HOBBS OCD HOBBS OCD OCT 3 0 2015 RECEIVE

H₂S Drilling Operations Plan

- a. All personnel will be trained in H_2S working conditions as required by Onshore Order 6 at least 500' before drilling into the Delaware Formation.
- b. Two briefing areas will be established. Each will be ≥150' from the wellhead, perpendicular from one another, and easily entered and exited. See H₂S Page 5 for more details.
- c. H₂S Safety Equipment/Systems:
 - i. Well Control Equipment
 - Flare line will be ≥150' from the wellhead and ignited by a flare gun.
 - Beware of SO₂ created by flaring.
 - Choke manifold will include a remotely operated choke.
 - Mud gas separator
 - ii. Protective Equipment for Personnel
 - Every person on site will wear a personal H_2S and SO_2 monitor at all times while on site. Monitors will not be worn on hats. Monitors will be worn on the front of the waist or chest.
 - One self-contained breathing apparatus (SCBA) 30-minute rescue pack will be at each briefing area. Two 30-minute SCBA packs will be stored in the safety trailer.
 - Four work/escape packs will be on the rig floor. Each pack will have a long enough hose to allow unimpaired work activity.
 - Four emergency escape packs will be in the doghouse for emergency evacuation.
 - Hand signals will be used when wearing protective breathing apparatus.
 - Stokes litter or stretcher
 - Two full OSHA compliant body harnesses
 - A 100 foot long x 5/8 inch OSHA compliant rope
 - One 20 pound ABC fire extinguisher
 - iii. H₂S Detection & Monitoring Equipment
 - Every person on site will wear a personal H₂S and SO₂ monitor at all times while on site. Monitors will not be worn on hats. Monitors will be worn on the front of the waist or chest.
 - A stationary detector with 3 sensors will be in the doghouse.

- Sensors will be installed on the rig floor, bell nipple, and at the end of the flow line or where drilling fluids are discharged.
- Visual alarm will be triggered at 10 ppm.
- Audible alarm will be triggered at 10 ppm.
- Calibration will occur at least every 30 days. Gas sample tubes will be kept in the safety trailer.

iv. Visual Warning System

- Color-coded H₂S condition sign will be set at the entrance to the pad.
- Color-coded condition flag will be installed to indicate current H₂S conditions.
- Two wind socks will be installed that will be visible from all sides.

v. Mud Program

- A water based mud with a pH of ≥ 10 will be maintained to control corrosion, H_2S gas returns to the surface, and minimize sulfide stress cracking and embrittlement.
- Drilling mud containing H₂S gas will be degassed at an optimum location for the rig configuration.
- This gas will be piped into the flare system.
- Enough mud additives will be on location to scavenge and/or neutralize H₂S where formation pressures are unknown.

vi. Metallurgy

- All equipment that has the potential to be exposed to H₂S will be suitable for H₂S service.
- Equipment that will meet these metallurgical standards include the drill string, casing, wellhead, BOP assembly, casing head and spool, rotating head, kill lines, choke, choke manifold and lines, valves, mud-gas separators, DST tools, test units, tubing, flanges, and other related equipment (elastomer packing and seals).

vii. Communication

- Cell phones and/or 2-way radios will be used to communicate from the well site.
- d. A remote controlled choke, mud-gas separator, and a rotating head will be installed before drilling or testing any formation expected to contain H_2S .

Company (281 847-6000) Personnel to be Notified
-----------------------	----------------------------

Mark Beach, Drilling Manager Office: (281) 674-2019 Mobile: (281) 546-7665 Buddy Novak, Operations Engineer Office: (281) 674-2449 Mobile: (713) 254-5418

Mark Prediger, Safety Manager Office: (281) 674-2870 Mobile: (281) 798-5810

Local & County Agencies

Monument Fire Department 911 or (575) 395-2221 Hobbs Fire Marshal (575) 391-8185 Lea County Sheriff (Lovington) 911 or (575) 396-3611 Lea County Emergency Management (Lovington) (575) 396-8602 Lea Regional Medical Center Hospital (Hobbs)

(575) 492-5000

State Agencies

NM State Police (Hobbs)	(575) 392-5588
NM Oil Conservation (Hobbs)	(575) 370-3186
NM Oil Conservation (Santa Fe)	(505) 476-3440
NM Department of Transportation (Roswell)	(575) 637-7201

Federal Agencies

BLM Carlsbad Field Office	(575) 234-5972
BLM Hobbs Field Station	(575) 393-3612
National Response Center	(800) 424-8802
US EPA Region 6 (Dallas)	(800) 887-6063 (214) 665-6444

Veterinarians

Dal Paso Animal Hospital (Hobbs) (575) 397-2286

Hobbs Animal Clinic & Pet Care (Hobbs) (575) 392-5563

Great Plains Veterinary Clinic & Hospital (Hobbs) (575) 392-5513

Residents within 2 miles

Mark T. McCloy (575 398-1035) has a house that is 1.6 miles NE of the well.

Air Evacuation

Med Flight Air Ambulance (Albuquerque)	(800) 842-4431
Lifequard (Albuquerque)	(888) 866-7256

Contractors

Axiom Medical (Houston)	(877) 502-9466
Basic Energy (Artesia)	(575) 746-2217
Baker Hughes (Hobbs)	(575) 392-5556
DXP Safety (Hobbs)	(575) 393-9188
DXP Safety (Odessa)	(800) 530-8693
Indian Fire & Safety (Hobbs)	(575) 393-3093
Key Energy (Carlsbad)	(575) 885-2053
M-I SWACO (Midland)	(432) 742-5627
Petro Safety (Tyler)	(903) 939-9087
Safety International (Odessa)	(432) 580-3770