State of New Mexico

Form C-101 Revised July 18, 2013

Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210

Phone: (575) 748-1283 Fax: (575) 748-9720 District III

1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

Phone: (505) 476-3460 Fax: (505) 476-3462

Energy Minerals and Natural Resources

Oil Conservation Division

1220 South St. Francis Dr.

Santa Fe, NM 87505

HOBBS OCD

☐AMENDED REPORT

AUG 0 3 2015



RECEIVED

ConocoPhill	lips Con	าทลทง	1. Operator Name	and Address				2 OGRID Nun 217817	nber	
600 N. Dairy Ashford Rd Houston, Texas 77079						30-025- 42-72-4			er	
4. Proper 311	rty Code 172		Ea	Prop est Vacuum Graybu	erty Name rg San Andres	s Unit 3345			Well No. /	
			·	-	e Location		· · · · · · · · · · · · · · · · · · ·			
UL - Lot N	Section 33	Township 17S	Range 35E	Lot Idn	Feet from 991	N/S Line South	Feet From 2290	E/W Line West	County Lea	
			<u> </u>	8 Proposed B	ottom Hole L	ocation				
UL - Lot N	Section 33	Township 17S	Range 35E	Lot Idn	Feet from 991	N/S Line South	Feet From 2290	E/W Line West	County Lea	
L				9. Pool I	nformation		<u> </u>			
			acuum; Grayt	Pool Name ourg San Andres					Pool Code 62180	
				Additional W						
11. Work New V			^{12.} Well Type I		able/Rotary Cotary		14. Lease Type State	15. G1	round Level Elevation 3946' GL	
^{16.} Mul	ltiple		17. Proposed Depth	18.	18. Formation		19. Contractor		^{20.} Spud Date	
N Depth to Groun		517	70' MD/5170' Dist	TVD Grayburg/ ance from nearest fresh	San Andres		T Digtomos t	o nearest surfac	12/01/2015	
∑We will be Type	using a	closed-loop e Size	system in lieu (and Cement	Program	Sacks of C	·		
	Hole		system in lieu (of lined pits Proposed Casing	and Cement			ement		
Type Surface	Hole	e Size .25"	Casing Size 8.625" 5.50"	Proposed Casing Casing Weight/1	and Cement t Se	1550' 5160'	Sacks of C 875 735	ement	Estimated TOC	
Type Surface Production	Hole 12 7.8	e Size .25" .375" t volumes n	Casing Size 8.625" 5.50" Casing Size	Proposed Casing Casing Weight/1 24 15.5	and Cement Se m: Additiona	tting Depth 1550' 5160' al Commen (TDAP) is an	Sacks of C 875 735	ement	Estimated TOC 0' 0'	
Type Surface Production	Hole 12 7.8	e Size .25" .375" t volumes n	Casing Size 8.625" 5.50" Casing Size 8.625 Casing Size Casing Shoe. Cements	Casing Weight/f 24 15.5 ng/Cement Progra passed on log results. E	and Cement Se m: Additiona xternal packer e stage.	tting Depth 1550' 5160' al Commen (TDAP) is an	Sacks of C 875 735	ement	Estimated TOC 0' 0'	
Type Surface Production	Hole 12 7.8	e Size .25" .375" t volumes n	Casing Size 8.625" 5.50" Casing size 8.625" 2.50"	Casing Weight/f Casing Weight/f 24 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 16.5 17.5 18.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5	and Cement Se m: Additiona xternal packer e stage. t Prevention	tting Depth 1550' 5160' al Commen (TDAP) is an Program Test Pres	Sacks of C 875 735 ts option between su	rf and produc	Estimated TOC 0' 0' stion casing, set at	
Type Surface Production Production es ~250' shallov	Hole 12 7.8 sg cement	e Size .25" .375" t volumes norevious car	Casing Size 8.625" 5.50" Casing size 8.625" 2.50"	Casing Weight/f Casing Weight/f 24 15.5 ng/Cement Progra passed on log results. Ent to be pumped in on	and Cement Se m: Additiona xternal packer e stage. t Prevention	tting Depth 1550' 5160' al Commen (TDAP) is an Program Test Pres	Sacks of C 875 735 ts option between su	rf and produc	Estimated TOC 0' 0'	
Type Surface Production Production es ~250' shallow Annu	Hold 12 7.8 sg cement wer than pular/Double rtify that the	e Size .25" .375" t volumes norevious care	Casing Size 8.625" 5.50" Casing Size 8.625" 2.22	Casing Weight/f Casing Weight/f 24 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 15.5 16.5 17.5 18.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5 19.5	m: Additionaxternal packer e stage. Annul	tting Depth 1550' 5160' al Commen (TDAP) is an Program Test Presselar 70% or 2100	Sacks of C 875 735 ts option between su	rf and produc	Estimated TOC 0' 0' etion casing, set at Manufacturer haffer/Shaffer	
Type Surface Production Production cs ~250' shallow Annu 3. I hereby cerest of my knot further certification.	Hole 12 7.8 sg cement wer than p Type ular/Double rtify that the owledge and ify that 11	e Size .25" 875" t volumes norevious can e Ram me information belief. have compl , if applie	Casing Size 8.625" 5.50" Casing Size 8.625" 5.50" Casing Size 8.625" 5.50" Casing Size 8.625" 5.50" Casing Shoe. Cemerature on given above is sied with 19.15.14 (able.	Casing Weight/f 24 15.5 ng/Cement Progra based on log results. Ent to be pumped in on Proposed Blowou Working Pressure 3000/3000 true and complete to the 9 (A) NMAC and/	m: Additiona xternal packer e stage. Annul	tting Depth 1550' 5160' al Commen (TDAP) is an Program Test Pres lar 70% or 2100	Sacks of C 875 735 ts option between su ssure 0 /3000 Dbl Ram	rf and produc	Estimated TOO 0' 0' ction casing, set at Manufacturer haffer/Shaffer	
Type Surface Production Production cs ~250° shallow Annu Annu 3. I hereby cervest of my known further certification in the composition of th	Hole 12 7.8 sg cement wer than p Type ular/Double rtify that the owledge are ify that I I NMAC [e Size .25" 875" t volumes norevious can e Ram the information delief. have compl , if applic	Casing Size 8.625" 5.50" Casing Size 8.625" 5.50" Casing Size 8.625" 5.50" Casing Shoe. Cementary be adjusted by the sing shoe. Cementary be adjusted by the sing shoe on given above is sided with 19.15.14	Casing Weight/f 24 15.5 ng/Cement Progra based on log results. Ent to be pumped in on Proposed Blowou Working Pressure 3000/3000 true and complete to the 9 (A) NMAC and/	m: Additionate stage. t Prevention Annul Approve	tting Depth 1550' 5160' al Comment (TDAP) is an Program Test Presslar 70% or 2100 OIL d By:	Sacks of Constant Sacks of Con	rf and produc	Estimated TOO 0' 0' ction casing, set at Manufacturer haffer/Shaffer	
Type Surface Production Production cs ~250' shallov Annu	Hole 12 7.8 sg cement wer than p Type ular/Double rtify that the owledge an ify that II) NMAC [Susan B. II	e Size .25" .375" t volumes norevious can e Ram the information belief. thave completed, if applie	Casing Size 8.625" 5.50" Casing Size 8.625" 5.50" Casing Size 8.625" 5.50" Casing Size 8.625" 5.50" Casing Shoe. Cemerature on given above is sied with 19.15.14 (able.	Casing Weight/f 24 15.5 ng/Cement Progra based on log results. Ent to be pumped in on Proposed Blowou Working Pressure 3000/3000 true and complete to the 9 (A) NMAC and/	m: Additionate stage. t Prevention Annul Approve	tting Depth 1550' 5160' al Commen (TDAP) is an Program Test Pres lar 70% or 2100 OIL d By:	Sacks of C 875 735 ts option between su ssure 0 /3000 Dbl Ram CONSERVAT	rf and produc	Estimated TOO 0' 0' stion casing, set at Manufacturer haffer/Shaffer	
Type Surface Production Production es 250° shallov Annu 3. I hereby cervest of my known further certification for the control of the certification of	Hold 12 7.8 sg cement wer than pular/Double rtify that the owledge arrify that I I NMAC [e Size .25" 875" t volumes norevious car e Ram he information delief. have compl , if applic Maunder ecialist	Casing Size 8.625" 5.50" Casing Size 8.625" 5.50" Casing Size 8.625" 5.50" Casing Size 8.625" 5.50" Casing Shoe. Cemerature on given above is sied with 19.15.14 (able.	Casing Weight/f 24 15.5 Ing/Cement Progra cased on log results. Ent to be pumped in on Proposed Blowou Working Pressure 3000/3000 true and complete to the 9 (A) NMAC and/	m: Additionaxternal packer e stage. t Prevention Annul Approve Title:	tting Depth 1550' 5160' al Commen (TDAP) is an Program Test Pres lar 70% or 2100 OIL d By:	Sacks of C 875 735 ts option between su ssure 0 /3000 Dbl Ram CONSERVAT	rf and produc	Estimated TOO 0' 0' stion casing, set at Manufacturer haffer/Shaffer	

CONDITIONS OF APPROVAL

API#	Operator	Well name & Number
30-025-42724	CONOCOPHILLIPS COMPANY	EAST VACUUM (GSA) UNIT # 521

Applicable conditions of approval marked with XXXXXX

Administrative Orders Required

XXXXXXXX	Will require administrative order for injection or disposal prior to injection or disposal
Other wells	
Drilling	
XXXXXX	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string

Casing

XXXXXX	SURFACE CASING - Cement must circulate to surface
XXXXXX	PRODUCTION CASING - Cement must circulate to surface
XXXXXX	If cement does not circulate to surface, must run temperature survey or other log to determine top of cement
	South Area
XXXXXX	Surface casing must be set 25' below top of Rustler Anhydrite in order to seal off protectable water

Completion & Production

XXXXXX	Must notify Hobbs OCD office prior to conducting MIT (575) 393-6161 ext. 114
XXXXXX	Must conduct & pass MIT prior to any injection

Lost Circulation

XXXXXX	Must notify OCD Hobbs Office if lost circulation is encountered at 575-370-3186

Stage Tool

XXXXXX	Must notify OCD Hobbs Office prior to running Stage Tool at 575-370-3186
XXXXXX	If using Stage Tool on Surface casing, Stage Tool must be greater than 350' and a minimum 200 feet above surface shoe.
XXXXXX	When using a Stage Tool on Intermediate or Production Casing Stage must be a minimum of 50 feet below previous casing shoe.

TDAP

(Thermally Deformable Annulus Packer)

The TDAP is a tool developed by BiSN Oil Tools which serves the same function as a traditional inflatable annulus casing packer. The tool has been developed to specifically target wells prone to annulus gas migration.

Composition:

- Tool is made of a bismuth, tin, and lead alloy
- Has a low melting temperature of ~190°F
- Unaffected by H₂S, CO₂, HCl
- Expands during solidification, ensuring a tight metal-to-metal seal
- Has cement ports to allow cement to be pumped through the tool
- Springs contained on the inside and outside of tool, which when the tool is melted, break the channels of cement through the tool

Seals:

- Rubber seals on the inside create positive seal on production casing
- Rubber seals on the outside create positive seal against inside of surface casing
- Seals have been tested for effectiveness on straight pipe with no joints, as well as over the gap
 in pipe with a joint (representing a connection in the surface casing)
- Outside seals still create a vacuum after being run through the equivalent of 7,200'+ of smooth casing and 1560+ connection gaps (representing the number of connections in 60,000' of casing)

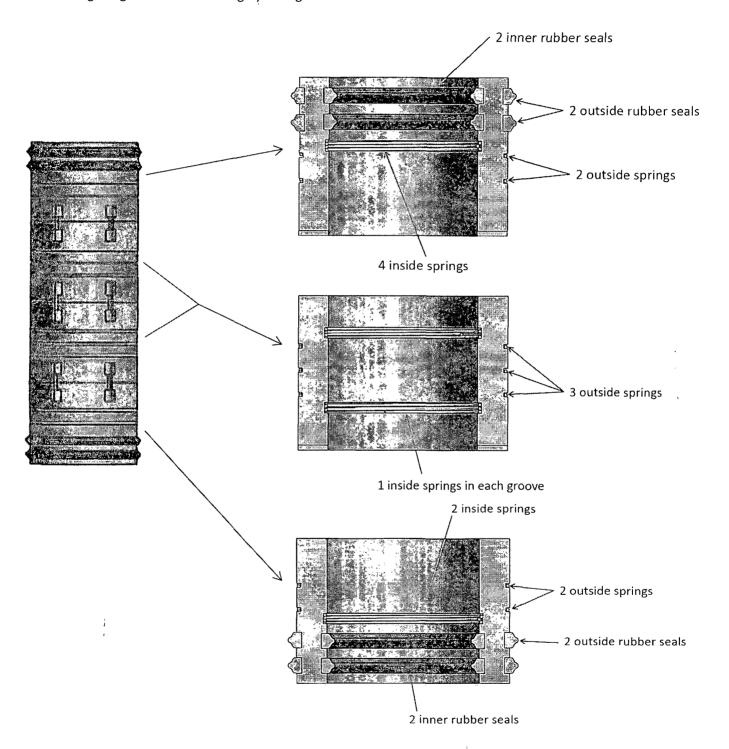
Heater:

- Wireline conveyed
- Composed of a thermite mixture with a 10-30 minute heating time
- Initiated by a voltage applied to a nickel resistor igniter

Running Procedure:

- Joint containing the tool is made up to the casing string and run downhole with centralizers immediately above and below the tool
- Tool is positioned in the surface casing by production casing annulus
- Cement job is performed and cement flows through the tool during displacement
- After the well is completed, the drilling rig moves off location
- After the cement is set and prior to completions activity (days after rig release), the heater is lowered on wireline to the position of the tool
- The heater is ignited, melting the tool
- The springs contained in the tool are released, breaking the cement channels

- The heater expends all it's fuel and cools
- The heater is brought back to surface and the melted tool cools, forming a true metal-to-metal, gas-tight seal in the casing by casing annulus



Closed Loop System Design, Operating and Maintenance, and Closure Plan

ConocoPhillips Company Well: EVGBSAU #521W

Location: Section 33, T17S, R35E

Date: 7/24/2015

ConocoPhillips proposes the following plan for design, operating and maintenance, and closure of our proposed closed loop system for the above named well:

1. We propose to use a closed loop system with steel pits, haul-off bins, and frac tanks for containing all cuttings, solids, mud, water, brine, and liquids. We will not dig a pit, use a drying pad, build an earthen pit above ground level, nor dispose of or bury any waste on location.

All drilling waste and all drilling fluids (fresh water, brine, mud, cuttings, drill solids, cement returns, and any other liquid or solid that may be involved) will be contained on location in the rig's steel pits or in haul-off bins or frac tanks as needed. The intent is as follows:

- We propose to use the rig's steel pits for containing and maintaining the drilling fluids.
- We propose to remove cuttings and drilled solids from the mud by using solids control
 equipment and to contain such cuttings and drilled solids on location in haul-off bins.
- We propose that any excess water that may need to be stored on location will be stored in tanks.

The closed loop system components will be inspected daily during each tour and any necessary repairs will be made immediately. Any leak in the system will be repaired immediately, any spilled liquids and/or solids will be cleaned immediately, and the area where any such spill occurred will be remediated immediately.

2. Cuttings and solids will be removed from the location in haul-off bins by an authorized contractor and disposed of at an authorized facility. For this well, we propose the following disposal facility:

R-360 Inc.

4507 West Carlsbad Hwy, Hobbs, NM 88240, P.O. Box 388; Hobbs, New Mexico 88241

Phone Number: 575.393.1079

The physical address for the plant where the disposal facility is located is Highway 62/180 at mile marker 66 (33 miles East of Hobbs, NM and 32 miles West of Carlsbad, NM).

The Permit Number for R-360 is NM1-006.

A photograph showing the type of haul-off bins that will be used is attached.

- 3. Mud will be transported by vacuum truck and disposed of at R-360 Inc. at the facility described above.
- 4. Fresh Water and Brine will be hauled off by vacuum truck and disposed of at an authorized salt water disposal well. We propose the following for disposal of fresh water and brine as needed:
 - Nabors Well Services Company, 3221 NW County Rd, Hobbs, NM 88240; P.O. Box 5208 Hobbs, NM, 88241, Phone Number: 575.392.2577; Permit SWD 092.
 - Basic Energy Services, 2404 W Texas Ave, Eunice, NM 88231; P.O. Box 1869, Eunice, NM 88231
 Phone Number: 575.394.2545, Facility located at Hwy 18, Mile Marker 19; Eunice, NM.
 - C & C Transport, LLC, P.O. Box 1352, Hobbs, NM 88241 Phone Number: 575.393.0422
 - Sundance Services, Inc., P.O. Box 1737 Eunice, NM 88231 Phone Number: 575.394.2511

Cord Denton

Drilling Engineer, ConocoPhillips Company

Phone: (281) 206-5406 Cell: (832) 754-7363

SPECIFICATIONS

Heavy Duty Split Metal Rolling Lid

FLOOR: 3/16" PL one piece CROSS MEMBER: 3 x 4 1 channel 16" on center. WALLS: 3/16 PL solid welded with tubing

WALLS: 3/16 PL solid welded with tubing top insi de liner hooks.

DOOR: 3/16 PL with tubing frame FRONT: 3/16 PL slant formed PICK U.P. Standard cable with 2 x 6" x 1/4" rails gu sset at each crossmember WHEELS: 10 DIA x 9 long with rease fittings DOOR LATCH: 3 Independent ratchet binders with chains vertical second latch. GASKE TS: Extruded rubber seal with metal retainers.

retainers

WELDS: All welds continuous except substructure crossmembers.

FINISH: Coated inside and out with direct to metal rust inhibiting acrylic enamel color coat HYDROTESTING: Full capacity static test DIMEN SIONS: 22-11. long (21-8" inside), 99" wide (88" inside), see drawing for height OPTIONS: Steel grit blast and special paint, Ampliroll: Heil and Dino pickup ROOF: 3/16" PL roof panels with tubing and channel support frame

LIDS: (2) 68" x 90" metal rolling lids spring loaded self-raising

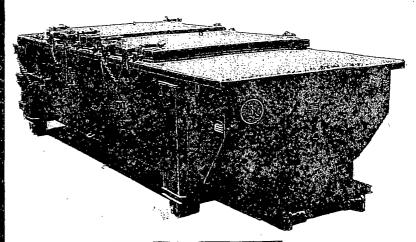
ROLLERS: 44" V-groove rollers with defrin bearings and grease fittings

OPENING: (2) 60" x 82" openings with 8" divider centered on container.

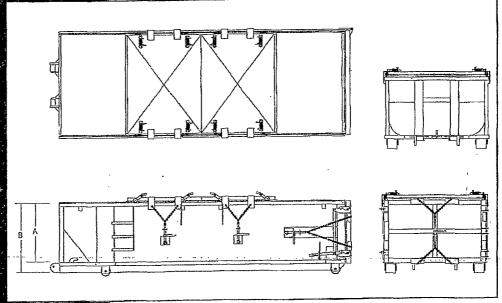
contain er

LATCH:(2) independent ratchet binders with chains

per lid GASKETS Extruded rubber seal with metal retainers



CONT.	Α	В
20 YD	41	53
25 YD	53	65
30 YD	65	77





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 Jet Brown at ConocoPhillips Company, 432.688.6849.

Table of Contents

Section

- I. Purpose
- II. Scope
- III. Procedures
- IV. Emergency Equipment and Maintenance

Emergency Equipment Suppliers General Information H2S Safety Equipment and Monitoring Systems

- V. Emergency Call List
- VI. Public/Media Relations
- VII. Public Notification/Evacuation
- VIII. Forms/Reports



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 the H_2S release. Release of H_2S must be reported to the Drilling Superintendent and documented on the IADC report 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 in which the 100 ppm radius of exposure is greater than 50' yet less than 3000' and does not include a public area, and in which the 500 ppm radius of exposure 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). **D**ETECT the problem **ESTIMATE** likely harm without intervention **C**HOOSE response objectives **IDENTIFY** action options **D**O 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 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
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

<u>AND</u>

On-Scene Incident Co Public Relations Brie Staging Area Triage Area		(Cold Zone) (Cold Zone) (Cold Zone) (Cold Zone)
Decontamination Are	a	(Warm Zone)
-	nnel to ConocoPhillips' On-Scene Pu on VI: Public Media Relations).	ublic Information
upstream and downstr or clamping leaks. Ig used ONLY AS A L	of to stop the release of H_2S . You show ream valves to shut-off gas supply so niting escaping gas to reduce the tox AST RESORT . (It must first be detengent into consideration if there is a posel.)	urces, and/or plugging icity hazard should be ermined if the gas can
Once the emergency i	s over, return the situation to normal	by:
Confirming the	absence of H ₂ S and combustible gas	throughout the area,
Discontinuing the incident is over,	ne radio silence on all channels, statir	ng that the emergency
Removing all ba	urricades and warning signs,	
Allowing evacu	ees to return to the area, and	
Advising all par	ties previously notified that the emer	gency has ended.
Ensure the proper regulate to Section V: Emerger	latory authorities/agencies are notificately Call List).	ed of the incident (refer
Clean up the site. (Be HAZWOPER training.	sure all contractor crews have had ap	ppropriate
	he cleanup to the Asset Environment report this to the proper State and/or	

 Fill out all required incident reports and send originals to the Safety Department. (Keep a copy for your records.)
• Company employee receiving occupational injury or illnesses.
• Company employee involved in a vehicle accident while driving a company vehicle.
Company property that is damaged or lost.
• Accident involving the public or a contractor; includes personal injuries, vehicle accidents, and property damage. Also includes any situation which could result in a claim against the Company.
Hazardous Material Spill/Release Report Form
• Emergency Drill Report
 Assist the Safety Department in the investigation of the incident. Review the factors that caused or allowed the incident to occur, and modify operating, maintenance, and/or surveillance procedures as needed. Make appropriate repairs and train or retrain employees in the use and operation of the system.
 If this incident was simulated for practice in emergency response, complete the Emergency Drill Report found in Section VIII: Forms/Reports and submit a copy to the Drilling Manager. (Keep one copy in area files to document exercising of

the plan.)

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 to ensure 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 which the Drilling Rep. becomes incapacitated.
- 3. Advise each contractor, service company, and all others entering the site that H2S may be encountered and of 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. The COPC Drilling Rep. 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

575.393.3093

Emergency Equipment Suppliers

DXP Safety International – Odessa, TX

H₂S monitors 432.580.3770

Breathing air including cascade systems First aid and medical supplies

Safety equipment

H2S Specialist

EnerSafe Inc. – Odessa, TX 432.550.0600

H₂S monitors (personal and fixed) Breathing air including cascade systems First aid and medical supplies Safety equipment

Indian Fire & Safety – Hobbs, NM

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

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 H₂S areas shall have received training on the hazards, characteristics, and properties of H₂S, 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 <u>Entrance Warning Sign</u> 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 <u>Audible</u> warning system located on rig floor
- 2 Visual 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 Rep's office

Note:

- 1. All SCBA's must be positive pressure type only.
- 2. All SCBA's must be either 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 Packs located at Top Doghouse.

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

1 – <u>Tri or Quad gas monitor</u> located at the Drilling Rep's office. This will be used to determine if the work area is safe to re-enter prior to returning to work following any alarm.

V. EMERGENCY CALL LIST:

The following is a <u>priority</u> list of personnel to contact in an emergency situation:

Supervisory Personnel	Office No.	Home	Cellular
Sam Hyden	432.688.9163	432.561.9958	432.557.1999
Permian Drilling Supt.			
Tim Garrett	432.688.9057		505.330.5638
Jerry Moore	432.688.9057		806.683.6852
Terry Brumley	432.688.6850		432.238.9069
Permian Drilling Field Supt.			
Jet Brown	432.688.6849		432.638.0509
WSER			
R.E. (Gene) True	432.688.9050	281.546.1034	281.217.8492
Operations Manager, Permian			
Conventional Asset			
Kyle O'Dell	432.688.9051		432.250.4912
Safety and Environmental Coordinator			
Gene Schwall	281.206.5159	281.579.2914	713.301.7590
Drilling Mngr.			
	1	ı	

EMERGENCY CALL LIST: State Officials

Regulatory Agencies

Texas Railroad Commission512.463.68381701 N. Congress24 Hour Emergency: 512.463.6788

Austin, TX 78701

New Mexico Oil Conservation Commission Office: 575.393.6161

P. O. Box 1980

Hobbs, New Mexico 88240-1980

Bureau of Land Management

 Carlsbad Field Office
 Office: 575.234.5972

 620 E. Greene St.
 Fax: 575.885.9264

 Carlsbad, NM 88220
 BLM 24 Hr on call # Lea County: 575-393-3612

EMERGENCY CALL LIST: Local Officials

Refer to the <u>L</u>ocation <u>I</u>nformation <u>S</u>heet 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)	Jet Brown	Office: 432-688-6849
		Cell: 432-638-0509
Drilling Engineer	Cord Denton	Office: 281-206-5406
		Cell: 832-754-7363
	Stephanie Basse	Office: 281-206-5239
		Cell: 832-231-1159
	Nancy Luo	Office: 281-206-5280
		Cell: 281-546-8154
Regulatory Contact	Susan Maunder	Office: 432-688-6913
		Cell: 432-269-4378

Emergency Numbers

Hospital: Lea Co. Regional Medical Center (Hobbs)	575-492-5000
Ambulance: Hobbs Fire Dept.	575-397-9308
Air Ambulance: Care Star	888-624-3571
Aero Star	800-627-2376
Fire Dept. (Hobbs)	575-397-9308
(Maljamar non-emerg)	
State Police (Artesia)	
(Hobbs)	
Sheriff (Lovington)	
Police (Lovington)	
NMOCD	
(Emerg)	575-370-3186
BLM Switchboard	
BLM 24 Hr on Call, Lea County	575-393-3612
New Mexico Emergency Response Comm (Santa Fe)	505-476-9600
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.

VI. Public Media Relations

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

The Public Information Officer confers with Houston Office's Human Relations Representative, who is responsible for assisting in the coordination of local public relations duties.

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

If you are not 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 is."
- "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. <u>Evacuation Procedures</u> – 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.

, V. .

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