Permit Information:

OCD – HOBBS 10/21/2016 RECEIVED

Well Name: Neptune 10 State No. 701H

Location:

SL: 450' FSL & 381' FWL, Section 10, T-24-S, R-33-E, Lea Co., N.M. BHL: 230' FNL & 330' FWL, Section 3, T-24-S, R-33-E, Lea Co., N.M.

Casing Program:

Hole		Csg				$\mathbf{DF}_{\mathbf{min}}$	$\mathbf{DF}_{\mathbf{min}}$	$\mathbf{DF_{min}}$
Size	Interval	OD	Weight	Grade	Conn	Collapse	Burst	Tension
14.75"	0 – 1,280'	10.75"	40.5#	J55	STC	1.125	1.25	1.60
8.75"	0'-11,400'	7.625"	29.7#	HCP-110	FlushMax III	1.125	1.25	1.60
6.75"	0'-22,631'	5.5"	23#	HCP-110	JFE Bear	1.125	1.25	1.60

Cement Program:

	No.	Wt.	Yld	
Depth	Sacks	ppg	Ft ³ /ft	Slurry Description
1,280'	600	13.5	1.73	Class C + 4.0% Bentonite + 0.6% CD-32 + 0.5% CaCl ₂ +
,				0.25 lb/sk Cello-Flake (TOC @ Surface)
	300	14.8	1.34	Class C + 0.6% FL-62 + 0.25 lb/sk Cello-Flake + 0.2%
				Sodium Metasilicate
11,400'	250	14.8	1.38	Class C + 5% Gypsum + 3% CaCl2
	2000	14.8	1.38	Class C + 5% Gypsum + 3% CaCl2
	550	14.4	1.20	50:50 Class H:Poz + 0.25% CPT20A + 0.40% CPT49 +
				0.20% CPT35 + 0.80% CPT16A + 0.25% CPT503P
22,631'	775	14.2	1.31	Class H + 0.1% C-20 + 0.05% CSA-1000 + 0.20% C-49 +
				0.40% C-17 (TOC @ 10,900')

Mud Program:

Depth	Type	Weight (ppg)	Viscosity	Water Loss	
0-1,280	Fresh - Gel	8.6-8.8	28-34	N/c	
1,280' - 11,400'	Brine	8.8-10.0	28-34	N/c	
11,400' - 12,057'	Oil Base	10.0-11.5	58-68	3 - 6	
12,057' - 22,631'	Oil Base	10.0-11.5	58-68	3 - 6	
Lateral					

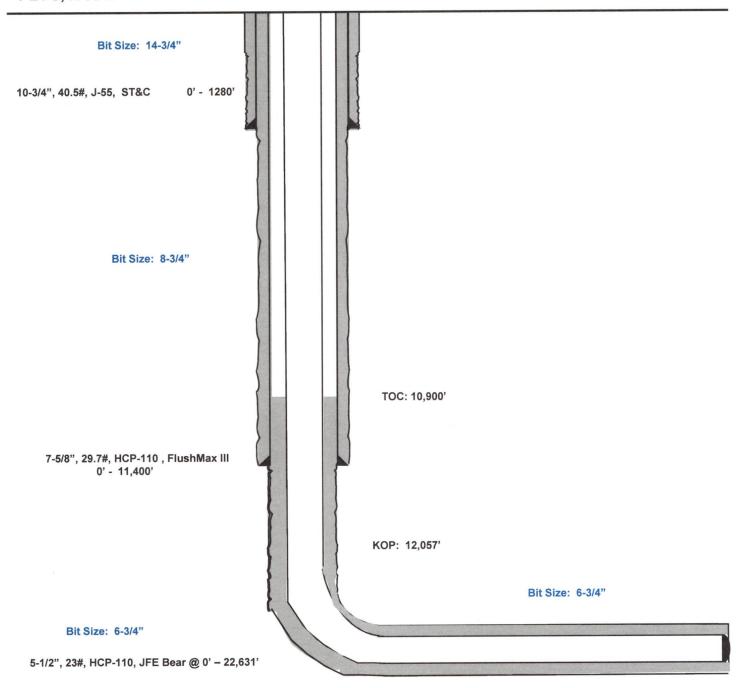
Neptune 10 State #701H

450' FSL 381' FWL Section 10 T-24-S, R-33-E

Lea County, New Mexico Proposed Wellbore

API: 30-025-****

KB: 3,641' GL: 3,616'



Lateral: 22,631' MD, 12,550' TVD

BH Location: 230' FNL & 330' FWL

Section 3 T-24-S, R-33-E