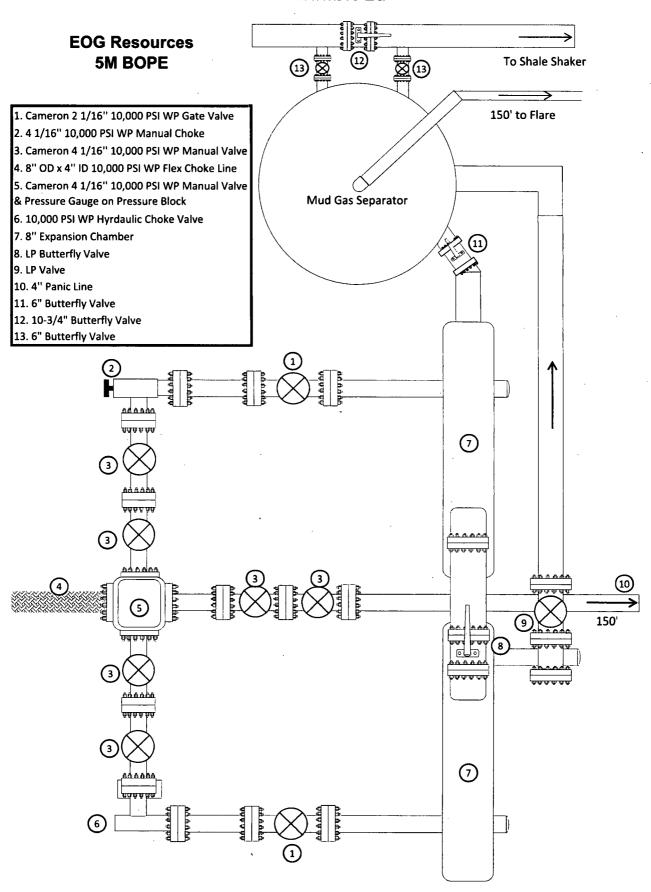
Funky_Monks_8_FC_301H_Wellhead_Cap_20180313093307.pdf

Funky_Monks_8_Fed_Com_GCP_2_20180314080317.pdf

Funky_Monks_8_Fed_Com_301H_deficiency_response_20180612142201.pdf

Other Variance attachment:

Exhibit 1a



ecialty

required by manfacturer: No

				•			
Туре: СНО	OKE LINE			Length:	35'		
I.D.	4"	INCHES	O.D.	8"	INCHES		
WORKING PRES	SURE	TEST PRESSUR	E	BURST PRE	SSURE		
10,000	PSI	15,000	PSI		PSI		
		COUP	LINGS				
Type of End (41/	Fitting 16 10K F						
Type of Coup SW	oling: EDGED		MANUFACTURED BY MIDWEST HOSE & SPECIALTY				
		PROC	EDURE				
Hose	e assambiv	pressure tested w	fth water at emble	nt temperature			
		TEST PRESSURE		SURST PRESS			
	1	MIN.			0 PSI		
	190087 M	#10761 ered with stain!	ess steel armo	ur cover an			
wra		fire resistant v ted for 1500 de					



Internal Hydrostatic Test Graph

Customer: CACTUS

SALES ORDER# 90067

Hose Specifications

Hose Type C & K <u>l.D.</u> **Working Pressure**

10000 PSI

<u>Length</u> 35' <u>O.D.</u>

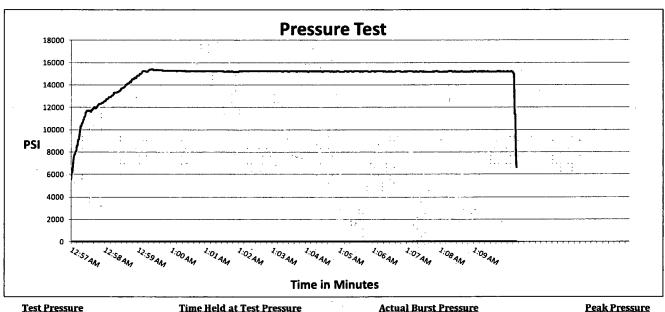
Burst Pressure Standard Safety Multiplier Applies

Verification

Type of Fitting 4 1/16 10K <u>Die Size</u> 6.62" Hose Serial #

Coupling Method Swage Final O.D. 6.68"

Hose Assembly Serial #



15000 PSI

Time Held at Test Pressure 11 1/4 Minutes

Actual Burst Pressure

Peak Pressure 15439 PSI

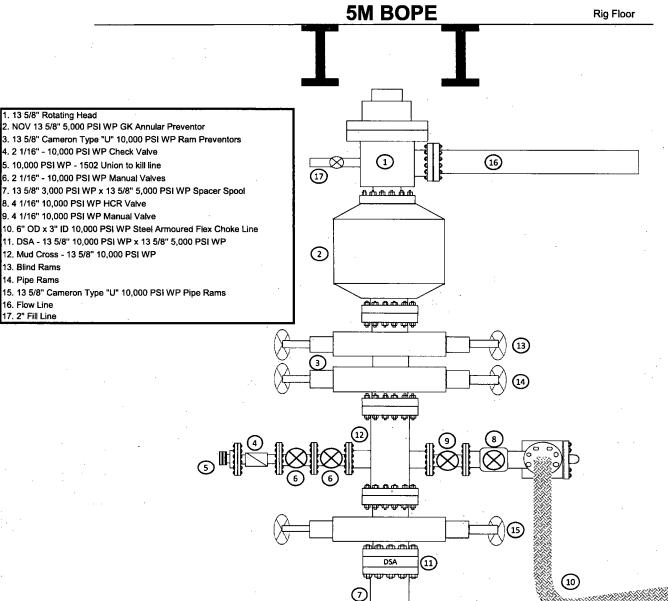
Comments: Hose assembly pressure tested with water at ambient temperature.

Tested By: Bobby Fink

Approved By: Mendi Jackson

x Mendi Jackson

Exhibit 1 EOG Resources



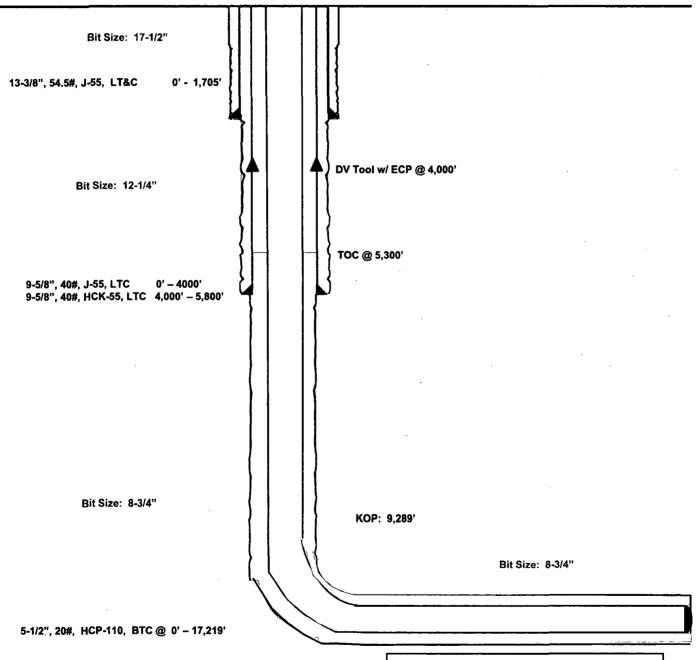
Funky Monks 8 Fed Com #301H

2349' FSL 838' FWL Section 8 T-23-S, R-35-E

Lea County, New Mexico Proposed Wellbore

API: 30-025-****

KB: 3,388' GL: 3,363'



Lateral: 17,219' MD, 9,762' TVD Upper Most Perf: 2314' FSL & 330' FWL Sec. 8 Lower Most Perf: 330' FSL & 330' FWL Sec. 17 BH Location: 230' FSL & 330' FWL

Section 17 T-23-S, R-35-E

Exhibit 4 **EOG** Resources Well Site Diagram Funky Monks 8 Fed Com #301H Flare Stack (150') **Mud Cleaners** -Vent line (Buried) catch tank catch tank **Mud Gas Seperator** Choke Manifold Rig Secondary Wind Direction Indicators V-door Briefing 400' Area Alarms **Access** Route of Secondary Egress Road Caution / Danger Signs Primary Briefing Personnel Housing **Toolpusher Housing** Co. Man Housing

Area



United States Department of the Interior

BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE 620 E. GREENE ST. CARLSBAD, NM 88220

BLM_NM_CFO_APD@BLM.GOV

06/11/2018



Attn: STAN WAGNER EOG RESOURCES INCORPORATED 1111 BAGBY SKY LOBBY2 HOUSTON, TX 77002

Re: Receipt and Acceptability of Application for Permit to Drill (APD)

FEDERAL - NMNM115425

Well Name / Number:

FUNKY MONKS 8 FED COM / 301H

Legal Description:

T23S, R35E, SEC 8, NWSW

County, State: Date APD Received: LEA, NM 03/19/2018

Dear Operator:

The BLM received your Application for Permit to Drill (APD), for the referenced well, on 03/19/2018. The BLM reviewed the APD package pursuant to part III.D of Onshore Oil and Gas Order No.1 and it is:

1.		e/Deficient (The BLM cannot process the APD until you submit the calendar days of the date of this notice or the BLM will return you	
		Well Plat	
	<u></u>	Drilling Plan	
		Surface Use Plan of Operations (SUPO)	
		Certification of Private Surface Owner Access Agreement	
		Bonding	
		Onsite (The BLM has scheduled the onsite to be on)
•	•	This requirement is exempt of the 45-day timeframe to sub deficiencies. This requirement will be satisfied on the date	
		Other	

[Please See Addendum for further clarification of deficiencies]

2. Missing Necessary Information (The BLM can start, but cannot complete the analysis until you submit the identified items. This is an early notice and the BLM will restate this in a 30-day deferral letter, if you have not submitted the information at that time. You will have two (2) years from the date of the deferral to submit this information or the BLM will deny your APD.)

[Please See Addendum for further clarification of deficiencies]

NOTE: The BLM will return your APD package to you, unless you correct all deficiencies identified above (item 1) within 45 calendar days.

• The BLM will not refund an APD processing fee or apply it to another APD for any returned APD.

Extension Requests:

- If you know you will not be able to meet the 45-day timeframe for reasons beyond your control, you must submit a written request through email/standard mail for extension prior to the 45th calendar day from this notice, **07/26/2018**.
- The BLM will consider the extension request if you can demonstrate your diligence (providing reasons and examples of why the delay is occurring beyond your control) in attempting to correct the deficiencies and can provide a date by which you will correct the deficiencies. If the BLM determines that the request does not warrant an extension, the BLM will return the APD as incomplete after the 45 calendar days have elapsed.
 - The BLM will determine whether to grant an extension beyond the required 45 calendar days and will document this request in the well file. If you fail to submit deficiencies by the date defined in the extension request, the BLM will return the APD.

APDs remaining Incomplete:

- If the APD is still not complete, the BLM will notify you and allow 10 additional business days to submit a written request to the BLM for an extension. The request must describe how you will address all outstanding deficiencies and the timeframe you request to complete the deficiencies.
 - o The BLM will consider the extension request if you can prove your diligence (providing reasons and examples of why the delay is occurring) in attempting to correct the deficiencies and you can provide a date by which you will correct the deficiencies. If the BLM determines that the request does not warrant an additional extension, the BLM will return the APD as incomplete.

If you have any questions, please contact Sipra Dahal at (575) 234-5983.

Sincerely,

Cody Layton Assistant Field Manager

cc: Official File

ADDENDUM - Deficient

Engineering Comments

- Cementing design information is inadequate and/or incomplete Negative 43% excess on production cement. More cement is needed.

4. CASING PROGRAM - NEW

Hole Size	Interval	Csg OD	Weigh t	Grade	Conn	DF _{min} Collaps e	DF _{min} Burs t	DF _{min} Tension
17.5"	0 – 1,705'	13.375"	54.5#	J55	STC	1.125	1.25	1.60
12.25"	0-4,000'	9.625"	40#	J-55	LTC	1.125	1.25	1.60
12.25"	4,000' - 5,800'	9.625"	40#	HCK-55	LTC	1.125	1.25	1.60
8.75"	0'-17,219'	5.5"	20#	HCP-110	BTC	1.125	1.25	1.60

Variance is requested to wave any centralizer requirements for the 5-1/2" FJ casing in the 8-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 8-3/4" hole interval to maximize cement bond and zonal isolation.

Cementing Program:

Depth	No. Sacks	Wt.	Yld Ft³/ft	Mix Water Gal/sk	Slurry Description
13-3/8" 1,705	1075	13.5	1.74	9.17	Class C + 4% Gel + 2% CaCl2 + 0.25 pps Celloflake (TOC @ Surface)
	385	14.8	1.34	6.35	Class C + 2.0% CaCl2
9-5/8" 5,800°	235	12.7	1.90	9.96	Stage 1 Lead: 35:65 Poz:Class C + 3.0% Salt + 6.0% Gel + 0.4% CPT-20 + 0.5% CPT-45 (TOC @ 4,000')
DV Tool w/ ECP @	200	14.8	1.33	6.32	Stage 1 Tail: Class C + 0.2% CPT-19
4,000'	785	12.7	1.90	9.96	Stage 2 Lead: 35:65 Poz:Class C + 3.0% Salt + 6.0% Gel + 0.5% CPT-45 + 0.2% CPT-20 (TOC @ Surface)
	100	14.8	1.33	6.32	Stage 2 Tail: Class C + 0.2% CPT-19
5-1/2" 17,21 9'	400	11.0	3.21	19.24	50:50 Poz:H + 5.0% Salt + 3.0% CPT-45 + 0.4% CPT-503P + 1.0% CPT-19 + 5.0% Gypsum + 0.15% CPT-20 + 0.15% Citric Acid (TOC @ 5,300')
	2100	14.4	1.20	4.81	50:50 Poz:H + 0.25% CPT-503P + 0.8% CPT-16A + 0.2% CPT-35 + 0.4% CPT-39 + 0.25% CPT-20

Note: Cement volumes based on bit size plus at least 25% excess in the open hole plus 10% excess in the cased-hole overlap section.



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



APD ID: 10400028319

Operator Name: EOG RESOURCES INCORPORATED

Well Name: FUNKY MONKS 8 FED COM

Well Type: OIL WELL

Submission Date: 03/19/2018

Well Number: 301H

Well Work Type: Drill



Show Final Text

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

FUNKYMONKS8FC301H_vicinity_20180313130330.pdf

Existing Road Purpose: ACCESS,FLUID TRANSPORT

Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

FUNKYMONKS8FC301H_padsite_20180313130352.pdf FUNKYMONKS8FC301H_wellsite_20180313130353.pdf

Funky_Monks_8_Fed_Com_infrastructure_20180313130602.pdf

New road type: RESOURCE

Length: 2944

Feet

Width (ft.): 24

Max slope (%): 2

Max grade (%): 20

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 24

New road access erosion control: Newly constructed or reconstructed roads will be constructed as outlined in the BLM "Gold Book" and to meet the standards of the anticipated traffic flow and all anticipated weather requirements as needed. Construction will include ditching, draining, crowning and capping or sloping and dipping the roadbed as necessary to provide a well-constructed and safe road. We plan to grade and water twice a year.

New road access plan or profile prepared? NO

Well Name: FUNKY MONKS 8 FED COM Well Number: 301H

New road access plan attachment:

Access road engineering design? NO

Access road engineering design attachment:

Access surfacing type: OTHER

Access topsoil source: ONSITE

Access surfacing type description: 6" of Compacted Caliche

Access onsite topsoil source depth: 6

Offsite topsoil source description:

Onsite topsoil removal process: An adequate amount of topsoil/root zone will be stripped by dozer from the proposed well location and stockpiled along the side of the welllocation as depicted on the well site diagram / survey plat.

Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

New road drainage crossing: OTHER

Drainage Control comments: No drainage crossings

Road Drainage Control Structures (DCS) description: N/A

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

FUNKYMONKS8FC301H radius 20180313130620.pdf

Existing Wells description:

Section 4 - Location of Existing and/or Proposed Production Facilities

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description: Funky Monks 8 Fed Com CTB located in NW/4 of section 8

Production Facilities map:

Well Name: FUNKY MONKS 8 FED COM Well Number: 301H

Funky Monks 8 Fed Com infrastructure 20180313130632.pdf

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: OTHER

Water source type: RECYCLED

Describe type:

Source latitude:

Source longitude:

Source datum:

Water source permit type: WATER RIGHT

Source land ownership: STATE

Water source transport method: PIPELINE, TRUCKING

Source transportation land ownership: STATE

Water source volume (barrels): 720000

Source volume (acre-feet): 92.80303

Source volume (gal): 30240000

Water source and transportation map:

Funky_Monk_Caliche_and_Water_Map_20180313131751.pdf

Water source comments:

New water well? NO

New Water Well Info

Well latitude:

Well Longitude:

Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

Aquifer comments:

Aquifer documentation:

Well depth (ft):

Well casing type:

Well casing outside diameter (in.):

Well casing inside diameter (in.):

New water well casing?

Used casing source:

Drilling method:

Drill material:

Grout material:

Grout depth:

Casing length (ft.):

Casing top depth (ft.):

Well Production type:

Completion Method:

Water well additional information:

Well Name: FUNKY MONKS 8 FED COM Well Number: 301H

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: Caliche utilized for the drilling pad will be obtained either from an existing approved mineral pit, or by benching into a hill, which will allow the pad to be level with existing caliche from the cut, or extracted by "Flipping" the well location. A mineral material permit will be obtained from BLM prior to excavating any caliche on Federal Lands. Amount will vary for each pad.

Construction Materials source location attachment:

Funky_Monk_Caliche_and_Water_Map_20180313131806.pdf

Section 7 - Methods for Handling Waste

Waste type: DRILLING

Waste content description: Drill fluids and produced oil and water from the well during drilling and completion operations will be stored safely and disposed of properly in an NMOCD approved disposal facility. Garbage and trash produced during drilling and completion operations will be collected in a trash container and disposed of properly. Human waste and grey water will be properly contained of and disposed of properly. After drilling and completion operations; trash, chemicals, salts, frac sand, and other waste material will be removed and disposed of properly at a state approved disposal facility.

Amount of waste: 0

barrels

Waste disposal frequency: Daily

Safe containment description: Steel Tanks

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL

Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: Trucked to NMOCD approved disposal facility

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.)

Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

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

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Well Name: FUNKY MONKS 8 FED COM Well Number: 301H

Cuttings Area being used? NO

Are you storing cuttings on location? YES

Description of cuttings location Closed Loop System. Drill cuttings will be disposed of into steel tanks and taken to an NMOCD approved disposal facility.

Cuttings area length (ft.)

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

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

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: NO

Ancillary Facilities attachment:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

FUNKYMONKS8FC301H_padsite_20180313131831.pdf

 $FUNKYMONKS8FC301H_wellsite_20180313131832.pdf$

Funky_Monks_8_FC_301H_Rig_Layout_20180313131903.pdf

Comments: Wellsite, Padsite, Rig Layout

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance Multiple Well Pad Name: FUNKY MONKS 8 FED COM

Multiple Well Pad Number: 301H/302H/603H

Recontouring attachment:

FUNKYMONKS8FC301H_reclamation_20180313132054.pdf

Drainage/Erosion control construction: Proper erosion control methods will be used on the area to control erosion, runoff, and siltation of the surrounding area.

Drainage/Erosion control reclamation: The interim reclamation will be monitored periodically to ensure that vegetation has reestablished and that erosion is controlled.

Operator Name: EOG RESOURCES INCORPORATED

Well Name: FUNKY MONKS 8 FED COM Well Number: 301H

Well pad proposed disturbance

(acres): 0

Road proposed disturbance (acres): 0

Powerline proposed disturbance

(acres): 0

Pipeline proposed disturbance

(acres): 0

Other proposed disturbance (acres): 0

Total proposed disturbance: 0

Well pad interim reclamation (acres): 0 Well pad long term disturbance

(acres): 0 Road interim reclamation (acres): 0

Road long term disturbance (acres): 0

Pipeline interim reclamation (acres): 0

Other interim reclamation (acres): 0

Total interim reclamation: 0

Powerline interim reclamation (acres): Powerline long term disturbance

(acres): 0 Pipeline long term disturbance

(acres): 0

Other long term disturbance (acres): 0

Total long term disturbance: 0

Disturbance Comments: All Interim and Final reclamation is planned to be completed within 6 months. Interim within 6 months of completion and final within 6 months of abandonment plugging. Dual pad operations may alter timing. Reconstruction method: In areas planned for interim reclamation, all the surfacing material will be removed and returned to the original mineral pit or recycled to repair or build roads and well pads. Areas planned for interim reclamation will be recontoured to the original contour if feasible, or if not feasible, to an interim contour that blends with the surrounding topography as much as possible. Where applicable, the fill material of the well pad will be backfilled into the cut to bring the area back to the original contour. The interim cut and fill slopes prior to re-seeding will not be steeper than a 3:1 ratio, unless the adjacent native topography is steeper. Note: Constructed slopes may be much steeper during drilling, but will be recontoured to the above ratios during interim reclamation.

Topsoil redistribution: Topsoil will be evenly respread and aggressively revegetated over the entire disturbed area not needed for all-weather operations including cuts and fills. To seed the area, the proper BLM seed mixture, free of noxious weeds, will be used. Final seedbed preparation will consist of contour cultivating to a depth of 4 to 6 inches within 24 hours prior to seeding, dozer tracking, or other imprinting in order to break the soil crust and create seed germination micro-sites. Soil treatment: Re-seed according to BLM standards. All reclaimed areas will be monitored periodically to ensure that revegetation occurs, that the area is not redisturbed, and that erosion is controlled.

Existing Vegetation at the well pad: Grass, forbs, and small woody vegetation, such as mesquite will be excavated as the topsoil is removed. Large woody vegetation will be stripped and stored separately and respreads evenly on the site following topsoil respreading. Topsoil depth is defined as the top layer of soil that contains 80% of the roots. In areas to be heavily disturbed, the top 6 inches of soil material, will be stripped and stockpiled on the perimeter of the well location and along the perimeter of the access road to control run-on and run-off, to keep topsoil viable, and to make redistribution of topsoil more efficient during interim reclamation. Stockpiled topsoil should include vegetative material. Topsoil will be clearly segregated and stored separately from subsoils.

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: All disturbed areas, including roads, pipelines, pads, will be recontoured to the contour existing prior to the initial construction or a contour that blends indistinguishably with the surrounding landscape. Topsoil that was spread over the interim reclamation areas will be stockpiled prior to recontouring. The topsoil will be redistributed evenly over the entire disturbed site to ensure successful revegetation.

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline: All disturbed areas, including roads, pipelines, pads, will be recontoured to the contour existing prior to the initial construction or a contour that blends indistinguishably with the surrounding landscape. Topsoil that was spread over the interim reclamation areas will be stockpiled prior to recontouring. The topsoil will be redistributed evenly over the entire disturbed site to ensure successful revegetation.

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: All disturbed areas, including roads, pipelines, pads, will be recontoured to the contour existing prior to the initial construction or a contour that blends indistinguishably with the surrounding landscape. Topsoil that was spread over the interim reclamation areas will be stockpiled prior to recontouring. The topsoil will be redistributed evenly over the entire disturbed site to ensure successful revegetation.

Existing Vegetation Community at other disturbances attachment:

Operator Name: EOG RESO	URCES INCORPORATE	ED
Well Name: FUNKY MONKS	8 FED COM	Well Number: 301H
Non native seed used? NO		
Non native seed description:	:	
Seedling transplant descript	ion:	
Will seedlings be transplante	ed for this project? NO	•
Seedling transplant descript	ion attachment:	
Will seed be harvested for us	se in site reclamation?	NO
Seed harvest description:		
Seed harvest description att	achment:	
Seed Managemen	t	
Seed Table		
Seed type:		Seed source:
Seed name:		
Source name:		Source address:
Source phone:		
Seed cultivar:		
Seed use location:		
PLS pounds per acre:		Proposed seeding season:
Seed S	ummary	Total pounds/Acre:
Seed Type	Pounds/Acre	
Seed reclamation attachmen	ıt:	
Operator Contact/l	Responsible Offic	ial Contact Info
First Name: Stan		Last Name: Wagner
Phone: (432)686-3689		Email: stan_wagner@eogresources.com
Seedbed prep:		
Seed BMP:		
Seed method:		

Existing invasive species? NO

Operator Name: EOG RESOURCES INCORPO	RATED	
Well Name: FUNKY MONKS 8 FED COM	Well Number: 301H	
Existing invasive species treatment description	ı:	
Existing invasive species treatment attachmen		
Weed treatment plan description: All reclaimed hat the area is not redisturbed, erosion is controllowed treatment plan attachment:		
Monitoring plan description: Reclamation will be nonitored periodically to ensure that revegetation noxious weeds. Monitoring plan attachment:		
Success standards: N/A		:
Pit closure description: NA		
Pit closure attachment:		
Section 11 - Surface Ownership		•
Disturbance type: WELL PAD		
Describe:		
Surface Owner: BUREAU OF LAND MANAGEM	ENT	
Other surface owner description:	•	•
BIA Local Office:		
BOR Local Office:	•	•
COE Local Office:		•
OOD Local Office:		
NPS Local Office:		
State Local Office:		
Military Local Office:		
JSFWS Local Office:		
Other Local Office:	•	
ISES Pagion:		

USFS Ranger District:

USFS Forest/Grassland:

Operator Name: EOG RESOURCES INCORPORATED

Well Name: FUNKY MONKS 8 FED COM

Well Number: 301H

Section 12 - Other Information

Right of Way needed? NO

Use APD as ROW?

ROW Type(s):

ROW Applications

SUPO Additional Information: OnSite meeting conducted 11/16/17

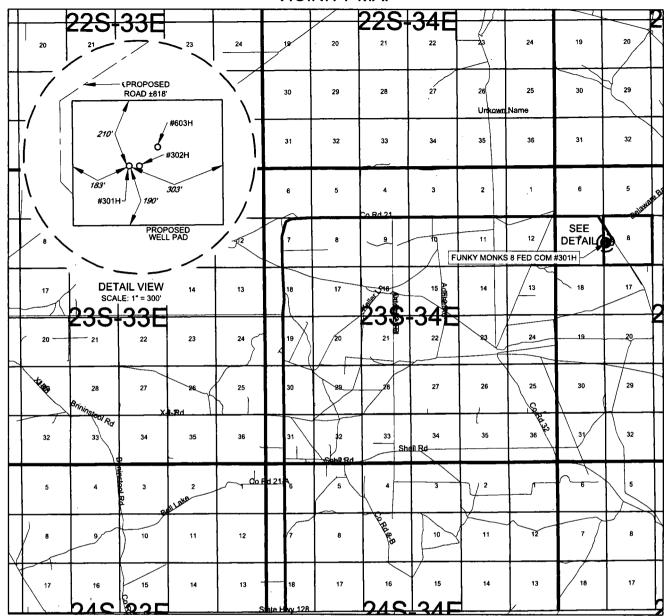
Use a previously conducted onsite? NO

Previous Onsite information:

Other SUPO Attachment

FUNKYMONKS8FC301H_location_20180313132119.pdf SUPO_Funky_Monks_8_Fed_Com_301H_20180313132149.pdf Funky_Monks_8_Fed_Com_GCP_2_20180314080337.pdf

EXHIBIT 2 VICINITY MAP



Seog resources, Inc.

LEASE NAME & WELL NO.:	FUNKY MONKS 8 FED COM #301H									
SECTION 8 TWP 23-S	_ RGE_			N.M.P.M.						
COUNTY LEA		STATE.	<u> </u>	MM						
DESCRIPTION	2349' F	SL & 838	' FWL							
DISTANCE & DIRECTION FROM INT. OF NM-128 W. & CO.										
(DELAWARE BASIN) ±18.2 MILES	THEN	CE SOUTI	H (LEFT) ±0	,6 MILES,						
THENCE EAST RIGHT ±818 FEE										
OF THE LOCATION.										

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ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM OF 1983, EAST ZONE, U.S. SURVEY FEET..





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TELEPHONE: (817) 744-7512 • FAX (817) 744-7548

2903 NORTH BIG SPRING • MIDLAND, TEXAS 79705

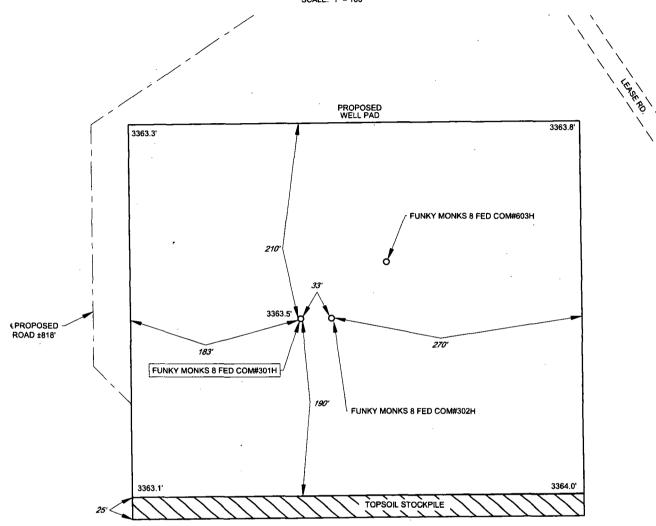
TELEPHONE: (432) 682-1653 OR (800) 767-1653 • FAX (432) 682-1743

WWW.TOPOGRAPHIC.COM



SECTION 8, TOWNSHIP 23-S, RANGE 35-E, N.M.P.M. LEA COUNTY, NEW MEXICO

DETAIL VIEW SCALE: 1" = 100'



LEASE NAME & WELL NO.: FUNKY MONKS 8 FED COM #301H #301H LATITUDE N 32.3183423 #301H LONGITUDE W 103.3955139

LEGEND

ROAD PROPOSED ROAD

SCALE: 1" = 100'
0' 50' 100'

ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM OF 1983, EAST ZONE, U.S. SURVEY FEET.

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og resources, inc. **EXHIBIT 2A** SECTION 8, TOWNSHIP 23-S, RANGE 35-E, N.M.P.M. LEA COUNTY, NEW MEXICO NAIL -FND, BRASS CAP. U.S. G.L.O. SUR. N 89"28"54" E, 5281.02" 9 SURFACE LOCATION NEW MEXICO EAST X=831047 Y=480813 LAT.: N 32.3183423 LONG.: W 103.3955139 DETAIL VIEW A U.M.P. SEE UPPER MOST PERF. FND, BRASS CAP, U.S. G.L.O. SUR, 1913 SCALE: 1" = 600" DETAIL NEW MEXICO EAST NAD 1983 X=830539 Y=480772 2349 LAT.: N 32.3182430 LONG.: W 103.3971581 16 18 8 9 17 16 FND. BRASS CAP, U.S. G.L.O. SUR. 1913 17/ FND. BRASS CAP. U.S. G.L.O. SUR. 1913 LOWER MOST PERF. NEW MEXICO EAST NAD 1983 X=830610 Y=473509 LAT.: N 32.2982772 LONG.: W 103.3971344 330 FND. BRASS CAP. U.S. G.L.O. SUR. 1913 FND. BRASS CAP, U.S. G.L.O. SUR. 1913 BOTTOM HOLE LOCATION 230 4<u>Z = 179,44°</u> 100.0° NEW MEXICO EAST NAD 1983 X=830611 Y=473409 DETAIL VIEW B LAT.: N 32.2980023 LONG.: W 103.3971340 SCALE: 1" = 600" S 89°25'11" W, 2639 65' 20 21 19 20 SEE 17 16 20 21 19 20 DETAIL FND. BRASS CAP, U.S. G.L.O. SUR. 1913 20 FND. BRASS CAP U.S. G.L.O. SUR. 1913 U.S. G.L.O. SUR. 1913 EPROPOSED ROAD ±818' 11 #302H 307 SCHAEL B. PROPOSED WELL PAD SCALE: 1" = 2000' 2000 DETAIL VIEW SCALE: 1" = 300" WEX'S FUNKY MONKS 8 FED COM #301H LEASE NAME & WELL NO .: SECTION __ 8 __ TWP __ 23-S __ RGE __ 35-E 18329 _ SURVEY _ LEA STATE_ NM COUNTY __ DESCRIPTION 2349' FSL & 838' FWL **DISTANCE & DIRECTION** FROM INT. OF NM-128 W. & CO. RD. 21 GO WEST ON CO. RD. 21 (DELAWARE BASIN) ±18.2 MILES. THENCE SOUTH (LEFT) ±0.6 MILES. THENCE EAST RIGHT ±818 FEET TO A POINT ±204 FEET SOUTHWEST Michael Blake Brown, P.S. No. 18329 JANUARY 15, 2018 ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM OF 1883, EAST ZONE, U.S. SURVEY FEET. TOPOGRAPHIC LOYALTY INNOVATION LEGACY FEEL. THIS EASEMENT/SERVITUDE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY EOG RESDURCES, INC. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY. 1400 EVERMAN PARKWAY, Sto. 146 - FT, WORTH, TEXAS 76140 TELEPHONE; (817) 744-7512 - FAX (817) 744-7548. 2003 NORTH BIG SPRING - MIDLAND, TEXAS 78705 TELEPHONE: (432) 682-1633 OR (800) 767-1633 - FAX (432) 682-1743 WWW.TOPGGRAPHIC.COM

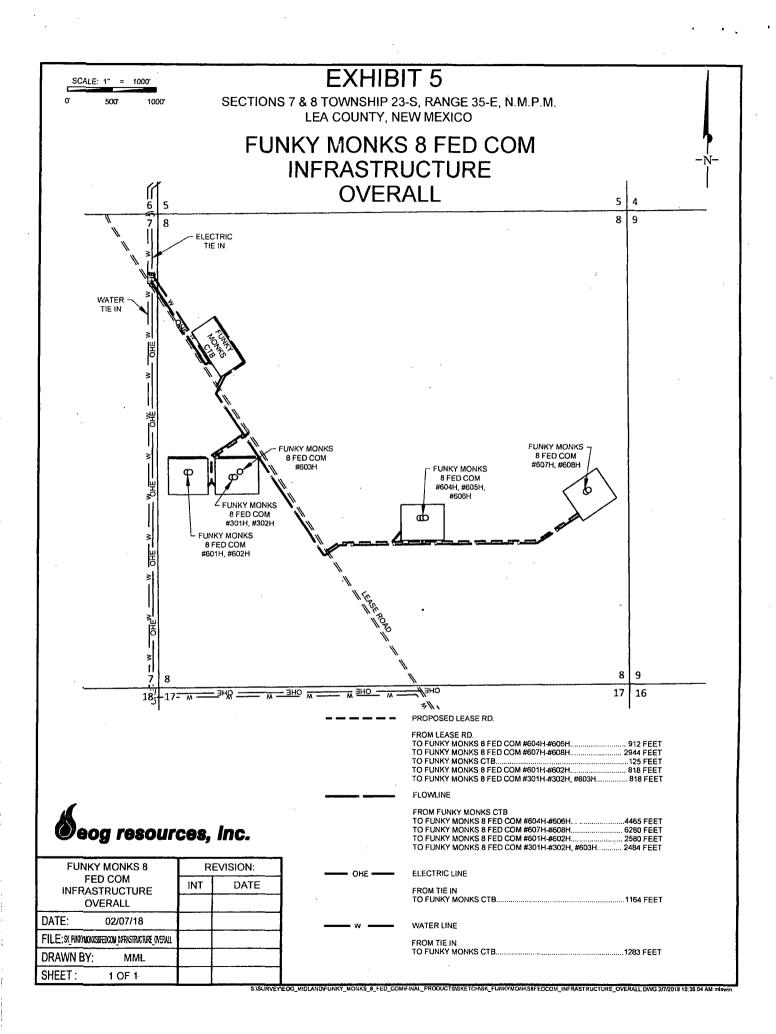
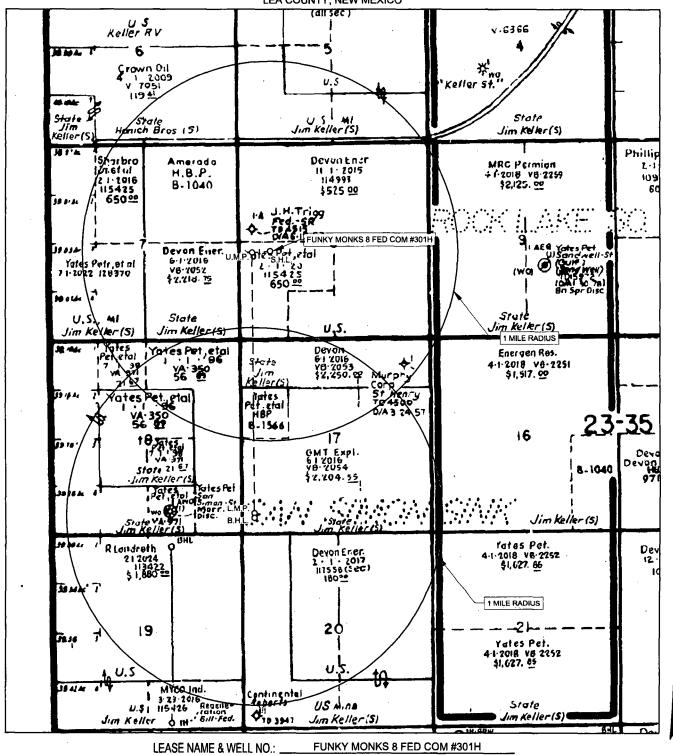


EXHIBIT 3

beog resources, Inc.

SECTION 8, TOWNSHIP 23-S, RANGE 35-E, N.M.P.M. LEA COUNTY, NEW MEXICO



#301H LONGITUDE

ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM OF 1983, EAST ZONE, U.S. SURVEY FEET.

SCALE: NTS

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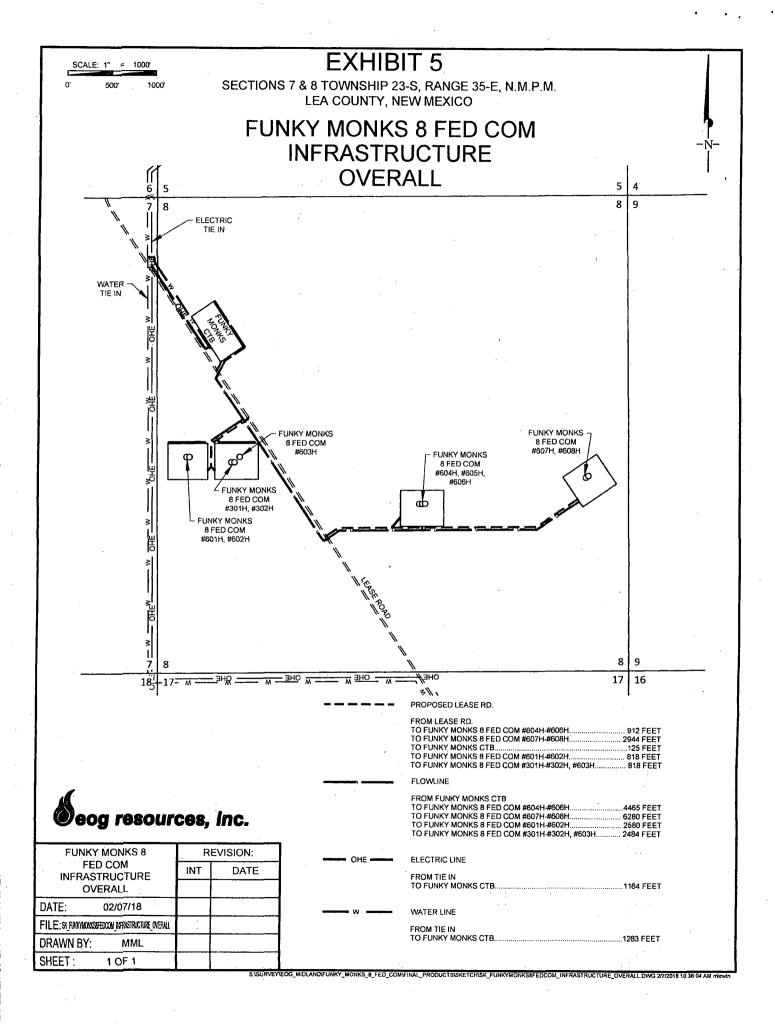
#301H LATITUDE_

N 32.3183423



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W 103.3955139



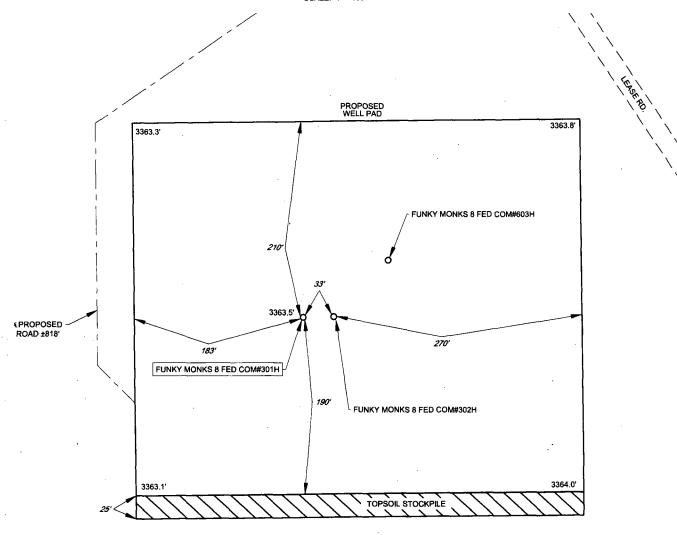
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SECTION 8, TOWNSHIP 23-S, RANGE 35-E, N.M.P.M. LEA COUNTY, NEW MEXICO

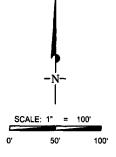
DETAIL VIEW SCALE: 1" = 100'



LEASE NAME & WELL NO.: FUNKY MONKS 8 FED COM #301H #301H LATITUDE N 32.3183423 #301H LONGITUDE W 103.3955139

LEGEND

ROAD PROPOSED ROAD



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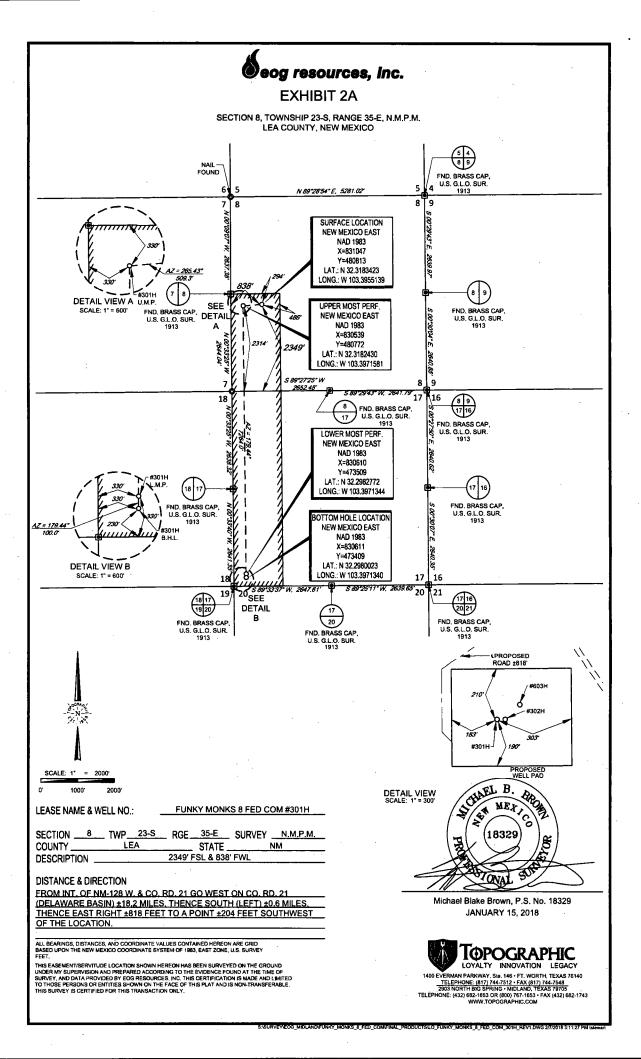


Exhibit 4 **EOG Resources** Well Site Diagram Funky Monks 8 Fed Com #301H Flare Stack (150') **Mud Cleaners** Vent line (Buried) catch tank catch tank **Mud Gas Seperator** (0)**Choke Manifold** Rig Secondary Wind Direction Indicators V-door Briefing 400' Area Alarms Access **Route of Secondary Egress** Road Caution / Danger Signs

Toolpusher Housing

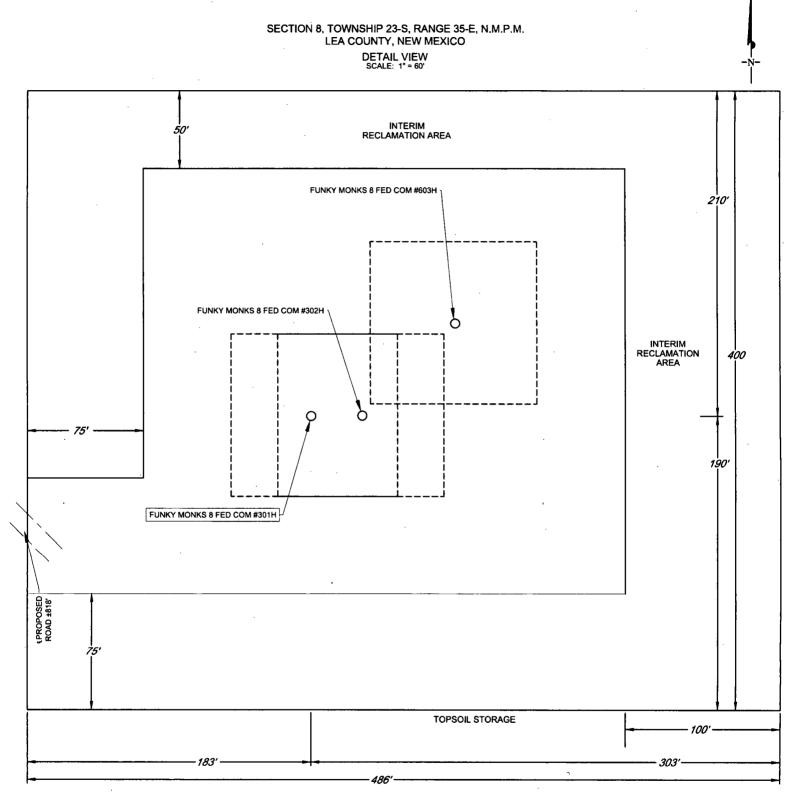
Personnel Housing

Primary Briefing

Area

Co. Man Housing

EXHIBIT 2C RECLAMATION AND FACILITY DIAGRAM - PRODUCTION FACILITIES DIAGRAM



LEASE NAME & WELL NO.: FUNKY MONKS 8 FED COM #301H #301H LATITUDE N 32.3183423 #301H LONGITUDE W 103.3955139



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

PWD Data Report

Section 1 - General

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

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

PWD disturbance (acres):

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Lined pit specifications:

Pit liner description:

Pit liner manufacturers information:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Lined pit precipitated solids disposal schedule:

Lined pit precipitated solids disposal schedule attachment:

Lined pit reclamation description:

Lined pit reclamation attachment:

Leak detection system description:

Leak detection system attachment:

Lined pit Monitor description:

Lined pit Monitor attachment:

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

Is the reclamation bond a rider under the BLM bond?

Lined pit bond number:

Lined pit bond amount:

Additional bond information attachment:

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fc, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Original to Appropriate District Office

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Date: 03/13/2018		
☑ Original☐ Amended - Reason for Amendment:	Operator & OGRID No.:	EOG Resources, Inc. 7377

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

Well(s)/Production Facility - Name of facility

The well(s) that will be located at the production facility are shown in the table below.

Well Name	API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
Funky Monks 8 Fed Com 301H	30-025-****	L-8-23S-35E	2349 FSL & 838 FWL	±3500	None Planned	APD Submission
Funky Monks 8 Fed Com 302H	30-025-****	L-8-23S-35E	2349 FSL & 871 FWL	±3500	None Planned	APD Submission

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. The gas produced from production facility is dedicated to <u>Lucid Energy</u> and will be connected to <u>EOG Resources</u> low/high pressure gathering system located in Eddy/Lea County, New Mexico. EOG Resources provides (periodically) to <u>Lucid Energy</u> a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, EOG Resources and <u>Lucid Energy</u> have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at <u>Lucid Energy</u> Processing Plant located in <u>Lea</u> County, New Mexico. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on <u>Lucid Energy</u> system at that time. Based on current information, it is **EOG Resources'** belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation On lease
 - o Only a portion of gas is consumed operating the generator, remainder of gas will be flared
- Compressed Natural Gas On lease
 - o Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- NGL Removal On lease
 - o Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines

Section 3 - Unlined Pits

Would you like to utilize Unlined Pit PWD options? NO **Produced Water Disposal (PWD) Location:** PWD surface owner: PWD disturbance (acres): Unlined pit PWD on or off channel: Unlined pit PWD discharge volume (bbl/day): Unlined pit specifications: Precipitated solids disposal: Decribe precipitated solids disposal: Precipitated solids disposal permit: Unlined pit precipitated solids disposal schedule: Unlined pit precipitated solids disposal schedule attachment: Unlined pit reclamation description: Unlined pit reclamation attachment: Unlined pit Monitor description: **Unlined pit Monitor attachment:** Do you propose to put the produced water to beneficial use? Beneficial use user confirmation: Estimated depth of the shallowest aguifer (feet): Does the produced water have an annual average Total Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected? TDS lab results: Geologic and hydrologic evidence: State authorization: **Unlined Produced Water Pit Estimated percolation:** Unlined pit: do you have a reclamation bond for the pit? Is the reclamation bond a rider under the BLM bond? Unlined pit bond number: Unlined pit bond amount: Additional bond information attachment: Section 4 - Injection Would you like to utilize Injection PWD options? NO

PWD disturbance (acres):

Injection PWD discharge volume (bbl/day):

Produced Water Disposal (PWD) Location:

PWD surface owner:

Injection well mineral owner:

Injection well type:	
Injection well number:	Injection well name:
Assigned injection well API number?	Injection well API number:
Injection well new surface disturbance (acres):	
Minerals protection information:	
Mineral protection attachment:	
Underground Injection Control (UIC) Permit?	
UIC Permit attachment:	
Section 5 - Surface Discharge	
Would you like to utilize Surface Discharge PWD options? NO	
Produced Water Disposal (PWD) Location:	
PWD surface owner:	PWD disturbance (acres):
Surface discharge PWD discharge volume (bbl/day):	•
Surface Discharge NPDES Permit?	
Surface Discharge NPDES Permit attachment:	
Surface Discharge site facilities information:	
Surface discharge site facilities map:	
Section 6 - Other	
Would you like to utilize Other PWD options? NO	
Produced Water Disposal (PWD) Location:	
PWD surface owner:	PWD disturbance (acres):
Other PWD discharge volume (bbl/day):	
Other PWD type description:	
Other PWD type attachment:	,
Have other regulatory requirements been met?	
Other regulatory requirements attachment:	



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

Bond Info Data Report

Bond Information

Federal/Indian APD: FED

BLM Bond number: NM2308

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment:

Operator Name: EOG RESOURCES INCORPORATED

Well Name: FUNKY MONKS 8 FED COM

Well Number: 301H

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD
EXIT Leg #1	330	FSL	330	FWL	238	35E	17	Aliquot SWS W	32.29827 72	- 103.3971 344	LEA		NEW MEXI CO	F	FEE	- 639 9	171 19	976 2
BHL Leg #1	230	FSL	330	FWL	23\$	35E	17	Aliquot SWS W	32.29800 23	- 103.3971 34	LEA	1	NEW MEXI CO	F	FEE	- 639 9	172 19	976 2