| Form 3160-3<br>(June 2015)<br>UNITED STA<br>DEPARTMENT OF TH<br>BUREAU OF LAND MA<br>APPLICATION FOR PERMIT TO  | TES <b>R</b><br>IE INTERIOR<br>ANAGEMENT | D - HOBBS<br>N13/2020<br>ECEIVED                         |                     | FORM APPROVED<br>OMB No. 1004-0137<br>Expires: January 31, 2018<br>5. Lease Serial No.<br>NMNM136226<br>6. If Indian, Allotee or Tribe Name |                    |                |  |  |
|---|--|--|---------------------|---|--------------------|----------------|--|--|
| 1a. Type of work:       Image: Completion in the image: | REENTER Other Single Zone                | Multiple Zone  |                     | 7. If Unit or CA Agn<br>8. Lease Name and V<br>LESLIE FED COM<br>023H   | Well No.           | 9 and No.      |  |  |
| 2. Name of Operator 22893   | 37                                       |  |                     | 9. API Well No.   | 5-47099            |                |  |  |
| 3a. Address<br>5400 LBJ Freeway, Suite 1500 Dallas TX 75240   | 3b. Phone No. (4)<br>(972)371-5200       |  | e)                  | 10, Field and Pool, o<br>DOGIE DRAW; DE   | or Exploratory     |                |  |  |
| <ul> <li>4. Location of Well (<i>Report location clearly and in accorda</i><br/>At surface SWSE / 300 FSL / 2085 FEL / LAT 32.4<br/>At proposed prod. zone NWNE / 60 FNL / 2315 FEL</li> </ul>  | 239585 / LONG -10                        | 3.3877581  | 85026               | 11. Sec., T. R. M. or<br>SEC 17 / T25S / R.   |                    | 'ey or Area    |  |  |
| 14. Distance in miles and direction from nearest town or pos  | t office*                                |  |                     | 12. County or Parish<br>LEA   | 13. NM             | State          |  |  |
| 15. Distance from proposed*<br>location to nearest<br>property or lease line, ft.<br>(Also to nearest drig, unit line, if any)  | 16. No of acres 799.2                    | in lease   | 17. Spacir<br>320   | g Unit dedicated to th  | nis well           |                |  |  |
| <ul> <li>18. Distance from proposed location*<br/>to nearest well, drilling, completed,<br/>applied for, on this lease, ft.</li> <li>60 feet</li> </ul>   | 19. Proposed Do<br>9088 feet / 193       |  | 20. BLM/<br>FED: NM | BIA Bond No. in file<br>B001079   |                    |                |  |  |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.)<br>3279 feet  | 22. Approximat<br>06/20/2020             | e date work will   | start*              | 23. Estimated duration 60 days  | on                 |                |  |  |
|   | 24. Attachme                             | ents   |                     |   |                    |                |  |  |
| <ul> <li>The following, completed in accordance with the requirement (as applicable)</li> <li>1. Well plat certified by a registered surveyor.</li> <li>2. A Drilling Plan.</li> <li>3. A Surface Use Plan (if the location is on National Forest S SUPO must be filed with the appropriate Forest Service C</li> </ul>   | ystem Lands, the 5.                      | Bond to cover th<br>Item 20 above).<br>Operator certific | e operations        | ydraulic Fracturing ru<br>s unless covered by an<br>mation and/or plans as  | existing bond      | l on file (see |  |  |
| 25. Signature<br>(Electronic Submission)  |  | <i>inted/Typed)</i><br>gerald / Ph: (97                  | 72)371-544          | 48  | Date<br>07/17/2019 |                |  |  |
| Title Regulatory Approved by (Signature) (Electronic Submission) Title Assistant Field Manager Lands & Minerals   |  | inted/Typed)<br>ton / Ph: (575)2<br>AD                   | 234-5959            |   | Date<br>04/08/2020 |                |  |  |
| Application approval does not warrant or certify that the app<br>applicant to conduct operations thereon.<br>Conditions of approval, if any, are attached.  |  |  | nose rights i       | in the subject lease wh   | hich would en      | title the      |  |  |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 12 of the United States any false, fictitious or fraudulent statem   |  |  |                     |   | ny departmen       | t or agency    |  |  |
| GCP Rec 04/13/2020  | ROVED WITH                               | CONDIT   | IONS                | KZ<br>04121120  | 020                |                |  |  |
| SL<br>(Continued on page 2)   | KOLED HIT                                |  |                     | *(Ins   | structions o       | n page 2)      |  |  |

Approval Date: 04/08/2020

# PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

| <b>OPERATOR'S NAME:</b>    | MATADOR PRODUCTION COMPANY         |
|----------------------------|------------------------------------|
| LEASE NO.:                 | NMNM136226                         |
| WELL NAME & NO.:           | LESLIE FED COM / 023H              |
| SURFACE HOLE FOOTAGE:      | 300'/S & 2085'/E                   |
| <b>BOTTOM HOLE FOOTAGE</b> | 60'/N & 2315'/E                    |
| LOCATION:                  | Section 17, T.25 S., R.35 E., NMPM |
| COUNTY:                    | Lea County, New Mexico             |

# COA

| H2S                  | C Yes            | No             |            |
|----------------------|------------------|----------------|------------|
| Potash               | None             | © Secretary    | © R-111-P  |
| Cave/Karst Potential | • Low            | C Medium       | Ö High     |
| Cave/Karst Potential | Critical         |                |            |
| Variance             | O None           | Flex Hose      | C Other    |
| Wellhead             | Conventional     | C Multibowl    | Soth       |
| Other                | □4 String Area   | Capitan Reef   | □ WIPP     |
| Other                | Fluid Filled     | Cement Squeeze | Pilot Hole |
| Special Requirements | □ Water Disposal | COM            | 🗖 Unit     |

# A. HYDROGEN SULFIDE

Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.

# **B. CASING**

# **Casing Design:**

- 1. The **13-3/8** inch surface casing shall be set at approximately **965** feet (a minimum of **25 feet (Lea County)** into the Rustler Anhydrite and 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

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completing the cement job.

- b. Wait on cement (WOC) time for a primary cement job will be a minimum of <u>8</u>
   <u>hours</u> or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
- 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.

# Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.

2. The **9-5/8** inch intermediate casing shall be set at approximately **5425** feet. The minimum required fill of cement behind the **9-5/8** inch intermediate casing is:

# **Option 1 (Single Stage):**

• 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 or potash.

# **Option 2:**

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
  - Cement to surface. If cement does not circulate, contact the appropriate BLM office.
     Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.
- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is:

# **Option 1 (Single Stage):**

• Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

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# **Option 2:**

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
  - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

# C. PRESSURE CONTROL

1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).'

# 2.

# **Option 1:**

- a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **3000 (3M)** psi.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the intermediate casing shoe shall be **5000** (**5M**) psi.

# **Option 2:**

- 1. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **5000** (**5M**) psi.
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test.

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- d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

# **D. SPECIAL REQUIREMENT (S)**

# **Communitization Agreement**

- The operator will submit a Communitization Agreement to the Carlsbad Field Office, 620 E Greene St. Carlsbad, New Mexico 88220, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. <u>When the Communitization Agreement number is known, it shall also be on the sign.</u>

# **GENERAL REQUIREMENTS**

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
  - Eddy County Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822
  - Lea County
     Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575) 393-3612
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
  - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
  - b. When the operator proposes to set surface casing with Spudder Rig
    - Notify the BLM when moving in and removing the Spudder Rig.
    - Notify the BLM when moving in the 2<sup>nd</sup> Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
    - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

# A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- <u>Wait on cement (WOC) for Potash Areas:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least <u>24</u> <u>hours</u>. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. <u>Wait on cement (WOC) for Water Basin:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least <u>8 hours</u>. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

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# B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test.
  - d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
  - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
  - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including

lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).

- b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
- c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. The results of the test shall be reported to the appropriate BLM office.
- f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

# C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

# D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

# NMK04012020

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



Zip:

04/08/2020

# **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

| NAME: Nicky Fitzgerald          |                        | Signed on: 07/17/2019 |
|---------------------------------|------------------------|-----------------------|
| Title: Regulatory               |                        |                       |
| Street Address: 5400 LBJ FR     | EEWAY STE 1500         |                       |
| City: DALLAS                    | State: TX              | <b>Zip:</b> 75240     |
| Phone: (972)371-5448            |                        |                       |
| Email address: nicky.fitzgerald | l@matadorresources.com |                       |
|                                 |                        |                       |
| Field Representat               | ive                    |                       |
| Representative Name:            |                        |                       |

Street Address: City: State: Phone: (972)371-5440 Email address:

# **WAFMSS**

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

Submission Date: 07/17/2019

Well Number: 023H Well Work Type: Drill Highlighted data reflects the most recent changes Show Final Text

04/08/2020

Application Data Report

APD ID: 10400042998

**Operator Name: MATADOR PRODUCTION COMPANY** 

**Section 1 - General** 

Well Name: LESLIE FED COM

Well Type: OIL WELL

| APD ID:     | 10400042998              | Tie to previous NOS?       | N Submission Date: 07/17/2019             |
|-------------|--------------------------|----------------------------|---|
| BLM Office  | : CARLSBAD               | User: Nicky Fitzgerald     | Title: Regulatory                         |
| Federal/Inc | <b>lian APD:</b> FED     | Is the first lease penetra | ted for production Federal or Indian? FED |
| Lease num   | ber: NMNM136226          | Lease Acres: 799.2         |   |
| Surface ac  | cess agreement in place? | Allotted?                  | Reservation:                              |
| Agreement   | t in place? NO           | Federal or Indian agreen   | nent:                                     |
| Agreement   | t number:                |                            |   |
| Agreement   | name:                    |                            |   |
| Keep appli  | cation confidential? YES |                            |   |
| Permitting  | Agent? NO                | APD Operator: MATADO       | R PRODUCTION COMPANY                      |
| Operator le | etter of designation:    |                            |   |
|             |                          |                            |   |

# **Operator Info**

Operator Organization Name: MATADOR PRODUCTION COMPANY
Operator Address: 5400 LBJ Freeway, Suite 1500
Operator PO Box:
Operator City: Dallas
State: TX

**Operator Phone:** (972)371-5200

Operator Internet Address: amonroe@matadorresources.com

# **Section 2 - Well Information**

| Well in Master Development Plan? NO       | Master Development Plan name: |                  |  |  |  |  |  |  |
|---|-------------------------------|------------------|--|--|--|--|--|--|
| Well in Master SUPO? NO                   | Master SUPO name:             |                  |  |  |  |  |  |  |
| Well in Master Drilling Plan? NO          | Master Drilling Plan name:    |                  |  |  |  |  |  |  |
| Well Name: LESLIE FED COM                 | Well Number: 023H             | Well API Number: |  |  |  |  |  |  |
| Field/Pool or Exploratory? Field and Pool | Field Name: DOGIE DRAW;       | Pool Name: DOGIE |  |  |  |  |  |  |
|   | DELAWARE                      | DRAW;DELAWARE    |  |  |  |  |  |  |

Is the proposed well in an area containing other mineral resources? USEABLE WATER, NATURAL GAS, CO2, OIL

| Is the proposed well in a Helium produc | tion area? N Use Existing Well Pad      | ? YES New surface disturbance? N |
|---|---|----------------------------------|
| Type of Well Pad: MULTIPLE WELL         | Multiple Well Pad Nam                   | ne: Number: 3                    |
| Well Class: HORIZONTAL                  | LESLIE SLOT<br><b>Number of Legs:</b> 1 |                                  |
| Well Work Type: Drill                   |   |                                  |
| Well Type: OIL WELL                     |   |                                  |
| Describe Well Type:                     |   |                                  |
| Well sub-Type: INFILL                   |   |                                  |
| Describe sub-type:                      |   |                                  |
| Distance to town: 11.4 Miles            | Distance to nearest well: 60 FT         | Distance to lease line: 300 FT   |
| Reservoir well spacing assigned acres   | leasurement: 320 Acres                  |                                  |
| Well plat: LO_LESLIE_FED_COM_023        | 3H_REV2_Signed_C_102_2020011416         | 65632.pdf                        |
| Well work start Date: 06/20/2020        | Duration: 60 DAYS                       |                                  |
|   |   |                                  |

# Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Survey number:

Vertical Datum: NAVD88

**Reference Datum:** 

| Wellbore | 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 | Will this well produce<br>from this lease? |
|----------|---------|--------------|---------|--------------|------|-------|---------|-------------------|----------|-----------|--------|-------|----------|------------|--------------|-----------|-----|-----|--|
| SHL      | 300     | FSL          | 208     | FEL          | 25S  | 35E   | 17      |                   | 32.12395 | -         | LEA    | NEW   | NEW      | F          | NMNM         | 327       | 0   | 0   |  |
| Leg      |         |              | 5       |              |      |       |         | SWSE              | 85       | 103.3877  |        | MEXI  | MEXI     |            | 136226       | 9         |     |     |  |
| #1       |         |              |         |              |      |       |         |                   |          | 581       |        |       |          |            |              |           |     |     |  |
| KOP      | 100     | FSL          | 231     | FEL          | 25S  | 35E   | 17      |                   | 32.12341 | -         | LEA    | NEW   | NEW      | F          | NMNM         | -         | 853 | 851 |  |
| Leg      |         |              | 2       |              |      |       |         | SWSE              | 08       | 103.3884  |        | MEXI  | MEXI     |            | 136226       | 523       | 6   | 5   |  |
| #1       |         |              |         |              |      |       |         |                   |          | 894       |        |       |          |            |              | 6         |     |     |  |
| PPP      | 100     | FSL          | 231     | FEL          | 25S  | 35E   | 17      |                   | 32.12341 | -         | LEA    | NEW   | NEW      | F          | NMNM         | -         | 780 | 780 |  |
| Leg      |         |              | 2       |              |      |       |         | SWSE              | 08       | 103.3884  |        | MEXI  | MEXI     |            | 136226       | 452       | 4   | 4   |  |
| #1-1     |         |              |         |              |      |       |         |                   |          | 894       |        |       |          |            |              | 5         |     |     |  |

# **AFMSS**

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

Submission Date: 07/17/2019

Highlighted data reflects the most recent changes

04/08/2020

Drilling Plan Data Report

Well Name: LESLIE FED COM

APD ID: 10400042998

Well Number: 023H

Well Work Type: Drill

# Show Final Text

Well Type: OIL WELL

# Section 1 - Geologic Formations

**Operator Name: MATADOR PRODUCTION COMPANY** 

| Formation |                |           | True Vertical | Measured |             |                   | Producing |
|-----------|----------------|-----------|---------------|----------|-------------|-------------------|-----------|
| ID        | Formation Name | Elevation | Depth         | Depth    | Lithologies | Mineral Resources | Formation |
| 493823    | QUATERNARY     | 3279      | 0             | 0        |             | NONE              | N         |
| 493824    | RUSTLER        | 2369      | 910           | 910      | ANHYDRITE   | NONE              | N         |
| 493825    | TOP SALT       | 1951      | 1328          | 1328     | SALT        | NONE              | N         |
| 493826    | CASTILE        | -370      | 3649          | 3649     | SALT        | NONE              | N         |
| 493827    | BASE OF SALT   | -2041     | 5320          | 5320     | SALT        | NONE              | N         |
| 493828    | BELL CANYON    | -2121     | 5400          | 5400     | SANDSTONE   | NATURAL GAS, OIL  | N         |
| 493842    | BRUSHY CANYON  | -4525     | 7804          | 7804     | SANDSTONE   | NATURAL GAS, OIL  | Y         |

# Section 2 - Blowout Prevention

Pressure Rating (PSI): 5M

Rating Depth: 12000

Equipment: A 12,000' 5000-psi BOP stack consisting of 3 rams with 2 pipe rams, 1 blind ram, and one annular preventor will be utilized below surface casing to TD. See attachments for BOP and choke manifold diagrams. An accumulator complying with Onshore Order #2 requirements for the pressure rating of the BOP stack will be present. A rotating head will also be installed as needed.

Requesting Variance? YES

Variance request: Matador requests a variance to have the option of running a multi-bowl wellhead assembly for setting the Intermediate 1 and Production Strings. The BOPs will not be tested again unless any flanges are separated. Matador requests a variance to drill this well using a co-flex line between the BOP and choke manifold. Certification for proposed coflex hose is attached. The hose is not required by the manufacturer to be anchored. If the specific hose is not available, then one of equal or higher rating will be used. Matador requests a variance to have the option of batch drilling this well with other wells on the same pad. In the event that this well is batch drilled, the wellbore will be secured with a blind flange of like pressure. When the rig returns to this well and BOPs are installed, the operator will perform a full BOP test.

Testing Procedure: BOP will be inspected and operated as required in Onshore Order#2. Kelly cock and sub equipped with a full opening valve sized to fit the drill pipe and collars will be available on the rig floor in the open position. A third party company will test the BOPs. After setting surface casing, a minimum 5M BOPE system will be installed. Test pressures will be 250psi low and 5000psi high with the annular preventer being tested to 250psi low and 2500psi high before drilling below surface shoe. In the event that the rig drills multiple wells on the pad and any seal subject to test pressures are broken, a full

# Operator Name: MATADOR PRODUCTION COMPANY

Well Name: LESLIE FED COM

#### Well Number: 023H

| Wellbore | 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 | Will this well produce from this lease? |
|----------|---------|--------------|---------|--------------|------|-------|---------|-------------------|----------|-----------|--------|-------|----------|------------|--------------|-----------|-----|-----|---|
| PPP      | 528     | FSL          | 231     | FEL          | 25S  | 35E   | 8       |                   | 32.13759 | -         | LEA    | NEW   | NEW      | F          | NMNM         | -         | 142 | 908 |   |
| Leg      | 0       |              | 5       |              |      |       |         | NWNE              | 8        | 103.3884  |        | MEXI  | MEXI     |            | 125658       | 580       | 00  | 8   |   |
| #1-2     |         |              |         |              |      |       |         |                   |          | 95        |        |       |          |            |              | 9         |     |     |   |
| EXIT     | 100     | FNL          | 231     | FEL          | 25S  | 35E   | 8       |                   | 32.15187 | -         | LEA    | NEW   | NEW      | F          | FEE          | -         | 192 | 908 |   |
| Leg      |         |              | 5       |              |      |       |         | NWNE              | 86       | 103.3885  |        | MEXI  | MEXI     |            |              | 580       | 70  | 8   |   |
| #1       |         |              |         |              |      |       |         |                   |          | 026       |        |       |          |            |              | 9         |     |     |   |
| BHL      | 60      | FNL          | 231     | FEL          | 25S  | 35E   | 8       |                   | 32.15198 | -         | LEA    | NEW   | NEW      | F          | FEE          | -         | 193 | 908 |   |
| Leg      |         |              | 5       |              |      |       |         | NWNE              | 85       | 103.3885  |        | MEXI  | MEXI     |            |              | 580       | 10  | 8   |   |
| #1       |         |              |         |              |      |       |         |                   |          | 026       |        |       |          |            |              | 9         |     |     |   |

Well Name: LESLIE FED COM

Well Number: 023H

BOP test will be performed when the rig returns and the 5M BOPE system is re-installed.

#### **Choke Diagram Attachment:**

Leslie\_Fed\_Com\_\_023H\_5M\_Choke\_Manifold\_Arrangement\_20190620131447.pdf

#### **BOP Diagram Attachment:**

Leslie\_Fed\_Com\_\_023H\_5M\_BOP\_20190620131509.pdf

Leslie\_Fed\_Com\_\_023H\_Co\_Flex\_Certs\_20190717163344.pdf

# **Section 3 - Casing**

| Casing ID | String Type    | Hole Size | Csg Size | Condition | Standard | Tapered String | Top Set MD | Bottom Set MD | Top Set TVD | Bottom Set TVD | Top Set MSL | Bottom Set MSL | Calculated casing | Grade     | Weight | Joint Type                     | Collapse SF | Burst SF  | Joint SF Type | Joint SF | Body SF Type | Body SF |
|-----------|----------------|-----------|----------|-----------|----------|----------------|------------|---------------|-------------|----------------|-------------|----------------|-------------------|-----------|--------|--------------------------------|-------------|-----------|---------------|----------|--------------|---------|
| 1         | SURFACE        | 17.5      | 13.375   | NEW       | API      | N              | 0          | 935           | 0           | 935            |             |                | 935               | J-55      | 54.5   | BUTT                           |             | 1.12<br>5 | BUOY          | 1.8      | BUOY         | 1.8     |
| 2         |                | 12.2<br>5 | 9.625    | NEW       | API      | N              | 0          | 5425          | 0           | 5425           |             |                | 5425              | J-55      | 40     | BUTT                           | _           | 1.12<br>5 | BUOY          | 1.8      | BUOY         | 1.8     |
| 3         | PRODUCTI<br>ON | 8.75      | 5.5      | NEW       | API      | N              | 0          | 19310         | 0           | 9088           |             |                | 19310             | P-<br>110 |        | OTHER -<br>DWC/C-IS<br>HT PLUS |             | 1.12<br>5 | BUOY          | 1.8      | BUOY         | 1.8     |

#### **Casing Attachments**

Casing ID: 1

String Type: SURFACE

**Inspection Document:** 

Spec Document:

**Tapered String Spec:** 

#### Casing Design Assumptions and Worksheet(s):

Leslie\_Fed\_Com\_\_023H\_BLM\_Casing\_Design\_Assumptions\_3\_string\_20190620132739.pdf

Leslie\_Fed\_Com\_\_023H\_BLM\_Casing\_String\_Spec\_20190711130147.pdf

Well Number: 023H

#### **Casing Attachments**

Casing ID: 2 String Type: INTERMEDIATE

**Inspection Document:** 

Spec Document:

**Tapered String Spec:** 

#### Casing Design Assumptions and Worksheet(s):

Leslie\_Fed\_Com\_\_023H\_BLM\_Casing\_Design\_Assumptions\_3\_string\_20190708160309.pdf

Casing ID: 3 String Type: PRODUCTION

**Inspection Document:** 

Spec Document:

**Tapered String Spec:** 

#### Casing Design Assumptions and Worksheet(s):

Leslie\_Fed\_Com\_\_023H\_BLM\_Casing\_Design\_Assumptions\_3\_string\_20190708160330.pdf

Leslie\_Fed\_Com\_\_023H\_Casing\_Specs\_5.5in\_20lb\_VAM\_DWCC\_IS\_HT\_Plus\_20190711130233.PDF

| Section      | 4 - Ce    | emen       | t      |           |              |       |         |       |         |             |  |
|--------------|-----------|------------|--------|-----------|--------------|-------|---------|-------|---------|-------------|--|
| String Type  | Lead/Tail | Stage Tool | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives                              |
| SURFACE      | Lead      |            | 0      | 635       | 430          | 1.72  | 12.5    | 734   | 50      | С           | 5% NaCl + LCM                          |
| SURFACE      | Tail      |            | 635    | 935       | 250          | 1.38  | 14.8    | 347   | 50      | С           | 5% NaCl + LCM                          |
| INTERMEDIATE | Lead      |            | 0      | 4425      | 1010         | 2.13  | 12.6    | 2148  | 50      | С           | Bentonite + 1% CaCL2<br>+ 8% NaCl +LCM |
| INTERMEDIATE | Tail      |            | 4425   | 5425      | 370          | 1.38  | 14.8    | 504   | 50      | С           | 5% NaCl + LCM                          |

#### **Operator Name: MATADOR PRODUCTION COMPANY**

Well Name: LESLIE FED COM

Well Number: 023H

| String Type | Lead/Tail | Stage Tool | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives                                   |  |
|-------------|-----------|------------|--------|-----------|--------------|-------|---------|-------|---------|-------------|---|--|
| PRODUCTION  | Lead      |            | 5225   | 8036      | 390          | 2.22  | 11.5    | 877   | 25      | н           | Fluid Loss + Dispersant<br>+ Retarder + LCM |  |
| PRODUCTION  | Tail      |            | 8036   | 1931<br>0 | 2640         | 1.35  | 13.2    | 3570  | 25      | н           | Fluid Loss + Dispersant<br>+ Retarder + LCM |  |

# 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:** An electronic Pason mud monitoring system complying with Onshore Order #2 will be used. All necessary mud products (barite, bentonite, LCM) for weight addition and fluid loss control will be on location at all times. Mud program is subject to change due to hole conditions. **Describe the mud monitoring system utilized:** A 2-person mud logging program will be used from Kick-off point to TD.

# **Circulating Medium Table**

| Top Depth | Bottom Depth | Mud Type                 | Min Weight (Ibs/gal) | Max Weight (Ibs/gal) | Density (lbs/cu ft) | Gel Strength (lbs/100 sqft) | Hd | Viscosity (CP) | Salinity (ppm) | Filtration (cc) | Additional Characteristics |
|-----------|--------------|--------------------------|----------------------|----------------------|---------------------|-----------------------------|----|----------------|----------------|-----------------|----------------------------|
| 0         | 935          | SPUD MUD                 | 8.4                  | 8.8                  |                     |                             |    |                |                |                 |                            |
| 935       | 5425         | SALT<br>SATURATED        | 9.5                  | 10.2                 |                     |                             |    |                |                |                 |                            |
| 5425      | 9088         | OTHER : Cut<br>Brine/OBM | 8.6                  | 9.4                  |                     |                             |    |                |                |                 |                            |

**Operator Name: MATADOR PRODUCTION COMPANY** 

Well Name: LESLIE FED COM

Well Number: 023H

# Section 6 - Test, Logging, Coring

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

A 2-person mud logging program will be used from Kick-off point to TD. No electric logs are planned at this time. GR will be collected through the MWD tools from Intermediate casing to TD. CBL with CCL will be run as far as gravity will let it fall to top of curve.

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

CBL,GR,MUDLOG,OTH

Other log type(s):

CCL

Coring operation description for the well:

No core or drill stem test is planned.

# **Section 7 - Pressure**

Anticipated Bottom Hole Pressure: 4443

Anticipated Surface Pressure: 2443.64

Anticipated Bottom Hole Temperature(F): 160

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

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? NO

Hydrogen sulfide drilling operations plan:

H2S\_Plan\_20190711131229.pdf

# **Section 8 - Other Information**

#### Proposed horizontal/directional/multi-lateral plan submission:

Leslie\_Fed\_Com\_\_023H\_Diretional\_AC\_Report\_v1\_20190620132521.pdf

Leslie\_Fed\_Com\_\_023H\_Diretional\_Well\_Plan\_v1\_20190620132613.pdf

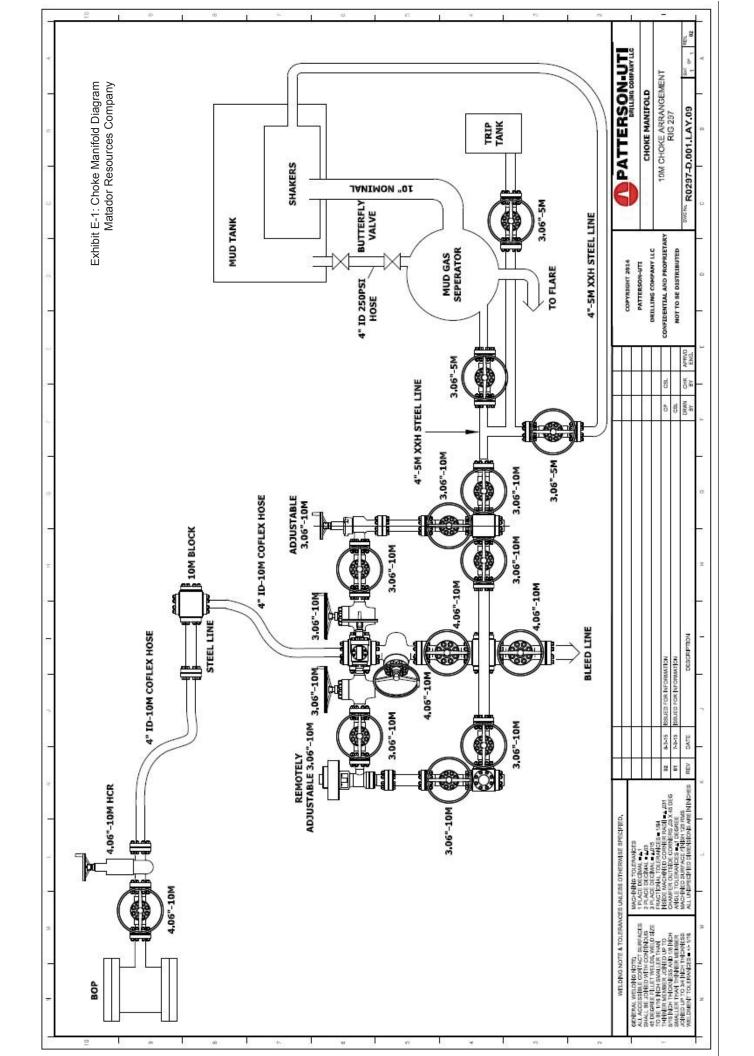
Other proposed operations facets description:

# Other proposed operations facets attachment:

Leslie\_Fed\_Com\_\_023H\_3\_String\_Wellhead\_Diagram\_20190709080943.pdf Leslie\_Fed\_Com\_\_023H\_Closed\_Loop\_System\_20190709081005.pdf Leslie\_Fed\_Com\_\_023H\_Drill\_Plan\_20190709081021.pdf H2S\_Plan\_20190709081055.pdf Gas\_Capture\_\_Leslie\_Fed\_Com\_Wells\_20190717163609.pdf Well Name: LESLIE FED COM

Well Number: 023H

Other Variance attachment:



| Mat                                      | Exhibit E-1: BOP<br>tador Resources Company |  |
|--|---|--|
|  | ITI   | <b>RIG:</b> 297                                  |
|  |   |  |
| and the second design of the             |   | PATTERSON-UTI #PS2-628                           |
| and the second second second             | Made by Cameron<br>(Shaffer Spherical)      | STYLE: New Shaffer Spherical                     |
|  | Clone Annular                               | BORE 13 5/8" PRESSURE 5,000                      |
|  |   | HEIGHT: 48 1/2" WEIGHT: 13,800 lbs               |
| 100.0 km 0                               |   | PATTERSON-UTI # PC2-128                          |
|  |   | STYLE: New Cameron Type U                        |
|  |   | BORE <u>13 5/8"</u> pressure 10,000              |
|  |   | RAMS: TOP_5" Pipe_BTM_Blinds_                    |
| an 'ee' an                               |   | неіднт: <u>66 5/8"</u> weight: <u>24,000 lbs</u> |
| 1 (1 (1 (1 (1 (1 (1 (1 (1 (1 (1 (1 (1 (1 |   | Length _40" Outlets 4" 10M                       |
|  |   |  |
| m in the second second                   |   | DSA <u>4" 10M x 2" 10M</u>                       |
|  | 1284-01228-05C                              | PATTERSON-UTI # PC2-228                          |
|  |   | STYLE: New Cameron Type U                        |
|  |   | BORE 13 5/8" PRESSURE 10,000                     |
|  |   | RAMS:5" Ріре<br>неіднт:41_5/8"_weight:13,000 lbs |
|  |   |  |

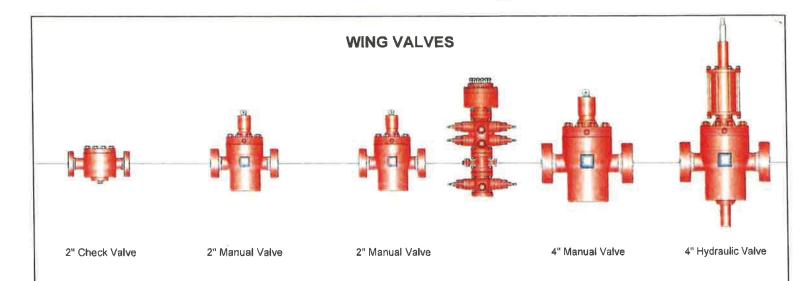


Exhibit E-2: Co-Flex Certifications Matador Resources Company

Midwest Hose & Specialty, Inc.

Hose Type

Internal Hydrostatic Test Graph

Customer: Patterson

Pick Ticket #: 284918

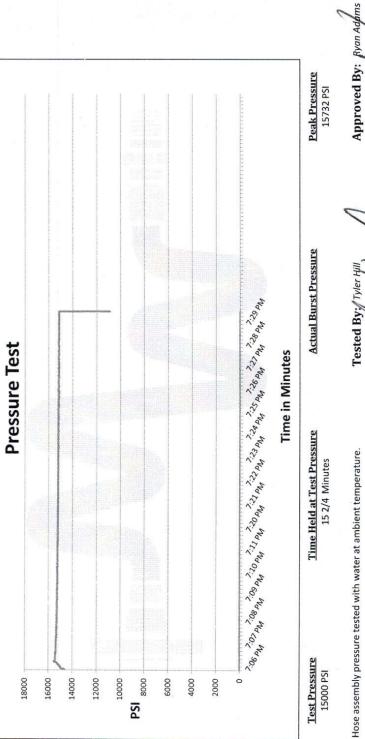
Verification Length **Hose Specifications** 

**Coupling Method** <u>الامت</u> 5.37" 10490 Type of Fitting 4-1/16 10K **Die Size** Standard Safety Multiplier Applies **Burst Pressure** 0.D. 10'

Working Pressure

I.D. ð "m 10000 PSI

Hose Assembly Serial # 284918-2 Final 0.D. Swage 5.37"



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

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December 8, 2014

# **Casing Design Criteria and Load Case Assumptions**

# **Surface Casing**

Collapse: DF<sub>c</sub>=1.125

- Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.43 psi/ft). The effects of axial load on collapse will be considered.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and an internal force equal to mud gradient of displacement fluid (0.52 psi/ft).

#### Burst: DFb=1.125

• Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the mud gradient in which the casing will be run (0.43 psi/ft), which is a more conservative backup force than pore pressure.

Tensile: DFt=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (8.3 ppg).

# Intermediate #2 Casing

Collapse: DFc=1.125

- Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.52 psi/ft). The effects of axial load on collapse will be considered.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft).

Burst: DF<sub>b</sub>=1.125

- Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the mud gradient in which the casing will be run (0.52 psi/ft), which is a more conservative backup force than pore pressure.
- Gas Kick Profile: Internal burst force at the shoe will be Fracture Pressure at that depth. Surface burst pressure will be fracture gradient at setting depth less a gas gradient to equivalent height of 50 bbl kick with Drill Pipe inside casing and mud gradient with which the next hole section will be run above that (0.47 psi/ft). External force will be equal to the mud gradient in which the casing will be run (0.52 psi/ft), which is a more conservative backup force than pore pressure.
- Fracture at Shoe with 1/3 BHP at Surface: Internal burst force at the shoe will be Fracture Pressure at setting depth. Internal burst force at surface will be 1/3 of pore pressure at setting depth. External force will be equal to the mud gradient in which the casing will be run (0.52 psi/ft) which is a more conservative backup force than pore pressure.

#### Tensile: DFt=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (10.0 ppg).

# **Production Casing**

Collapse: DF<sub>C</sub>=1.125

- Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.47 psi/ft). The effects of axial load on collapse will be considered.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and mud gradient in which the casing will be run above that (0.47 psi/ft) and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft).

Burst: DF<sub>b</sub>=1.125

- Pressure Test: 8000 psi casing test with an external force equal to the mud gradient in which the casing will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.
- Injection Down Casing: 9500 psi surface injection pressure plus an internal pressure gradient of 0.65 psi/ft with an external force equal to the mud gradient in which the casing will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.

#### Tensile: DFt=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (9.0 ppg).

# **Casing String Specification Sheet**

Leslie Fed Com #023H SHL: 300' FSL & 2085' FEL Section 17 BHL: 60' FNL & 2315' FEL Section 8 Township/Range: 25S 35E Elevation Above Sea Level: 3279

| String         | Hole<br>Size (in) | Set MD (ft) | Set TVD (ft) | Casing Wt.<br>Size (in) (lb/ft) | Wt.<br>(Ib/ft) | Grade | Joint            | Collapse | Burst Tension | Tension |
|----------------|-------------------|-------------|--------------|---------------------------------|----------------|-------|------------------|----------|---------------|---------|
| Surface        | 17.5              | 0 - 935     | 0 - 935      | 13.375 54.5                     |                | J-55  | BUTT             | 1.125    | 1.125         | 1.8     |
| Intermediate 1 | 12.25             | 0 - 5425    | 0 - 5425     | 9.625                           | 40             | J-55  | BUTT             | 1.125    | 1.125         | 1.8     |
| Production     | 8.75              | 0 - 19310   | 8806 - 0     | 5.5                             | 20             | P-110 | DWC/C-IS HT Plus | 1.125    | 1.125         | 1.8     |

# **Casing Design Criteria and Load Case Assumptions**

# **Surface Casing**

Collapse: DF<sub>c</sub>=1.125

- Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.43 psi/ft). The effects of axial load on collapse will be considered.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and an internal force equal to mud gradient of displacement fluid (0.52 psi/ft).

#### Burst: DFb=1.125

• Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the mud gradient in which the casing will be run (0.43 psi/ft), which is a more conservative backup force than pore pressure.

Tensile: DFt=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (8.3 ppg).

# Intermediate #2 Casing

Collapse: DFc=1.125

- Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.52 psi/ft). The effects of axial load on collapse will be considered.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft).

Burst: DF<sub>b</sub>=1.125

- Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the mud gradient in which the casing will be run (0.52 psi/ft), which is a more conservative backup force than pore pressure.
- Gas Kick Profile: Internal burst force at the shoe will be Fracture Pressure at that depth. Surface burst pressure will be fracture gradient at setting depth less a gas gradient to equivalent height of 50 bbl kick with Drill Pipe inside casing and mud gradient with which the next hole section will be run above that (0.47 psi/ft). External force will be equal to the mud gradient in which the casing will be run (0.52 psi/ft), which is a more conservative backup force than pore pressure.
- Fracture at Shoe with 1/3 BHP at Surface: Internal burst force at the shoe will be Fracture Pressure at setting depth. Internal burst force at surface will be 1/3 of pore pressure at setting depth. External force will be equal to the mud gradient in which the casing will be run (0.52 psi/ft) which is a more conservative backup force than pore pressure.

#### Tensile: DFt=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (10.0 ppg).

# **Production Casing**

Collapse: DF<sub>C</sub>=1.125

- Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.47 psi/ft). The effects of axial load on collapse will be considered.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and mud gradient in which the casing will be run above that (0.47 psi/ft) and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft).

Burst: DF<sub>b</sub>=1.125

- Pressure Test: 8000 psi casing test with an external force equal to the mud gradient in which the casing will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.
- Injection Down Casing: 9500 psi surface injection pressure plus an internal pressure gradient of 0.65 psi/ft with an external force equal to the mud gradient in which the casing will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.

#### Tensile: DFt=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (9.0 ppg).

# **Casing Design Criteria and Load Case Assumptions**

# **Surface Casing**

Collapse: DF<sub>c</sub>=1.125

- Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.43 psi/ft). The effects of axial load on collapse will be considered.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and an internal force equal to mud gradient of displacement fluid (0.52 psi/ft).

#### Burst: DFb=1.125

• Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the mud gradient in which the casing will be run (0.43 psi/ft), which is a more conservative backup force than pore pressure.

Tensile: DFt=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (8.3 ppg).

# Intermediate #2 Casing

Collapse: DFc=1.125

- Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.52 psi/ft). The effects of axial load on collapse will be considered.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft).

Burst: DF<sub>b</sub>=1.125

- Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the mud gradient in which the casing will be run (0.52 psi/ft), which is a more conservative backup force than pore pressure.
- Gas Kick Profile: Internal burst force at the shoe will be Fracture Pressure at that depth. Surface burst pressure will be fracture gradient at setting depth less a gas gradient to equivalent height of 50 bbl kick with Drill Pipe inside casing and mud gradient with which the next hole section will be run above that (0.47 psi/ft). External force will be equal to the mud gradient in which the casing will be run (0.52 psi/ft), which is a more conservative backup force than pore pressure.
- Fracture at Shoe with 1/3 BHP at Surface: Internal burst force at the shoe will be Fracture Pressure at setting depth. Internal burst force at surface will be 1/3 of pore pressure at setting depth. External force will be equal to the mud gradient in which the casing will be run (0.52 psi/ft) which is a more conservative backup force than pore pressure.

#### Tensile: DFt=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (10.0 ppg).

# **Production Casing**

Collapse: DF<sub>C</sub>=1.125

- Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.47 psi/ft). The effects of axial load on collapse will be considered.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and mud gradient in which the casing will be run above that (0.47 psi/ft) and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft).

Burst: DF<sub>b</sub>=1.125

- Pressure Test: 8000 psi casing test with an external force equal to the mud gradient in which the casing will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.
- Injection Down Casing: 9500 psi surface injection pressure plus an internal pressure gradient of 0.65 psi/ft with an external force equal to the mud gradient in which the casing will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.

#### Tensile: DFt=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (9.0 ppg).

# Hydrogen Sulfide Drilling Operations Plan Matador Resources

# 1 H2S safety instructions to the following:

- Characteristics of H2S
- Physical effects and hazards
- Principal and operation of H2S detectors, warning system and briefing areas
- Evacuation procedures, routes and first aid
- Proper use of safety equipment & life support systems
- Essential personnel meeting medical evaluation criteria will receive additional training on the proper use of 30min pressure demand air packs

2 H2S Detection and Alarm Systems:

- H2S sensor/detectors to be located on the drilling rig floor, in the base of the sub structure / cellar area, on the mud pits in the shale shaker area. Additional H2S detectors may be placed as deemed necessary
- An audio alarm system will be installed on the derrick floor and in the doghouse

3 Windsocks and / Wind Streamers:

- Windsocks at mud pit area should be high enough to be visible
- Windsock on the rig floor and / top of doghouse should be high enough to be visible

4 Condition Flags and Signs:

- Warning sign on access road to location
- Flags to be displayed on sign at entrance to location
  - Green Flag Normal Safe Operation Condition
  - o Yellow Flag Potential Pressure and Danger
  - Red Flag Danger (H2S present in dangerous concentrations) Only H2S trained personnel admitted on location

5 <u>Well Control Equipment:</u>

• See Exhibit E-1

6 Communication:

- While working under masks chalkboards will be used for communications
- Hand signals will be used where chalk board is inappropriate
- Two way radio will be used to communicate off location in case of emergency help is required. In most cases cellular telephones will be available at most drilling foreman's trailer or living quarters.

7 Drilling Stem Testing:

• No DST cores are planned at this time

8 Drilling contractor supervisor will be required to be familiar with the effects H2S has on tubulars good and other mechanical equipment

9 If H2S is encountered, mud system will be altered if necessary to maintain control of formation. A mud gas separator will be brought into service along with H2S scavengers if necessary

11 Emergency Contacts

• See exhibit E-6

# HYDROGEN SULFIDE CONTINGENCY PLAN Drilling, Testing, & Completion

# **MRC ENERGY CO.**

Reviewers

------ Operations Manager ----- Operations Supt. ------ Staff RES ------ Field Supt. Blake Hermes---Engineering

H2S Contingency Plan # 0165 Revision# 0

This H2S Contingency Plan is subject to updating

Effective date: July 8, 2015

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# **INTRODUCTION**

The H2S equipment will be rigged up 2 days prior to reaching a potential H2S containing zone. Drilling into any potential H2S zone shall not commence until the on-site MRC Drilling Supervisor has confirmed this plan in place.

The onsite Drilling Foreman will give Total Safety one week (7 days) notice to prepare for rig up of H2S equipment)

To be effective, the plan requires the cooperation and effort of each person participating in the drilling of an  $H_2S$  well. Each person must know his/her responsibilities and all emergency and safety procedures. He/she should thoroughly understand and be able to use with accuracy, all safety equipment while performing his/her normal duties, if the circumstance should arise. He/she should therefore familiarize himself/herself with the location of all safety equipment and check to see that it is properly stored, easily accessible at all times, and routinely maintained.

It is the intention of MRC ENERGY CO. and the Drilling Contractor to make every effort to provide adequate safeguards against harm to persons on the rig and in the immediate vicinity from the effects of hydrogen sulfide, which may be released into the atmosphere under emergency conditions. However, the initiative rests with the individual in utilizing the safeguards provided. The ideas and suggestions of the individuals involved in the drilling of this well are highly welcomed and act as a fundamental tool for providing the safest working conditions possible.

The drilling representative is required to enforce these procedures. They are set up for your safety and the safety of all others.

# II. PURPOSE

It is MRC Energy Co.'s intent to provide a safe working place, not only for its employees, but also for other contractors who are aiding in the drilling of this well. The safety of the general public is of utmost concern. All precautions will be taken to keep a safe working environment and protect the public. There is a possibility of encountering toxic hydrogen sulfide gas. Safety procedures must be adhered to in order to protect all personnel connected with the operations as well as people living within the area.

The MRC Energy Co. representative will enforce all aspects of the H2S Contingency Plan. This job will become easier by a careful study of the following pages and training and informing all personnel that will be working on the well, their duties and responsibilities.

### A. OPERATING PROCEDURES

#### **DEFINITIONS:**

For purpose of this plan, on-site personnel shall be referred to as "In Scope Personnel" or "Out of Scope Personnel", per the following definitions:

**In Scope Personnel** – Personnel who will be working or otherwise present in potential H2S release areas, including the rig floor, cellar, pits, and shaker areas.

**Out of Scope Personnel** – Personnel who will not be working or Otherwise present in potential H2S areas. Such personnel include rig Site visitor, delivery and camp services personnel.

#### **GENERAL:**

Before this H<sub>2</sub>S contingency plan becomes operational, all regularly assigned In Scope Personnel (primarily the MRC, drilling contractor, and certain service personnel,) shall be thoroughly trained in the use of breathing equipment, emergency procedures, and responsibilities. Total Safety Technician or a designee assigned by the MRC Drilling Foreman shall keep a list of all personnel who have been through the on-site H<sub>2</sub>S training program at the drill site.

All In Scope Personnel shall be given H2S training and the steps to be taken during H2S conditions under which the well may be drilled. General information will be explained about toxic gases, as well as the physiological effects of  $H_2S$  and the various classified operating conditions. In addition, the reader will be informed his/her general responsibility concerning safety equipment and emergency procedures.

The Total Safety H<sub>2</sub>S Safety Technician or MRC on-site RSE Technician shall make available the H2S Contingency Plan for all personnel to review.

Without exception, all personnel that arrive on location must proceed directly to and sign-in with the on-site MRC RSE Technician. In Scope Personnel will be required to complete an on-site H2S training and respirator fit testing before starting work, or produce evidence that they have received equivalent training. Out of Scope Personnel will be required to complete a site H2S awareness and general safety briefing. This briefing will consist of a H2S hazard overview, alarm review and required response to alarms.

### B. PROCEDURES TO BE INITIATED PRIOR TO H2S CONTINGENCY PLAN COMPLIANCE:

A list of emergency phone numbers and contacts will be on location and posted at the following locations:

- 1. MRC ENERGY CO.'S Representative's Office
- 2. Drilling Contractor's, Toolpusher Office
- 3. Living Quarters Area

All safety equipment and  $H_2S$  related hardware must be set up as required by MRC Energy Co. with regard to location of briefing areas, breathing equipment, etc. All safety equipment must be inspected periodically (at least weekly) with particular attention to resuscitators and breathing equipment.

In Scope Personnel working in the well site area will be assigned breathing apparatus. Operator and drilling contractor personnel required to work in the following areas will be provided with Self Contained Breathing Apparatus:

- 1. Rig Floor
- 2. Mud Pits
- 3. Derrick
- 4. Shale Shaker
- 5. Cellar

The Total Safety  $H_2S$  Safety Technician will be responsible for rigging up all  $H_2S$  continuous monitoring-type detectors. The Total Safety Technician will monitor and bump test the detector units periodically (at least at least once a week to test alarm function during drilling conditions. In the event  $H_2S$  is detected, or when drilling in a zone confirmed to contain  $H_2S$ , the units shall be bump tested at least once every 24 hours. A bump test/calibration log will be kept on location. All results will be reported to the MRC on-site Drilling Foreman.

All Total Safety H2S equipment will be maintained and inspected by a Total Safety Technician on at least a Weekly basis.

### C. DRILLING BELOW CONTINGENCY PLAN DEPTH

H2S response drills will be held at least once per week if possible or as often as necessary to acquaint the crews and service company personnel of their responsibilities and the proper procedures to shut-in a well. Initial drills will be performed until crews demonstrate competency donning and working under mask. After the MRC Energy Co.'s representative is satisfied with initial blowout drill procedures, a drill will be conducted weekly with each crew, as necessary. The H2S Safety Technician or designee will conduct safety talks and maintain the safety equipment, consult and carry out the instructions of the drilling supervisor. All personnel allowed in the well work area during drilling or testing operations will be instructed in the use of breathing equipment until supervisory personnel are satisfied that they are capable of using it.

After familiarization, each person must perform a drill with breathing equipment. The drill should include getting the breathing equipment, donning the breathing apparatus, and performing expected duties for a short period. A record shall be kept of all personnel drilled and the date of the drill. H2S training records will be kept on location for all personnel.

Rig crews and service company personnel shall be made aware of the location of spare air bottles, resuscitation equipment, portable fire extinguishers,  $H_2S$  monitors and detectors. Knowledge of the location of the  $H_2S$  monitors and detectors are vital in determining as our gas location and the severity of the emergency conditions.

After any device has initially detected H2S, all areas of poor ventilation shall be inspected periodically by means of a portable  $H_2S$  detector instrument. The buddy system will be utilized. (When an alarm sounds, personnel will don an SCBA, shut the well in, and proceed to SBA for roll call. The H2S Technician or designee will mask up, with a buddy and will verify source of H2S and report back to the on-site MRC Foreman.)

#### D. PROCEDURES PROGRAM

- 1. Drill Site
  - a. The drilling rig will be located to allow prevailing winds to blow across the reserve pit.
  - b. A Safe Briefing Area will be provided with a breathing air cascade trailer and or 30-minute SCBA's at the Primary Area. Personnel will assemble at the most up-wind station under alarm conditions, or when so ordered by the MRC Energy Co. representative, the Contractor representative, or

the Total Safety H<sub>2</sub>S Safety Technician. Windsocks or streamers will be anchored to various strategic places on a pole about 10 feet high, so it is in easy view from the rig floor at all times.

- c. Warning signs will be posted on the perimeters. "No Smoking" signs will be posted by MRC Energy Co.as well.
- d. One multi-channel automatic H<sub>2</sub>S monitor will be provided by Total Safety and the detector heads will be at the shale shaker, bell nipple, mud pits, rig floor, and quarter's area. The monitor will be located inside HSE or Company man trailer. Should the alarm be shut off to silence the sirens, the blinker light must continue to warn of H<sub>2</sub>S presence. The Total Safety H2S Safety Technician or designee will continuously monitor the detectors and will reactivate the alarm if H<sub>2</sub>S concentrations increase to a dangerous level.
- e. A method of escape will be open at all times.
- f. If available, land line telephone service will be provided or cell phones provided. (Primary communications provided)
- g. A rig communication system will be provided, as needed.
- h. A gas trap, choke manifold, and degasser will be installed.
- i. A kill line, securely anchored and of ample strength, will be laid to the well-head from a safe location. This line is to be used only in an emergency.

#### General

- a. The MRC Energy Co. representative and/or the Contractor's Toolpusher will be available at all times. The drilling supervisor, while on duty, will have complete charge of the rig and location operations and will take whatever action is deemed necessary to insure personnel safety, to protect the well, and to prevent damage.
  - b. A Mud Engineer will be on location at all times when drilling takes place at the depth  $H_2S$  may be expected. The mud engineer will be able to verify the presence or absence of H2S.

### III. CONDITIONS AND EMERGENCY PROCEDURES A. DEFINITION OF OPERATIONAL "CONDITIONS"

| <b>CONDITION I</b><br>Warning Flags<br>Alarms | "POSS | Green   | <b>DANGER"</b><br>arm. Less than 10 ppm  |
|---|-------|---|--|
| Characterized By:                             |       | Drilling operations in zones that may<br>contain hydrogen sulfide. This condition<br>remains in effect unless H <sub>2</sub> S is detected and<br>it becomes necessary to go to Condition II.   |  |
| General Action:                               |       | a.  | Be alert for a condition change  |
|   |       | b.  | Check all safety equipment for availability and proper functioning.  |
|   |       | с.  | Perform all drills for familiarization and proficiency.  |
| <b>CONDITION II</b><br>Warning Flags          | "MOD  | <b>DERAT</b><br>Yellov  | <b>TE DANGER</b> "<br>w  |
| Alarms:                                       |       | Actuates at 10 ppm. Continuous flashing light.  |  |
| Characterized By:                             |       | Drilling operations in zones containing<br>hydrogen sulfide. This condition will<br>remain in effect until adding chemicals to<br>the mud system neutralizes the hydrogen<br>sulfide or it becomes necessary to go to<br>Condition III. |  |
| General Action:                               |       | a.  | Be alert for a condition change  |
|   |       | b.  | WHEN DRILLING AHEAD -<br>Driller and designated crewmember<br>will don 30 min SCBA, shut-in the<br>well and immediately proceed to the<br>Safe Briefing Area.                    |
|   |       |   | WHEN TRIPPING – Driller and two<br>designated crewmembers will don 30<br>min SCBA, shut in the well and<br>immediately proceed to the Safe<br>Briefing Area. The Derrickman will |

don a 5-minute escape pack, descend to the rig floor, don a 30-min SCBA (if necessary) and immediately proceed to the Safe Briefing Area.

- c. All In Scope Personnel will proceed directly to the appropriate Safe Briefing Area.
- d. Remain in safe briefing area, take roll call and wait for instructions
- e. Contact the Total H2S Technician if not on location.
- f. Personnel shall ensure that their breathing apparatus is properly fitted and operational before entering an H<sub>2</sub>S contaminated area to provide assistance to anyone who may be injured or overcome by toxic gases.
- g. All Out of Scope Personnel will report to the appropriate Safe Briefing Area.

# CONDITION III"EXTREME DANGER"Warning FlagsRed

| Alarms            |   | e at 15 ppm. Continuous Sirens and ng Lights  |
|-------------------|---|---|
| Characterized by: | Critical well operations which pose an immediate threat of $H_2S$ exposure to on-site personnel and a potential threat to the public. |   |
| General Action:   | a.  | WHEN DRILLING AHEAD -<br>Driller and designated crewmember<br>will don 30 min SCBA, shut-in the<br>well and immediately proceed to the<br>Safe Briefing Area. |
|                   |   | WHEN TRIPPING – Driller and two designated crewmembers will don 30  |

min SCBA, shut in the well and immediately proceed to the Safe Briefing Area. The Derrickman will don a 5-minute escape pack, descend to the rig floor, don a 30-min SCBA (if necessary) and immediately proceed to the Safe Briefing Area.

- All In Scope Personnel should don SCBA if nearby and immediately proceed to Safe Briefing Area. If SCBA in not nearby at time of alarm, DO NOT GO TOWARDS RIG AREA, but proceed directly to the Safe Briefing Area
- c. All out of Scope Personnel shall evacuate the location.
- d. Remain in the Safe Briefing Area, take roll call and wait for instructions.
- e. Contact the Total H2S Technician if not on location.
- f. Personnel shall ensure that their breathing apparatus is properly fitted and operational before entering an  $H_2S$  contaminated area to provide assistance to anyone who may be injured or overcome by toxic gases. Use the buddy system.
- g. Remain in safe briefing area, take roll call and wait for instructions.
- h. A cascade breathing air systems shall be mobilized and utilized to conduct any additional on rig work required to correct the H2S release condition.
- i. If well is ignited do not assume area is safe. SO2 is hazardous and not all H2S will burn.

### H<sub>2</sub>S EMERGENCY PROCEDURES; IN SCOPE PERSONNEL

#### A. Day To Day Drilling Operations

- 1. Upon discovering a release of  $H_2S$  gas in the ambient air by warning alarms or in any other way **Do Not Panic**.
- 2. Hold your breath donning the nearest Self Contained Breathing Apparatus and rapidly move up or across-wind away from the areas where H<sub>2</sub>S sensing devices are in place, to the closest available safe briefing area. Continue to use breathing apparatus until it has been determined that the exposure of H<sub>2</sub>S gas in the ambient air no longer exists. **Do Not Panic**!
- 3. Utilize the "Buddy System", i.e.; select and pair up each person participating in the drilling of an H<sub>2</sub>S well prior to an emergency situation.
- 4. Help anyone who is overcome or affected by the H<sub>2</sub>S gas by taking him/her up-wind out of the contaminated area. (This should be done utilizing an SCBA and with a buddy.)
- 5. Take necessary steps to confirm the release of the  $H_2S$  gas into the ambient air.
  - When an H2S alarm activates, two designated personnel using the buddy system, while wearing their self contained breathing apparatus, will determine by the read-out on the fixed monitor which sensing device has detected the release of the H<sub>2</sub>S gas.
  - They will utilize the hand-held sniffer type device at the particular sensing point disclosed on the fixed monitor to corroborate the fact that H<sub>2</sub>S gas has actually been released. This will rule out the possibility of a false alarm. This will be done with a buddy and under mask after reporting to the Safe Briefing Area for roll call and instructions by on-site MRC Foreman.
- 6. Refer to the Emergency Phone Numbers and call emergency personnel.
- 7. Take the necessary steps to suppress the release of  $H_2S$  gas into the ambient air. Comply with the MRC Energy Co. Representative to physically suppress the release of  $H_2S$  gas at the actual release point.

8. Check all of MRC Energy Co.'s monitoring devices and increase gasmonitoring activities with the portable hand-operated H<sub>2</sub>S and gas detector units.

#### **Do Not Panic!**

The MRC Energy Co. representative will assess the situation and with assistance of the Contractor's Representative and Total Safety's  $H_2S$  Safety Technician or on site designee, will assign duties to each person to bring the situation under control.

### B. RESPONSIBILITIES OF WELL-SITE PERSONNEL

In the event of a release of potentially hazardous amounts of H<sub>2</sub>S, all personnel will immediately don their protective breathing apparatus, the well will be shut in and personnel will proceed upwind to the nearest designated safe briefing area for roll call and instructions by MRC Foreman. Consideration will be given to evacuating Out of Scope Personnel, as situation warrants.

### 1. MRC ENERGY CO.'S Well-site Representatives

- a. If MRC Energy Co.'s well-site representative is incapacitated or not on location, this responsibility will fall to the Toolpusher/Driller.
- b. Immediately upon assessing the situation, set this plan into Action by initiating the proper procedures to contain the gas and notify the appropriate people and agencies.
- c. Ensure that the alarm area indicated by the fixed H<sub>2</sub>S Monitor is checked and verified with a portable H<sub>2</sub>S detector. (Safety Technician if on location or MRC assigned designee with a buddy utilizing SCBA's)
- d. Consult Pusher/driller of remedial actions as needed.
- e. Ensure that non-essential personnel proceed to the safe briefing area.
- f. Ensure location entrance barricades are positioned. Keep the number of persons on location to a minimum during hazardous operations.

- g. Consult each contractor, Service Company and all others allowed to enter the site, that H2S gas may be encountered and the potential hazards that may exist.
- h. Authorize the evacuation of local residents if H<sub>2</sub>S threatens Their safety.
  - i. Non essential personnel should be evacuated from location if Situation warrants.

### 2. Toolpusher

- a. Toolpusher/Driller will assume responsibilities of MRC Energy Co.'s well-site representative if that person is incapacitated or not on location.
- Ensure that the alarm area indicated by the fixed H<sub>2</sub>S monitor is checked and verified with a portable H<sub>2</sub>S gas detector. (Alarm area indicated by the monitor will be Checked by the H2S Technician and a buddy, under mask.) This will be done after checking in and roll call at the Upwind Safe Briefing Area.
- c. Confer with MRC Energy Co.'s well-site representative or superintendent and direct remedial action to suppress the H<sub>2</sub>S and control the well.
- d. Ensure that personnel at the safe briefing area are instructed on emergency actions required.
- e. Ensure that personnel at the drill floor area are instructed on emergency actions required.
- f. Ensure that all personnel observe the appropriate safety and emergency procedures.
- g. Ensure that all persons are accounted for and provided emergency assistance as necessary.

### 3. Mud Engineer

- a. Run a sulfide check on the flowline mud.
- b. Take steps to determine the source of the  $H_2S$  and suppress it. Lime and  $H_2S$  scavenger shall be added to the mud as necessary.

### 4. Total H<sub>2</sub>S Safety Technician, if on location, or MRC Designee

- a. H2S Safety Technician or designee don nearest SCBA and report to Safe Briefing Area for roll call, take a buddy masked up and check monitor and verify with a portable H<sub>2</sub>S detector the alarm area indicated by the fixed H<sub>2</sub>S monitor. Advise the Toolpusher/Driller and MRC Energy Co.'s well-site representative of findings. Record all findings.
- b. If H<sub>2</sub>S is flared, check for sulfur dioxide (SO<sub>2</sub>) near the flare as necessary. Take hourly readings at different perimeters, log readings and record on location.
- c. Ensure that personnel at the safe briefing area are instructed on emergency actions required.
- d. Ensure that the appropriate warning flags are displayed.
- e. Ensure that all personnel are in S.C.B.A. as necessary.
- f. Ensure that all persons are accounted for and provide emergency assistance as necessary.
- g. Be prepared to evacuate rig if order is issued.

#### 5. General Personnel & Visitors

a. All In Scope Personnel, if not specifically designated to shut the well in or control the well, shall proceed to the (upwind) safe briefing area. All Out of Scope Personnel shall immediately proceed to the appropriate (upwind) safe briefing area or evacuate the site as conditions warrant.

- b. During any emergency, use the "buddy" system to prevent anyone from entering or being left in a gas area alone, even wearing breathing apparatus.
- c. Provide assistance to anyone who may be injured or overcome by toxic gases. Personnel shall ensure that their breathing apparatus is properly fitted and operational before entering a potentially H<sub>2</sub>S contaminated area.
- d. Remain in safe briefing area and wait for instructions.

### C. INSTRUCTIONS FOR IGNITING THE WELL

1. The Toolpusher/Driller will confer with MRC Energy Co.'s wellsite representative who will secure the approval of the "Texas Wells Delivery Manager, prior to igniting the well, if at all possible.

> The Toolpusher/Driller will be responsible for igniting the well in the event of severe well control problems. This decision should be made only as a last resort in situations where it is clear that:

- a. Human life and property are endangered, or
- b. There is no hope of controlling the well under current conditions.
- 2. Once the decision has been made, the following procedures should be followed:
  - a. Two people wearing self-contained breathing apparatus will be needed for the actual lighting of the well. They must first establish the flammable perimeter by using an explosimeter. This should be established at 30% to 40% of the lower flammable limits.
  - b. After the flammable perimeter has been established and everyone removed from the area, the ignition team should select a site upwind of the well from which to ignite the well. This site should offer the maximum protection and have a clear path for retreat from the area.

- c. The ignition team should have safety belts and lifeline attached and manned before attempting ignition. If the leak is not ignited on the first attempt, move in 20 to 30 feet and fire again. Continue to monitor with the explosimeter and NEVER fire from an area with over 75% of the Lower Explosive Limit (LEL). If having trouble igniting the well, try firing 40 degrees to 90 degrees on either side of the well.
- d. If ignition is not possible due to the makeup of the gas, the toxic perimeter must be established and evacuation continued until the well is contained.
- e. All personnel must act only as directed by the person in charge of the operations.

NOTE: After the well is ignited, burning hydrogen sulfide  $(H_2S)$  will convert to sulfur dioxide  $(SO_2)$ , which is also a highly toxic gas.

### DO NOT ASSUME THE AREA IS SAFE AFTER THE WELL IS IGNITED

### D. CORING PROCEDURES

Only essential personnel shall be on the rig floor. Ten (10) stands prior to retrieving core barrel; all personnel on drill floor and in derrick shall confirm self-Contained breathing apparatus available and ready for use.

A Total H2S Technician will don a SCBA with a buddy assigned from the rig crew, and continuously monitor for H2S at each connection. Any levels detected will require operations to be shut down and all involved personnel to don SCBAs. Precautions will remain in place until barrel is laid down.

All involved personnel will don SCBAs when removing the inner barrel from the outer barrel. SCBAs can be removed once the absence of H2S in confirmed by the Total H2S Technician.

Cores will be appropriately marked and sealed for transportation.

### **Normal Operations**

### 1. Responsibilities of well-site personnel a. Well-site Representative

- Notify H<sub>2</sub>S Technician of expected date to reach Contingency Plan implementation depth (Two (2) days prior to reaching suspected H<sub>2</sub>S bearing zone) or prior to starting well work.
- 2. Ensure H<sub>2</sub>S Safety Technician completes rig-up procedures prior to reaching Contingency Plan effective depth.
- 3. Restrict the number of personnel at the drilling rig or well site to a minimum while drilling, starting well work, testing or coring.
- 4. Ensure weekly H<sub>2</sub>S drills/training are performed, if possible.

### B. Toolpusher

- 1. Ensure that necessary H<sub>2</sub>S safety equipment is provided on the rig, and that it is properly inspected and maintained.
- 2. Ensure that all personnel that work in the well area, are thoroughly trained in the use of  $H_2S$  safety equipment and periodic drills are held to maintain an adequate level of proficiency.

### C. In Scope Personnel

- 1. Remain clean-shaven. Beards and long sideburns do not allow a proper facepiece seal.
- 2. Receive H<sub>2</sub>S safety training on location, or confirm prior training by certification that is one year within date.
- 3. Familiarize yourself with the rig's Contingency Plan.
- 4. Inspect and practice putting on your breathing apparatus.

- 5. Know the location of the "safe briefing areas".
- 6. Keep yourself "wind conscious". Be prepared to quickly move upwind and away in the event of any emergency involving release of H<sub>2</sub>S.

#### D. Total Safety H<sub>2</sub>S Safety Technician or MRC Designee

- 1. Conduct training as necessary to ensure all personnel working in well area are familiar with the contingency procedures and the operation of emergency equipment.
- 2. Check all H<sub>2</sub>S safety equipment to ensure that it is ready for emergency use:
  - Check pressure weekly for each shift on breathing apparatus (both 30-minute and hippacks) to make sure they are charged to full volume.
  - Check pressure on cascade air bottles, if on location, to see that they are capable of recharging breathing apparatus.
  - Check oxygen resuscitator, if on location, to ensure that it is charged to full volume.
  - Check H<sub>2</sub>S detectors weekly for each shift (fixed and portable), and explosimeter, to ensure they are working properly.
- 3. Provide a weekly report to MRC Energy Co.'s wellsite representative documenting:
  - Calibrations performed on H<sub>2</sub>S detectors.
  - Proper location and working order of H<sub>2</sub>S safety equipment.
  - Attendance of all personnel, trained or retrained, and their company.
  - Weekly drills, if held and a list of personnel participating and summary of actions.

### **OUT OF SCOPE PERSONNEL**

MRC Energy Co. policy will not require Out of Scope Personnel to be clean shaven, have processed medical questionnaires, fit testing, or have certified H2S Training.

### SAFETY EQUIPMENT

# All respirators will be designed, selected, used and maintained in conformance with ANSI Z88.2, American National Standard for respiratory protection.

Personal protective equipment must be provided and used. Those who are expected to use respiratory equipment in case of an emergency will be carefully instructed in the proper use and told why the equipment is being used. Careful attention will be given to the minute details in order to avoid possible misuse of the equipment during periods of extreme stress.

Self-contained breathing apparatus provides complete respiratory and eye protection in any concentration of toxic gases and under any condition of oxygen deficiency. The wearer is independent of the surrounding atmosphere because he/she is breathing with a system admitting no outside air. It consists of a full face mask, breathing tube, pressure demand regulator, air supply cylinder, and harness. Pure breathing air from the supply cylinder flows to the mask automatically through the pressure demand regulator which reduces the pressure to a breathing level. Upon inhalation, air flows into the mask at a rate precisely regulated to the user's demand. Upon exhalation, the flow to the mask stops and the exhaled breath passes through a valve in the face piece to the surrounding atmosphere. The apparatus includes an alarm & gauge which warns the wearer to leave the contaminated area for a new cylinder of air or cylinder refill.

The derrickman is provided with a full face piece unit attached to a 5– minute escape cylinder. He will also have his own self-contained 30-minute unit breathing apparatus located on the drilling floor. He will use the 5-minute unit to exit the derrick to the floor, donning the 30-minute unit located on the floor, if needed.

All respiratory protective equipment, when not in use, should be stored in a clean, cool, dry place, and out of direct sunlight to retard the deterioration of rubber parts. After each use, the mask assembly will be scrubbed with soap and water, rinsed thoroughly, and dried. Air cylinders can be recharged to a full condition from a cascade system.

Personnel in each crew will be trained in the proper techniques of bottle filling.

The primary piece of equipment to be utilized, should anyone be overcome by hydrogen sulfide, is the oxygen resuscitator, if on location.

When asphyxiation occurs, the victim must be moved to fresh air and immediately given artificial respiration. In order to assure readiness, the bottles of oxygen will be checked at regular intervals and an extra tank kept on hand.

Hand-operated pump-type detectors incorporating detector tubes will give more accurate readings of hydrogen sulfide. The pump-type draws air to be tested through the detector tube containing lead acetate-silica gel granules. Presence of hydrogen sulfide in the air sample is shown by the development of a dark brown stain on the granules, which is the

scale reading of the concentration of hydrogen sulfide. By changing the type of detector tube used, this detector may also be used for sulfur dioxide  $(SO_2)$  detection when hydrogen sulfide  $(H_2S)$  is being burned in the flare area.

Provisions must be made for the storage of all safety equipment as is evident from the foregoing discussion. All equipment must be stored in an available location so that anyone engaged in normal work situations is no more than "one breath away" from a mask.

### **V – TOXICITY OF VARIOUS GASES**

| Lethal                                 | Chemical        | Specific             |                         |                    |
|--|-----------------|----------------------|-------------------------|--------------------|
| Common Name<br>ppm⁴                    | Formula         | Gravity <sup>1</sup> | PEL (OSHA) <sup>2</sup> | STEL <sup>3</sup>  |
| Hydrogen Cyanide<br>300                | HCN             | 0.94                 | 10                      | 150                |
| Hydrogen Sulfide                       | $H_2S$          | 1.18                 | 20 Pea                  | ak- 50ppm          |
| 600<br>Note: The ACGIH(7) re<br>15ppm. | commends a TW   | A(6) value of 10     | ppm as the TLV(5) for   | H2S and an STEL of |
| Sulfur Dioxide                         | SO <sub>2</sub> | 2.21                 | 2                       | 5 ppm              |
| Chlorine                               | CL <sub>2</sub> | 2.45                 | 1                       |                    |
| Carbon Monoxide<br>1000                | CO              | 0.97                 | 35                      | 200/1 Hour         |
| Carbon Dioxide<br>10%                  | CO <sub>2</sub> | 1.52                 | 5000                    | 5%                 |
| Methane                                | $CH_4$          | 0.55                 | 90000                   |                    |

<sup>1</sup> Air = 1.0

<sup>2</sup> Permissible - Concentration at which is believed that all workers may repeatedly be exposed, day after day, without adverse effect.

<sup>3</sup> **STEL -** Short Term Exposure Limit. A 15-minute time weighted average.

<sup>4</sup> Lethal - Concentration that will cause death with short-term exposure.

**TLV** – Threshold Limit Value; a concentration recommended by the American Conference of Governmental Industrial Hygienists (ACGIH)

**TWA** – Time Weighted Average; the average concentration of contaminant one can be exposed to over a given eight-hour period.

**ACGIH** – (American Conference of Governmental Industrial Hygienists) is an organization comprised of Occupational Health Professionals believed by many to be the top experts in the field of Industrial Hygiene. They are recognized as an expert rexource by OSHA. The ACGIH releases a biannual publication "Threshold Limit Values and Biological Indices" that many safety professionals consider to be the authoritative document on airborne contaminants.

Reference: API RP-49, September 1974 - Reissued August 1978

### VI. PROPERTIES OF GASES

### A. <u>CARBON DIOXIDE</u>

1. Carbon Dioxide (CO<sub>2</sub>) is usually considered inert and is commonly used to extinguish fires. It is 1.52 times heavier than air and will concentrate in low areas of still air. Humans cannot breathe air containing more than 10% CO<sub>2</sub> without losing conscience or becoming disorientation in a few minutes. Continued exposure to CO<sub>2</sub> after being affected will cause convulsions, coma, and respiratory failure.

2. The threshold limit of  $CO_2$  is 5000 ppm. Short-term exposure to 50,000 ppm (5%) is reasonable. This gas is colorless, odorless, and can be tolerated in relatively high concentrations.

### B. <u>HYDROGEN SULFIDE</u>

1. Hydrogen Sulfide  $(H_2S)$  is a colorless, transparent, flammable gas. It is heavier than air and, hence, may accumulate in low places.

2. Although the slightest presence of H<sub>2</sub>S in the air is normally detectable by its characteristic "rotten egg" odor, it is dangerous to rely on the odor as a means of detecting excessive concentrations because the sense of smell is rapidly lost, allowing lethal concentrations to be accumulated without warning. The following table indicates the poisonous nature of H<sub>2</sub>S.

| CONCENTRATION      |      | RATION      | EFFECTS   |
|--------------------|------|-------------|---|
| % H <sub>2</sub> S | PPM  | GR/100 SCF1 |   |
| 0.001              | 10   | .65         | Safe for 8 hours without respirator. Obvious and unpleasant odor.                 |
| 0.0015             | 15   | 0.975       | Safe for 15 minutes of exposure without respirator.                               |
| 0.01               | 100  | 6.48        | Kills smell in 3-15 minutes; may sting eyes and throat.                           |
| 0.02               | 200  | 12.96       | Kills smell quickly; stings eyes and throat.                                      |
| 0.05               | 500  | 32.96       | Dizziness; breathing ceases in a few minutes; need prompt artificial respiration. |
| 0.07               | 700  | 45.92       | Rapid Unconsciousness; death will result if not rescued promptly.                 |
| 0.1                | 1000 | 64.80       | Instant unconsciousness, followed by death within minutes.                        |

<sup>1</sup> Grains per 100 Cubic Feet

### VII. Treatment Procedures for Hydrogen Sulfide Poisoning

- A. Remove the victim to fresh air.
- B. If breathing has ceased or is labored, begin resuscitation immediately.
  Note: This is the quickest and preferred method of clearing victim's lungs of contaminated air; however, under disaster conditions, it may not be practical to move the victim to fresh air. In such instances, where those rendering first aid must continue to wear masks, a resuscitator should be used.
- C. Apply resuscitator to help purge H<sub>2</sub>S from the blood stream.
- D. Keep the victim at rest and prevent chilling.
- E. Get victim under physician's care as soon as possible.

### C. <u>SULPHUR DIOXIDE</u>

- 1. Sulfur Dioxide (SO<sub>2</sub>) is a colorless, non-flammable, transparent gas.
- 2. SO<sub>2</sub> is produced during the burning of H<sub>2</sub>S. Although SO<sub>2</sub> is heavier than air, it can be picked up by a breeze and carried downwind at elevated temperatures. Since SO<sub>2</sub> is extremely irritating to the eyes and mucous membranes of the upper respiratory tract, it has exceptionally good warning powers in this respect. The following table indicates the toxic nature of SO<sub>2</sub>:

| CONCEN            | TRATION | EFFECTS   |  |
|-------------------|---------|---|--|
| % SO <sub>2</sub> | PPM     |   |  |
| 0.0005            | 3 to 5  | Pungent odor, normally a person can detect $SO_2$ in this range.                      |  |
| 0.0012            | 12      | Throat irritation, coughing, constriction of the chest, tearing and smarting of eyes. |  |
| 0.015             | 150     | So irritating that it can only be endured for a few minutes.                          |  |
| .05               | 500     | Causes a sense of suffocation, event with the first breath.                           |  |

### VIII. BREATHING AIR EQUIPMENT DRILLS FOR ON & OFF DUTY PERSONNEL

An H<sub>2</sub>S Drill and Training Session must be given once a week to ALL on-duty personnel with off duty personnel. On-duty and Off-duty personnel will reverse roles on alternate drills.

An H2S drill and training session must be given once a week to all off-duty personnel in coincidence with on-duty personnel reversing roles on alternate drills.

The purpose of this drill is to instruct the crews in the operation and use of breathing air and H<sub>2</sub>S related emergency equipment and to allow the personnel to become acquainted with using the equipment under working conditions. The crews should be trained to put on the breathing air equipment within one minute when required or requested to do so.

The following procedure should be used for weekly drills. The MRC supervisor must be satisfied that the crews are proficient with the equipment.

- 1. All personnel should be informed that a drill will be held.
- 2. The Total H2S Safety Technician or a designee assigned by the MRC Drilling Foreman should initiate the drill by signaling as he/she would if H2S was detected.
- 3. Personnel should don their breathing apparatus.
- 4. Once the breathing air equipment is on, the H2S Technician should check all personnel to insure proper operation.

A training and information session will be conducted after each drill to answer any H<sub>2</sub>S related questions and to cover any gaps identified from one of the following topics:

- Condition II, and III alerts and steps to be taken by all personnel.
- The importance of wind direction when dealing with  $H_2S$ .
- Proper use and storage of all types of breathing equipment.
- Proper use and storage of oxygen resuscitators.
- Proper use and storage of H<sub>2</sub>S detectors (Mini Checks or equivalent).
- The "buddy system" and the procedure for rescuing a person overcome by  $H_2S$ .
- · Responsibilities and duties.
- · Location of H<sub>2</sub>S safety equipment.
- Other parts of the "H<sub>2</sub>S Contingency Plan" that should be reviewed.

NOTE: A record of attendance must be kept for weekly drills and training sessions.

### IX. HYDROGEN SULFIDE TRAINING CURRICULUM

(FOR EMPLOYERS, VISITORS, AND CONTRACTORS) EACH PERSON WILL BE INFORMED ON THE RESTRICTIONS OF HAVING BEARDS AND CONTACT LENS. THEY WILL ALSO BE INFORMED OF THE AVAILABILITY OF SPECTACLE KITS.

AFTER THE H2S EQUIPMENT IS RIGGED UP, ALL IN SCOPE PERSONNEL WILL BE H2S TRAINED AND PUT THROUGH A DRILL. ANY DEFICIENCIES WILL BE CORRECTED.

Training Completion cards are good for one year and will indicate date of completion or expiration. Personnel previously trained on another facility and visiting, must attend a "supplemental briefing" on H2S equipment and procedures before beginning duty. Visitors who remain on the location more than 24 hours must receive full H2S training given all crew members. A "supplemental briefing" will include but not be limited to: Location of respirators, familiarization with safe briefing areas, alarms with instruction on responsibilities in the event of a release and hazards of H2S and (SO2, if applicable). A training and drill log will be kept.

Topics for full H2S training shall include the following equipment if on location, but not be limited to the following:

### 1. Brief Introduction on H2S

- A. Slide or Computer presentation (If Available)
- B. H2S material will be distributed
- C. Re-emphasize the properties, toxicity, and hazards of H2S
- D. Source of SO2 (if applicable)

### 2. H2S Detection

- A. Description of H2S sensors
- B. Description of warning system (how it works & it's location)
- C. Actual location of H2S sensors
- D. Instruction on use of pump type detector (Gastec)
- E. Use of card detectors, ampoules, or dosimeters
- F. Use of combustible gas detector
- G. Other personnel detectors used
- H. Alarm conditions I & II,
- I. SO2 alarms (if applicable)

### 3. H2S Protection

- A. Types of breathing apparatus provided (30-minute SCBA & 5-minute SCBA (with voice diaphragms for communication if supplied)
- B. Principle of how breathing apparatus works
- C. Demonstration on how to use breathing apparatus
- D. Location of breathing apparatus

### 4. Cascade System

- A. Description of cascade system
- B. How system works
- C. Cascade location of rig with reference to briefing areas
- D. How to use cascade system (with 5-minute hose work line units & refill, if supplied)
- E. Importance of wind direction and actual location of Windsocks
- F. Purpose of compressor/function (if one is on site)

### 5. H2S Rescue and First Aid

- A. Importance of wind direction
- B. Safe briefing area
- C. Buddy system
- D. H2S symptoms
- E. Methods of rescue

### 6. Hands on Training

- A. Donning/familiarization of SCBA 30-minue unit
- B. Donning/familiarization of SKADA 5- MIN. Packs
- C. Familiarization of cascades
- D. Use of O2 resuscitator
- E. Alarm conditions upwind briefing areas, etc...
- F. Duties and responsibilities of all personnel
- G. Procedures for evacuation
- H. Search and Rescue teams

### 7. Certification

A. Testing on material covered

### TOTAL SAFETY US INC., FIT TEST

### X. EMPLOYEE INFORMATION

| Employee Name:   |                 |               | Date:                            |             |
|--|-----------------|---------------|----------------------------------|-------------|
| Date of Employee Medical   | Evaluation:     |               |                                  |             |
| Medical Status (circle):<br>Authorized                                     | Unrestricted    | Limitations   | s on Use                         | Use Not     |
| RESPIRATOR INFORMATIO  | DIN             |               |                                  |             |
| Respirator Type (Dustmasl  | <, SCBA, etc):  |               |                                  |             |
| Brand:   |                 |               |                                  |             |
| Size: (circle): XS   | S               | М             | L                                | XL          |
| FIT TEST INFORMATION   |                 |               |                                  |             |
| Type of Fit Test Performed   | :               |               |                                  |             |
| <u>Quantitative</u><br>Porta Count<br>Fittester 3000                       | )               |               | Fit Factor:<br>Fit Factor:       |             |
| Qualitative  |                 |               |                                  |             |
| Irritant Smok  |                 |               | Passed / Faile                   |             |
| Isoamyl Acet<br>Saccharin  | ate (Banana Oil | /             | Passed / Faile<br>Passed / Faile |             |
| Bitrex   |                 |               | Passed / Faile                   |             |
| I hereby certify that this fittest was<br>Protocols found in Appendix A of |                 | accordance wi | th the OSHA I                    | Fit Testing |
| Fit Tester Name (Print):   |                 |               |                                  |             |
| Signature:   |                 |               | Date:                            |             |

### XI. H<sub>2</sub>S SAFETY SERVICES

HYDROGEN SULFIDE SAFETY PACKAGE – Contained on location in Total Safety H2S Equipment Trailer, unless otherwise noted:

### **RESPIRATORY SAFETY SYSTEMS**

### QTY DESCRIPTION

- 30-Minute Pressure Demand SCBA
   (4-Primary Safe Briefing Area, 4-Secondary Safe Briefing Area, 4-floor with one of these for derrick man)
- 9 Hose Line 5-minute Work Unit w/Escape Cylinder (1 in derrick, 6 on drill floor, 1 in mud pit wt area, 1 in shaker area)

The following shall be part of the package if requested by the MRC Foremen (at least one trailer with cascade system is required to be located in the MRC Magnolia asset for use as needed)

- 1 Breathing air cascade of 10 bottles w/regulator
- 2 Refill lines to refill 30-minute units on location
- 1 6-Man manifold that can be rigged up to work area on floor, if needed
- 6 25 foot hose lines
- 2 50 foot hose lines
- 100 Feet of hose line to rig cascade up to 12 man manifold on floor
- 12 30-minute Self Contained Breathing apparatus

### DETECTION AND ALARM SAFETY SYSTEM

- 1 H2S Fixed Monitor w/8Channels (Loc determined at rig up) suggested.
- (Mud pit area, shaker area, bell nipple area, floor/driller area, & outside quarters)
- 5 H2S Sensors
- 3 Explosion Proof Alarms (Light and Siren)
- (1 on floor, 1 in work area, 1 in trailer area where quarters are located)
- 2 Personal H2S monitors
- 1 Portable Tri-Gas Hand Held Meter (O2, LEL, H2S)
- 1 Sensidyne/Gastech Manual Pump Type Detector
- 8 Boxes H2S Tubes Various Ranges
- 2 Boxes SO2 Tubes Various Ranges
- 1 Calibration Gas
- 1 Set Paper Work for Records: Training, Cal, Inspection, other

### ADDITIONAL SAFETY RELATED EQUIPMENT

#### QTY DESCRIPTION

- 2 Windsocks with Pole and Bracket
- 1 Set Well Condition Sign w/Green, Yellow, Red Flags
- 1 Primary Safe Briefing Area Sign
- 1 Secondary Safe Briefing Area Sign
- 6 Operating Condition Signs for Work Areas & Living Quarters

### TRAILER WITH BREATHING AIR CASCADE WILL ALSO INCLUDE THE FOLLOWING:

This equipment will be part of the H2S equipment stored in the trailer, when on location

- 1 First aid kit
- 1 Fire Blanket
- 1 Eye wash station
- 2 Safety Harness w/150' safety line

### XII. EMERGENCY PHONE NUMBERS (Updated March 18, 2009)

### **EMERGENCY PHONE NUMBERS**

MRC Energy Co. Emergency Phone # MRC Energy Co. Permian Operations Phone------**MRC Energy Co. Production** 113 Daw Rd Mansfield LA 71052

| Title                     | Names | Phone | Cell |
|---------------------------|-------|-------|------|
| <b>Operations Manager</b> |       |       |      |
| Operation Supt.           |       |       |      |
| Operations                |       |       |      |
| Supervisor                |       |       |      |
| Operations                |       |       |      |
| Supervisor                |       |       |      |
| Office Supervisor         |       |       |      |
| HSE                       |       |       |      |
| Scheduler Planner         |       |       |      |

### Hydrogen Sulfide Safety Consultants

| Total Safety W. Bender | 575-392-2973 | After Hours 24 Hour Call |
|------------------------|--------------|--------------------------|
| Blvd. Hobbs, NM        |              | Center Through Office    |
|                        |              | Number                   |
| Tommy Throckmorton     | 575-392-2973 | 940-268-9614             |
| Operations Manager     |              |                          |
| Rodney Jourdan Sales   | 575-392-2973 | 432-349-3928             |
| Contact                |              |                          |

# MRC Energy Co. MEDICAL RESPONSE PLAN AND IT'S MEDICAL PROTOCOLS WILL BE FOLLOWED

### MEDICAL COORDINATOR # -----

### Emergency Numbers & Directions

### Hospitals (911)

| Artesia General Hospital      |                   |              |
|-------------------------------|-------------------|--------------|
| 702 N. 13 <sup>th</sup> St.   | Main Phone Number | 575-748-3333 |
| Artesia, NM 88210             |                   |              |
| Nor-Lea General Hospital      |                   |              |
| 1600 N. Main Ave.             | Main Phone Number | 575-396-6611 |
| Lovington, NM 88260           |                   |              |
| Lea Regional Medical          |                   |              |
| Center                        | Main Phone Number | 575-492-5260 |
| 5419 N. Lovington Hwy         |                   |              |
| Hobbs, NM 88240               |                   |              |
| Carlsbad General Hospital     |                   |              |
| 2430 W. Pierce St.            | Main Phone Number | 575-887-4100 |
| Carlsbad, NM                  |                   |              |
| Lovelace Regional Hospital    |                   |              |
| 117 E. 19 <sup>th</sup> St    | Main Phone Number | 575-627-7000 |
| Roswell, NM 88201             |                   |              |
| Winkler Co. Memorial          |                   |              |
| Hospital                      | Main Phone Number | 432-586-8299 |
| 821 Jeffee Dr.                |                   |              |
| Kermit, Texas 79745           |                   |              |
| <b>Reeves County Hospital</b> |                   |              |
| 2323 Texas St.                | Main Phone Number | 432-447-3551 |
| Pecos, Texas 79772            |                   |              |

| State Police (911) | State | Police | (911) |
|--------------------|-------|--------|-------|
|--------------------|-------|--------|-------|

| Texas DPS Loving co.       | Office Number | 422 277 2411 |
|----------------------------|---------------|--------------|
| 225 N.Pecos                | Office Number | 432-377-2411 |
| Mentone, Texas 79754       |               |              |
| Texas DPS Winkler Co.      |               |              |
| 100 E Winkler              | Office Number | 432-586-3465 |
| Kermit, Texas 79745        |               |              |
| <b>Texas DPS Pecos Co.</b> |               |              |
| 148 N I-20 Frontage RD     | Office Number | 432-447-3532 |
| Pecos, Texas 79772         |               |              |
| New Mexico State Police    |               |              |
| 3300 W. Main St            | Office Number | 575-748-9718 |
| Artesia, NM                |               |              |
| New Mexico State Police    |               |              |
| 304 N. Canyon St           | Office Number | 575-885-3137 |
| Carlsbad, NM 88220         |               |              |
| New Mexico State Police    |               |              |
| 5100 Jack Gomez Blvd.      | Office Number | 575-392-5588 |
| Hobbs, NM 88240            |               |              |

### Local Law Enforcement (911) (Sheriff)

| <b>Reeves Co. Sheriff</b> |               |              |
|---------------------------|---------------|--------------|
| 500 N. Oak ST             | Office Number | 432-445-4901 |
| Pecos, Texas 79722        |               |              |
| Winkler Co. Sheriff       |               |              |
| 1300 Bellaire St.         | Office Number | 432-586-3461 |
| Kermit, Texas 79745       |               |              |
| Loving Co. Sheriff        |               |              |
| Courthouse                | Office Number | 432-377-2411 |
| Mentone, Texas            |               |              |
| Lea Co. Sheriff           |               |              |
| 1417 S. Commercial St.    | Office Number |              |
| Lovington, NM 88260       |               |              |
| Eddy Co. Sheriff          |               |              |
| 305 N 7th St.             | Office Number | 575-766-9888 |
| Artesia, NM 88210         |               |              |
| Eddy Co. Sheriff          |               |              |
| 305 N 7th St.             | Office Number | 575-746-9888 |
| Carlsbad, NM 88220        |               |              |

### Federal & State Agencies

| OSHA Lubbock Area<br>Office<br>1205 Texas Av. Room 806<br>Lubbock, Texas 79401  | Main Number  | 806-472-7681 EXT 7685 |
|---|--------------|-----------------------|
| New Mexico Environment<br>Department<br>400 N Pennsylvania<br>Roswell, NM 88201 | Joe Fresquez | 575-623-3935          |
| Texas Railroad<br>Commission<br>Midland, Texas                                  | Main Number  | 844-773-0305          |
| BLM Carlsbad, NM Field<br>Office<br>620 E. Green ST<br>Carlsbad, NM 88220       | Main Number  | 575-234-5972          |
| BLM Hobbs Field Station<br>414 W. Taylor Rd.<br>Hobbs, NM 88240                 | Main Number  | 575-393-3612          |
| BLM Roswell District<br>Office<br>2909 W. Second St.<br>Roswell, NM 88201       | Main Number  | 575-627-0272          |
| TECQ Texas Commission<br>on Environmental Quality                               | Main Number  | 800-832-8224          |
| New Mexico OCD  |              |                       |
| U.S. Environmental<br>Protection Agency Region<br>6<br>Texas/New Mexico         | Main Number  | 214-655-2222          |
| National Response Center<br>Toxic Chemicals & Oil<br>Spills                     | Main Number  | 800-424-8802          |
|   |              |                       |

### **Rig Company**

### XIII. EVACUATION OF THE GENERAL PUBLIC

The procedure to be used in alerting nearby persons in the event of any occurrence that could pose a threat to life or property will be arranged and completed with public officials in detail, prior to drilling into the hydrogen sulfide formations.

In the event of an actual emergency, the following steps will be immediately taken:

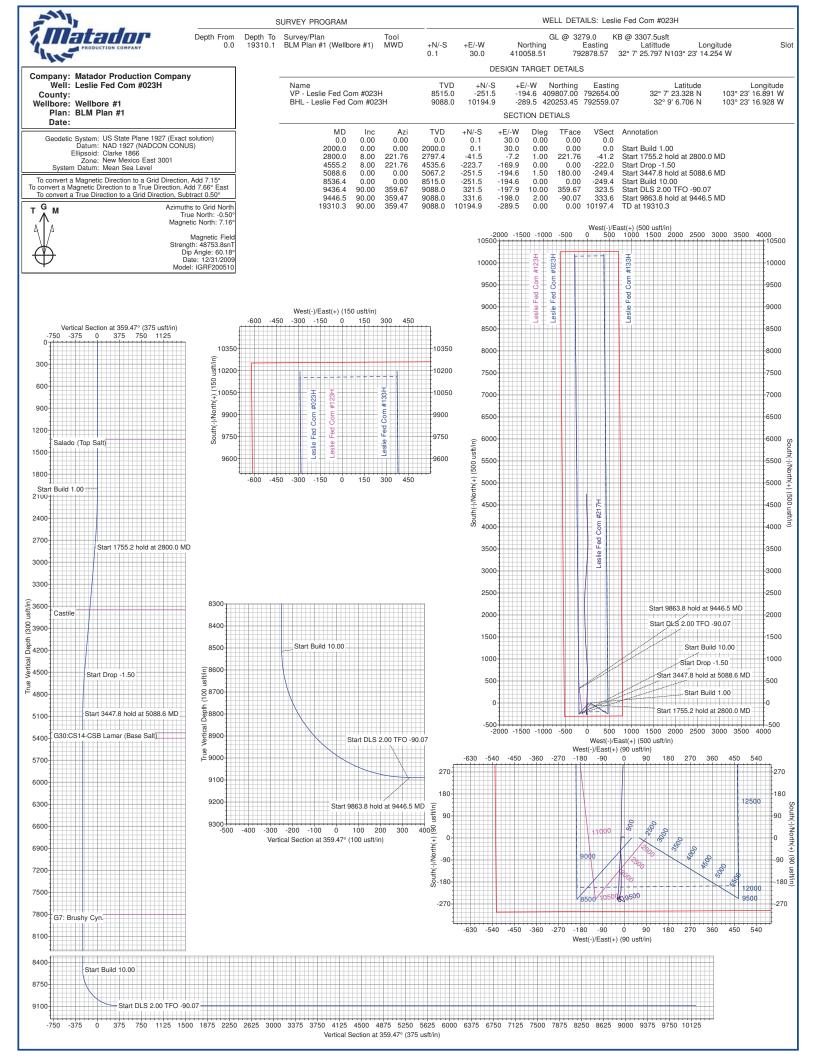
- 1. The MRC Energy Co.'s representative will dispatch sufficient personnel to immediately warn each resident and transients down-wind within radius of exposure from the well site. Then warn all residence in the radius of exposure. Additional evacuation zones may be necessary as the situation warrants.
- 2. The MRC Energy Co.'s representative will immediately notify proper authorities, including the Sheriff's Office, Highway Patrol, and any other public officials as described above and will enlist their assistance in warning residents and transients in the calculated radius of exposure.
- 3. The MRC Energy Co.'s representative will dispatch sufficient personnel to divert traffic in the vicinity away from the potentially dangerous area. A guard to the entrance of the well site will be posted to monitor essential and non essential traffic.
- 4. General:
  - A. The area included within the radius of exposure is considered to be the zone of maximum potential hazard from a hydrogen sulfide gas escape. Immediate evacuation of public areas, in accordance with the provisions of this contingency plan, is imperative. When it is determined that conditions exist which create an additional area (beyond the initial zone of maximum potential hazard) vulnerable to possible hazard, public areas in the additional hazardous area will be evacuated in accordance with the contingency plan.
  - B. In the event of a disaster, after the public areas have been evacuated and traffic stopped, it is expected that local civil authorities will have arrived and within a few hours will have assumed direction of and control of the public, including all public areas. MRC Energy Co. will cooperate with these authorities to the fullest extent and will exert every effort by careful advice to such authorities to prevent panic or rumors.
  - C. MRC Energy Co. will dispatch appropriate management personnel at the disaster site as soon as possible. The company's personnel

will cooperate with and provide such information to civil authorities as they might require.

D. One of the products of the combustion of hydrogen sulfide is sulfur dioxide (SO<sub>2</sub>). Under certain conditions this gas may be equally as dangerous as H<sub>2</sub>S. A pump type detector device, which determines the percent of SO<sub>2</sub> in air through concentrations in ppm, will be available. Although normal air movement is sufficient to dissipate this material to safe levels, the SO<sub>2</sub> detector should be utilized to check concentrations in the proximity of the well once every hour, or as necessary and the situation warrants. Also, if any low areas are suspected of having high concentrations, personnel should be made aware of these areas, and steps should be taken to determine whether or not these low areas are hazardous.

### Exhibit E-6: H2S Contingency Plan Emergency Contacts Matador Resources Company

| Company Office  |                             |              |                 |
|---|-----------------------------|--------------|-----------------|
| Matador Resources Company                                 | (972)-371-5200              |              |                 |
| Key Personnel   |                             |              |                 |
| Name  | Title                       | Office       | Mobile          |
| Billy Goodwin   | Vice President Drilling     | 972-371-5210 | 817-522-2928    |
| Gary Martin   | Drilling Superintendent     |              | 601-669-1774    |
| Dee Smith   | Drilling Superintendent     | 972-371-5447 | 972-822-1010    |
| Blake Hermes  | Drilling Engineer           | 972-371-5485 | 713-876-8558    |
|   | Construction Superintendent |              |                 |
|   | Construction Superintendent |              | •               |
| <u>Artesia</u>  |                             |              |                 |
| Ambulance   |                             | 911          |                 |
| State Police  |                             | 575-746-2703 |                 |
| City Police   |                             | 575-746-2703 |                 |
| Sheriff's Office  |                             | 575-746-9888 |                 |
| Fire Department   |                             | 575-746-2701 |                 |
| Local Emergency Planning Committe                         |                             | 575-746-2122 |                 |
| New Mexico Oil Conservation Divisio                       | n                           | 575-748-1283 | _               |
| <u>Carlsbad</u>   |                             |              |                 |
| Ambulance   |                             | 911          |                 |
| State Police  |                             | 575-885-3137 |                 |
| City Police   |                             | 575-885-2111 |                 |
| Sheriff's Office  |                             | 575-887-7551 |                 |
| Fire Department   |                             | 575-887-3798 |                 |
| Local Emergency Planning Committe                         | e                           | 575-887-6544 |                 |
| New Mexico Oil Conservation Divisio                       | n                           | 575-887-6544 | -               |
| <u>Santa Fe</u>   |                             |              |                 |
| New Mexico Emergency Response Comission (Santa Fe)        |                             | 505-476-9600 |                 |
| New Mexico Emergency Response Comission (Santa Fe) 24 hrs |                             | 505-827-9126 |                 |
| New Mexico State Emergency Opera                          | tions Center                | 505-476-9635 | -               |
| National  |                             |              |                 |
| National Emegency Response Center                         | (Washington, D.C.)          | 800-424-8802 | -               |
| Medical   |                             |              |                 |
| Flight for Life- 4000 24th St.; Lubboc                    | k, TX                       | 806-743-9911 |                 |
| Aerocare- R3, Box 49F; Lubbock, TX                        |                             | 806-747-8923 |                 |
| Med Flight Air Amb- 2301 Yale Blvd S                      |                             | 505-842-4433 |                 |
| SB Air Med Service- 2505 Clark Carr I                     | .oop S.E.; Albuquerque, NM  | 505-842-4949 |                 |
| <u>Other</u>  |                             |              |                 |
| Boots & Coots IWC   |                             | 800-256-9688 | or 281-931-8884 |
| Cudd Pressure Control                                     |                             | 432-699-0139 | or 432-563-3356 |
| Haliburton  |                             | 575-746-2757 |                 |
| B.J. Services   |                             | 575-746-3569 |                 |





## **Matador Production Company**

Antelope Ridge Leslie Leslie Fed Com #023H

Wellbore #1

Plan: BLM Plan #1

# **Standard Planning Report**

20 June, 2019



| Database:<br>Company:<br>Project:<br>Site:<br>Well:<br>Wellbore:<br>Design: | Matac<br>Antelo<br>Leslie<br>Leslie<br>Wellb | 5000.14 Single<br>for Production (<br>oppe Ridge<br>Fed Com #023<br>ore #1<br>Plan #1 | Company   |   | TVD Refer<br>MD Refere<br>North Refe   | Local Co-ordinate Reference:STVD Reference:KMD Reference:KNorth Reference:GSurvey Calculation Method:M |                                       |                                    |  |  |
|---|--|---|---|---|--|--|---------------------------------------|------------------------------------|--|--|
| Project   | Antelop                                      | pe Ridge  |   |   |  |  |                                       |                                    |  |  |
| Map System:<br>Geo Datum:<br>Map Zone:                                      | NAD 192                                      | e Plane 1927 (E<br>27 (NADCON C<br>xico East 3001                                     |   | )                                       | System Dat   | System Datum: Mean Sea Level Using geodetic scale factor   |                                       |                                    |  |  |
| Site  | Leslie                                       |   |   |   |  |  |                                       |                                    |  |  |
| Site Position:<br>From:<br>Position Uncertain                               |  | /Long<br>0.(  | <b>Norti</b><br>Easti<br>Dusft <b>Slot</b>      | -                                       | 410,058.43 usft Latitude:<br>792,848.60 usft Longitude:<br>13-3/16 " Grid Convergence: |  |                                       |                                    |  | 32° 7' 25.799 N<br>103° 23' 14.602 W<br>0.50 °       |
| Well  | Leslie F                                     | Fed Com #023⊦   | 1   |   |  |  |                                       |                                    |  |  |
| Well Position<br>Position Uncertain   | +N/-S<br>+E/-W<br>ty                         | 30  | .0 usft E                                       | orthing:<br>asting:<br>/ellhead Eleva   | ition:   | 410,058.51<br>792,878.57   | usft Lo                               | titude:<br>ngitude:<br>ound Level: |  | 32° 7' 25.797 N<br>103° 23' 14.254 W<br>3,279.0 usft |
| Wellbore  | Wellbo                                       | ore #1  |   |   |  |  |                                       |                                    |  |  |
| Magnetics   | Mo   | odel Name   | Samp  | le Date                                 | Declina<br>(°)   | tion   | -                                     | Angle<br>(°)                       |  | Strength<br>nT)                                      |
|   |  | IGRF200510  |   | 12/31/2009                              |  | 7.66   |                                       | 60.18                              |  | 753.75034280   |
| Design<br>Audit Notes:<br>Version:  | BLM P  | lan #1  | Pha   | se:                                     | PLAN   | Tie  | e On Depth:                           |                                    | 0.0                                      |  |
| Vertical Section:   |  | D   | epth From (1<br>(usft)<br>0.0                   | VD)                                     | +N/-S<br>(usft)<br>0.1   | (u   | <b>sft)</b><br>0.0                    |                                    | rection<br>(°)<br>59.47                  |  |
| Plan Survey Tool F<br>Depth From<br>(usft)<br>1 0.0                         | Dept<br>(us                                  | ft) Survey  | 6/20/2019<br><b>(Wellbore)</b><br>an #1 (Wellbo | re #1)                                  | Tool Name<br>MWD<br>OWSG MWD -   | Standard   | Remarks                               |                                    |  |  |
| Plan Sections   |  |   |   |   |  |  |                                       |                                    |  |  |
| Measured<br>Depth Ind<br>(usft)   | clination<br>(°)                             | Azimuth<br>(°)  | Vertical<br>Depth<br>(usft)                     | +N/-S<br>(usft)                         | +E/-W<br>(usft)  | Dogleg<br>Rate<br>(°/100usft)  | Build<br>Rate<br>(°/100usft)          | Turn<br>Rate<br>(°/100usft)        | TFO<br>(°)                               | Target   |
| 0.0<br>2,000.0<br>2,800.0<br>4,555.2<br>5,088.6                             | 0.00<br>0.00<br>8.00<br>8.00<br>0.00         | 0.00<br>0.00<br>221.76<br>221.76<br>0.00  | 0.0<br>2,000.0<br>2,797.4<br>4,535.6<br>5,067.2 | 0.1<br>0.1<br>-41.5<br>-223.7<br>-251.5 | 30.0<br>30.0<br>-7.2<br>-169.9<br>-194.6   | 0.00<br>0.00<br>1.00<br>0.00<br>1.50   | 0.00<br>0.00<br>1.00<br>0.00<br>-1.50 | 0.00<br>0.00<br>0.00               | 0.00<br>0.00<br>221.76<br>0.00<br>180.00 |  |
| 8,536.4<br>9,436.4<br>9,446.5<br>19,310.3                                   | 0.00<br>90.00<br>90.00<br>90.00              | 0.00<br>359.67<br>359.47<br>359.47  | 8,515.0<br>9,088.0<br>9,088.0<br>9,088.0        | -251.5<br>321.5<br>331.6<br>10,194.9    | -194.6<br>-197.9<br>-198.0<br>-289.5   | 0.00<br>10.00<br>2.00<br>0.00  | 0.00<br>10.00<br>0.00<br>0.00         | 0.00<br>0 -2.00                    | 359.67<br>-90.07                         | VP - Leslie Fed Com :<br>BHL - Leslie Fed Corr       |



|                   |                            | EDM 5000.14 Single User Db                    | Database:                   |  |
|-------------------|----------------------------|---|-----------------------------|--|
| KB @ 3307.5usft   | TVD Reference:             | Matador Production Company                    | Company:                    |  |
| KB @ 3307.5usft   | MD Reference:              | Antelope Ridge                                | Project:                    |  |
| Grid              | North Reference:           | Leslie  | Site:                       |  |
| Minimum Curvature | Survey Calculation Method: | Leslie Fed Com #023H                          | Well:                       |  |
|                   |                            | Wellbore #1                                   | Wellbore:                   |  |
|                   |                            | BLM Plan #1                                   | Design:                     |  |
| Grid              | North Reference:           | Leslie<br>Leslie Fed Com #023H<br>Wellbore #1 | Site:<br>Well:<br>Wellbore: |  |

| Measured<br>Depth<br>(usft) | Inclination<br>(°) | Azimuth<br>(°) | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Vertical<br>Section<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Build<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) |
|-----------------------------|--------------------|----------------|-----------------------------|-----------------|-----------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 0.0                         | 0.00               | 0.00           | 0.0                         | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 100.0                       | 0.00               | 0.00           | 100.0                       | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 200.0                       | 0.00               | 0.00           | 200.0                       | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 300.0                       | 0.00               | 0.00           | 300.0                       | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 400.0                       | 0.00               | 0.00           | 400.0                       | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 500.0                       | 0.00               | 0.00           | 500.0                       | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 600.0                       | 0.00               | 0.00           | 600.0                       | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 700.0                       | 0.00               | 0.00           | 700.0                       | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 800.0                       | 0.00               | 0.00           | 800.0                       | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 900.0                       | 0.00               | 0.00           | 900.0                       | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 1,000.0                     | 0.00               | 0.00           | 1,000.0                     | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 1,100.0                     | 0.00               | 0.00           | 1,100.0                     | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 1,200.0                     | 0.00               | 0.00           | 1,200.0                     | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 1,300.0                     | 0.00               | 0.00           | 1,300.0                     | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 1,327.5                     | 0.00               | 0.00           | 1,327.5                     | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| Salado (Top                 |                    |                |                             |                 |                 |                               |                               |                              |                             |
| 1,400.0                     | 0.00               | 0.00           | 1,400.0                     | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 1,500.0                     | 0.00               | 0.00           | 1,500.0                     | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 1,600.0                     | 0.00               | 0.00           | 1,600.0                     | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 1,700.0                     | 0.00               | 0.00           | 1,700.0                     | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 1,800.0                     | 0.00               | 0.00           | 1,800.0                     | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 1,900.0                     | 0.00               | 0.00           | 1,900.0                     | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 2,000.0<br>Start Build      | 0.00               | 0.00           | 2,000.0                     | 0.1             | 30.0            | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 2,100.0                     | 1.00               | 221.76         | 2,100.0                     | -0.6            | 29.4            | -0.6                          | 1.00                          | 1.00                         | 0.00                        |
| 2,200.0                     | 2.00               | 221.76         | 2,200.0                     | -2.5            | 27.6            | -2.6                          | 1.00                          | 1.00                         | 0.00                        |
| 2,300.0                     | 3.00               | 221.76         | 2,299.9                     | -5.8            | 24.7            | -5.8                          | 1.00                          | 1.00                         | 0.00                        |
| 2,400.0                     | 4.00               | 221.76         | 2,399.7                     | -10.3           | 20.7            | -10.3                         | 1.00                          | 1.00                         | 0.00                        |
| 2,500.0                     | 5.00               | 221.76         | 2,499.4                     | -16.2           | 15.4            | -16.1                         | 1.00                          | 1.00                         | 0.00                        |
| 2,600.0                     | 6.00               | 221.76         | 2,598.9                     | -23.3           | 9.1             | -23.2                         | 1.00                          | 1.00                         | 0.00                        |
| 2,700.0                     | 7.00               | 221.76         | 2,698.3                     | -31.8           | 1.5             | -31.6                         | 1.00                          | 1.00                         | 0.00                        |
| 2,800.0                     | 8.00               | 221.76         | 2,797.4                     | -41.5           | -7.2            | -41.2                         | 1.00                          | 1.00                         | 0.00                        |
| Start 1755.2                | hold at 2800.0 N   | 1D             |                             |                 |                 |                               |                               |                              |                             |
| 2,900.0                     | 8.00               | 221.76         | 2,896.4                     | -51.9           | -16.4           | -51.5                         | 0.00                          | 0.00                         | 0.00                        |
| 3,000.0                     | 8.00               | 221.76         | 2,995.5                     | -62.3           | -25.7           | -61.8                         | 0.00                          | 0.00                         | 0.00                        |
| 3,100.0                     | 8.00               | 221.76         | 3,094.5                     | -72.7           | -35.0           | -72.1                         | 0.00                          | 0.00                         | 0.00                        |
| 3,200.0                     | 8.00               | 221.76         | 3,193.5                     | -83.0           | -44.2           | -82.4                         | 0.00                          | 0.00                         | 0.00                        |
| 3,300.0                     | 8.00               | 221.76         | 3,292.5                     | -93.4           | -53.5           | -92.7                         | 0.00                          | 0.00                         | 0.00                        |
| 3,400.0                     | 8.00               | 221.76         | 3,391.6                     | -103.8          | -62.8           | -103.0                        | 0.00                          | 0.00                         | 0.00                        |
| 3,500.0                     | 8.00               | 221.76         | 3,490.6                     | -114.2          | -72.1           | -113.3                        | 0.00                          | 0.00                         | 0.00                        |
| 3,600.0                     | 8.00               | 221.76         | 3,589.6                     | -124.6          | -81.3           | -123.6                        | 0.00                          | 0.00                         | 0.00                        |
| 3,659.5                     | 8.00               | 221.76         | 3,648.5                     | -130.7          | -86.8           | -129.7                        | 0.00                          | 0.00                         | 0.00                        |
| Castile                     | 0.05               | 001 70         | 0.000.0                     | 40.4.0          | ~~~~            | 100.0                         | 0.00                          | 0.05                         |                             |
| 3,700.0                     | 8.00               | 221.76         | 3,688.6                     | -134.9          | -90.6           | -133.9                        | 0.00                          | 0.00                         | 0.00                        |
| 3,800.0                     | 8.00               | 221.76         | 3,787.7                     | -145.3          | -99.9           | -144.2                        | 0.00                          | 0.00                         | 0.00                        |
| 3,900.0                     | 8.00               | 221.76         | 3,886.7                     | -155.7          | -109.1          | -154.5                        | 0.00                          | 0.00                         | 0.00                        |
| 4,000.0                     | 8.00               | 221.76         | 3,985.7                     | -166.1          | -118.4          | -164.8                        | 0.00                          | 0.00                         | 0.00                        |
| 4,100.0                     | 8.00               | 221.76         | 4,084.8                     | -176.5          | -127.7          | -175.1                        | 0.00                          | 0.00                         | 0.00                        |
| 4,200.0                     | 8.00               | 221.76         | 4,183.8                     | -186.8          | -136.9          | -185.4                        | 0.00                          | 0.00                         | 0.00                        |
| 4,300.0                     | 8.00               | 221.76         | 4,282.8                     | -197.2          | -146.2          | -195.7                        | 0.00                          | 0.00                         | 0.00                        |
| 4,400.0                     | 8.00               | 221.76         | 4,381.8                     | -207.6          | -155.5          | -206.0                        | 0.00                          | 0.00                         | 0.00                        |
| 4,500.0                     | 8.00               | 221.76         | 4,480.9                     | -218.0          | -164.7          | -216.3                        | 0.00                          | 0.00                         | 0.00                        |
| 4,555.2                     | 8.00               | 221.76         | 4,535.6                     | -223.7          | -169.9          | -222.0                        | 0.00                          | 0.00                         | 0.00                        |



| Datab  | oase: | EDM 5000.14 Single User Db | Local Co-ordinate Reference: | Site Leslie       |
|--------|-------|----------------------------|------------------------------|-------------------|
| Comp   | bany: | Matador Production Company | TVD Reference:               | KB @ 3307.5usft   |
| Projec | ct:   | Antelope Ridge             | MD Reference:                | KB @ 3307.5usft   |
| Site:  |       | Leslie                     | North Reference:             | Grid              |
| Well:  |       | Leslie Fed Com #023H       | Survey Calculation Method:   | Minimum Curvature |
| Wellb  | ore:  | Wellbore #1                |                              |                   |
| Desig  | ın:   | BLM Plan #1                |                              |                   |
| Wellbo | ore:  | Wellbore #1                | Survey Calculation Method.   |                   |

| Measured<br>Depth<br>(usft) | Inclination<br>(°)     | Azimuth<br>(°) | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft)  | +E/-W<br>(usft)  | Vertical<br>Section<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Build<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) |
|-----------------------------|------------------------|----------------|-----------------------------|------------------|------------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| Start Drop -1               |                        |                |                             |                  |                  |                               |                               |                              |                             |
| 4,600.0                     | 7.33                   | 221.76         | 4,579.9                     | -228.2           | -173.8           | -226.4                        | 1.50                          | -1.50                        | 0.00                        |
| 4,700.0                     | 5.83                   | 221.76         | 4,679.3                     | -236.7           | -181.5           | -234.8                        | 1.50                          | -1.50                        | 0.00                        |
| 4,800.0                     | 4.33                   | 221.76         | 4,778.9                     | -243.3           | -187.4           | -241.4                        | 1.50                          | -1.50                        | 0.00                        |
| 4,900.0                     | 2.83                   | 221.76         | 4,878.7                     | -248.0           | -191.5           | -246.0                        | 1.50                          | -1.50                        | 0.00                        |
| 5,000.0                     | 1.33                   | 221.76         | 4,978.6                     | -250.7           | -193.9           | -248.7                        | 1.50                          | -1.50                        | 0.00                        |
| 5,088.6                     | 0.00                   | 0.00           | 5,067.2                     | -251.5           | -194.6           | -249.4                        | 1.50                          | -1.50                        | 0.00                        |
|                             | hold at 5088.6 N       |                | - ,                         |                  |                  |                               |                               |                              |                             |
| 5.100.0                     | 0.00                   | 0.00           | 5,078.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 5,200.0                     | 0.00                   | 0.00           | 5,178.6                     | -251.5           | -194.0           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 5,200.0                     | 0.00                   | 0.00           | 5,278.6                     | -251.5           | -194.0           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 5,340.9                     | 0.00                   | 0.00           | 5,319.5                     | -251.5           | -194.0           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
|                             | SB Lamar (Base         |                | 5,519.5                     | -251.5           | -194.0           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 5,400.0                     | SE Lamar (Base<br>0.00 | 0.00           | 5,378.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 5,420.9                     | 0.00                   | 0.00           | 5,399.5                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| G26: Bell Cy                |                        | 0.00           | 0,000.0                     | -201.0           | -134.0           | -2+3.4                        | 0.00                          | 0.00                         | 0.00                        |
| 5,500.0                     | 0.00                   | 0.00           | 5,478.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 5,600.0                     | 0.00                   | 0.00           | 5,578.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 5,700.0                     | 0.00                   | 0.00           | 5,678.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 5,800.0                     | 0.00                   | 0.00           | 5,778.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| ,                           | 0.00                   |                |                             |                  |                  |                               | 0.00                          |                              | 0.00                        |
| 5,900.0<br>6,000.0          | 0.00                   | 0.00<br>0.00   | 5,878.6<br>5,978.6          | -251.5<br>-251.5 | -194.6<br>-194.6 | -249.4<br>-249.4              | 0.00                          | 0.00<br>0.00                 | 0.00                        |
| 6,100.0                     | 0.00                   | 0.00           | 6,078.6                     | -251.5           | -194.6           | -249.4<br>-249.4              | 0.00                          | 0.00                         | 0.00                        |
| 6,200.0                     | 0.00                   | 0.00           | 6,178.6                     | -251.5           | -194.0           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
|                             | 0.00                   | 0.00           | 6,278.6                     | -251.5           | -194.0           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 6,300.0                     |                        |                |                             |                  | -194.0           |                               |                               |                              |                             |
| 6,400.0                     | 0.00                   | 0.00           | 6,378.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 6,500.0                     | 0.00                   | 0.00           | 6,478.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 6,600.0                     | 0.00                   | 0.00           | 6,578.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 6,700.0                     | 0.00                   | 0.00           | 6,678.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 6,800.0                     | 0.00                   | 0.00           | 6,778.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 6,900.0                     | 0.00                   | 0.00           | 6,878.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 7,000.0                     | 0.00                   | 0.00           | 6,978.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 7,100.0                     | 0.00                   | 0.00           | 7,078.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 7,200.0                     | 0.00                   | 0.00           | 7,178.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 7,300.0                     | 0.00                   | 0.00           | 7,278.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 7,400.0                     | 0.00                   | 0.00           | 7,378.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 7,500.0                     | 0.00                   | 0.00           | 7,478.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 7,600.0                     | 0.00                   | 0.00           | 7,578.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 7,700.0                     | 0.00                   | 0.00           | 7,678.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 7,800.0                     | 0.00                   | 0.00           | 7,778.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 7,825.0                     | 0.00                   | 0.00           | 7,803.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| G7: Brushy                  |                        |                |                             |                  |                  |                               |                               |                              |                             |
| 7,900.0                     | 0.00                   | 0.00           | 7,878.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 8,000.0                     | 0.00                   | 0.00           | 7,978.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 8,100.0                     | 0.00                   | 0.00           | 8,078.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 8,200.0                     | 0.00                   | 0.00           | 8,178.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 8,300.0                     | 0.00                   | 0.00           | 8,278.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 8,400.0                     | 0.00                   | 0.00           | 8,378.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 8,500.0                     | 0.00                   | 0.00           | 8,478.6                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
| 8,536.4                     | 0.00                   | 0.00           | 8,515.0                     | -251.5           | -194.6           | -249.4                        | 0.00                          | 0.00                         | 0.00                        |
|                             | 0.00 - VP - Lesli      | e Fed Com #023 |                             |                  |                  |                               |                               |                              |                             |
| 8,600.0                     | 6.36                   | 359.67         | 8,578.5                     | -247.9           | -194.6           | -245.9                        | 10.00                         | 10.00                        | 0.00                        |
| 8.700.0                     | 16.36                  | 359.67         | 8,676.4                     | -228.3           | -194.8           | -226.3                        | 10.00                         | 10.00                        | 0.00                        |



| Database: | EDM 5000.14 Single User Db | Local Co-ordinate Reference: | Site Leslie       |
|-----------|----------------------------|------------------------------|-------------------|
| Company:  | Matador Production Company | TVD Reference:               | KB @ 3307.5usft   |
| Project:  | Antelope Ridge             | MD Reference:                | KB @ 3307.5usft   |
| Site:     | Leslie                     | North Reference:             | Grid              |
| Well:     | Leslie Fed Com #023H       | Survey Calculation Method:   | Minimum Curvature |
| Wellbore: | Wellbore #1                |                              |                   |
| Design:   | BLM Plan #1                |                              |                   |

| Measured<br>Depth<br>(usft) | Inclination<br>(°) | Azimuth<br>(°) | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Vertical<br>Section<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Build<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) |
|-----------------------------|--------------------|----------------|-----------------------------|-----------------|-----------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 8,800.0                     | 26.36              | 359.67         | 8,769.4                     | -191.9          | -195.0          | -189.9                        | 10.00                         | 10.00                        | 0.00                        |
| 8,900.0                     | 36.36              | 359.67         | 8,854.7                     | -139.9          | -195.3          | -137.9                        | 10.00                         | 10.00                        | 0.00                        |
| 9,000.0                     | 46.36              | 359.67         | 8,929.6                     | -73.9           | -195.6          | -71.9                         | 10.00                         | 10.00                        | 0.00                        |
| 9,100.0                     | 56.36              | 359.67         | 8,992.0                     | 4.1             | -196.1          | 6.1                           | 10.00                         | 10.00                        | 0.00                        |
| 9,200.0                     | 66.36              | 359.67         | 9,039.9                     | 91.7            | -196.6          | 93.7                          | 10.00                         | 10.00                        | 0.00                        |
| 9,300.0                     | 76.36              | 359.67         | 9,071.8                     | 186.4           | -197.1          | 188.4                         | 10.00                         | 10.00                        | 0.00                        |
| 9,400.0                     | 86.36              | 359.67         | 9,086.8                     | 285.1           | -197.7          | 287.1                         | 10.00                         | 10.00                        | 0.00                        |
| 9,436.4                     | 90.00              | 359.67         | 9,088.0                     | 321.5           | -197.9          | 323.5                         | 10.00                         | 10.00                        | 0.00                        |
|                             | 00 TFO -90.07      |                |                             |                 |                 |                               |                               |                              |                             |
| 9,446.5                     | 90.00              | 359.47         | 9,088.0                     | 331.6           | -198.0          | 333.6                         | 2.00                          | 0.00                         | -2.00                       |
| Start 9863.8                | hold at 9446.5 M   | 1D             |                             |                 |                 |                               |                               |                              |                             |
| 9,500.0                     | 90.00              | 359.47         | 9,088.0                     | 385.1           | -198.5          | 387.1                         | 0.00                          | 0.00                         | 0.00                        |
| 9,600.0                     | 90.00              | 359.47         | 9,088.0                     | 485.1           | -199.4          | 487.1                         | 0.00                          | 0.00                         | 0.00                        |
| 9,700.0                     | 90.00              | 359.47         | 9,088.0                     | 585.1           | -200.4          | 587.1                         | 0.00                          | 0.00                         | 0.00                        |
| 9,800.0                     | 90.00              | 359.47         | 9,088.0                     | 685.1           | -201.3          | 687.1                         | 0.00                          | 0.00                         | 0.00                        |
| 9,900.0                     | 90.00              | 359.47         | 9,088.0                     | 785.1           | -202.2          | 787.1                         | 0.00                          | 0.00                         | 0.00                        |
| 10,000.0                    | 90.00              | 359.47         | 9,088.0                     | 885.1           | -203.1          | 887.1                         | 0.00                          | 0.00                         | 0.00                        |
| 10,100.0                    | 90.00              | 359.47         | 9,088.0                     | 985.1           | -204.1          | 987.1                         | 0.00                          | 0.00                         | 0.00                        |
| 10,200.0                    | 90.00              | 359.47         | 9,088.0                     | 1,085.0         | -205.0          | 1,087.1                       | 0.00                          | 0.00                         | 0.00                        |
| 10,300.0                    | 90.00              | 359.47         | 9,088.0                     | 1,185.0         | -205.9          | 1,187.1                       | 0.00                          | 0.00                         | 0.00                        |
| 10,400.0                    | 90.00              | 359.47         | 9,088.0                     | 1,285.0         | -206.8          | 1,287.1                       | 0.00                          | 0.00                         | 0.00                        |
| 10,500.0                    | 90.00              | 359.47         | 9,088.0                     | 1,385.0         | -207.8          | 1,387.1                       | 0.00                          | 0.00                         | 0.00                        |
| 10,600.0                    | 90.00              | 359.47         | 9,088.0                     | 1,485.0         | -208.7          | 1,487.1                       | 0.00                          | 0.00                         | 0.00                        |
| 10,700.0                    | 90.00              | 359.47         | 9,088.0                     | 1,585.0         | -209.6          | 1,587.1                       | 0.00                          | 0.00                         | 0.00                        |
| 10,800.0                    | 90.00              | 359.47         | 9,088.0                     | 1,685.0         | -210.6          | 1,687.1                       | 0.00                          | 0.00                         | 0.00                        |
| 10,900.0                    | 90.00              | 359.47         | 9,088.0                     | 1,785.0         | -211.5          | 1,787.1                       | 0.00                          | 0.00                         | 0.00                        |
| 11,000.0                    | 90.00              | 359.47         | 9,088.0                     | 1,885.0         | -212.4          | 1,887.1                       | 0.00                          | 0.00                         | 0.00                        |
| 11,100.0                    | 90.00              | 359.47         | 9,088.0                     | 1,985.0         | -213.3          | 1,987.1                       | 0.00                          | 0.00                         | 0.00                        |
| 11,200.0                    | 90.00              | 359.47         | 9,088.0                     | 2,085.0         | -214.3          | 2,087.1                       | 0.00                          | 0.00                         | 0.00                        |
| 11,300.0                    | 90.00              | 359.47         | 9,088.0                     | 2,185.0         | -215.2          | 2,187.1                       | 0.00                          | 0.00                         | 0.00                        |
| 11,400.0                    | 90.00              | 359.47         | 9,088.0                     | 2,285.0         | -216.1          | 2,287.1                       | 0.00                          | 0.00                         | 0.00                        |
| 11,500.0                    | 90.00              | 359.47         | 9,088.0                     | 2,385.0         | -217.1          | 2,387.1                       | 0.00                          | 0.00                         | 0.00                        |
| 11,600.0                    | 90.00              | 359.47         | 9,088.0                     | 2,485.0         | -218.0          | 2,487.1                       | 0.00                          | 0.00                         | 0.00                        |
| 11,700.0                    | 90.00              | 359.47         | 9,088.0                     | 2,585.0         | -218.9          | 2,587.1                       | 0.00                          | 0.00                         | 0.00                        |
| 11,800.0                    | 90.00              | 359.47         | 9,088.0                     | 2,685.0         | -219.8          | 2,687.1                       | 0.00                          | 0.00                         | 0.00                        |
| 11,900.0                    | 90.00              | 359.47         | 9,088.0                     | 2,785.0         | -220.8          | 2,787.1                       | 0.00                          | 0.00                         | 0.00                        |
| 12,000.0                    | 90.00              | 359.47         | 9,088.0                     | 2,885.0         | -221.7          | 2,887.1                       | 0.00                          | 0.00                         | 0.00                        |
| 12,100.0                    | 90.00              | 359.47         | 9,088.0                     | 2,985.0         | -222.6          | 2,987.1                       | 0.00                          | 0.00                         | 0.00                        |
| 12,200.0                    | 90.00              | 359.47         | 9,088.0                     | 3,085.0         | -223.5          | 3,087.1                       | 0.00                          | 0.00                         | 0.00                        |
| 12,300.0                    | 90.00              | 359.47         | 9,088.0                     | 3,185.0         | -224.5          | 3,187.1                       | 0.00                          | 0.00                         | 0.00                        |
| 12,400.0                    | 90.00              | 359.47         | 9,088.0                     | 3,285.0         | -225.4          | 3,287.1                       | 0.00                          | 0.00                         | 0.00                        |
| 12,500.0                    | 90.00              | 359.47         | 9,088.0                     | 3,385.0         | -226.3          | 3,387.1                       | 0.00                          | 0.00                         | 0.00                        |
| 12,600.0                    | 90.00              | 359.47         | 9,088.0                     | 3,484.9         | -227.3          | 3,487.1                       | 0.00                          | 0.00                         | 0.00                        |
| 12,700.0                    | 90.00              | 359.47         | 9,088.0                     | 3,584.9         | -228.2          | 3,587.1                       | 0.00                          | 0.00                         | 0.00                        |
| 12,800.0                    | 90.00              | 359.47         | 9,088.0                     | 3,684.9         | -229.1          | 3,687.1                       | 0.00                          | 0.00                         | 0.00                        |
| 12,900.0                    | 90.00              | 359.47         | 9,088.0                     | 3,784.9         | -230.0          | 3,787.1                       | 0.00                          | 0.00                         | 0.00                        |
| 13,000.0                    | 90.00              | 359.47         | 9,088.0                     | 3,884.9         | -231.0          | 3,887.1                       | 0.00                          | 0.00                         | 0.00                        |
| 13,100.0                    | 90.00              | 359.47         | 9,088.0                     | 3,984.9         | -231.9          | 3,987.1                       | 0.00                          | 0.00                         | 0.00                        |
| 13,200.0                    | 90.00              | 359.47         | 9,088.0                     | 4,084.9         | -232.8          | 4,087.1                       | 0.00                          | 0.00                         | 0.00                        |
| 13,300.0                    | 90.00              | 359.47         | 9,088.0                     | 4,184.9         | -233.8          | 4,187.1                       | 0.00                          | 0.00                         | 0.00                        |
| 13,400.0                    | 90.00              | 359.47         | 9,088.0                     | 4,284.9         | -234.7          | 4,287.1                       | 0.00                          | 0.00                         | 0.00                        |
| 13,500.0                    | 90.00              | 359.47         | 9,088.0                     | 4,384.9         | -235.6          | 4,387.1                       | 0.00                          | 0.00                         | 0.00                        |
| 13,600.0                    | 90.00              | 359.47         | 9,088.0                     | 4,484.9         | -236.5          | 4,487.1                       | 0.00                          | 0.00                         | 0.00                        |
| 13,700.0                    | 90.00              | 359.47         | 9,088.0                     | 4,584.9         | -237.5          | 4,587.1                       | 0.00                          | 0.00                         | 0.00                        |



| Database: | EDM 5000.14 Single User Db | Local Co-ordinate Reference: | Site Leslie       |
|-----------|----------------------------|------------------------------|-------------------|
| Company:  | Matador Production Company | TVD Reference:               | KB @ 3307.5usft   |
| Project:  | Antelope Ridge             | MD Reference:                | KB @ 3307.5usft   |
| Site:     | Leslie                     | North Reference:             | Grid              |
| Well:     | Leslie Fed Com #023H       | Survey Calculation Method:   | Minimum Curvature |
| Wellbore: | Wellbore #1                |                              |                   |
| Design:   | BLM Plan #1                |                              |                   |
|           |                            |                              |                   |

| Measured<br>Depth<br>(usft) | Inclination<br>(°) | Azimuth<br>(°)   | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Vertical<br>Section<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Build<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) |
|-----------------------------|--------------------|------------------|-----------------------------|-----------------|-----------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 13,800.0                    | 90.00              | 359.47           | 9,088.0                     | 4,684.9         | -238.4          | 4,687.1                       | 0.00                          | 0.00                         | 0.00                        |
| 13,900.0                    | 90.00              | 359.47           | 9,088.0                     | 4,784.9         | -239.3          | 4,787.1                       | 0.00                          | 0.00                         | 0.00                        |
| 14,000,0                    | 00.00              | 359.47           | 9,088.0                     | 4,884.9         | 240.2           | 4 007 1                       | 0.00                          | 0.00                         | 0.00                        |
| 14,000.0                    | 90.00              | 359.47<br>359.47 |                             |                 | -240.3          | 4,887.1                       |                               | 0.00                         | 0.00                        |
| 14,100.0                    | 90.00              |                  | 9,088.0                     | 4,984.9         | -241.2          | 4,987.1                       | 0.00                          |                              |                             |
| 14,200.0                    | 90.00              | 359.47           | 9,088.0                     | 5,084.9         | -242.1          | 5,087.1                       | 0.00                          | 0.00                         | 0.00                        |
| 14,300.0                    | 90.00              | 359.47           | 9,088.0                     | 5,184.9         | -243.0          | 5,187.1                       | 0.00                          | 0.00                         | 0.00                        |
| 14,400.0                    | 90.00              | 359.47           | 9,088.0                     | 5,284.9         | -244.0          | 5,287.1                       | 0.00                          | 0.00                         | 0.00                        |
| 14,500.0                    | 90.00              | 359.47           | 9,088.0                     | 5,384.9         | -244.9          | 5,387.1                       | 0.00                          | 0.00                         | 0.00                        |
| 14,600.0                    | 90.00              | 359.47           | 9,088.0                     | 5,484.9         | -245.8          | 5,487.1                       | 0.00                          | 0.00                         | 0.00                        |
| 14,700.0                    | 90.00              | 359.47           | 9,088.0                     | 5,584.9         | -246.7          | 5,587.1                       | 0.00                          | 0.00                         | 0.00                        |
| 14,800.0                    | 90.00              | 359.47           | 9,088.0                     | 5,684.9         | -247.7          | 5,687.1                       | 0.00                          | 0.00                         | 0.00                        |
| 14,900.0                    | 90.00              | 359.47           | 9,088.0                     | 5,784.8         | -248.6          | 5,787.1                       | 0.00                          | 0.00                         | 0.00                        |
|                             |                    |                  |                             |                 |                 |                               |                               |                              |                             |
| 15,000.0                    | 90.00              | 359.47           | 9,088.0                     | 5,884.8         | -249.5          | 5,887.1                       | 0.00                          | 0.00                         | 0.00                        |
| 15,100.0                    | 90.00              | 359.47           | 9,088.0                     | 5,984.8         | -250.5          | 5,987.1                       | 0.00                          | 0.00                         | 0.00                        |
| 15,200.0                    | 90.00              | 359.47           | 9,088.0                     | 6,084.8         | -251.4          | 6,087.1                       | 0.00                          | 0.00                         | 0.00                        |
| 15,300.0                    | 90.00              | 359.47           | 9,088.0                     | 6,184.8         | -252.3          | 6,187.1                       | 0.00                          | 0.00                         | 0.00                        |
| 15,400.0                    | 90.00              | 359.47           | 9,088.0                     | 6,284.8         | -253.2          | 6,287.1                       | 0.00                          | 0.00                         | 0.00                        |
| 15,500.0                    | 90.00              | 359.47           | 9,088.0                     | 6,384.8         | -254.2          | 6,387.1                       | 0.00                          | 0.00                         | 0.00                        |
| 15,600.0                    | 90.00              | 359.47           | 9,088.0                     | 6,484.8         | -255.1          | 6,487.1                       | 0.00                          | 0.00                         | 0.00                        |
| 15,700.0                    | 90.00              | 359.47           | 9,088.0                     | 6,584.8         | -256.0          | 6,587.1                       | 0.00                          | 0.00                         | 0.00                        |
| 15,800.0                    | 90.00              | 359.47           | 9,088.0                     | 6,684.8         | -257.0          | 6,687.1                       | 0.00                          | 0.00                         | 0.00                        |
|                             |                    | 359.47           |                             |                 |                 |                               |                               |                              |                             |
| 15,900.0                    | 90.00              | 359.47           | 9,088.0                     | 6,784.8         | -257.9          | 6,787.1                       | 0.00                          | 0.00                         | 0.00                        |
| 16,000.0                    | 90.00              | 359.47           | 9,088.0                     | 6,884.8         | -258.8          | 6,887.1                       | 0.00                          | 0.00                         | 0.00                        |
| 16,100.0                    | 90.00              | 359.47           | 9,088.0                     | 6,984.8         | -259.7          | 6,987.1                       | 0.00                          | 0.00                         | 0.00                        |
| 16,200.0                    | 90.00              | 359.47           | 9,088.0                     | 7,084.8         | -260.7          | 7,087.1                       | 0.00                          | 0.00                         | 0.00                        |
| 16,300.0                    | 90.00              | 359.47           | 9,088.0                     | 7,184.8         | -261.6          | 7,187.1                       | 0.00                          | 0.00                         | 0.00                        |
| 16,400.0                    | 90.00              | 359.47           | 9,088.0                     | 7,284.8         | -262.5          | 7,287.1                       | 0.00                          | 0.00                         | 0.00                        |
|                             |                    |                  |                             |                 |                 |                               |                               |                              |                             |
| 16,500.0                    | 90.00              | 359.47           | 9,088.0                     | 7,384.8         | -263.5          | 7,387.1                       | 0.00                          | 0.00                         | 0.00                        |
| 16,600.0                    | 90.00              | 359.47           | 9,088.0                     | 7,484.8         | -264.4          | 7,487.1                       | 0.00                          | 0.00                         | 0.00                        |
| 16,700.0                    | 90.00              | 359.47           | 9,088.0                     | 7,584.8         | -265.3          | 7,587.1                       | 0.00                          | 0.00                         | 0.00                        |
| 16,800.0                    | 90.00              | 359.47           | 9,088.0                     | 7,684.8         | -266.2          | 7,687.1                       | 0.00                          | 0.00                         | 0.00                        |
| 16,900.0                    | 90.00              | 359.47           | 9,088.0                     | 7,784.8         | -267.2          | 7,787.1                       | 0.00                          | 0.00                         | 0.00                        |
| 17,000.0                    | 90.00              | 359.47           | 9,088.0                     | 7,884.8         | -268.1          | 7,887.1                       | 0.00                          | 0.00                         | 0.00                        |
| 17,100.0                    | 90.00              | 359.47           | 9,088.0                     | 7,984.8         | -269.0          | 7,987.1                       | 0.00                          | 0.00                         | 0.00                        |
| 17,200.0                    | 90.00              | 359.47           | 9,088.0                     | 8,084.7         | -269.9          | 8,087.1                       | 0.00                          | 0.00                         | 0.00                        |
| 17,300.0                    | 90.00              | 359.47           | 9,088.0                     | 8,184.7         | -209.9          | 8,187.1                       | 0.00                          | 0.00                         | 0.00                        |
| 17,300.0                    | 90.00              | 359.47           | 9,088.0                     | 8,284.7         | -270.9          | 8,287.1                       | 0.00                          | 0.00                         | 0.00                        |
|                             |                    |                  |                             |                 |                 |                               |                               |                              |                             |
| 17,500.0                    | 90.00              | 359.47           | 9,088.0                     | 8,384.7         | -272.7          | 8,387.1                       | 0.00                          | 0.00                         | 0.00                        |
| 17,600.0                    | 90.00              | 359.47           | 9,088.0                     | 8,484.7         | -273.7          | 8,487.1                       | 0.00                          | 0.00                         | 0.00                        |
| 17,700.0                    | 90.00              | 359.47           | 9,088.0                     | 8,584.7         | -274.6          | 8,587.1                       | 0.00                          | 0.00                         | 0.00                        |
| 17,800.0                    | 90.00              | 359.47           | 9,088.0                     | 8,684.7         | -275.5          | 8,687.1                       | 0.00                          | 0.00                         | 0.00                        |
| 17,900.0                    | 90.00              | 359.47           | 9,088.0                     | 8,784.7         | -276.4          | 8,787.1                       | 0.00                          | 0.00                         | 0.00                        |
|                             |                    |                  | 0.000.0                     | 0 004 7         |                 |                               | 0.00                          |                              |                             |
| 18,000.0                    | 90.00              | 359.47           | 9,088.0                     | 8,884.7         | -277.4          | 8,887.1                       | 0.00                          | 0.00                         | 0.00                        |
| 18,100.0                    | 90.00              | 359.47           | 9,088.0                     | 8,984.7         | -278.3          | 8,987.1                       | 0.00                          | 0.00                         | 0.00                        |
| 18,200.0                    | 90.00              | 359.47           | 9,088.0                     | 9,084.7         | -279.2          | 9,087.1                       | 0.00                          | 0.00                         | 0.00                        |
| 18,300.0                    | 90.00              | 359.47           | 9,088.0                     | 9,184.7         | -280.2          | 9,187.1                       | 0.00                          | 0.00                         | 0.00                        |
| 18,400.0                    | 90.00              | 359.47           | 9,088.0                     | 9,284.7         | -281.1          | 9,287.1                       | 0.00                          | 0.00                         | 0.00                        |
| 18,500.0                    | 90.00              | 359.47           | 9,088.0                     | 9,384.7         | -282.0          | 9,387.1                       | 0.00                          | 0.00                         | 0.00                        |
| 18,600.0                    | 90.00              | 359.47           | 9,088.0                     | 9,484.7         | -282.9          | 9,487.1                       | 0.00                          | 0.00                         | 0.00                        |
| 18,700.0                    | 90.00              | 359.47           | 9,088.0                     | 9,584.7         | -283.9          | 9,587.1                       | 0.00                          | 0.00                         | 0.00                        |
| 18,800.0                    | 90.00              | 359.47           | 9,088.0                     | 9,684.7         | -284.8          | 9,687.1                       | 0.00                          | 0.00                         | 0.00                        |
| 18,900.0                    | 90.00              | 359.47           | 9,088.0                     | 9,784.7         | -285.7          | 9,787.1                       | 0.00                          | 0.00                         | 0.00                        |
|                             |                    |                  |                             |                 |                 |                               |                               |                              |                             |
| 19,000.0                    | 90.00              | 359.47           | 9,088.0                     | 9,884.7         | -286.6          | 9,887.1                       | 0.00                          | 0.00                         | 0.00                        |
| 19,100.0                    | 90.00              | 359.47           | 9,088.0                     | 9,984.7         | -287.6          | 9,987.1                       | 0.00                          | 0.00                         | 0.00                        |



| Database: | EDM 5000.14 Single User Db | Local Co-ordinate Reference: | Site Leslie       |
|-----------|----------------------------|------------------------------|-------------------|
| Company:  | Matador Production Company | TVD Reference:               | KB @ 3307.5usft   |
| Project:  | Antelope Ridge             | MD Reference:                | KB @ 3307.5usft   |
| Site:     | Leslie                     | North Reference:             | Grid              |
| Well:     | Leslie Fed Com #023H       | Survey Calculation Method:   | Minimum Curvature |
| Wellbore: | Wellbore #1                |                              |                   |
| Design:   | BLM Plan #1                |                              |                   |

Planned Survey

| Measured<br>Depth<br>(usft) | Inclination<br>(°) | Azimuth<br>(°) | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Vertical<br>Section<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Build<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) |
|-----------------------------|--------------------|----------------|-----------------------------|-----------------|-----------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 19,200.0                    | 90.00              | 359.47         | 9,088.0                     | 10,084.7        | -288.5          | 10,087.1                      | 0.00                          | 0.00                         | 0.00                        |
| 19,300.0                    | 90.00              | 359.47         | 9,088.0                     | 10,184.7        | -289.4          | 10,187.1                      | 0.00                          | 0.00                         | 0.00                        |
| 19,310.3                    | 90.00              | 359.47         | 9,088.0                     | 10,194.9        | -289.5          | 10,197.4                      | 0.00                          | 0.00                         | 0.00                        |

| Design Targets  |                  |                 |               |                 |                 |                    |                   |                 |                   |
|---|------------------|-----------------|---------------|-----------------|-----------------|--------------------|-------------------|-----------------|-------------------|
| Target Name<br>- hit/miss target<br>- Shape                   | Dip Angle<br>(°) | Dip Dir.<br>(°) | TVD<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Northing<br>(usft) | Easting<br>(usft) | Latitude        | Longitude         |
| VP - Leslie Fed Com #0;<br>- plan hits target cent<br>- Point | 0.00<br>ter      | 0.00            | 8,515.0       | -251.5          | -194.6          | 409,807.00         | 792,654.00        | 32° 7' 23.328 N | 103° 23' 16.891 W |
| BHL - Leslie Fed Com #<br>- plan hits target cent<br>- Point  | 0.00<br>ter      | 0.01            | 9,088.0       | 10,194.9        | -289.5          | 420,253.45         | 792,559.07        | 32° 9' 6.706 N  | 103° 23' 16.928 W |

| Measured<br>Depth<br>(usft) | Vertical<br>Depth<br>(usft) | Name                           | Lithology | Dip<br>(°) | Dip<br>Direction<br>(°) |  |
|-----------------------------|-----------------------------|--------------------------------|-----------|------------|-------------------------|--|
| 1,327.5                     | 1,327.5                     | Salado (Top Salt)              |           |            |                         |  |
| 3,659.5                     | 3,648.5                     | Castile                        |           |            |                         |  |
| 5,340.9                     | 5,319.5                     | G30:CS14-CSB Lamar (Base Salt) |           |            |                         |  |
| 5,420.9                     | 5,399.5                     | G26: Bell Cyn.                 |           |            |                         |  |
| 7,825.0                     | 7,803.6                     | G7: Brushy Cyn.                |           |            |                         |  |

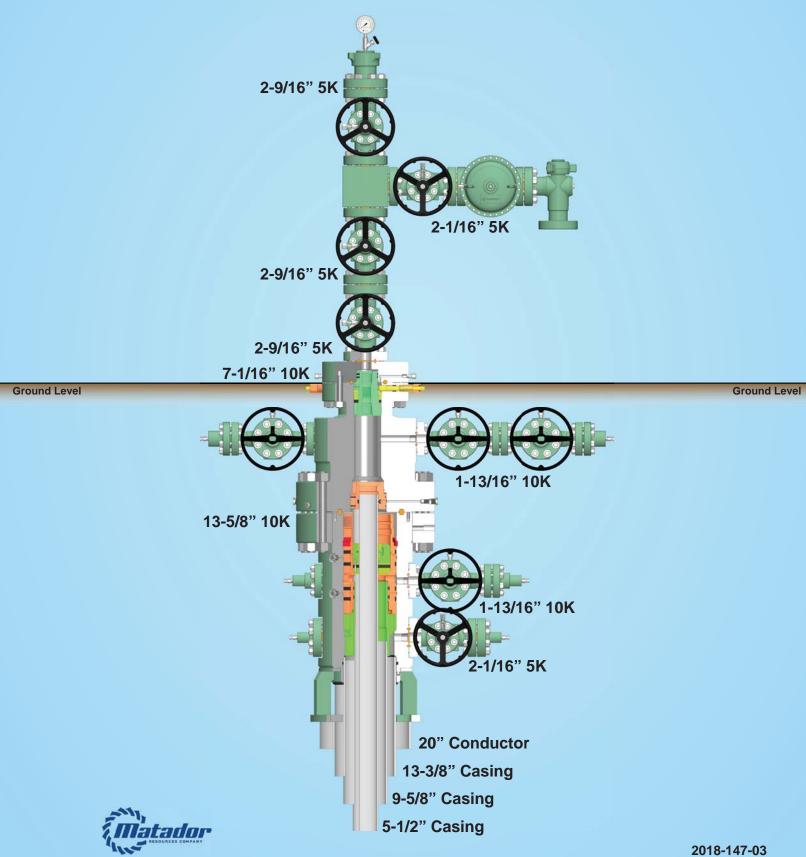
| Plan Annotation | ns |
|-----------------|----|
|-----------------|----|

Г

| Meas | sured Vertical | Vertical Local Coordinates |                 | dinates         |                                |  |
|------|----------------|----------------------------|-----------------|-----------------|--------------------------------|--|
|      | epth<br>sft)   | Depth<br>(usft)            | +N/-S<br>(usft) | +E/-W<br>(usft) | Comment                        |  |
| 2    | 2,000.0        | 2,000.0                    | 0.1             | 30.0            | Start Build 1.00               |  |
| 2    | 2,800.0        | 2,797.4                    | -41.5           | -7.2            | Start 1755.2 hold at 2800.0 MD |  |
| 4    | 4,555.2        | 4,535.6                    | -223.7          | -169.9          | Start Drop -1.50               |  |
| Ę    | 5,088.6        | 5,067.2                    | -251.5          | -194.6          | Start 3447.8 hold at 5088.6 MD |  |
| 8    | 8,536.4        | 8,515.0                    | -251.5          | -194.6          | Start Build 10.00              |  |
| ç    | 9,436.4        | 9,088.0                    | 321.5           | -197.9          | Start DLS 2.00 TFO -90.07      |  |
| ç    | 9,446.5        | 9,088.0                    | 331.6           | -198.0          | Start 9863.8 hold at 9446.5 MD |  |
| 19   | 9,310.3        | 9,088.0                    | 10,194.9        | -289.5          | TD at 19310.3                  |  |

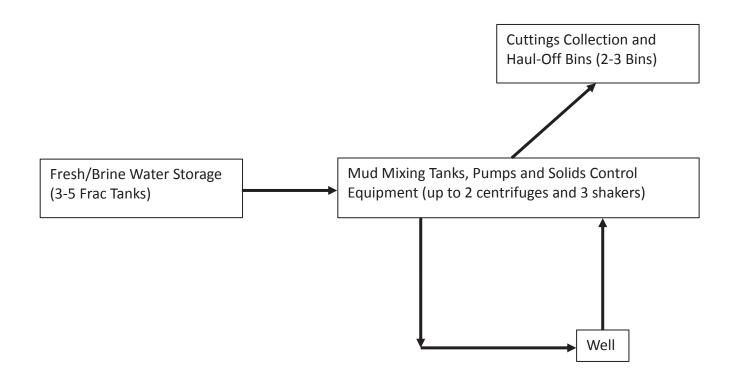


## **13-5/8" 10K MN-DS Wellhead** 13-3/8 x 9-5/8 x 5-1/2 Casing Program



#### Rev: 01 NOTE: All dimensions on this drawing are estimated measurements and should be evaluated by engineering.

# **Closed-Loop System**



#### **Operating and Maintenance Plan:**

During drilling operations, third party service companies will utilize solids control equipment to remove cuttings from the drilling fluids and collect it in haul-off bins. Equipment will be closely monitored at all times while drilling by the derrick man and the service company employees.

#### **Closure Plan:**

During drilling operations, third party service companies will haul off drill solids and fluids to an approved disposal facility. At the end of the well, all closed loop equipment will be removed from the location.

Leslie Fed Com #023H SHL: 300' FSL & 2085' FEL Section 17 BHL: 60' FNL & 2315' FEL Section 8 Township/Range: 25S 35E Elevation Above Sea Level: 3279

#### Drilling Operation Plan

Proposed Drilling Depth: 19310' MD / 9088' TVD

Type of well: Horizontal well, no pilot hole

Permitted Well Type: Oil

Geologic Name of Surface Formation: Quaternary Deposits

KOP Lat/Long (NAD83): 32.1232721132 N / -103.3884903791 W TD Lat/Long (NAD83): 32.1519876278 N / -103.3885039777 W

#### 1. Estimated Tops

| Formation     | MD (ft) | TVD (ft) | Thickness (ft) | Lithology | Resource        |
|---------------|---------|----------|----------------|-----------|-----------------|
| Rustler       | 910     | 910      | 418            | Anhydrite | Barren          |
| Top of Salt   | 1,328   | 1,328    | 2,321          | Salt      | Barren          |
| Castile       | 3,649   | 3,649    | 1,671          | Salt      | Barren          |
| Base of Salt  | 5,320   | 5,320    | 80             | Salt      | Barren          |
| Bell Canyon   | 5,400   | 5,400    | 2,404          | Sandstone | Oil/Natural Gas |
| Brushy Canyon | 7,804   | 7,804    |                | Sandstone | Oil/Natural Gas |
| КОР           | 8,536   | 8,515    |                | Sandstone | Oil/Natural Gas |
| TD            | 19,310  | 9,088    |                | Sandstone | Oil/Natural Gas |

#### 2. Notable Zones

Brushy Canyon is the goal. All perforations will be within the setback requirements as prescribed or permitted by the New Mexico Oil Conservation Division. OSE estimated ground water depth at this location is 175'.

#### 3. Pressure Control

#### <u>Equipment</u>

A 12,000' 5000-psi BOP stack consisting of 3 rams with 2 pipe rams, 1 blind ram, and one annular preventer will be utilized below surface casing to TD. See attachments for BOP and choke manifold diagrams.

An accumulator complying with Onshore Order #2 requirements for the pressure rating of the BOP stack will be present. A rotating head will also be installed as needed.

#### Testing Procedure

BOP will be inspected and operated as required in Onshore Order #2. Kelly cock and sub equipped with a full opening valve sized to fit the drill pipe and collars will be available on the rig floor in the open position.

A third party company will test the BOPs.

After setting surface casing, a minimum 5M BOPE system will be installed. Test pressures will be 250 psi low and 5000 psi high with the annular preventer being tested to 250 psi low and 2500 psi high before drilling below surface shoe. In the event that the rig drills multiple wells on the pad and any seal subject to test pressures are broken, a full BOP test will be performed when the rig returns and the 5M BOPE system is re-installed.

#### Variance Request

Matador requests a variance to have the option of running a multi-bowl wellhead assembly for setting the Intermediate 1 and Production Strings. The BOPs will not be tested again unless any flanges are separated.

Matador requests a variance to drill this well using a co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached. The hose is not required by the manufacturer to be anchored. If the specific hose is not available, then one of equal or higher rating will be used.

Matador requests a variance to have the option of batch drilling this well with other wells on the same pad. In the event that this well is batch drilled, the wellbore will be secured with a blind flange of like pressure. When the rig returns to this well and BOPs are installed, the operator will perform a full BOP test.

#### 4. Casing & Cement

| String         | Hole<br>Size (in) | Set MD (ft) | Set TVD<br>(ft) | Casing<br>Size (in) | Wt.<br>(lb/ft) | Grade | Joint               | Collapse | Burst | Tension |
|----------------|-------------------|-------------|-----------------|---------------------|----------------|-------|---------------------|----------|-------|---------|
| Surface        | 17.5              | 0 - 935     | 0 - 935         | 13.375              | 54.5           | J-55  | BUTT                | 1.125    | 1.125 | 1.8     |
| Intermediate 1 | 12.25             | 0 - 5425    | 0 - 5425        | 9.625               | 40             | J-55  | BUTT                | 1.125    | 1.125 | 1.8     |
| Production     | 8.75              | 0 - 19310   | 0 - 9088        | 5.5                 | 20             | P-110 | DWC/C-IS<br>HT Plus | 1.125    | 1.125 | 1.8     |

All casing will be API and new. See attached casing assumption worksheet.

- All casing strings will be tested in accordance with Onshore Order #2 - III.B.1.h

- Rustler top will be validated via drilling parameters (i.e. reduction in ROP) and surface casing setting depth revised accordingly if needed

| String         | Туре | Sacks | Yield | Cu.<br>Ft. | Weight | Percent<br>Excess | Top of<br>Cement | Class | Blend                                       |
|----------------|------|-------|-------|------------|--------|-------------------|------------------|-------|---|
| Surface        | Lead | 430   | 1.72  | 734        | 12.5   | 50%               | 0                | С     | 5% NaCl + LCM                               |
| Sunace         | Tail | 250   | 1.38  | 347        | 14.8   | 50%               | 635              | С     | 5% NaCl + LCM                               |
| Intermediate 1 | Lead | 1010  | 2.13  | 2148       | 12.6   | 50%               | 0                | C     | Bentonite + 1% CaCL2 + 8%<br>NaCl + LCM     |
|                | Tail | 370   | 1.38  | 504        | 14.8   | 50%               | 4425             | С     | 5% NaCl + LCM                               |
| Production     | Lead | 390   | 2.22  | 877        | 11.5   | 25%               | 5225             | н     | Fluid Loss + Dispersant +<br>Retarder + LCM |
| FIODUCION      | Tail | 2640  | 1.35  | 3570       | 13.2   | 25%               | 8036             | н     | Fluid Loss + Dispersant +<br>Retarder + LCM |

#### 5. Mud Program

An electronic Pason mud monitoring system complying with Onshore Order #2 will be used. All necessary mud products (barite, bentonite, LCM) for weight addition and fluid loss control will be on location at all times. Mud program is subject to change due to hole conditions.

| Hole Section   | Hole Size (in) | Mud Type      | Interval MD (ft) | Density (lb/gal) | Viscosity | Fluid Loss |
|----------------|----------------|---------------|------------------|------------------|-----------|------------|
| Surface        | 17.5           | Spud Mud      | 0 - 935          | 8.4 - 8.8        | 28-30     | NC         |
| Intermediate 1 | 12.25          | Brine Water   | 935 - 5425       | 9.5 - 10.2       | 28-30     | NC         |
| Production     | 8.75           | Cut Brine/OBM | 5425 - 19310     | 8.6 - 9.4        | 28-30     | NC         |

#### 6. Cores, Test, & Logs

No core or drill stem test is planned.

A 2-person mud logging program will be used from Kick-off point to TD.

No electric logs are planned at this time. GR will be collected through the MWD tools from Intermediate casing to TD. CBL with CCL will be run as far as gravity will let it fall to top of curve.

#### 7. Down Hole Conditions

No abnormal pressure or temperature is expected. Maximum anticipated surface pressure is 2443 psi. Expected bottom hole temperature is 129° F.

In accordance with Onshore Order 6, Matador does not anticipate that there will be enough H2S from the surface to the Bone Spring formations to meet the BLM's minimum requirements for the submission of a "H2S Drilling Operation Plan" or "Public Protection Plan" for the drilling and completion of this well. Since we have a H2S safety package on all wells, attached is a "H2S Drilling Operations Plan." Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely. All personnel will be familiar with all aspects of safe operation of the equipment being used.

#### Hydrogen Sulfide Drilling Operations Plan Matador Resources

#### 1 H2S safety instructions to the following:

- Characteristics of H2S
- Physical effects and hazards
- Principal and operation of H2S detectors, warning system and briefing areas
- Evacuation procedures, routes and first aid
- Proper use of safety equipment & life support systems
- Essential personnel meeting medical evaluation criteria will receive additional training on the proper use of 30min pressure demand air packs

2 H2S Detection and Alarm Systems:

- H2S sensor/detectors to be located on the drilling rig floor, in the base of the sub structure / cellar area, on the mud pits in the shale shaker area. Additional H2S detectors may be placed as deemed necessary
- An audio alarm system will be installed on the derrick floor and in the doghouse

3 Windsocks and / Wind Streamers:

- Windsocks at mud pit area should be high enough to be visible
- Windsock on the rig floor and / top of doghouse should be high enough to be visible

4 Condition Flags and Signs:

- Warning sign on access road to location
- Flags to be displayed on sign at entrance to location
  - Green Flag Normal Safe Operation Condition
  - o Yellow Flag Potential Pressure and Danger
  - Red Flag Danger (H2S present in dangerous concentrations) Only H2S trained personnel admitted on location

5 <u>Well Control Equipment:</u>

• See Exhibit E-1

6 Communication:

- While working under masks chalkboards will be used for communications
- Hand signals will be used where chalk board is inappropriate
- Two way radio will be used to communicate off location in case of emergency help is required. In most cases cellular telephones will be available at most drilling foreman's trailer or living quarters.

7 Drilling Stem Testing:

• No DST cores are planned at this time

8 Drilling contractor supervisor will be required to be familiar with the effects H2S has on tubulars good and other mechanical equipment

9 If H2S is encountered, mud system will be altered if necessary to maintain control of formation. A mud gas separator will be brought into service along with H2S scavengers if necessary

11 Emergency Contacts

• See exhibit E-6

### HYDROGEN SULFIDE CONTINGENCY PLAN Drilling, Testing, & Completion

# **MRC ENERGY CO.**

Reviewers

------ Operations Manager ----- Operations Supt. ------ Staff RES ------ Field Supt. Blake Hermes---Engineering

H2S Contingency Plan # 0165 Revision# 0

This H2S Contingency Plan is subject to updating

Effective date: July 8, 2015

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### **INTRODUCTION**

The H2S equipment will be rigged up 2 days prior to reaching a potential H2S containing zone. Drilling into any potential H2S zone shall not commence until the on-site MRC Drilling Supervisor has confirmed this plan in place.

The onsite Drilling Foreman will give Total Safety one week (7 days) notice to prepare for rig up of H2S equipment)

To be effective, the plan requires the cooperation and effort of each person participating in the drilling of an  $H_2S$  well. Each person must know his/her responsibilities and all emergency and safety procedures. He/she should thoroughly understand and be able to use with accuracy, all safety equipment while performing his/her normal duties, if the circumstance should arise. He/she should therefore familiarize himself/herself with the location of all safety equipment and check to see that it is properly stored, easily accessible at all times, and routinely maintained.

It is the intention of MRC ENERGY CO. and the Drilling Contractor to make every effort to provide adequate safeguards against harm to persons on the rig and in the immediate vicinity from the effects of hydrogen sulfide, which may be released into the atmosphere under emergency conditions. However, the initiative rests with the individual in utilizing the safeguards provided. The ideas and suggestions of the individuals involved in the drilling of this well are highly welcomed and act as a fundamental tool for providing the safest working conditions possible.

The drilling representative is required to enforce these procedures. They are set up for your safety and the safety of all others.

#### II. PURPOSE

It is MRC Energy Co.'s intent to provide a safe working place, not only for its employees, but also for other contractors who are aiding in the drilling of this well. The safety of the general public is of utmost concern. All precautions will be taken to keep a safe working environment and protect the public. There is a possibility of encountering toxic hydrogen sulfide gas. Safety procedures must be adhered to in order to protect all personnel connected with the operations as well as people living within the area.

The MRC Energy Co. representative will enforce all aspects of the H2S Contingency Plan. This job will become easier by a careful study of the following pages and training and informing all personnel that will be working on the well, their duties and responsibilities.

#### A. OPERATING PROCEDURES

#### **DEFINITIONS:**

For purpose of this plan, on-site personnel shall be referred to as "In Scope Personnel" or "Out of Scope Personnel", per the following definitions:

**In Scope Personnel** – Personnel who will be working or otherwise present in potential H2S release areas, including the rig floor, cellar, pits, and shaker areas.

**Out of Scope Personnel** – Personnel who will not be working or Otherwise present in potential H2S areas. Such personnel include rig Site visitor, delivery and camp services personnel.

#### **GENERAL:**

Before this H<sub>2</sub>S contingency plan becomes operational, all regularly assigned In Scope Personnel (primarily the MRC, drilling contractor, and certain service personnel,) shall be thoroughly trained in the use of breathing equipment, emergency procedures, and responsibilities. Total Safety Technician or a designee assigned by the MRC Drilling Foreman shall keep a list of all personnel who have been through the on-site H<sub>2</sub>S training program at the drill site.

All In Scope Personnel shall be given H2S training and the steps to be taken during H2S conditions under which the well may be drilled. General information will be explained about toxic gases, as well as the physiological effects of H<sub>2</sub>S and the various classified operating conditions. In addition, the reader will be informed his/her general responsibility concerning safety equipment and emergency procedures.

The Total Safety H<sub>2</sub>S Safety Technician or MRC on-site RSE Technician shall make available the H2S Contingency Plan for all personnel to review.

Without exception, all personnel that arrive on location must proceed directly to and sign-in with the on-site MRC RSE Technician. In Scope Personnel will be required to complete an on-site H2S training and respirator fit testing before starting work, or produce evidence that they have received equivalent training. Out of Scope Personnel will be required to complete a site H2S awareness and general safety briefing. This briefing will consist of a H2S hazard overview, alarm review and required response to alarms.

#### B. PROCEDURES TO BE INITIATED PRIOR TO H2S CONTINGENCY PLAN COMPLIANCE:

A list of emergency phone numbers and contacts will be on location and posted at the following locations:

- 1. MRC ENERGY CO.'S Representative's Office
- 2. Drilling Contractor's, Toolpusher Office
- 3. Living Quarters Area

All safety equipment and  $H_2S$  related hardware must be set up as required by MRC Energy Co. with regard to location of briefing areas, breathing equipment, etc. All safety equipment must be inspected periodically (at least weekly) with particular attention to resuscitators and breathing equipment.

In Scope Personnel working in the well site area will be assigned breathing apparatus. Operator and drilling contractor personnel required to work in the following areas will be provided with Self Contained Breathing Apparatus:

- 1. Rig Floor
- 2. Mud Pits
- 3. Derrick
- 4. Shale Shaker
- 5. Cellar

The Total Safety  $H_2S$  Safety Technician will be responsible for rigging up all  $H_2S$  continuous monitoring-type detectors. The Total Safety Technician will monitor and bump test the detector units periodically (at least at least once a week to test alarm function during drilling conditions. In the event  $H_2S$  is detected, or when drilling in a zone confirmed to contain  $H_2S$ , the units shall be bump tested at least once every 24 hours. A bump test/calibration log will be kept on location. All results will be reported to the MRC on-site Drilling Foreman.

All Total Safety H2S equipment will be maintained and inspected by a Total Safety Technician on at least a Weekly basis.

#### C. DRILLING BELOW CONTINGENCY PLAN DEPTH

H2S response drills will be held at least once per week if possible or as often as necessary to acquaint the crews and service company personnel of their responsibilities and the proper procedures to shut-in a well. Initial drills will be performed until crews demonstrate competency donning and working under mask. After the MRC Energy Co.'s representative is satisfied with initial blowout drill procedures, a drill will be conducted weekly with each crew, as necessary. The H2S Safety Technician or designee will conduct safety talks and maintain the safety equipment, consult and carry out the instructions of the drilling supervisor. All personnel allowed in the well work area during drilling or testing operations will be instructed in the use of breathing equipment until supervisory personnel are satisfied that they are capable of using it.

After familiarization, each person must perform a drill with breathing equipment. The drill should include getting the breathing equipment, donning the breathing apparatus, and performing expected duties for a short period. A record shall be kept of all personnel drilled and the date of the drill. H2S training records will be kept on location for all personnel.

Rig crews and service company personnel shall be made aware of the location of spare air bottles, resuscitation equipment, portable fire extinguishers,  $H_2S$  monitors and detectors. Knowledge of the location of the  $H_2S$  monitors and detectors are vital in determining as our gas location and the severity of the emergency conditions.

After any device has initially detected H2S, all areas of poor ventilation shall be inspected periodically by means of a portable  $H_2S$  detector instrument. The buddy system will be utilized. (When an alarm sounds, personnel will don an SCBA, shut the well in, and proceed to SBA for roll call. The H2S Technician or designee will mask up, with a buddy and will verify source of H2S and report back to the on-site MRC Foreman.)

#### D. PROCEDURES PROGRAM

- 1. Drill Site
  - a. The drilling rig will be located to allow prevailing winds to blow across the reserve pit.
  - b. A Safe Briefing Area will be provided with a breathing air cascade trailer and or 30-minute SCBA's at the Primary Area. Personnel will assemble at the most up-wind station under alarm conditions, or when so ordered by the MRC Energy Co. representative, the Contractor representative, or

the Total Safety  $H_2S$  Safety Technician. Windsocks or streamers will be anchored to various strategic places on a pole about 10 feet high, so it is in easy view from the rig floor at all times.

- c. Warning signs will be posted on the perimeters. "No Smoking" signs will be posted by MRC Energy Co.as well.
- d. One multi-channel automatic H<sub>2</sub>S monitor will be provided by Total Safety and the detector heads will be at the shale shaker, bell nipple, mud pits, rig floor, and quarter's area. The monitor will be located inside HSE or Company man trailer. Should the alarm be shut off to silence the sirens, the blinker light must continue to warn of H<sub>2</sub>S presence. The Total Safety H2S Safety Technician or designee will continuously monitor the detectors and will reactivate the alarm if H<sub>2</sub>S concentrations increase to a dangerous level.
- e. A method of escape will be open at all times.
- f. If available, land line telephone service will be provided or cell phones provided. (Primary communications provided)
- g. A rig communication system will be provided, as needed.
- h. A gas trap, choke manifold, and degasser will be installed.
- i. A kill line, securely anchored and of ample strength, will be laid to the well-head from a safe location. This line is to be used only in an emergency.

#### General

- a. The MRC Energy Co. representative and/or the Contractor's Toolpusher will be available at all times. The drilling supervisor, while on duty, will have complete charge of the rig and location operations and will take whatever action is deemed necessary to insure personnel safety, to protect the well, and to prevent damage.
  - b. A Mud Engineer will be on location at all times when drilling takes place at the depth  $H_2S$  may be expected. The mud engineer will be able to verify the presence or absence of H2S.

#### III. CONDITIONS AND EMERGENCY PROCEDURES A. DEFINITION OF OPERATIONAL "CONDITIONS"

| <b>CONDITION I</b><br>Warning Flags<br>Alarms | "POSS | SIBLE DANGER"<br>Green<br>No Alarm. Less than 10 ppm   |  |  |  |  |
|---|-------|--|--|--|--|--|
| Characterized By:                             |       | Drilling operations in zones that may<br>contain hydrogen sulfide. This condition<br>remains in effect unless H <sub>2</sub> S is detected at<br>it becomes necessary to go to Condition I |  |  |  |  |
| General Action:                               |       | a.   | Be alert for a condition change  |  |  |  |
|   |       | b.   | Check all safety equipment for availability and proper functioning.  |  |  |  |
|   |       | C.   | Perform all drills for familiarization and proficiency.  |  |  |  |
| <b>CONDITION II</b><br>Warning Flags          | "MOD  | <b>DERAT</b><br>Yellov   | <b>'E DANGER''</b><br>w  |  |  |  |
| Alarms:                                       |       | Actuates at 10 ppm. Continuous flashing light.   |  |  |  |  |
| Characterized By:                             |       | hydrog<br>remain<br>the mu<br>sulfide  | ag operations in zones containing<br>gen sulfide. This condition will<br>in in effect until adding chemicals to<br>ad system neutralizes the hydrogen<br>e or it becomes necessary to go to<br>tion III. |  |  |  |
| General Action:                               |       | a.   | Be alert for a condition change  |  |  |  |
|   |       | b.   | WHEN DRILLING AHEAD -<br>Driller and designated crewmember<br>will don 30 min SCBA, shut-in the<br>well and immediately proceed to the<br>Safe Briefing Area.  |  |  |  |
|   |       |  | WHEN TRIPPING – Driller and two<br>designated crewmembers will don 30<br>min SCBA, shut in the well and<br>immediately proceed to the Safe<br>Briefing Area. The Derrickman will                         |  |  |  |

don a 5-minute escape pack, descend to the rig floor, don a 30-min SCBA (if necessary) and immediately proceed to the Safe Briefing Area.

- c. All In Scope Personnel will proceed directly to the appropriate Safe Briefing Area.
- d. Remain in safe briefing area, take roll call and wait for instructions
- e. Contact the Total H2S Technician if not on location.
- f. Personnel shall ensure that their breathing apparatus is properly fitted and operational before entering an H<sub>2</sub>S contaminated area to provide assistance to anyone who may be injured or overcome by toxic gases.
- g. All Out of Scope Personnel will report to the appropriate Safe Briefing Area.

# CONDITION III"EXTREME DANGER"Warning FlagsRed

| Alarms            | Actuate at 15 ppm. Continuous Sirens and Flashing Lights  |   |  |  |  |  |
|-------------------|---|---|--|--|--|--|
| Characterized by: | Critical well operations which pose an immediate threat of $H_2S$ exposure to on-site personnel and a potential threat to the public. |   |  |  |  |  |
| General Action:   | a.  | WHEN DRILLING AHEAD -<br>Driller and designated crewmember<br>will don 30 min SCBA, shut-in the<br>well and immediately proceed to the<br>Safe Briefing Area. |  |  |  |  |
|                   |   | WHEN TRIPPING – Driller and two designated crewmembers will don 30  |  |  |  |  |

min SCBA, shut in the well and immediately proceed to the Safe Briefing Area. The Derrickman will don a 5-minute escape pack, descend to the rig floor, don a 30-min SCBA (if necessary) and immediately proceed to the Safe Briefing Area.

- All In Scope Personnel should don SCBA if nearby and immediately proceed to Safe Briefing Area. If SCBA in not nearby at time of alarm, DO NOT GO TOWARDS RIG AREA, but proceed directly to the Safe Briefing Area
- c. All out of Scope Personnel shall evacuate the location.
- d. Remain in the Safe Briefing Area, take roll call and wait for instructions.
- e. Contact the Total H2S Technician if not on location.
- f. Personnel shall ensure that their breathing apparatus is properly fitted and operational before entering an  $H_2S$  contaminated area to provide assistance to anyone who may be injured or overcome by toxic gases. Use the buddy system.
- g. Remain in safe briefing area, take roll call and wait for instructions.
- h. A cascade breathing air systems shall be mobilized and utilized to conduct any additional on rig work required to correct the H2S release condition.
- i. If well is ignited do not assume area is safe. SO2 is hazardous and not all H2S will burn.

#### H<sub>2</sub>S EMERGENCY PROCEDURES; IN SCOPE PERSONNEL

#### A. Day To Day Drilling Operations

- 1. Upon discovering a release of  $H_2S$  gas in the ambient air by warning alarms or in any other way **Do Not Panic**.
- 2. Hold your breath donning the nearest Self Contained Breathing Apparatus and rapidly move up or across-wind away from the areas where H<sub>2</sub>S sensing devices are in place, to the closest available safe briefing area. Continue to use breathing apparatus until it has been determined that the exposure of H<sub>2</sub>S gas in the ambient air no longer exists. **Do Not Panic**!
- 3. Utilize the "Buddy System", i.e.; select and pair up each person participating in the drilling of an H<sub>2</sub>S well prior to an emergency situation.
- 4. Help anyone who is overcome or affected by the H<sub>2</sub>S gas by taking him/her up-wind out of the contaminated area. (This should be done utilizing an SCBA and with a buddy.)
- 5. Take necessary steps to confirm the release of the  $H_2S$  gas into the ambient air.
  - When an H2S alarm activates, two designated personnel using the buddy system, while wearing their self contained breathing apparatus, will determine by the read-out on the fixed monitor which sensing device has detected the release of the H<sub>2</sub>S gas.
  - They will utilize the hand-held sniffer type device at the particular sensing point disclosed on the fixed monitor to corroborate the fact that H<sub>2</sub>S gas has actually been released. This will rule out the possibility of a false alarm. This will be done with a buddy and under mask after reporting to the Safe Briefing Area for roll call and instructions by on-site MRC Foreman.
- 6. Refer to the Emergency Phone Numbers and call emergency personnel.
- 7. Take the necessary steps to suppress the release of  $H_2S$  gas into the ambient air. Comply with the MRC Energy Co. Representative to physically suppress the release of  $H_2S$  gas at the actual release point.

8. Check all of MRC Energy Co.'s monitoring devices and increase gasmonitoring activities with the portable hand-operated H<sub>2</sub>S and gas detector units.

#### **Do Not Panic!**

The MRC Energy Co. representative will assess the situation and with assistance of the Contractor's Representative and Total Safety's  $H_2S$  Safety Technician or on site designee, will assign duties to each person to bring the situation under control.

#### B. RESPONSIBILITIES OF WELL-SITE PERSONNEL

In the event of a release of potentially hazardous amounts of H<sub>2</sub>S, all personnel will immediately don their protective breathing apparatus, the well will be shut in and personnel will proceed upwind to the nearest designated safe briefing area for roll call and instructions by MRC Foreman. Consideration will be given to evacuating Out of Scope Personnel, as situation warrants.

#### 1. MRC ENERGY CO.'S Well-site Representatives

- a. If MRC Energy Co.'s well-site representative is incapacitated or not on location, this responsibility will fall to the Toolpusher/Driller.
- b. Immediately upon assessing the situation, set this plan into Action by initiating the proper procedures to contain the gas and notify the appropriate people and agencies.
- c. Ensure that the alarm area indicated by the fixed H<sub>2</sub>S Monitor is checked and verified with a portable H<sub>2</sub>S detector. (Safety Technician if on location or MRC assigned designee with a buddy utilizing SCBA's)
- d. Consult Pusher/driller of remedial actions as needed.
- e. Ensure that non-essential personnel proceed to the safe briefing area.
- f. Ensure location entrance barricades are positioned. Keep the number of persons on location to a minimum during hazardous operations.

- g. Consult each contractor, Service Company and all others allowed to enter the site, that H2S gas may be encountered and the potential hazards that may exist.
- h. Authorize the evacuation of local residents if H<sub>2</sub>S threatens Their safety.
  - i. Non essential personnel should be evacuated from location if Situation warrants.

#### 2. Toolpusher

- a. Toolpusher/Driller will assume responsibilities of MRC Energy Co.'s well-site representative if that person is incapacitated or not on location.
- Ensure that the alarm area indicated by the fixed H<sub>2</sub>S monitor is checked and verified with a portable H<sub>2</sub>S gas detector. (Alarm area indicated by the monitor will be Checked by the H2S Technician and a buddy, under mask.) This will be done after checking in and roll call at the Upwind Safe Briefing Area.
- c. Confer with MRC Energy Co.'s well-site representative or superintendent and direct remedial action to suppress the H<sub>2</sub>S and control the well.
- d. Ensure that personnel at the safe briefing area are instructed on emergency actions required.
- e. Ensure that personnel at the drill floor area are instructed on emergency actions required.
- f. Ensure that all personnel observe the appropriate safety and emergency procedures.
- g. Ensure that all persons are accounted for and provided emergency assistance as necessary.

#### 3. Mud Engineer

- a. Run a sulfide check on the flowline mud.
- b. Take steps to determine the source of the  $H_2S$  and suppress it. Lime and  $H_2S$  scavenger shall be added to the mud as necessary.

#### 4. Total H<sub>2</sub>S Safety Technician, if on location, or MRC Designee

- a. H2S Safety Technician or designee don nearest SCBA and report to Safe Briefing Area for roll call, take a buddy masked up and check monitor and verify with a portable H<sub>2</sub>S detector the alarm area indicated by the fixed H<sub>2</sub>S monitor. Advise the Toolpusher/Driller and MRC Energy Co.'s well-site representative of findings. Record all findings.
- b. If H<sub>2</sub>S is flared, check for sulfur dioxide (SO<sub>2</sub>) near the flare as necessary. Take hourly readings at different perimeters, log readings and record on location.
- c. Ensure that personnel at the safe briefing area are instructed on emergency actions required.
- d. Ensure that the appropriate warning flags are displayed.
- e. Ensure that all personnel are in S.C.B.A. as necessary.
- f. Ensure that all persons are accounted for and provide emergency assistance as necessary.
- g. Be prepared to evacuate rig if order is issued.

#### 5. General Personnel & Visitors

a. All In Scope Personnel, if not specifically designated to shut the well in or control the well, shall proceed to the (upwind) safe briefing area. All Out of Scope Personnel shall immediately proceed to the appropriate (upwind) safe briefing area or evacuate the site as conditions warrant.

- b. During any emergency, use the "buddy" system to prevent anyone from entering or being left in a gas area alone, even wearing breathing apparatus.
- c. Provide assistance to anyone who may be injured or overcome by toxic gases. Personnel shall ensure that their breathing apparatus is properly fitted and operational before entering a potentially H<sub>2</sub>S contaminated area.
- d. Remain in safe briefing area and wait for instructions.

#### C. INSTRUCTIONS FOR IGNITING THE WELL

1. The Toolpusher/Driller will confer with MRC Energy Co.'s wellsite representative who will secure the approval of the "Texas Wells Delivery Manager, prior to igniting the well, if at all possible.

> The Toolpusher/Driller will be responsible for igniting the well in the event of severe well control problems. This decision should be made only as a last resort in situations where it is clear that:

- a. Human life and property are endangered, or
- b. There is no hope of controlling the well under current conditions.
- 2. Once the decision has been made, the following procedures should be followed:
  - a. Two people wearing self-contained breathing apparatus will be needed for the actual lighting of the well. They must first establish the flammable perimeter by using an explosimeter. This should be established at 30% to 40% of the lower flammable limits.
  - b. After the flammable perimeter has been established and everyone removed from the area, the ignition team should select a site upwind of the well from which to ignite the well. This site should offer the maximum protection and have a clear path for retreat from the area.

- c. The ignition team should have safety belts and lifeline attached and manned before attempting ignition. If the leak is not ignited on the first attempt, move in 20 to 30 feet and fire again. Continue to monitor with the explosimeter and NEVER fire from an area with over 75% of the Lower Explosive Limit (LEL). If having trouble igniting the well, try firing 40 degrees to 90 degrees on either side of the well.
- d. If ignition is not possible due to the makeup of the gas, the toxic perimeter must be established and evacuation continued until the well is contained.
- e. All personnel must act only as directed by the person in charge of the operations.

NOTE: After the well is ignited, burning hydrogen sulfide  $(H_2S)$  will convert to sulfur dioxide  $(SO_2)$ , which is also a highly toxic gas.

#### DO NOT ASSUME THE AREA IS SAFE AFTER THE WELL IS IGNITED

#### D. CORING PROCEDURES

Only essential personnel shall be on the rig floor. Ten (10) stands prior to retrieving core barrel; all personnel on drill floor and in derrick shall confirm self-Contained breathing apparatus available and ready for use.

A Total H2S Technician will don a SCBA with a buddy assigned from the rig crew, and continuously monitor for H2S at each connection. Any levels detected will require operations to be shut down and all involved personnel to don SCBAs. Precautions will remain in place until barrel is laid down.

All involved personnel will don SCBAs when removing the inner barrel from the outer barrel. SCBAs can be removed once the absence of H2S in confirmed by the Total H2S Technician.

Cores will be appropriately marked and sealed for transportation.

#### **Normal Operations**

#### 1. Responsibilities of well-site personnel a. Well-site Representative

- Notify H<sub>2</sub>S Technician of expected date to reach Contingency Plan implementation depth (Two (2) days prior to reaching suspected H<sub>2</sub>S bearing zone) or prior to starting well work.
- 2. Ensure H<sub>2</sub>S Safety Technician completes rig-up procedures prior to reaching Contingency Plan effective depth.
- 3. Restrict the number of personnel at the drilling rig or well site to a minimum while drilling, starting well work, testing or coring.
- 4. Ensure weekly H<sub>2</sub>S drills/training are performed, if possible.

#### B. Toolpusher

- 1. Ensure that necessary H<sub>2</sub>S safety equipment is provided on the rig, and that it is properly inspected and maintained.
- 2. Ensure that all personnel that work in the well area, are thoroughly trained in the use of  $H_2S$  safety equipment and periodic drills are held to maintain an adequate level of proficiency.

#### C. In Scope Personnel

- 1. Remain clean-shaven. Beards and long sideburns do not allow a proper facepiece seal.
- 2. Receive H<sub>2</sub>S safety training on location, or confirm prior training by certification that is one year within date.
- 3. Familiarize yourself with the rig's Contingency Plan.
- 4. Inspect and practice putting on your breathing apparatus.

- 5. Know the location of the "safe briefing areas".
- 6. Keep yourself "wind conscious". Be prepared to quickly move upwind and away in the event of any emergency involving release of H<sub>2</sub>S.

#### D. Total Safety H<sub>2</sub>S Safety Technician or MRC Designee

- 1. Conduct training as necessary to ensure all personnel working in well area are familiar with the contingency procedures and the operation of emergency equipment.
- 2. Check all H<sub>2</sub>S safety equipment to ensure that it is ready for emergency use:
  - Check pressure weekly for each shift on breathing apparatus (both 30-minute and hippacks) to make sure they are charged to full volume.
  - Check pressure on cascade air bottles, if on location, to see that they are capable of recharging breathing apparatus.
  - Check oxygen resuscitator, if on location, to ensure that it is charged to full volume.
  - Check H<sub>2</sub>S detectors weekly for each shift (fixed and portable), and explosimeter, to ensure they are working properly.
- 3. Provide a weekly report to MRC Energy Co.'s wellsite representative documenting:
  - Calibrations performed on H<sub>2</sub>S detectors.
  - Proper location and working order of H<sub>2</sub>S safety equipment.
  - Attendance of all personnel, trained or retrained, and their company.
  - Weekly drills, if held and a list of personnel participating and summary of actions.

#### **OUT OF SCOPE PERSONNEL**

MRC Energy Co. policy will not require Out of Scope Personnel to be clean shaven, have processed medical questionnaires, fit testing, or have certified H2S Training.

#### SAFETY EQUIPMENT

# All respirators will be designed, selected, used and maintained in conformance with ANSI Z88.2, American National Standard for respiratory protection.

Personal protective equipment must be provided and used. Those who are expected to use respiratory equipment in case of an emergency will be carefully instructed in the proper use and told why the equipment is being used. Careful attention will be given to the minute details in order to avoid possible misuse of the equipment during periods of extreme stress.

Self-contained breathing apparatus provides complete respiratory and eye protection in any concentration of toxic gases and under any condition of oxygen deficiency. The wearer is independent of the surrounding atmosphere because he/she is breathing with a system admitting no outside air. It consists of a full face mask, breathing tube, pressure demand regulator, air supply cylinder, and harness. Pure breathing air from the supply cylinder flows to the mask automatically through the pressure demand regulator which reduces the pressure to a breathing level. Upon inhalation, air flows into the mask at a rate precisely regulated to the user's demand. Upon exhalation, the flow to the mask stops and the exhaled breath passes through a valve in the face piece to the surrounding atmosphere. The apparatus includes an alarm & gauge which warns the wearer to leave the contaminated area for a new cylinder of air or cylinder refill.

The derrickman is provided with a full face piece unit attached to a 5– minute escape cylinder. He will also have his own self-contained 30-minute unit breathing apparatus located on the drilling floor. He will use the 5-minute unit to exit the derrick to the floor, donning the 30-minute unit located on the floor, if needed.

All respiratory protective equipment, when not in use, should be stored in a clean, cool, dry place, and out of direct sunlight to retard the deterioration of rubber parts. After each use, the mask assembly will be scrubbed with soap and water, rinsed thoroughly, and dried. Air cylinders can be recharged to a full condition from a cascade system.

Personnel in each crew will be trained in the proper techniques of bottle filling.

The primary piece of equipment to be utilized, should anyone be overcome by hydrogen sulfide, is the oxygen resuscitator, if on location.

When asphyxiation occurs, the victim must be moved to fresh air and immediately given artificial respiration. In order to assure readiness, the bottles of oxygen will be checked at regular intervals and an extra tank kept on hand.

Hand-operated pump-type detectors incorporating detector tubes will give more accurate readings of hydrogen sulfide. The pump-type draws air to be tested through the detector tube containing lead acetate-silica gel granules. Presence of hydrogen sulfide in the air sample is shown by the development of a dark brown stain on the granules, which is the

scale reading of the concentration of hydrogen sulfide. By changing the type of detector tube used, this detector may also be used for sulfur dioxide  $(SO_2)$  detection when hydrogen sulfide  $(H_2S)$  is being burned in the flare area.

Provisions must be made for the storage of all safety equipment as is evident from the foregoing discussion. All equipment must be stored in an available location so that anyone engaged in normal work situations is no more than "one breath away" from a mask.

#### V – TOXICITY OF VARIOUS GASES

| Lethal                                 | Chemical        | Specific             |                         |                    |
|--|-----------------|----------------------|-------------------------|--------------------|
| Common Name<br>ppm⁴                    | Formula         | Gravity <sup>1</sup> | PEL (OSHA) <sup>2</sup> | STEL <sup>3</sup>  |
| Hydrogen Cyanide<br>300                | HCN             | 0.94                 | 10                      | 150                |
| Hydrogen Sulfide                       | $H_2S$          | 1.18                 | 20 Pea                  | ak- 50ppm          |
| 600<br>Note: The ACGIH(7) re<br>15ppm. | commends a TW   | A(6) value of 10     | ppm as the TLV(5) for   | H2S and an STEL of |
| Sulfur Dioxide                         | SO <sub>2</sub> | 2.21                 | 2                       | 5 ppm              |
| Chlorine                               | CL <sub>2</sub> | 2.45                 | 1                       |                    |
| Carbon Monoxide<br>1000                | CO              | 0.97                 | 35                      | 200/1 Hour         |
| Carbon Dioxide<br>10%                  | CO <sub>2</sub> | 1.52                 | 5000                    | 5%                 |
| Methane                                | $CH_4$          | 0.55                 | 90000                   |                    |

<sup>1</sup> Air = 1.0

<sup>2</sup> Permissible - Concentration at which is believed that all workers may repeatedly be exposed, day after day, without adverse effect.

<sup>3</sup> **STEL -** Short Term Exposure Limit. A 15-minute time weighted average.

<sup>4</sup> Lethal - Concentration that will cause death with short-term exposure.

**TLV** – Threshold Limit Value; a concentration recommended by the American Conference of Governmental Industrial Hygienists (ACGIH)

**TWA** – Time Weighted Average; the average concentration of contaminant one can be exposed to over a given eight-hour period.

**ACGIH** – (American Conference of Governmental Industrial Hygienists) is an organization comprised of Occupational Health Professionals believed by many to be the top experts in the field of Industrial Hygiene. They are recognized as an expert rexource by OSHA. The ACGIH releases a biannual publication "Threshold Limit Values and Biological Indices" that many safety professionals consider to be the authoritative document on airborne contaminants.

Reference: API RP-49, September 1974 - Reissued August 1978

## VI. PROPERTIES OF GASES

## A. <u>CARBON DIOXIDE</u>

1. Carbon Dioxide (CO<sub>2</sub>) is usually considered inert and is commonly used to extinguish fires. It is 1.52 times heavier than air and will concentrate in low areas of still air. Humans cannot breathe air containing more than 10% CO<sub>2</sub> without losing conscience or becoming disorientation in a few minutes. Continued exposure to CO<sub>2</sub> after being affected will cause convulsions, coma, and respiratory failure.

2. The threshold limit of  $CO_2$  is 5000 ppm. Short-term exposure to 50,000 ppm (5%) is reasonable. This gas is colorless, odorless, and can be tolerated in relatively high concentrations.

## B. <u>HYDROGEN SULFIDE</u>

1. Hydrogen Sulfide  $(H_2S)$  is a colorless, transparent, flammable gas. It is heavier than air and, hence, may accumulate in low places.

2. Although the slightest presence of H<sub>2</sub>S in the air is normally detectable by its characteristic "rotten egg" odor, it is dangerous to rely on the odor as a means of detecting excessive concentrations because the sense of smell is rapidly lost, allowing lethal concentrations to be accumulated without warning. The following table indicates the poisonous nature of H<sub>2</sub>S.

| CONCENTRATION      |      | RATION      | EFFECTS   |  |
|--------------------|------|-------------|---|--|
| % H <sub>2</sub> S | PPM  | GR/100 SCF1 |   |  |
| 0.001              | 10   | .65         | Safe for 8 hours without respirator. Obvious and unpleasant odor.                 |  |
| 0.0015             | 15   | 0.975       | Safe for 15 minutes of exposure without respirator.                               |  |
| 0.01               | 100  | 6.48        | Kills smell in 3-15 minutes; may sting eyes and throat.                           |  |
| 0.02               | 200  | 12.96       | Kills smell quickly; stings eyes and throat.                                      |  |
| 0.05               | 500  | 32.96       | Dizziness; breathing ceases in a few minutes; need prompt artificial respiration. |  |
| 0.07               | 700  | 45.92       | Rapid Unconsciousness; death will result if not rescued promptly.                 |  |
| 0.1                | 1000 | 64.80       | Instant unconsciousness, followed by death within minutes.                        |  |

<sup>1</sup> Grains per 100 Cubic Feet

## VII. Treatment Procedures for Hydrogen Sulfide Poisoning

- A. Remove the victim to fresh air.
- B. If breathing has ceased or is labored, begin resuscitation immediately.
  Note: This is the quickest and preferred method of clearing victim's lungs of contaminated air; however, under disaster conditions, it may not be practical to move the victim to fresh air. In such instances, where those rendering first aid must continue to wear masks, a resuscitator should be used.
- C. Apply resuscitator to help purge H<sub>2</sub>S from the blood stream.
- D. Keep the victim at rest and prevent chilling.
- E. Get victim under physician's care as soon as possible.

## C. <u>SULPHUR DIOXIDE</u>

- 1. Sulfur Dioxide (SO<sub>2</sub>) is a colorless, non-flammable, transparent gas.
- 2. SO<sub>2</sub> is produced during the burning of H<sub>2</sub>S. Although SO<sub>2</sub> is heavier than air, it can be picked up by a breeze and carried downwind at elevated temperatures. Since SO<sub>2</sub> is extremely irritating to the eyes and mucous membranes of the upper respiratory tract, it has exceptionally good warning powers in this respect. The following table indicates the toxic nature of SO<sub>2</sub>:

| CONCENTRATION     |        | EFFECTS   |
|-------------------|--------|---|
| % SO <sub>2</sub> | PPM    |   |
| 0.0005            | 3 to 5 | Pungent odor, normally a person can detect $SO_2$ in this range.                      |
| 0.0012            | 12     | Throat irritation, coughing, constriction of the chest, tearing and smarting of eyes. |
| 0.015             | 150    | So irritating that it can only be endured for a few minutes.                          |
| .05               | 500    | Causes a sense of suffocation, event with the first breath.                           |

# VIII. BREATHING AIR EQUIPMENT DRILLS FOR ON & OFF DUTY PERSONNEL

An H<sub>2</sub>S Drill and Training Session must be given once a week to ALL on-duty personnel with off duty personnel. On-duty and Off-duty personnel will reverse roles on alternate drills.

An H2S drill and training session must be given once a week to all off-duty personnel in coincidence with on-duty personnel reversing roles on alternate drills.

The purpose of this drill is to instruct the crews in the operation and use of breathing air and H<sub>2</sub>S related emergency equipment and to allow the personnel to become acquainted with using the equipment under working conditions. The crews should be trained to put on the breathing air equipment within one minute when required or requested to do so.

The following procedure should be used for weekly drills. The MRC supervisor must be satisfied that the crews are proficient with the equipment.

- 1. All personnel should be informed that a drill will be held.
- 2. The Total H2S Safety Technician or a designee assigned by the MRC Drilling Foreman should initiate the drill by signaling as he/she would if H2S was detected.
- 3. Personnel should don their breathing apparatus.
- 4. Once the breathing air equipment is on, the H2S Technician should check all personnel to insure proper operation.

A training and information session will be conducted after each drill to answer any H<sub>2</sub>S related questions and to cover any gaps identified from one of the following topics:

- Condition II, and III alerts and steps to be taken by all personnel.
- The importance of wind direction when dealing with  $H_2S$ .
- Proper use and storage of all types of breathing equipment.
- Proper use and storage of oxygen resuscitators.
- Proper use and storage of H<sub>2</sub>S detectors (Mini Checks or equivalent).
- The "buddy system" and the procedure for rescuing a person overcome by  $H_2S$ .
- · Responsibilities and duties.
- · Location of H<sub>2</sub>S safety equipment.
- Other parts of the "H<sub>2</sub>S Contingency Plan" that should be reviewed.

NOTE: A record of attendance must be kept for weekly drills and training sessions.

# IX. HYDROGEN SULFIDE TRAINING CURRICULUM

(FOR EMPLOYERS, VISITORS, AND CONTRACTORS) EACH PERSON WILL BE INFORMED ON THE RESTRICTIONS OF HAVING BEARDS AND CONTACT LENS. THEY WILL ALSO BE INFORMED OF THE AVAILABILITY OF SPECTACLE KITS.

AFTER THE H2S EQUIPMENT IS RIGGED UP, ALL IN SCOPE PERSONNEL WILL BE H2S TRAINED AND PUT THROUGH A DRILL. ANY DEFICIENCIES WILL BE CORRECTED.

Training Completion cards are good for one year and will indicate date of completion or expiration. Personnel previously trained on another facility and visiting, must attend a "supplemental briefing" on H2S equipment and procedures before beginning duty. Visitors who remain on the location more than 24 hours must receive full H2S training given all crew members. A "supplemental briefing" will include but not be limited to: Location of respirators, familiarization with safe briefing areas, alarms with instruction on responsibilities in the event of a release and hazards of H2S and (SO2, if applicable). A training and drill log will be kept.

Topics for full H2S training shall include the following equipment if on location, but not be limited to the following:

#### 1. Brief Introduction on H2S

- A. Slide or Computer presentation (If Available)
- B. H2S material will be distributed
- C. Re-emphasize the properties, toxicity, and hazards of H2S
- D. Source of SO2 (if applicable)

## 2. H2S Detection

- A. Description of H2S sensors
- B. Description of warning system (how it works & it's location)
- C. Actual location of H2S sensors
- D. Instruction on use of pump type detector (Gastec)
- E. Use of card detectors, ampoules, or dosimeters
- F. Use of combustible gas detector
- G. Other personnel detectors used
- H. Alarm conditions I & II,
- I. SO2 alarms (if applicable)

## 3. H2S Protection

- A. Types of breathing apparatus provided (30-minute SCBA & 5-minute SCBA (with voice diaphragms for communication if supplied)
- B. Principle of how breathing apparatus works
- C. Demonstration on how to use breathing apparatus
- D. Location of breathing apparatus

## 4. Cascade System

- A. Description of cascade system
- B. How system works
- C. Cascade location of rig with reference to briefing areas
- D. How to use cascade system (with 5-minute hose work line units & refill, if supplied)
- E. Importance of wind direction and actual location of Windsocks
- F. Purpose of compressor/function (if one is on site)

## 5. H2S Rescue and First Aid

- A. Importance of wind direction
- B. Safe briefing area
- C. Buddy system
- D. H2S symptoms
- E. Methods of rescue

#### 6. Hands on Training

- A. Donning/familiarization of SCBA 30-minue unit
- B. Donning/familiarization of SKADA 5- MIN. Packs
- C. Familiarization of cascades
- D. Use of O2 resuscitator
- E. Alarm conditions upwind briefing areas, etc...
- F. Duties and responsibilities of all personnel
- G. Procedures for evacuation
- H. Search and Rescue teams

## 7. Certification

A. Testing on material covered

# TOTAL SAFETY US INC., FIT TEST

## X. EMPLOYEE INFORMATION

| Employee Name:   |                 |               | Date:                            |             |
|--|-----------------|---------------|----------------------------------|-------------|
| Date of Employee Medical   | Evaluation:     |               |                                  |             |
| Medical Status (circle):<br>Authorized                                     | Unrestricted    | Limitations   | s on Use                         | Use Not     |
| RESPIRATOR INFORMATIO  | DIN             |               |                                  |             |
| Respirator Type (Dustmasl  | <, SCBA, etc):  |               |                                  |             |
| Brand:   |                 |               |                                  |             |
| Size: (circle): XS   | S               | М             | L                                | XL          |
| FIT TEST INFORMATION   |                 |               |                                  |             |
| Type of Fit Test Performed   | :               |               |                                  |             |
| <u>Quantitative</u><br>Porta Count<br>Fittester 3000                       | )               |               | Fit Factor:<br>Fit Factor:       |             |
| Qualitative  |                 |               |                                  |             |
| Irritant Smok  |                 |               | Passed / Faile                   |             |
| Isoamyl Acet<br>Saccharin  | ate (Banana Oil | /             | Passed / Faile<br>Passed / Faile |             |
| Bitrex   |                 |               | Passed / Faile                   |             |
| I hereby certify that this fittest was<br>Protocols found in Appendix A of |                 | accordance wi | th the OSHA I                    | Fit Testing |
| Fit Tester Name (Print):   |                 |               |                                  |             |
| Signature:   |                 |               | Date:                            |             |

#### XI. H<sub>2</sub>S SAFETY SERVICES

HYDROGEN SULFIDE SAFETY PACKAGE – Contained on location in Total Safety H2S Equipment Trailer, unless otherwise noted:

#### **RESPIRATORY SAFETY SYSTEMS**

#### QTY DESCRIPTION

- 30-Minute Pressure Demand SCBA
   (4-Primary Safe Briefing Area, 4-Secondary Safe Briefing Area, 4-floor with one of these for derrick man)
- 9 Hose Line 5-minute Work Unit w/Escape Cylinder (1 in derrick, 6 on drill floor, 1 in mud pit wt area, 1 in shaker area)

The following shall be part of the package if requested by the MRC Foremen (at least one trailer with cascade system is required to be located in the MRC Magnolia asset for use as needed)

- 1 Breathing air cascade of 10 bottles w/regulator
- 2 Refill lines to refill 30-minute units on location
- 1 6-Man manifold that can be rigged up to work area on floor, if needed
- 6 25 foot hose lines
- 2 50 foot hose lines
- 100 Feet of hose line to rig cascade up to 12 man manifold on floor
- 12 30-minute Self Contained Breathing apparatus

#### DETECTION AND ALARM SAFETY SYSTEM

- 1 H2S Fixed Monitor w/8Channels (Loc determined at rig up) suggested.
- (Mud pit area, shaker area, bell nipple area, floor/driller area, & outside quarters)
- 5 H2S Sensors
- 3 Explosion Proof Alarms (Light and Siren)
- (1 on floor, 1 in work area, 1 in trailer area where quarters are located)
- 2 Personal H2S monitors
- 1 Portable Tri-Gas Hand Held Meter (O2, LEL, H2S)
- 1 Sensidyne/Gastech Manual Pump Type Detector
- 8 Boxes H2S Tubes Various Ranges
- 2 Boxes SO2 Tubes Various Ranges
- 1 Calibration Gas
- 1 Set Paper Work for Records: Training, Cal, Inspection, other

#### ADDITIONAL SAFETY RELATED EQUIPMENT

#### QTY DESCRIPTION

- 2 Windsocks with Pole and Bracket
- 1 Set Well Condition Sign w/Green, Yellow, Red Flags
- 1 Primary Safe Briefing Area Sign
- 1 Secondary Safe Briefing Area Sign
- 6 Operating Condition Signs for Work Areas & Living Quarters

#### TRAILER WITH BREATHING AIR CASCADE WILL ALSO INCLUDE THE FOLLOWING:

This equipment will be part of the H2S equipment stored in the trailer, when on location

- 1 First aid kit
- 1 Fire Blanket
- 1 Eye wash station
- 2 Safety Harness w/150' safety line

#### XII. EMERGENCY PHONE NUMBERS (Updated March 18, 2009)

#### **EMERGENCY PHONE NUMBERS**

MRC Energy Co. Emergency Phone # MRC Energy Co. Permian Operations Phone------**MRC Energy Co. Production** 113 Daw Rd Mansfield LA 71052

| Title                     | Names | Phone | Cell |
|---------------------------|-------|-------|------|
| <b>Operations Manager</b> |       |       |      |
| Operation Supt.           |       |       |      |
| Operations                |       |       |      |
| Supervisor                |       |       |      |
| Operations                |       |       |      |
| Supervisor                |       |       |      |
| Office Supervisor         |       |       |      |
| HSE                       |       |       |      |
| Scheduler Planner         |       |       |      |

#### Hydrogen Sulfide Safety Consultants

| Total Safety W. Bender | 575-392-2973 | After Hours 24 Hour Call |  |  |  |
|------------------------|--------------|--------------------------|--|--|--|
| Blvd. Hobbs, NM        |              | Center Through Office    |  |  |  |
|                        |              | Number                   |  |  |  |
| Tommy Throckmorton     | 575-392-2973 | 940-268-9614             |  |  |  |
| Operations Manager     |              |                          |  |  |  |
| Rodney Jourdan Sales   | 575-392-2973 | 432-349-3928             |  |  |  |
| Contact                |              |                          |  |  |  |

# MRC Energy Co. MEDICAL RESPONSE PLAN AND IT'S MEDICAL PROTOCOLS WILL BE FOLLOWED

# MEDICAL COORDINATOR # -----

#### Emergency Numbers & Directions

## Hospitals (911)

| Artesia General Hospital      |                   |              |
|-------------------------------|-------------------|--------------|
| 702 N. 13 <sup>th</sup> St.   | Main Phone Number | 575-748-3333 |
| Artesia, NM 88210             |                   |              |
| Nor-Lea General Hospital      |                   |              |
| 1600 N. Main Ave.             | Main Phone Number | 575-396-6611 |
| Lovington, NM 88260           |                   |              |
| Lea Regional Medical          |                   |              |
| Center                        | Main Phone Number | 575-492-5260 |
| 5419 N. Lovington Hwy         |                   |              |
| Hobbs, NM 88240               |                   |              |
| Carlsbad General Hospital     |                   |              |
| 2430 W. Pierce St.            | Main Phone Number | 575-887-4100 |
| Carlsbad, NM                  |                   |              |
| Lovelace Regional Hospital    |                   |              |
| 117 E. 19 <sup>th</sup> St    | Main Phone Number | 575-627-7000 |
| Roswell, NM 88201             |                   |              |
| Winkler Co. Memorial          |                   |              |
| Hospital                      | Main Phone Number | 432-586-8299 |
| 821 Jeffee Dr.                |                   |              |
| Kermit, Texas 79745           |                   |              |
| <b>Reeves County Hospital</b> |                   |              |
| 2323 Texas St.                | Main Phone Number | 432-447-3551 |
| Pecos, Texas 79772            |                   |              |

| State Police (911) | State | Police | (911) |
|--------------------|-------|--------|-------|
|--------------------|-------|--------|-------|

| Texas DPS Loving co.       | Office Number | 422 277 2411 |
|----------------------------|---------------|--------------|
| 225 N.Pecos                | Office Number | 432-377-2411 |
| Mentone, Texas 79754       |               |              |
| Texas DPS Winkler Co.      |               |              |
| 100 E Winkler              | Office Number | 432-586-3465 |
| Kermit, Texas 79745        |               |              |
| <b>Texas DPS Pecos Co.</b> |               |              |
| 148 N I-20 Frontage RD     | Office Number | 432-447-3532 |
| Pecos, Texas 79772         |               |              |
| New Mexico State Police    |               |              |
| 3300 W. Main St            | Office Number | 575-748-9718 |
| Artesia, NM                |               |              |
| New Mexico State Police    |               |              |
| 304 N. Canyon St           | Office Number | 575-885-3137 |
| Carlsbad, NM 88220         |               |              |
| New Mexico State Police    |               |              |
| 5100 Jack Gomez Blvd.      | Office Number | 575-392-5588 |
| Hobbs, NM 88240            |               |              |

## Local Law Enforcement (911) (Sheriff)

| <b>Reeves Co. Sheriff</b> |               |              |
|---------------------------|---------------|--------------|
| 500 N. Oak ST             | Office Number | 432-445-4901 |
| Pecos, Texas 79722        |               |              |
| Winkler Co. Sheriff       |               |              |
| 1300 Bellaire St.         | Office Number | 432-586-3461 |
| Kermit, Texas 79745       |               |              |
| Loving Co. Sheriff        |               |              |
| Courthouse                | Office Number | 432-377-2411 |
| Mentone, Texas            |               |              |
| Lea Co. Sheriff           |               |              |
| 1417 S. Commercial St.    | Office Number |              |
| Lovington, NM 88260       |               |              |
| Eddy Co. Sheriff          |               |              |
| 305 N 7th St.             | Office Number | 575-766-9888 |
| Artesia, NM 88210         |               |              |
| Eddy Co. Sheriff          |               |              |
| 305 N 7th St.             | Office Number | 575-746-9888 |
| Carlsbad, NM 88220        |               |              |

# Federal & State Agencies

| OSHA Lubbock Area<br>Office<br>1205 Texas Av. Room 806<br>Lubbock, Texas 79401  | Main Number  | 806-472-7681 EXT 7685 |
|---|--------------|-----------------------|
| New Mexico Environment<br>Department<br>400 N Pennsylvania<br>Roswell, NM 88201 | Joe Fresquez | 575-623-3935          |
| Texas Railroad<br>Commission<br>Midland, Texas                                  | Main Number  | 844-773-0305          |
| BLM Carlsbad, NM Field<br>Office<br>620 E. Green ST<br>Carlsbad, NM 88220       | Main Number  | 575-234-5972          |
| BLM Hobbs Field Station<br>414 W. Taylor Rd.<br>Hobbs, NM 88240                 | Main Number  | 575-393-3612          |
| BLM Roswell District<br>Office<br>2909 W. Second St.<br>Roswell, NM 88201       | Main Number  | 575-627-0272          |
| TECQ Texas Commission<br>on Environmental Quality                               | Main Number  | 800-832-8224          |
| New Mexico OCD  |              |                       |
| U.S. Environmental<br>Protection Agency Region<br>6<br>Texas/New Mexico         | Main Number  | 214-655-2222          |
| National Response Center<br>Toxic Chemicals & Oil<br>Spills                     | Main Number  | 800-424-8802          |
|   |              |                       |

## **Rig Company**

#### XIII. EVACUATION OF THE GENERAL PUBLIC

The procedure to be used in alerting nearby persons in the event of any occurrence that could pose a threat to life or property will be arranged and completed with public officials in detail, prior to drilling into the hydrogen sulfide formations.

In the event of an actual emergency, the following steps will be immediately taken:

- 1. The MRC Energy Co.'s representative will dispatch sufficient personnel to immediately warn each resident and transients down-wind within radius of exposure from the well site. Then warn all residence in the radius of exposure. Additional evacuation zones may be necessary as the situation warrants.
- 2. The MRC Energy Co.'s representative will immediately notify proper authorities, including the Sheriff's Office, Highway Patrol, and any other public officials as described above and will enlist their assistance in warning residents and transients in the calculated radius of exposure.
- 3. The MRC Energy Co.'s representative will dispatch sufficient personnel to divert traffic in the vicinity away from the potentially dangerous area. A guard to the entrance of the well site will be posted to monitor essential and non essential traffic.
- 4. General:
  - A. The area included within the radius of exposure is considered to be the zone of maximum potential hazard from a hydrogen sulfide gas escape. Immediate evacuation of public areas, in accordance with the provisions of this contingency plan, is imperative. When it is determined that conditions exist which create an additional area (beyond the initial zone of maximum potential hazard) vulnerable to possible hazard, public areas in the additional hazardous area will be evacuated in accordance with the contingency plan.
  - B. In the event of a disaster, after the public areas have been evacuated and traffic stopped, it is expected that local civil authorities will have arrived and within a few hours will have assumed direction of and control of the public, including all public areas. MRC Energy Co. will cooperate with these authorities to the fullest extent and will exert every effort by careful advice to such authorities to prevent panic or rumors.
  - C. MRC Energy Co. will dispatch appropriate management personnel at the disaster site as soon as possible. The company's personnel

will cooperate with and provide such information to civil authorities as they might require.

D. One of the products of the combustion of hydrogen sulfide is sulfur dioxide (SO<sub>2</sub>). Under certain conditions this gas may be equally as dangerous as H<sub>2</sub>S. A pump type detector device, which determines the percent of SO<sub>2</sub> in air through concentrations in ppm, will be available. Although normal air movement is sufficient to dissipate this material to safe levels, the SO<sub>2</sub> detector should be utilized to check concentrations in the proximity of the well once every hour, or as necessary and the situation warrants. Also, if any low areas are suspected of having high concentrations, personnel should be made aware of these areas, and steps should be taken to determine whether or not these low areas are hazardous.

## Exhibit E-6: H2S Contingency Plan Emergency Contacts Matador Resources Company

| Company Office                         |                                    |              |                 |
|--|------------------------------------|--------------|-----------------|
| Matador Resources Company              | (972)-371-5200                     |              |                 |
| Key Personnel                          |                                    |              |                 |
| Name                                   | Title                              | Office       | Mobile          |
| Billy Goodwin                          | Vice President Drilling            | 972-371-5210 | 817-522-2928    |
| Gary Martin                            | Drilling Superintendent            |              | 601-669-1774    |
| Dee Smith                              | Drilling Superintendent            | 972-371-5447 | 972-822-1010    |
| Blake Hermes                           | Drilling Engineer                  | 972-371-5485 | 713-876-8558    |
|  | Construction Superintendent        |              |                 |
|  | <b>Construction Superintendent</b> |              |                 |
| <u>Artesia</u>                         |                                    |              |                 |
| Ambulance                              |                                    | 911          |                 |
| State Police                           |                                    | 575-746-2703 |                 |
| City Police                            |                                    | 575-746-2703 |                 |
| Sheriff's Office                       |                                    | 575-746-9888 |                 |
| Fire Department                        |                                    | 575-746-2701 |                 |
| Local Emergency Planning Committe      | e                                  | 575-746-2122 |                 |
| New Mexico Oil Conservation Divisio    | n                                  | 575-748-1283 |                 |
| <u>Carlsbad</u>                        |                                    |              |                 |
| Ambulance                              |                                    | 911          |                 |
| State Police                           |                                    | 575-885-3137 |                 |
| City Police                            |                                    | 575-885-2111 |                 |
| Sheriff's Office                       |                                    | 575-887-7551 |                 |
| Fire Department                        |                                    | 575-887-3798 |                 |
| Local Emergency Planning Committee     |                                    | 575-887-6544 |                 |
| New Mexico Oil Conservation Divisio    | n                                  | 575-887-6544 |                 |
| <u>Santa Fe</u>                        |                                    |              |                 |
| New Mexico Emergency Response Co       | omission (Santa Fe)                | 505-476-9600 |                 |
| New Mexico Emergency Response Co       | omission (Santa Fe) 24 hrs         | 505-827-9126 |                 |
| New Mexico State Emergency Opera       | tions Center                       | 505-476-9635 |                 |
| National                               |                                    |              |                 |
| National Emegency Response Center      | (Washington, D.C.)                 | 800-424-8802 |                 |
| Medical                                |                                    |              |                 |
| Flight for Life- 4000 24th St.; Lubboc | k, TX                              | 806-743-9911 |                 |
| Aerocare- R3, Box 49F; Lubbock, TX     |                                    | 806-747-8923 |                 |
| Med Flight Air Amb- 2301 Yale Blvd S   |                                    | 505-842-4433 |                 |
| SB Air Med Service- 2505 Clark Carr I  | Loop S.E.; Albuquerque, NM         | 505-842-4949 |                 |
| <u>Other</u>                           |                                    |              |                 |
| Boots & Coots IWC                      |                                    | 800-256-9688 | or 281-931-8884 |
| Cudd Pressure Control                  |                                    | 432-699-0139 | or 432-563-3356 |
| Haliburton                             |                                    | 575-746-2757 |                 |
| B.J. Services                          |                                    | 575-746-3569 |                 |