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Rennick, Kenneth <krennick@blm.gov>

### Sundry NOI - Casing Change - Thor 21 Fed Com 703H & 704H

Steve Munsell <Steve\_Munsell@eogresources.com> Wed, Mar 30, 2016 at 9:27 AM To: "Rennick, Kenneth" <krennick@blm.gov>, Stan Wagner <Stan\_Wagner@eogresources.com> Cc: Bruce Coit <Bruce Coit@eogresources.com>

Kenneth,

We will resubmit and change the anticipated mud weight range to 10.0 to 11.5 ppg. Normally we drill these laterals with mud weights ranging from 9.5 to 11.5 ppg. Almost always we get it done with 10.5 ppg or less.

So the 11.5 ppg maximum anticipated MW keeps us below the 5000 psi shut in surface pressure scenario.

I'm very comfortable with this. All of our rigs are equipped with 10,000 psi BOPs and chokes. The only piece of equipment that is not rated for 10,000 psi is the annular BOP.

Also we have all rigs equipped with two sets of pipe rams and one set of blinds (single BOP, mud cross, dual BOP, annular).

Thanks for your help.

>>>Munsell

From: Rennick, Kenneth [mailto:krennick@blm.gov]
Sent: Wednesday, March 30, 2016 9:59 AM
To: Stan Wagner <Stan\_Wagner@eogresources.com>
Cc: Bruce Coit <Bruce\_Coit@eogresources.com>; Steve Munsell <Steve\_Munsell@eogresources.com>
Subject: Re: Sundry NOI - Casing Change - Thor 21 Fed Com 703H & 704H

\*\* External email. Use caution.\*\*

Hello Gentlemen,

[Quoted text hidden] [Quoted text hidden]

#### Rattlesnake 28 Fed Com 703H 30-025-42875 EOG Resources, Inc Surface Location: Sec. 28, T. 26S, R. 33E Conditions of Approval

# See below for the changes in the conditions of approval due to the new casing design. All other original conditions of approval still apply.

- 1. The 13 3/8 inch surface casing shall be set at approximately 890 feet (in a competent bed below the Magenta Dolomite, which is a Member of the Rustler, and if salt is encountered, set casing at least 25 feet above the salt) and cemented to the surface.
  - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
  - b. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry.
  - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
  - d. If cement falls back, remedial cementing will be done prior to drilling out that string.

Formation below the 13 3/8 inch shoe to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe (not the mud weight required to prevent dissolving the salt formation) and the mud weight for the bottom of the hole. Report results to BLM office.

2. The minimum required fill of cement behind the 9 5/8 inch intermediate casing is:

Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/ karst. Additional cement may be required since excess was calculated to be 23%.

Formation below the 9 5/8 inch shoe to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe (not the mud weight required to prevent dissolving the salt formation) and the mud weight for the bottom of the hole. Report results to BLM office.

Variance is granted for centralizers in the production interval per the drilling program.

3. The minimum required fill of cement behind the 5 1/2 inch production casing is:

Cement should tie-back at least 500 feet into previous casing string. Operator shall provide method of verification. Additional cement may be required since excess was calculated to be 9%.

KGR 05242016

#### 1. GEOLOGIC NAME OF SURFACE FORMATION: Permian

#### 2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

Rustler	790'
Top of Salt	1,140'
Base of Salt / Top Anhydrite	4,690'
Base Anhydrite	4,928'
Lamar	4,928'
Bell Canyon	4,953'
Cherry Canyon	6,050'
Brushy Canyon	7,580'
Bone Spring Lime	9,120'
1 <sup>st</sup> Bone Spring Sand	10,060'
2 <sup>nd</sup> Bone Spring Lime	10,490'
2 <sup>nd</sup> Bone Spring Sand	10,675'
3 <sup>rd</sup> Bone Spring Carb	11,000'
3 <sup>rd</sup> Bone Spring Sand	11,750°
Wolfcamp	12,173'
TD	12,400`

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

Upper Permian Sands	0-400'	Fresh Water
Cherry Canyon	6,050'	Oil
Brushy Canyon	7,580°	Oil
1st Bone Spring Sand	10,060'	Oil
2 <sup>nd</sup> Bone Spring Lime	10,490'	Oil
2 <sup>nd</sup> Bone Spring Sand	11,675'	Oil
3rd Bone Spring Carb	11,000'	Oil
3rd Bone Spring Sand	11,750°	Oil
Wolfcamp	12,173	Oil

1

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 890' and circulating cement back to surface.

#### 4. CASING PROGRAM - NEW

Interval	Csg OD	Weight	Grade	Conn	DF <sub>min</sub> Collapse	DF <sub>min</sub> Burst	DF <sub>min</sub> Tension
0 - 890'	13.375"	54.5#	J55	STC	1.125	1.25	1.60
$0 - 10,500^{\circ}$	9.625"	53.5#	HCP-110	LTC	1.125	1.25	1.60
0'-19,726'	5.5"	20#	ECP-110	VAM Top HT	1.125	1.25	1.60
	0 - 890' 0 - 10,500'	Interval         OD           0 - 890'         13.375''           0 - 10,500'         9.625''	Interval         OD         Weight           0 - 890'         13.375''         54.5#           0 - 10,500'         9.625''         53.5#	Interval         OD         Weight         Grade           0 - 890'         13.375''         54.5#         J55           0 - 10,500'         9.625''         53.5#         HCP-110	Interval         OD         Weight         Grade         Conn           0 - 890'         13.375''         54.5#         J55         STC           0 - 10,500'         9.625''         53.5#         HCP-110         LTC	Interval         OD         Weight         Grade         Conn         Collapse           0 - 890'         13.375''         54.5#         J55         STC         1.125           0 - 10,500'         9.625''         53.5#         HCP-110         LTC         1.125	Interval         OD         Weight         Grade         Conn         Collapse         Burst           0 - 890'         13.375''         54.5#         J55         STC         1.125         1.25           0 - 10,500'         9.625''         53.5#         HCP-110         LTC         1.125         1.25

	8.5"	0'-19,7	26'	5.5"	20#	ECP-110 VAM Top HT 1.125 1.25 1.60			
	<u>(</u>	Cementi	ng Pro	ogram:	See	HOP			
	Depth	No. Sacks	Wt. ppg	Yld Ft <sup>3</sup> /ft	Mix Water Gal/sk	Slurry Description			
	13-3/8" 890	350	Class C + 4.0% Bentonite + 0.6% CD-32 + 0.5% CaCl <sub>2</sub> + 0.25 lb/sk Cello-Flake (TOC @ Surface)						
		300	14.8	1.34	6.34	Class C + 0.6% FL-62 + 0.25 lb/sk Cello-Flake + 0.2% Sodium Metasilicate			
1000 t	9-5/8" 10,500'	Class C + 0.6% ASM-3 + 0.15% CDF-4P + 0.6% LTR + 0.5% SCA-6 + 0.13 pps LCL-11 + 0.13 pps LDP-c-0215							
Conent		625	12.5	1.71	1 9.06 Class C + 0.6% LTR + 0.5% SCA-6 + 0.6% ASM CDF-4P + 0.13% LCL-11 + 0.13% LCF-7				
40		250	15.6	1.19	5.20	Class H + 0.2% ASM-3 + 0.3% SCA-6 + 0.65% LTR + 0.3% SPC-2			
Central See Cart	5-1/2" 19,726'	1925	14.1	1.26	5.80	Class H + 0.1% C-20 + 0.05% CSA-1000 + 0.20% C-49 + 0.40% C-17			
/					s based on e overlap s	bit size plus at least 25% excess in the open hole plus 10% section.			

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.

2.

#### 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 5000/ 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 5000/250 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	Туре	Weight (ppg)	Viscosity	Water Loss
0 - 890'	Fresh - Gel	8.6-8.8	28-34	N/c
890' - 10,500'	Brine	8.8-10.0	28-34	N/c
10,500' – 19,726' Lateral	Oil Base	10.0-11.5	58-68	3 - 6

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) H<sub>2</sub>S 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 182 degrees F with an estimated maximum bottom-hole pressure (BHP) at TD of 7415 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. Severe loss circulation is expected from 7,300' to Intermediate casing point.

#### **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.

#### Rattlesnake 28 Fed Com #703H

Lea County, New Mexico 730' FNL **Proposed Wellbore** 2070' FEL KB: 3,276' Revised 5/11/16 Section 28 GL: 3,246' API: 30-025-42875 T-26-S, R-33-E Bit Size: 17-1/2" 13-3/8", 54.5#, J-55, ST&C 0' - 890' Bit Size: 12-1/4" TOC: 10,000' 9-5/8", 53.5#, HCP-110 , LTC 0' - 10,500' KOP: 11,810' Bit Size: 8-1/2" Bit Size: 8-1/2" 5-1/2", 20#, ECP-110, VAM Top HT @ 0' - 19,726' Lateral: 19,726' MD, 12,400' TVD Upper Most Perf: 330' FNL & 1766' FEL Sec. 28 Lower Most Perf:

330' FNL & 1766' FEL Sec. 28 Lower Most Perf: 330' FSL & 1766' FEL Sec. 33 BH Location: 230' FSL & 1766' FEL Section 33 T-26-S, R-33-E