| · · | | 001 | | | | / |
|--|----------------------------------|---|----------------|------------------------------------|---|--|
| Form 3160-3 (March 2012) | | abs ov. | | . ОМВ I | APPROVE No. 1004-013 October 31, 20 | 7 |
| UNITED STATES DEPARTMENT OF THE I | NTERIOR | 22018 | | 5. Lease Serial No. | | |
| BUREAU OF LAND MAN | AGEMENT | JAN B- | EO | NMNM02965A | | |
| Form 3160-3 (March 2012) UNITED STATES DEPARTMENT OF THE I BUREAU OF LAND MAN APPLICATION FOR PERMIT TO I 1a. Type of work: DRILL | DRILL OR | REENTEEN | | 6. If Indian, Allotee | or Tribe N | lame |
| la. Type of work: DRILL REENTE | R | Rom | | 7 If Unit or CA Agr | eement, Nar | ne and No. |
| lb. Type of Well: 🔽 Oil Well 🔲 Gas Well 🛄 Other | √ Sin | igle Zone 🔲 Multip | le Zone | 8. Lease Name and BARLOW 34 FED | | (<i>319802</i> 1H |
| 2. Name of Operator EOG RESOURCES INCORPORATED | 737) | | | 9. API Well No. 30-029 | . U | 4290 |
| 3a. Address | H Phone No | (include area code) | | 10. Field and Pool, or | | |
| 1111 Bagby Sky Lobby2 Houston TX 77002 | (713)651-7 | | | RED HILLS / WC- | | |
| 4. Location of Well (Report location clearly and in accordance with any | v State remtirem | ents.*) | | 11. Sec., T. R. M. or E | | |
| At surface SWNE / 300 FSL / 1650 FEL / LAT 32.001083 | • | | | | | - |
| At proposed prod. zone NWSE / 2410 FSL / 1653 FEL / LA | | | 6971 | SEC 34 / T26S / R | 33E / NM | Ρ |
| 14. Distance in miles and direction from nearest town or post office* | | | | 12. County or Parish | | 13. State |
| 35 miles | | • | | LEA | | NM |
| 15. Distance from proposed* location to nearest 300 feet | 16. No. of a | cres in lease | - | g Unit dedicated to this | well | |
| property or lease line, ft. (Also to nearest drig, unit line, if any) | 2174.12 | | 160 | | | |
| 18. Distance from proposed location* | 19. Proposed | Depth | 20. BLM/ | BIA Bond No. on file | | ······································ |
| to nearest well, drilling, completed, 332 feet applied for, on this lease, ft. | | / 17108 feet | FED: N | M2308 | | |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.) | 22. Approxir | nate date work will star | t* | 23. Estimated duration | n | |
| 3317 feet | 01/01/201 | 8 | | 25 days | | |
| | 24. Attac | hments | | | | |
| he following, completed in accordance with the requirements of Onshor | e Oil and Gas | Order No.1, must be at | tached to th | is form: | | |
| 1. Well plat certified by a registered surveyor. | | | ne operatio | ns unless covered by an | existing be | ond on file (see |
| 2. A Drilling Plan. | | Item 20 above). | - | | - | `` |
| A Surface Use Plan (if the location is on National Forest System I SUPO must be filed with the appropriate Forest Service Office). | Lands, the | Operator certific Such other site BLM. | | ormation and/or plans a | s may be re | quired by the |
| 25. Signature | | (Printed/Typed) | | | Date | |
| (Electronic Submission) | Stan | Wagner / Ph: (432) | 686-3689 | 1 | .08/01/2 | |
| Regulatory Specialsit | | | | | 1 | |
| Approved by (Signature) (Electronic Submission) | | (Printed/Typed) Ballard / Ph: (575) | 234-2235 | 5 | Date 01/08/2 | 2018 |
| litle | Office | | | | | |
| Natural Resource Specialist | | SBAD | | | | - <u></u> |
| Application approval does not warrant or certify that the applicant hold conduct operations thereon. Conditions of approval, if any, are attached. | s legal or equit | able title to those righ | ts in the sul | ject lease which would o | entitle the a | pplicant to |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a cr States any false, fictitious or fraudulent statements or representations as t | ime for any pe o any matter w | erson knowingly and v ithin its jurisdiction. | villfully to n | nake to any department | or agency o | of the United |
| (Continued on page 2) | | · · · · · · · · · · · · · · · · · · · | | *(Inst | ructions | on page 2) |

o



*(Instruc. K2 01/24/15 DN. John DN. John Sol

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)

Additional Operator Remarks

Location of Well

1. SHL: SWNE / 300 FSL / 1650 FEL / TWSP: 26S / RANGE: 33E / SECTION: 34 / LAT: 32.0010832 / LONG: -103.5569555 (TVD: 0 feet, MD: 0 feet) PPP: SWNE / 330 FSL / 1650 FEL / TWSP: 26S / RANGE: 33E / SECTION: 34 / LAT: 32.0011657 / LONG: -103.5569554 (TVD: 12388 feet, MD: 12503 feet) BHL: NWSE / 2410 FSL / 1653 FEL / TWSP: 26S / RANGE: 33E / SECTION: 27 / LAT: 32.0138077 / LONG: -103.556971 (TVD: 12432 feet, MD: 17108 feet)

BLM Point of Contact

Name: Priscilla Perez

Title: Legal Instruments Examiner

Phone: 5752345934

Email: pperez@blm.gov

Approval Date: 01/08/2018

(Form 3160-3, page 3)

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.

Approval Date: 01/08/2018

(Form 3160-3, page 4)

Sector Sec



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

Operator Certification

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

NAME: Stan Wagner

Title: Regulatory Specialsit

Street Address: 5509 Champions Drive

City: Midland

Phone: (432)686-3689

Email address: Stan_Wagner@eogresources.com

Field Representative

Representative Name: James Barwis

Street Address: 5509 Champions Drive

City: Midland

_ .

State: TX

State: TX

Zip: 79706

Phone: (432)425-1204

Email address: james_barwis@eogresources.com

perator Certification Data Report

Signed on: 08/01/2017

Zip: 79702

VAFMSS

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

Application Data Report

APD ID: 10400013356

Operator Name: EOG RESOURCES INCORPORATED

Well Name: BARLOW 34 FED COM

Well Type: OIL WELL

Well Number: 711H Well Work Type: Drill

Submission Date: 08/01/2017

Highlighted data reflects the most recent changes

Show Final Text

| Section 1 - General | - | |
|---|----------------------------|--|
| APD ID: 10400013356 | Tie to previous NOS? | Submission Date: 08/01/2017 |
| BLM Office: CARLSBAD | User: Stan Wagner | Title: Regulatory Specialsit |
| Federal/Indian APD: FED | Is the first lease penetra | ated for production Federal or Indian? FED |
| Lease number: NMNM02965A | Lease Acres: 2174.12 | |
| Surface access agreement in place? | Allotted? | Reservation: |
| Agreement in place? NO | Federal or Indian agree | ment: |
| Agreement number: | | |
| Agreement name: | | |
| Keep application confidential? NO | | |
| Permitting Agent? NO | APD Operator: EOG RE | SOURCES INCORPORATED |
| Operator letter of designation: | | |
| | | |
| Operator Info | | |
| Operator Organization Name: EOG RESOL | JRCES INCORPORATED | |
| Operator Address: 1111 Bagby Sky Lobby2 Operator PO Box: | | Zip: 77002 |

Operator City: Houston

Operator Phone: (713)651-7000 **Operator Internet Address:**

Section 2 - Well Information

Well in Master Development Plan? NO

Well in Master SUPO? NO

Well in Master Drilling Plan? NO

Well Name: BARLOW 34 FED COM

Field/Pool or Exploratory? Field and Pool

Well Number: 711H Field Name: RED HILLS

Master Drilling Plan name:

Master SUPO name:

Mater Development Plan name:

Well API Number:

Pool Name: WC-025 S263327G

Is the proposed well in an area containing other mineral resources? USEABLE WATER

State: TX

Well Name: BARLOW 34 FED COM

| Well | Number: | 711H |
|------|---------|------|
|------|---------|------|

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|------------|---------|---------|----------|----------|-------|--------|--------|-----------------|----------------|---------------------|---------|-------------|-------------|------|------------------|-----------|-----------|-----------|
| Desc | cribe c | other | miner | als: | | | | | | | | | | | | | | |
| Is th | e prop | osed | well i | in a H | elium | prod | uctio | n area? | N Use E | Existing W | ell Pad | 1? NO | Ne | ew s | surface o | distur | bance | ? |
| | e of W | | | | | | | | | ple Well P | | | N | umt | ber: 710F | 4/7111 | 4/7121 | 4 |
| Well | Class | : HOF | RIZON | ITAL | | | | | | OW 34 FE | | Л | | | | | | |
| Ŵall | Work | Type | • Drill | | | | | | NUTTI | Jei of Leg | 3. 1 | | | | | | | |
| | Type: | | | | | • | | | | | | | | | | | | |
| | cribe V | | | | | | | | | | | | | | | | | |
| | sub-T | | | | | | | | | • | | | | | | | | |
| | cribe s | | | - | | | | | | | | | | | | | | |
| | ance t | - | - | Miles | | | Dist | ance to | o nearest v | vell : 332 F | т | Dist | ance t | o le | ase line | : 300 | FT | |
| | | • | | | ianea | l acre | | | ent: 160 A | | - | | | | | | | |
| | plat: | | | - | - | | | | | 1-2017.pdf | r | | | | | | | |
| | work | | | _ | | - | | | | ion: 25 D/ | | | | | | | | |
| | | | | | | | | | | | | | | | | | | |
| | Sec | tion | 3 - V | Vell | Loca | atior | n Tal | ole | | ` | | | | | | | | |
| Surv | ey Tyj | be: RE | ECTAI | NGUL | AR | | | | | | | | | | | | | |
| | ribe S | | | | | | | | | | | | | | | | | |
| Datu | m: NA | D83 | · | | | | | | Vertic | al Datum: | NAVE | 88 | | | | | | |
| Surv | ey nu | mber: | | | | | | | | | | | | | | | | |
| | | | | | | | | ಕ | | | | | | | | | | |
| | | ō | | ţ | | | | t/Tra | | | | | | | Number | | | |
| | oot | dicator | oot | ndicator | | Ð | Б. | ot/Lot/Tract | e e e | itude | Ę | | dian | Type | e Nur | tion | | |
| | NS-F | NS In | EW-F | EWI | Twsp | Rang | Sectio | Alique | Latitu | Longi | Coun | State | Merid | ease | Lease | Elevation | QM | dVT |
| SHL | 300 | FSL | 165 | | | 33E | 34 | Aliquot | | · | LEA | | NEW | | | 331 | 0 | 0 |
| Leg | | | 0 | | | | | SWNE | 32 | 103.5569 555 | | MEXI CO | MEXI CO | | 02965A | 7 | | |
| #1 KOP | 51 | FSL | 164 | FEL | 265 | 33E | 34 | Aliquot | 32.00040 | | LEA | | NEW | F | NMNM | | 119 | 119 |
| Leg | | | 7 | | 200 | JUL | | SWNE | | 103.5569 | | MEXI | MEXI | | 02965A | | 43 | 39 |
| #1 | | | | | | | | - | | 541 | | co | со | | | 2 | | |
| PPP Leg | 330 | FSL | 165 0 | FEL | 26S | 33E | 34 | Aliquot SWNE | 32.00116 57 | - 103.5569 | LEA | NEW MEXI | NEW MEXI | F | NMNM 02965A | - 907 | 125 03 | 123 88 |
| #1 | | | | | | | | | | 554 | | со | со | | | 1 | | |

Well Name: BARLOW 34 FED COM

Well Number: 711H

| | 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 | 231 0 | FSL | 165 3 | FEL | 26S | 33E | 27 | Aliquot NWSE | 32.01353 28 | - 103.5569 707 | LEA | NEW MEXI CO | NEW MEXI CO | F | NMNM 121490 | - 911 5 | 170 08 | 124 32 |
| BHL Leg #1 | 241 0 | FSL | 165 3 | FEL | 26S | 33E | 27 | Aliquot NWSE | 32.01380 77 | - 103.5569 71 | LEA | | NEW MEXI CO | F | NMNM 121490 | - 911 5 | 171 08 | 124 32 |

Well Name: BARLOW 34 FED COM

Weil Number: 711H

Pressure Rating (PSI): 10M

Rating Depth: 12432

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 (10,000-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 and 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. 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 maximize 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 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.

Choke Diagram Attachment:

Barlow_34_Fed_Com_710H_10_M_Choke_Manifold_07-25-2017.pdf

Barlow_34_Fed_Com_710H_Co_Flex_Hose_Certification_07-25-2017.PDF

Barlow_34_Fed_Com_710H_Co_Flex_Hose_Test_Chart_07-25-2017.pdf

BOP Diagram Attachment:

Section 3 - Casing

Barlow_34_Fed_Com_710H_10_M_BOP_Diagram_07-25-2017.pdf

| | | | | | | | | | | • | | | | | | | | | | | | |
|-----------|------------------|-----------|----------|-----------|----------|----------------|------------|---------------|-------------|----------------|-------------|----------------|--------------------------------|-------------|--------|---------------------------|-------------|----------|---------------|----------|--------------|---------|
| 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 | 14.7 5 | 10.75 | NEW | API | N | 0 | 874 | 0 | 874 | 3317 | 2443 | 874 | J-55 | 40.5 | STC | 1.12 5 | 1.25 | BUOY | 1.6 | BUOY | 1.6 |
| 2 | INTERMED IATE | 9.87 5 | 7.625 | NEW | API | Y | 0 | 1000 | 0 | 1000 | 3317 | 2317 | 1000 | HCP -110 | 29.7 | LTC | 1.12 5 | 1.25 | BUOY | 1.6 | BUOY | 1.6 |
| 3 | INTERMED IATE | 9.87 5 | 7.625 | NEW | API | N | 1000 | 3000 | 1000 | 3000 | 2317 | 317 | 2000 | OTH ER | | OTHER - SLIJ II | 1.12 5 | 1.25 | BUOY | 1.6 | BUOY | 1.6 |
| | PRODUCTI ON | 6.75 | 5.5 | NEW | API | Y | 0 | 10900 | 0 | 10900 | 3317 | -7583 | 10900 | P- 110 | | OTHER - DWC/C-IS MS | 1.12 5 | 1.25 | BUOY | 1.6 | BUOY | 1.6 |

Well Name: BARLOW 34 FED COM

Well Number: 711H

| 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 |
|-----------|------------------|-----------|----------|-----------|----------|----------------|------------|---------------|-------------|----------------|-------------|----------------|--------------------------------|-------------|--------|-------------------------|-------------|----------|---------------|----------|--------------|---------|
| 5 | INTERMED IATE | 8.75 | 7.625 | NEW | API | N | 3000 | 11400 | 3000 | 11400 | 317 | -8083 | 8400 | HCP -110 | | OTHER - Flushmax III | | 1.25 | BUOY | 1.6 | BUOY | 1.6 |
| 6 | PRODUCTI ON | 6.75 | 5.5 | NEW | API | N | 10900 | 17108 | 10900 | 12432 | -7583 | -9115 | 6208 | OTH ER | | OTHER - VAM SFC | 1.12 5 | 1.25 | BUOY | 1.6 | BUOY | 1.6 |

Casing Attachments

Casing ID: 1 String Ty

String Type:SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Barlow_34_Fed_Com_711H_BLM_Plan_07-25-2017.pdf

Casing ID: 2

String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Barlow_34_Fed_Com_711H_7.625in_29.7_P110EC_VAM_SLIJ_II_07-25-2017.pdf See_previously_attached_Drill_Plan_07-25-2017.pdf

Barlow_34_Fed_Com_711H_7.625in_29.70_P_110_FlushMax_III_07-25-2017.pdf

Casing Design Assumptions and Worksheet(s):

See_previously_attached_Drill_Plan_07-25-2017.pdf

Operator Name: EOG RESOURCES INCORPORATED **Well Name:** BARLOW 34 FED COM

Well Number: 711H

Casing Attachments

Casing ID: 3

String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

See_previously_attached_Drill_Plan_20171002102847.pdf

Casing ID: 4 String Type:PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Barlow_34_Fed_Com_711H_5.5in_20.00_VST_P110EC_DWC_C_IS_MS_07-25-2017.pdf Barlow_34_Fed_Com_711H_5.5in_20.00_VST_P110EC_VAM_SFC_07-25-2017.pdf See_previously_attached_Drill_Plan_07-25-2017.pdf

Casing Design Assumptions and Worksheet(s):

See_previously_attached_Drill_Plan_07-25-2017.pdf

Casing ID: 5 String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

See_previously_attached_Drill_Plan_20171002102906.pdf

Well Name: BARLOW 34 FED COM

Well Number: 711H

Casing Attachments

Casing ID: 6 String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

See_previously_attached_Drill_Plan_20171002102921.pdf

| Section | 4 - Ce | emen | t | | | | | | | | |
|--------------|-----------|---------------------|--------|-----------|--------------|-------|----------|--|----------|-------------|--|
| String Type | Lead/Tail | Stage Tool Depth | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives |
| INTERMEDIATE | Lead | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | | <u> </u> | | 1 | 1 | I |] | | <u>.</u> | | |
| PRODUCTION | Lead | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | I | | | 1 | <u> </u> | L | <u> </u> | | | I | |
| INTERMEDIATE | Lead | | 0 | 0 | 0 | 0 | 0 | 0. | 0 | 0 | 0 · · · |
| · · · | · · · | 1 | | L | I <u></u> | L | I | <u>. </u> | | 1 | - 1 |
| SURFACE | Lead | | 0 | 874 | 325 | 1.73 | 13.5 | 562 | 25 | Class C | Class C + 4.0% Bentonite + 0.6% CD- 32 + 0.5% CaCl2 + 0.25 Ib/sk Cello-Flake (TOC @ Surface) |
| SURFACE | Tail | | 874 | 874 | 200 | 1.34 | 14.8 | 268 | 25 | Class C | Class C + 0.6% FL-62 + 0.25 lb/sk Cello-Flake + 0.2% Sodium Metasilicate |
| INTERMEDIATE | Lead | | 0 | 1140 0 | 2250 | 1.38 | 14.8 | 3105 | 25 | Class C | Class C + 5% Gypsum + 3% CaCl2 pumped via Bradenhead. (TOC @ surface) |

Page 5 of 8

Operator Name: EOG RESOURCES INCORPORATED **Well Name:** BARLOW 34 FED COM

Well Number: 711H

| String Type | Lead/Tail | Stage Tool Depth | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives |
|--------------|-----------|---------------------|-----------|-----------|--------------|-------|---------|-------|---------|-------------|---|
| INTERMEDIATE | Tail | | 1140 0 | 1140 0 | 550 | 1.2 | 14.4 | 660 | 25 | Class H | 50:50 Class H:Poz + 0.25% CPT20A + 0.40% CPT49 + 0.20% CPT35 + 0.80% CPT16A + 0.25% CPT503P pumped conventionally |
| PRODUCTION | Lead | | 1090 0 | 1710 8 | 850 | 1.26 | 14.1 | 1071 | 25 | Class H | Class H + 0.1% C-20 + 0.05% CSA-1000 + 0.20% C-49 + 0.40% C- 17 (TOC @ 10,900') |

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.

| · | Circ | ulating Medi | um Ta | able | | | | | | | |
|-----------|--------------|-------------------|----------------------|----------------------|---------------------|-----------------------------|---|----------------|----------------|-----------------|---|
| Top Depth | Bottom Depth | Mud Type | Min Weight (Ibs/gal) | Max Weight (Ibs/gal) | Density (lbs/cu ft) | Gel Strength (lbs/100 sqft) | Н | Viscosity (CP) | Salinity (ppm) | Filtration (cc) | Additional Characteristics |
| 874 | 1140 0 | SALT SATURATED | 8.8 | 10 | | | | | | | |
| 1140 0 | 1243 2 | OIL-BASED MUD | 10 | 14 | | | | | | | The highest mud weight needed to balance formation is expected to be 11.5 ppg. In order to maintain hole stability, mud weights up to |

Page 6 of 8

Operator Name: EOG RESOURCES INCORPORATED **Well Name:** BARLOW 34 FED COM

Well Number: 711H

| Top Depth | Bottom Depth | Mud Type | Min Weight (Ibs/gal) | Max Weight (Ibs/gal) | Density (Ibs/cu ft) | Gel Strength (lbs/100 sqft) | Hd | Viscosity (CP) | Salinity (ppm) | Filtration (cc) | Additional Characteristics |
|-----------|--------------|----------|----------------------|----------------------|---------------------|-----------------------------|----|----------------|----------------|-----------------|---------------------------------------|
| | | | | | | | | | | | 14.0 ppg may be utilized. |
| | 074 | | | | | | | | | | · · · · · · · · · · · · · · · · · · · |

| 0 | 874 | WATER-BASED | 8.6 | 8.8 | | | | |
|---|-----|-------------|-----|-----|--|---|--|--|
| | | MUD | | | | • | | |

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: 9050

Anticipated Surface Pressure: 6314.96

Anticipated Bottom Hole Temperature(F): 181

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:

Barlow_34_Fed_Com_711H_H2S_Plan_Summary_07-25-2017.pdf

Well Name: BARLOW 34 FED COM

Well Number: 711H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Barlow_34_Fed_Com_711H_Planning_Report_07-25-2017.pdf

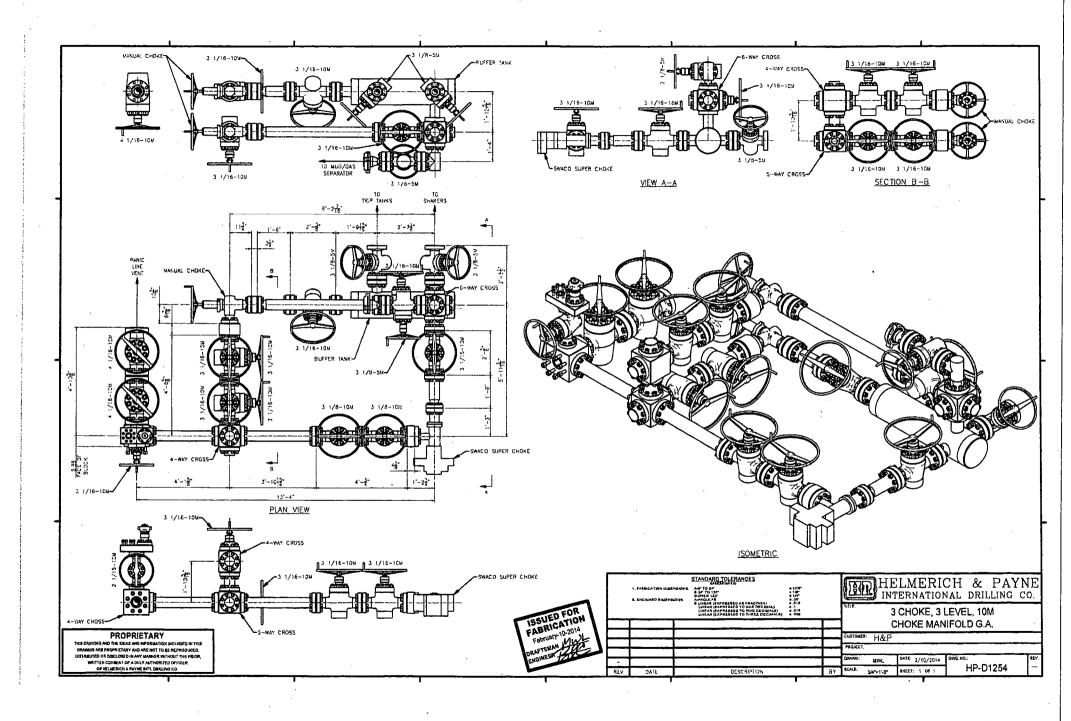
Barlow_34_Fed_Com_711H_Wall_Plot_07-25-2017.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

Barlow_34_Fed_Com_711H_Proposed_Wellbore_07-25-2017.pdf Barlow_34_Fed_Com_711H_Rig_Layout_07-25-2017.pdf Barlow_34_Fed_Com_711H_Wellhead_Cap_07-25-2017.pdf Barlow_34_FC_711H_deficiency_response_20171002121635.pdf Barlow_34_FC_711H_2nd_deficiency_response_20171006093558.pdf

Other Variance attachment:



Manufacturer: Midwest Hose & Specialty

Serial Number: SN#90067

Length: 35'

Size: OD = 8" ID = 4"

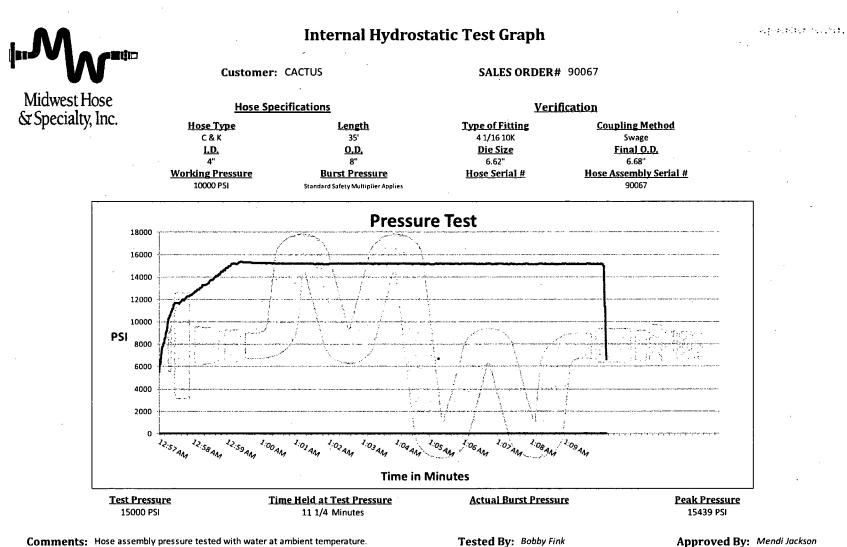
Ends: Flanges Size: 4-1/16*

WP Rating: 10,000 psi Anchors required by manfacturer: No

MIDWEST

HOSE AND SPECIALTY INC.

| IN | TERNAL | HYDROS1 | ATIC TEST | REPOR | IT | |
|---------------------|--|--|---|--------------------------|--------|-----|
| Customer: CACTUS | | | | P.O. Number: RIG #123 | | |
| | | | | Asset # I | M10761 | |
| | | HOSE SPECI | FICATIONS | | | |
| Туре: (| CHOKE LIN | E | | Length: | 35' | |
| I.D. | 4" | INCHES | 0.D. | 8 ¹¹ | INCI | HES |
| WORKING PI | RESSURE | TEST PRESSUR | E | BURST PRE | SSURE | |
| 10,000 | PSI | 15,000 | PSI | | | PSI |
| | | COUP | LINGS | · · | | |
| Type of Er | nd Fitting I 1/16 10K F | LANGE | ······ | | | |
| Type of Co | oupling: SWEDGED | | MANUFACTURED BY MIDWEST HOSE & SPECIALTY | | | |
| | | PROC | EDURE | | | |
| | | , pressure tested w | ith vision at amhlar | t tom a cash ran | | |
| | | TEST PRESSURE | * | URST PRESS | | |
| | 1 | MINL | | | 0 | PSI |
| ŀ | SN#90087 lose is cov vraped with | M10761 ered with stain! fire resistant v ated for 1500 de | ermiculite coat | ed fiberglas | 8 | |
| Data: 6 | 6/2011 | Tested By: BOBBY FINK | | Approved: MENDI | JACKSO | N |

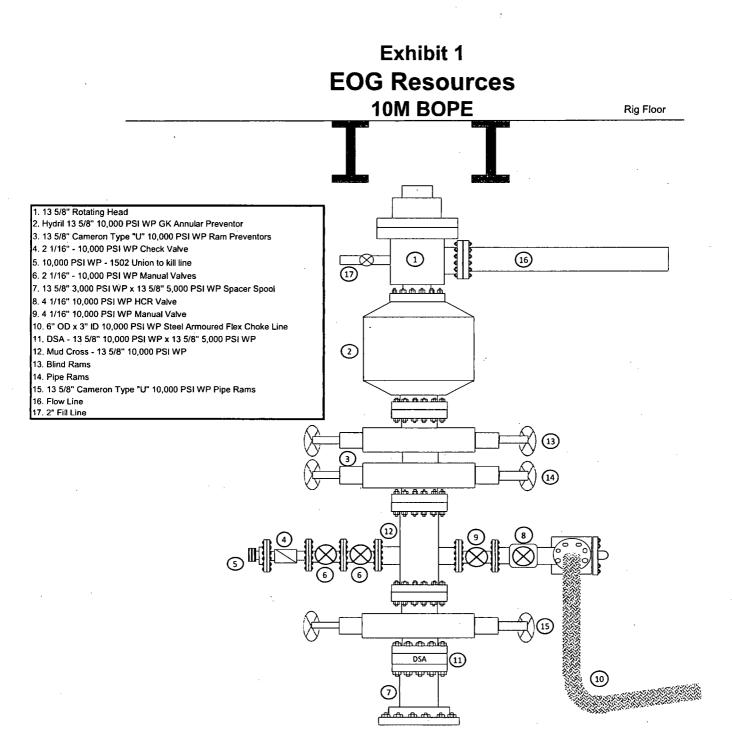


Comments: Hose assembly pressure tested with water at ambient temperature.

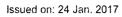
Tested By: Bobby Fink

4 =

Mendi Jackson



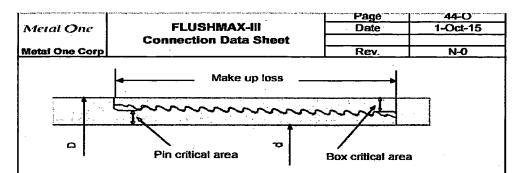
EOG 5M BOPE Diagram (6/10/14)



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Connection Data Sheet

| OD 7 5/8 in. | Weight 29.70 lb/ft | Wall Th. 0.375 in. | Grade VM 110 HC | API Drift 6.750 in. | Connection VAM® SLIJ-I |
|---|--|--|---|--|--|
| [| PIPE PROPERT | | | CONNECTION PR | OPERNIES |
| Nominal OD | · . · | 7.625 ir | . Connection Ty | /pe | Premium integral semi |
| Nominal ID | | 6.875 ir | . Connection Of | D (nom) | 7.711 in. |
| Nominal Cross | Section Area | 8.541 s | gin. Connection ID | (nom) | 6.820 in. |
| Grade Type | | High Collapse | Make-up Loss | and the contract of the second states of the second | 4.822 in. |
| Min, Yield Stren | gth | 110 k | si Critical Cross | | 5.912 sqin. |
| Max. Yield Strei | ngth | 140 k | si Tension Efficie | ency | 69.2 % of pipe |
| Min, Ultimate Te | ensile Strength | 125 k | si Compression I | Efficiency | 48.5 % of pipe |
| | | | Internal Press | ure Efficiency | 100 % of pipe |
| . • | | | | sure Efficiency | 100 % of pipe |
| Ge | NNECTION PERFOR | RMANGES | | FIELD TORQUE | VALUES |
| Tensile Yield St | rength | 651 klb | Min. Make-up | lorque | 11300 ft.I |
| Compression R | esistance | 455 klb | Opti. Make-up | torque | 12600 ft.l |
| Internal Yield Pr | essure | 9470 psi | Max. Make-up | torque | 13900 ft.I |
| Max Bending wi | th Sealability | 20 \$/100 | | | |
| all casing appli high perform sealability. VAM® SLIJ-II stringent tests | s a semi-flush integra cations. It combines ances in tension, has been validated protocols, and has a orld's most prolific HF | a near flush design compression and I according to the r n excellent performa | with 100 gas 50 nost 50 ince 50 -100 -150 | | Envelopo Connect Connect Connect Crrs 100% Pipe API 50 100 |
| 4 | Do you vamfieldservice.com amfieldservice.com vamfieldservice.com vamfieldservice.com | uk@v dubai@ nigeria@ | ct? - Remember no one kn mflieldservice.com vamfieldservice.com vamfieldservice.com vamfieldservice.com | china@ baku@ singapor | yamfieldservice.com yamfieldservice.com @vamfieldservice.com @vamfieldservice.com |



| Pipe Body | Imperial | | <u>S.I.</u> | |
|-------------------------|----------|-----------------|-------------|-----------------|
| Grade | P110 | | P110 | |
| Pipe OD (D) | 7 5/8 | in | 193.68 | mm |
| Weight | 29.7 | lb/ft | 44.25 | kg/m |
| Actual weight | 29.0 | lb/ft | 43.26 | kg/m |
| Wall thickness (t) | 0.375 | . in | 9.53 | ៣៣ |
| Pipe ID (d) | 6.875 | in | 174.63 | mm |
| Pipe body cross section | 8.537 | in ² | 5,508 | mm ² |
| Drift Dia. | 6.750 | in | 171.45 | mm |

Connection

| Box OD (W) | 7.625 | in | 193.68 | mm | |
|-----------------------|------------------------|-----------------|--------|-----------------|--|
| PIN ID | 6.875 | ln | 174.63 | mm | |
| Pin critical area | 4.420 | in ² | 2,852 | mm ² | |
| Box critical area | 4.424 | in ² | 2,854 | mm ² | |
| Joint load efficiency | 60 | % | 60 | % | |
| Make up loss | 3.040 | in | 77.22 | mm | |
| Thread taper | 1/16 (3/4 in per ft) | | | | |
| Number of threads | 5 thread per in. | | | | |

Connection Performance Properties

| Tensile Yield load | 563.4 | kips | 2,506 | kN |
|--------------------|-------|------|-------|-----|
| M.I.Y.P. | 7,574 | pst | 52.2 | MPa |
| Collapse strength | 5,350 | psi | 36.9 | MPa |
| Note | | | | |

M.I.Y.P. = Minimum Internal Yield Pressure of the connection

Torque Recommended

| Min. | 8,700 | ft-fb | 11,700 | N-m |
|------------------|--------|-------|--------|-----|
| Opti. | 9,700 | ft-lb | 13,100 | N-m |
| Max. | 10,700 | ft-lb | 14,500 | N-m |
| Operational Max. | 23.600 | ft-lb | 32,000 | N-m |

1. GEOLOGIC NAME OF SURFACE FORMATION: Permian

2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

| Rustler | 849' |
|--|--------------------|
| Top of Salt | 1,262' |
| Page of Salt (Top, Aphydrite | 4,797' |
| Base of Salt / Top Anhydrite Base Anhydrite | 5,034' |
| Lamar | 5,034' |
| Bell Canyon | 5,058' |
| Cherry Canyon | 6,169' |
| Brushy Canyon | 7,738' |
| Bone Spring Lime | 9,265' |
| 1 st Bone Spring Sand | 10,247' |
| 2 nd Bone Spring Shale | 10,467' |
| 2 nd Bone Spring Sand | 10,756' |
| 3 rd Bone Spring Carb | 11,287' |
| 3 rd Bone Spring Sand Wolfcamp TD | 11,821' 12,273' |
| | 12,432' |

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

| Upper Permian Sands | 0-400' | Fresh Water |
|-----------------------------------|---------|-------------|
| Cherry Canyon | 6,169' | Oil |
| Brushy Canyon | 7,738' | Oil |
| 1 st Bone Spring Sand | 10,247' | Oil |
| 2 nd Bone Spring Shale | 10,467' | Oil |
| 2 nd Bone Spring Sand | 10,756' | Oil |
| 3 rd Bone Spring Carb | 11,287' | Oil |
| 3 rd Bone Spring Sand | 11,821' | Oil |
| Wolfcamp | 12,273' | Oil |

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 10.75" casing at 874' and circulating cement back to surface.

1.

| Hole Size | Interval | Csg OD | Weight | Grade | Conn | DF _{min} Collapse | DF _{min} Burst | DF _{min} Tension |
|--------------|--------------------|-----------|--------|-------------|----------------|-------------------------------|----------------------------|------------------------------|
| 14.75" | 0 - 874' | 10.75" | 40.5# | J55 | STC | 1.125 | 1.25 | 1.60 |
| 9.875" | 0-1,000' | 7.625" | 29.7# | HCP- 110 | LTC | 1.125 | 1.25 | 1.60 |
| 9.875" | 1,000' – 3,000' | 7.625" | 29.7# | P-110EC | SLIJ II | 1.125 | 1.25 | 1.60 |
| 8.75" | 3,000' 11,400' | 7.625" | 29.7# | HCP- 110 | FlushMax III | 1.125 | 1.25 | 1.60 |
| 6.75" | 0'-10,900' | 5.5" | 20# | P-110EC | DWC/C-IS MS | 1.125 | 1.25 | 1.60 |
| 6.75" | 10,900'-17,108' | 5.5" | 20# | P-110EC | VAM SFC | 1.125 | 1.25 | 1.60 |

4. CASING PROGRAM - NEW

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.

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.

| Depth | No. Sacks | Wt. ppg | Yld Ft³/ft | Mix Water Gal/sk | Slurry Description |
|-------------------|--------------|------------|---------------|------------------------|---|
| 10-3/4" 874' | 325 | 13.5 | 1.73 | 9.13 | Class C + 4.0% Bentonite + 0.6% CD-32 + 0.5% $CaCl_2$ + 0.25 lb/sk Cello-Flake (TOC @ Surface) |
| | 200 | 14.8 | 1.34 | 6.34 | Class C + 0.6% FL-62 + 0.25 lb/sk Cello-Flake + 0.2% Sodium Metasilicate |
| 7-5/8" 11,400' | 250 | 14.8 | 1.38 | 6.48 | Class C + 5% Gypsum + 3% CaCl2 pumped via Bradenhead (TOC @ Surface) |
| | 2000 | 14.8 | 1.38 | 6.48 | Class C + 5% Gypsum + 3% CaCl2 pumped via Bradenhead |
| | 550 | 14.4 | 1.20 | 4.81 | 50:50 Class H:Poz + 0.25% CPT20A + 0.40% CPT49 + 0.20% CPT35 + 0.80% CPT16A + 0.25% CPT503P pumped Conventionally |
| 5-1/2" 17,108' | 850 | 14.1 | 1.26 | 5.80 | Class H + 0.1% C-20 + 0.05% CSA-1000 + 0.20% C-49 + 0.40% C-17 (TOC @ 10,900') |

Cementing Program:

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 (10,000-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 10,000/250 psig and the annular preventer to 5,000/250 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 10,000/250 psig and the annular preventer to 5,000/250 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 |
|-------------------|-------------|--------------|-----------|------------|
| 0-874' | Fresh - Gel | 8.6-8.8 | 28-34 | N/c |
| 874' – 11,400' | Brine | 8.8-10.0 | 28-34 | N/c |
| 11,400' - 17,108' | Oil Base | 10.0-14.0 | 58-68 | 3 - 6 |
| Lateral | | | | |

The highest mud weight needed to balance formation is expected to be 11.5 ppg. In order to maintain hole stability, mud weights up to 14.0 ppg may be utilized.

3.

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 181 degrees F with an estimated maximum bottom-hole pressure (BHP) at TD of 7434 psig (based on 11.5 ppg MW). 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.

(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 10-3/4" surface casing, a 13-5/8" BOP/BOPE system with a minimum working pressure of 10,000 psi will be installed on the wellhead system and will be pressure tested to 250 psi low followed by a 10,000 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 10,000 psi.

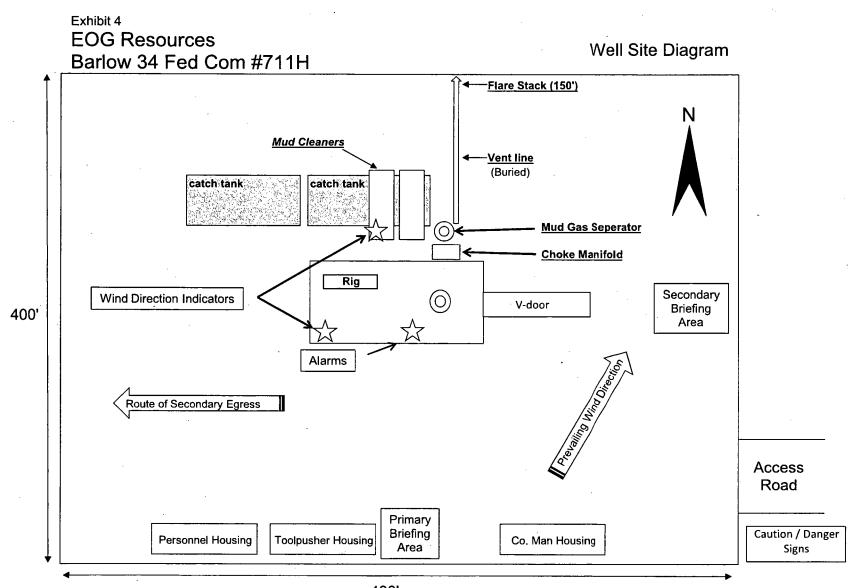
The multi-bowl wellhead will be installed by vendor's representative(s). A copy of the installation instructions for the Stream Flo FBD100 Multi-Bowl WH system has been sent to the NM BLM office in Carlsbad, NM.

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

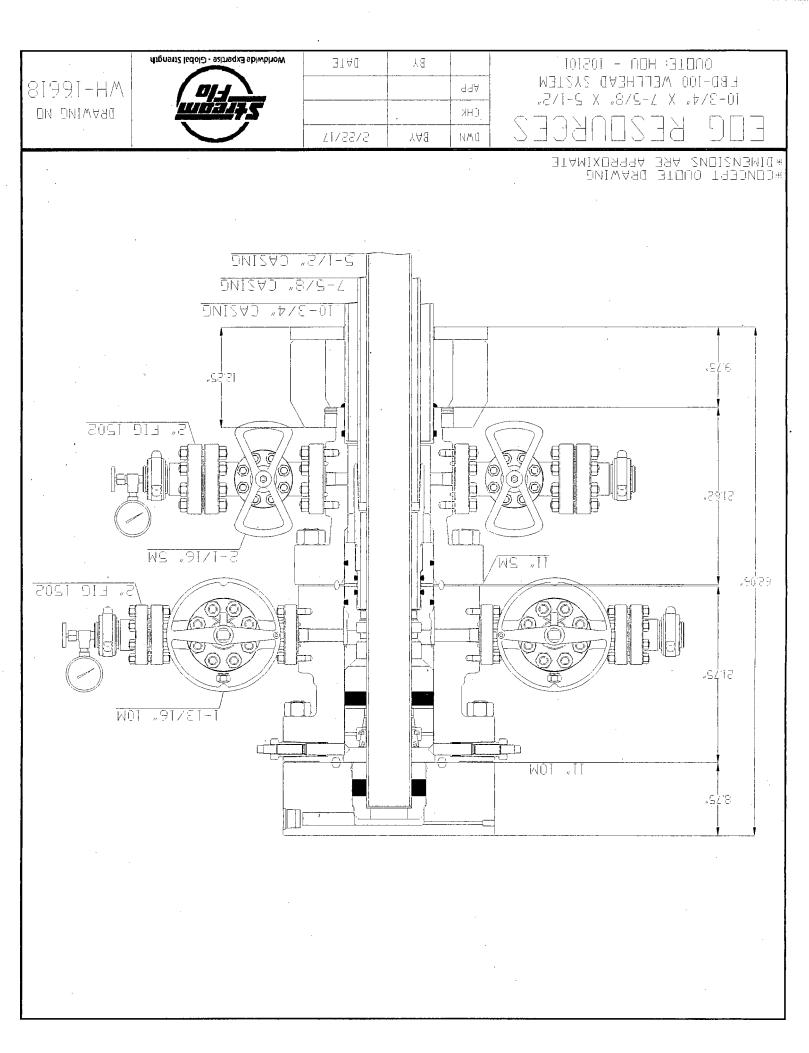
All BOP equipment will be tested utilizing a conventional test plug. Not a cup or J-packer type.

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.



490'





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



In Reply To: 3160 (Office Code) [NMNM02965A]

09/26/2017

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 - NMNM02965A

Well Name / Number: Legal Description: County, State: Date APD Received: BARLOW 34 FED COM / 711H T26S, R33E, SEC 34, SWNE LEA, NM 08/01/2017

Dear Operator:

The BLM received your Application for Permit to Drill (APD), for the referenced well, on 08/01/2017. The BLM reviewed the APD package pursuant to part III.D of Onshore Oil and Gas Order No.1 and it is:

1. Incomplete/Deficient (*The BLM cannot process the APD until you submit the identified items within 45 calendar days of the date of this notice or the BLM will return your APD.*)

| | Well Plat | | |
|--------------|--|-------|--------|
| \checkmark | Drilling Plan | | |
| \checkmark | Surface Use Plan of Operations (SUPO) | | |
| | Certification of Private Surface Owner Access Agre | ement | |
| | Bonding | | , |
| | Onsite (The BLM has scheduled the onsite to be on |) | |
| | This requirement is exempt of the 45-day timeframe deficiencies. This requirement will be satisfied on t | | nsite. |
| | 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, **11/10/2017**.
- 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.
 - 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 Priscilla Perez at (575) 234-5934.

Sincerely,

Cody Layton Assistant Field Manager

cc: Official File

ADDENDUM - Incomplete/Deficient

Clarifications

ADDENDUM - Deficient

Surface Comments

- Plans for Surface Reclamation Deficiency: Please provide a reclamation diagram.

Attached to APD. 9/26

Engincering Comments

- Casing design information is inadequate and/or incomplete
- Submit correct casing program because casing program in APD do not match drilling plan casing program.
 - Submit correct hole sizes because hole sizes in APD do not match drilling plan casing program.
- Cementing design information is inadequate and/or incomplete Submit the correct depth for the each casing depth of the cement in the APD.
- Bottom hole pressures and hazards inadequate and/or incomplete Submit BHP and SHP.
 Submit the correct depth for the each easing depth of the cement in the APD.

Corrected

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 (10,000-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.

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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.

| Depth | Туре | Weight (ppg) | Viscosity | Water Loss |
|-------------------|-------------|--------------|-----------|------------|
| 0 - 874 | Fresh - Gel | 8.6-8.8 | 28-34 | N/c |
| 874`-11,400` | Brine | 8.8-10.0 | 28-34 | N/c |
| 11,400' - 17,108' | Oil Base | 10.0-14.0 | 58-68 | 3 - 6 |
| Lateral | | | | |

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

The highest mud weight needed to balance formation is expected to be 11.5 ppg. In order to maintain hole stability, mud weights up to 14.0 ppg may be utilized.

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- (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 181 degrees F with an estimated maximum bottom-hole pressure (BHP) at TD of 7434 psig (based on 11.5 ppg MW). 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:

4.

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.



United States Department of the Interior

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



In Reply To: 3160 (Office Code) [NMNM02965A]

10/06/2017

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 - NMNM02965A

Well Name / Number: Legal Description: County, State: Date APD Received:

BARLOW 34 FED COM / 711H T26S, R33E, SEC 34, SWNE LEA, NM 08/01/2017

Dear Operator:

This is the subsequent deficiency letter pursuant to Onshore Oil and Gas Order, Number 1, Section III.E.2.a.

The BLM received your initial Application for Permit to Drill (APD), for the referenced well, on 10/02/2017. The BLM reviewed the revised APD package pursuant to part III.B.2 of Onshore Oil and Gas Order No.1 and it is:

1. Incomplete/Deficient (The BLM cannot process the APD until you submit the identified items within 45 calendar days of the date of the original notice or the BLM will return your APD.)

| | Well Plat | | | |
|--------------|--|--|--|--|
| \checkmark | Drilling Plan | | | |
| \checkmark | 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 submit deficiencies. This requirement will be satisfied on the date of the onsite. | | | |
| | 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 revised APD package to you, unless you correct all deficiencies identified above (item 1) within 45 calendar days of the original deficiency notice.

• 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 before to the 45th calendar day from this original deficiency notice, 11/20/2017.
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APDs remaining Incomplete:

- If the APD is still not complete, the BLM will notify you and allow 10 additional business days following the end of the original 45 calendar day period 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.
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If you have any questions, please contact Priscilla Perez at (575) 234-5934.

Sincerely,

Cody Layton Assistant Field Manager

cc: Official File

ADDENDUM - Incomplete/Deficient

Clarifications

ADDENDUM - Deficient

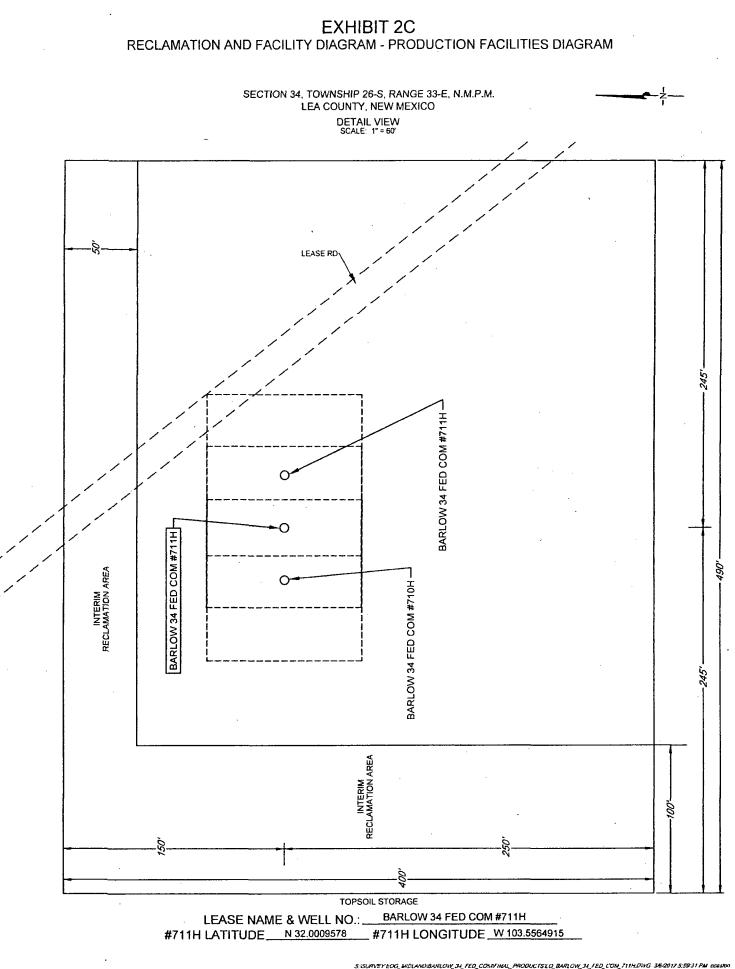
Surface Comments

- Plans for Surface Reclamation Deficiency: Please provide a reclamation diagram.

Attached

Engineering Comments

Bottom hole pressures and hazards inadequate and/or incomplete _ corrected
 Submit BHP and SHP.
 Submit the correct depth for the each casing depth of the cement in the APD. - correct in a fraces 10/4/2017
 Second Request.



EOG RESOURCES, INC. BARLOW 34 FED COM NO. 711H

5. AUXILIARY WELL CONTROL AND MONITORING EQUIPMENT:

- (A) A kelly cock will be kept in the drill string at all times.
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The estimated bottom-hole temperature (BHT) at TD is 181 degrees F with an estimated maximum bottom-hole pressure (BHP) at TD of 9050 psig (based on 14.0 ppg MW). 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.

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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.

VAFMSS

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

APD ID: 10400013356

Operator Name: EOG RESOURCES INCORPORATED

Well Name: BARLOW 34 FED COM

Well Type: OIL WELL

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

BARLOW34FEDCOM711H_vicinity_08-01-2017.pdf

Existing Road Purpose: ACCESS, FLUID TRANSPORT

RO₩ 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:

Barlow_34_Fed_Com_infrastructure_08-01-2017.pdf BARLOW34FEDCOM711H_padsite_08-01-2017.pdf BARLOW34FEDCOM711H_wellsite_08-01-2017.pdf

New road type: RESOURCE

Length: 742

Width (ft.): 24

Max slope (%): 2

Max grade (%): 20

Army Corp of Engineers (ACOE) permit required? NO

Feet

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

Submission Date: 08/01/2017

Well Number: 711H Well Work Type: Drill Highlighted data reflects the most recent changes

SUPO Data Repor

Show Final Text

Row(s) Exist? NO

Well Name: BARLOW 34 FED COM

Well Number: 711H

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 well location 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:

BARLOW34FEDCOM711H radius 08-01-2017.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: Barlow 34 Fed Com central battery is located in the NW/4 of section 34-26S-33E **Production Facilities map:**

Well Name: BARLOW 34 FED COM

Well Number: 711H

Water source type: RECYCLED

Source volume (acre-feet): 0

Source longitude:

Barlow_34_Fed_Com_infrastructure_08-01-2017.pdf

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: OTHER

Describe type:

Source latitude:

Source datum:

Water source permit type: WATER RIGHT

Source land ownership: FEDERAL

Water source transport method: PIPELINE, TRUCKING

Source transportation land ownership: FEDERAL

New Water Well Info

Water source volume (barrels): 0

Source volume (gal): 0

Water source and transportation map:

Barlow_34_Fed_Com_Water_Source_and_Caliche_Map_08-01-2017.pdf

Water source comments:

New water well? NO

| Well latitude: | Well Longitude: | Well datum: |
|-------------------------------------|-------------------|-------------------|
| Well target aquifer: | | |
| Est. depth to top of aquifer(ft): | Est thickness o | of aquifer: |
| Aquifer comments: | | |
| Aquifer documentation: | | |
| Well depth (ft): | Well casing type: | |
| Well casing outside diameter (in.): | Well casing insid | é diameter (in.): |
| New water well casing? | Used casing sour | rce: |
| Drilling method: | Drill material: | |
| Grout material: | Grout depth: | |
| Casing length (ft.): | Casing top depth | (ft.): |
| Well Production type: | Completion Meth | od: |
| Water well additional information: | | |

Page 3 of 10

Well Name: BARLOW 34 FED COM

Well Number: 711H

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: Caliche will be supplied from pits shown on the attached caliche source map. 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. The procedure for "Flipping" a well location is as follows: * -An adequate amount of topsoil/root zone (usually top 6 inches of soil) will be stripped from the proposed well location and stockpiled along the side of the well location as depicted on the well site diagram/survey plat. -An area will be used within the proposed well site dimensions to excavate caliche. Subsoil will be removed and stockpiled within the surveyed well pad dimensions. -Once caliche/surfacing mineral is found, the mineral material will be excavated and stock piled within the approved drilling pad dimensions. -Then, subsoil will be pushed back in the excavated hole and caliche will be spread accordingly across the entire well pad and road (if available). -Neither caliche, nor subsoil will be stock piled outside of the well pad dimensions. Topsoil will be stockpiled along the edge of the pad as depicted in the Well Site Layout or survey plat. * In the event that no caliche is found onsite, caliche will be hauled in from a BLM approved caliche pit or other established mineral pit. A BLM mineral material permit will be acquired prior to obtaining any mineral material permit will be acquired prior to obtaining any mineral material from BLM pits or federal land.

Construction Materials source location attachment:

Barlow_34_Fed_Com_Water_Source_and_Caliche_Map_08-01-2017.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 containmant 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.)

Well Name: BARLOW 34 FED COM

Well Number: 711H

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

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

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 depth (ft.)

Cuttings area width (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:

Barlow_34_Fed_Com_711H_Rig_Layout_07-25-2017.pdf BARLOW34FEDCOM710H_712H_CUT_FILL_08-01-2017.PDF BARLOW34FEDCOM711H_padsite_08-01-2017.pdf BARLOW34FEDCOM711H_wellsite_08-01-2017.pdf Comments: Exhibit 2A-Wellsite & Exhibit 2B-Padsite Rig Layout Exhibit 4

Well Name: BARLOW 34 FED COM

Well Number: 711H

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance

Multiple Well Pad Name: BARLOW 34 FED COM

Multiple Well Pad Number: 710H/711H/712H

Recontouring attachment:

BARLOW34FEDCOM711H_reclamation_20171006093001.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.

| Wellpad long term disturbance (acres): 3.133609 | Wellpad short term disturbance (acres): 4.499541 |
|---|--|
| Access road long term disturbance (acres): 0.408815 | Access road short term disturbance (acres): 0.408815 |
| Pipeline long term disturbance (acres): 1.2823691 | Pipeline short term disturbance (acres): 2.137282 |
| Other long term disturbance (acres): 0 | Other short term disturbance (acres): 0 |
| Total long term disturbance: 4.8247933 | Total short term disturbance: 7.045638 |

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:**

Well Name: BARLOW 34 FED COM

Well Number: 711H

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:**

Non native seed used? NO

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project? NO

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? NO

Seed Summary

Pounds/Acre

Seed harvest description:

Seed harvest description attachment:

Seed Management

Seed Table

Seed type:

Seed name:

Source name:

Source phone:

Seed cultivar:

Seed use location:

PLS pounds per acre:

Seed source:

Source address:

Proposed seeding season:

Total pounds/Acre:

Seed reclamation attachment:

Seed Type

Well Name: BARLOW 34 FED COM

Well Number: 711H

Operator Contact/Responsible Official 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

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: All reclaimed areas will be monitored periodically to ensure that revegetation occurs, that the area is not redisturbed, erosion is controlled, and free of noxious weeds. Weeds will be treated if found. Weed treatment plan attachment:

Monitoring plan description: Reclamation will be completed within 6 months of well plugging. All reclaimed areas will be monitored periodically to ensure that revegetation occurs, that the area is not redisturbed, erosion is controlled, and free of 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 MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

Well Name: BARLOW 34 FED COM

Well Number: 711H

USFS Forest/Grassland:

USFS Ranger District:

Fee Owner: Oliver Kiehne

Phone: (575)399-9281

Fee Owner Address: P.O. Box 135 Orla, TX 79770 Email:

Surface use plan certification: NO

Surface use plan certification document:

Surface access agreement or bond: Agreement

Surface Access Agreement Need description: surface use agreement

Surface Access Bond BLM or Forest Service:

BLM Surface Access Bond number:

USFS Surface access bond number:

Section 12 - Other Information

Use APD as ROW?

ROW Type(s):

Right of Way needed? NO

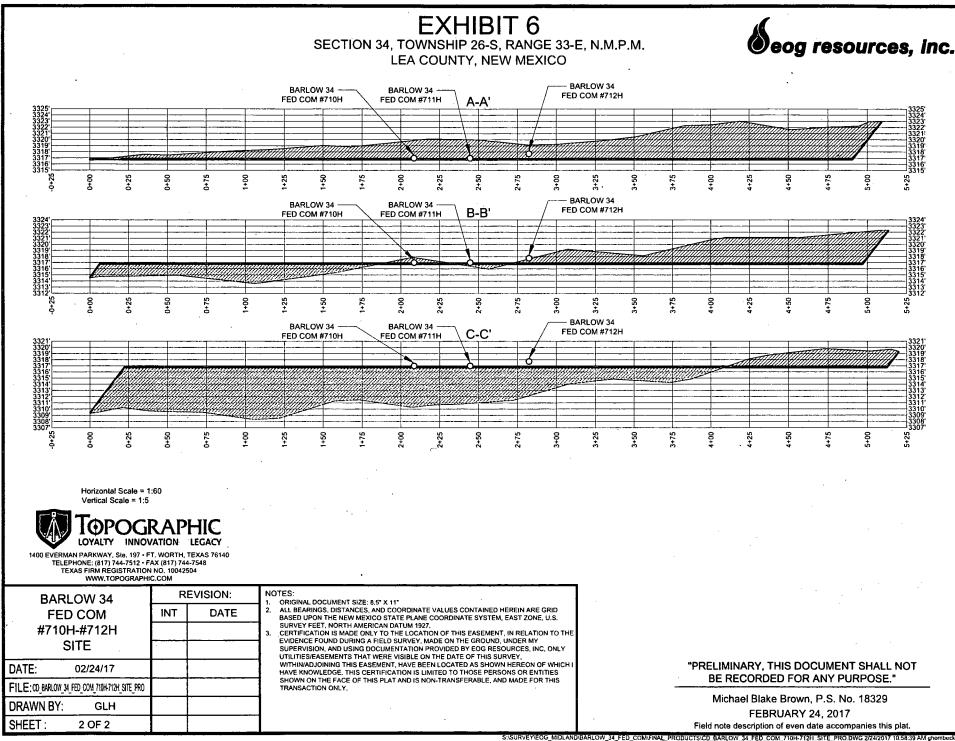
ROW Applications

SUPO Additional Information: An onsite meeting was conducted 2/16/17. Poly lines are planned to transport water for operations. Will truck if necessary. See attached SUPO Plan. **Use a previously conducted onsite?** NO

Previous Onsite information:

Other SUPO Attachment

BARLOW34FEDCOM711H_location_08-01-2017.pdf SUPO_Barlow_34_Fed_Com_711H_08-01-2017.pdf BARLOW34FEDCOM710H_712H_CUT_FILL_08-01-2017.PDF Barlow_34_FC_711H_2nd_deficiency_response_20171006093624.pdf





United States Department of the Interior

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



In Reply To: 3160 (Office Code) [NMNM02965A]

10/06/2017

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 - NMNM02965A

Well Name / Number: Legal Description: County, State: Date APD Received: BARLOW 34 FED COM / 711H T26S, R33E, SEC 34, SWNE LEA, NM 08/01/2017

Dear Operator:

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| | Well Plat |
|--------------|--|
| \checkmark | Drilling Plan |
| \checkmark | 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 submit deficiencies. This requirement will be satisfied on the date of the onsite. |
| | 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.*)

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If you have any questions, please contact Priscilla Perez at (575) 234-5934.

Sincerely,

Cody Layton Assistant Field Manager

cc: Official File

ADDENDUM - Incomplete/Deficient

Clarifications

ADDENDUM - Deficient

Surface Comments

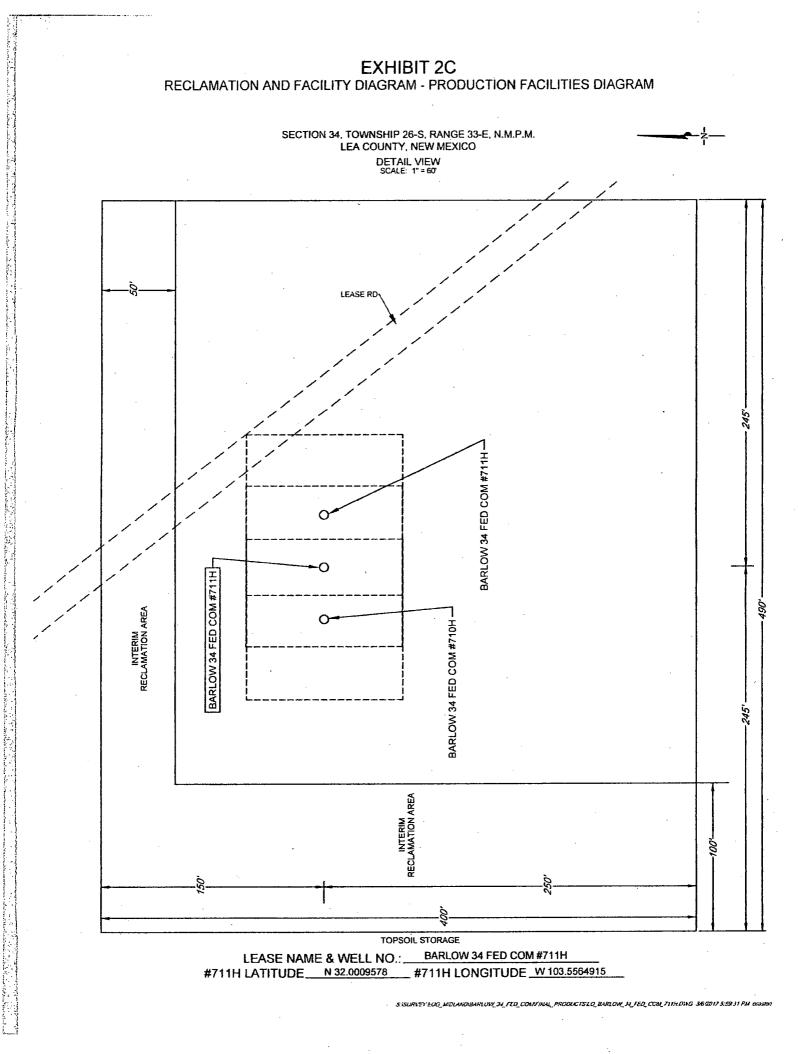
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- Plans for Surface Reclamation Deficiency: Please provide a reclamation diagram.

Attached

Engineering Comments

Bottom hole pressures and hazards inadequate and/or incomplete ______ Corrected
 Submit BHP and SHP.
 Submit the correct depth for the each casing depth of the cement in the APD. ______ Correcting a fraces
 10/4/2017
 Second Request.



EOG RESOURCES, INC. BARLOW 34 FED COM NO. 711H

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1.

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.

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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:

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:

PWD disturbance (acres):

PWD Data Report

Section 3 - Unlined Pits

Would you like to utilize Unlined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

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 aquifer (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

Produced Water Disposal (PWD) Location:

PWD surface owner:

Injection PWD discharge volume (bbl/day):

Injection well mineral owner:

PWD disturbance (acres):

PWD disturbance (acres):

Injection well type:

Injection well number:

Assigned 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:

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: Other PWD discharge volume (bbl/day):

Other PWD type description:

Other PWD type attachment:

Have other regulatory requirements been met?

Other regulatory requirements attachment:

Injection well name:

Injection well API number:

PWD disturbance (acres):

PWD disturbance (acres):

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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?

Bond Info Data Report

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:

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Drilling Plan Data Report

APD ID: 10400013356

Submission Date: 08/01/2017

1

Highlighted data reflects the most recent changes

Sec.

Operator Name: EOG RESOURCES INCORPORATED Well Name: BARLOW 34 FED COM

Well Number: 711H

Show Final Text

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

| Formation | | | True Vertical | | | | Producing |
|-----------|------------------|-----------|---------------|-------|-------------|-------------------|-----------|
| ID | Formation Name | Elevation | Depth | Depth | Lithologies | Mineral Resources | |
| 1 | PERMIAN | 3317 | 0 | 0 | ANHYDRITE | NONE | No |
| 2 | RUSTLER | 2468 | 849 | 849 | ANHYDRITE | NONE | No |
| 3 | TOP SALT | 2055 | 1262 | 1262 | SALT | NONE | No |
| 4 | BASE OF SALT | -1480 | 4797 | 4797 | SALT | NONE | No |
| 5 | LAMAR | -1717 | 5034 | 5034 | LIMESTONE | NONE | No |
| 6 | BELL CANYON | -1741 | 5058 | 5058 | SANDSTONE | NATURAL GAS,OIL | No |
| 7 | CHERRY CANYON | -2852 | 6169 | 6169 | SANDSTONE | NATURAL GAS,OIL | No |
| 8 | BRUSHY CANYON | -4421 | 7738 | 7738 | SANDSTONE | NATURAL GAS,OIL | No |
| 9 | BONE SPRING LIME | -5948 | 9265 | 9265 | LIMESTONE | NONE | No |
| 10 | BONE SPRING 1ST | -6930 | 10247 | 10247 | SANDSTONE | NATURAL GAS,OIL | No |
| 11 | BONE SPRING 2ND | -7439 | 10756 | 10756 | SANDSTONE | NATURAL GAS,OIL | No |
| 12 | BONE SPRING 3RD | -8504 | 11821 | 11821 | SANDSTONE | NATURAL GAS,OIL | No |
| 13 | WOLFCAMP | -8956 | 12273 | 12273 | SHALE | NATURAL GAS,OIL | Yes |

Section 2 - Blowout Prevention