Rom 3160-3 (March 2012) AUG 2 2 2016			RM APPROVED IB No. 1004-0137 :s October 31, 2014
UNITED STATES RECEIVERATION OF THE IN MANA MA	NTERIOR	5. Lease Serial N SHL: NMLC	071985 BHL; E066220006
APPLICATION FOR PERMIT TO D		6. If Indian, Allo	tee or Tribe Name
ia. Type of work: XDRILL REBNTE	S.R.	7 If Unit or CA A	greement, Name and No.
ib. Type of Well: X Oil Weil Gas Well Other	X Single Zone Multip	8. Lease Name an le Zono War Hammer 25	nd Well No. 3/5/2 5 Federal COM 6H
2. Name of Operator		9. API Well No. 30-025-	13392
ConocoPhillips Company 2/78/7 3a. Address P.O. Box 51810 Midland, TX	3b. Phone No. finclude area code)	10. Field and Pool,	or Exploratory
79710	(432)688-6938	WC-025	9-09 52.63225 A; W
4. Location of Well (Report location clearly and in accordance with any		11. Sec., T. R. M. or Sect. 25, 26S	Diviging pactor of vica
At surface 396' FNL & 603' FEL (NENE), Sect 25-2 At proposed prod. zone 50' FSL & 1040' FEL (Lot 1), Se		300.25, 200	, 522
14. Distance in miles and direction from nearest town or post office*	JO- 203- JZE	12. County or Paris	h 13. State
~35.6 mile SW from Jal, NM	<u> </u>	Lea	NM
location to nearest property or lease line, it. BHL: 50'	16. No. of acres in lease NMLC 071985; 209.82 NMLC 069515;1080.00	17. Spacing Unit dedicated to the EZE2 SEC. 25 & NENE 224.99 acres	s well & LOT 1 SECT. 36=
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.		20. BLM/BIA Bond No. on file ES0085	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3134'	 Approximate date work will start 01/01/2016 	* 23. Estimated durat 30 Days	ion
	24. Attachments		
The following, completed in accordance with the requirements of Onshore	Oil and Gas Order No.1, must be atta	ached to this form;	
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System La 	Item 20 above).	e operations unless covered by a	in existing bond on file (see
SUPO must be filed with the appropriate Forest Service Office).	6. Such other site sp BLM.	pecific information and/or plans	as may be required by the
25. Signature	Name (Printed/Typed) Ashley Bergen		Date 124115
Title Pagulatory Specialist			
Approved by (Signature)s/George MacDoneli	Name (Printed/Typed)		Date
75/Geoigle WacDone			Date AUG 1 9 2016
Tille FIELD MANAGER		CARLSBAD FIELD OFF	FICE
Application approval does not warrant or certify that the applicant holds leaded to operations thereon. Conditions of approval, if any, are attached.	legal or equitable title to those rights	in the subject lease which would APPROVA	entitle the applicant to AL FOR TWO YEARS
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crim States any false, fictitious or fraudulent statements or representations as to a			or agency of the United
(Continued on page 2)	Kx 116	*(Ins	tructions on page 2)
		d Controlled Wat	er Basin

Approval Subject to General Requirements
& Special Stipulations Attached

SEE ATTACHED FOR CONDITIONS OF APPROVAL

1. Geologic Formations

TVD of target	12,171	Pilot hole depth	N/A
MD at TD:	19,450	Deepest expected fresh water:	300

Basin

Depth (TVD) from KB	Water/Mineral Bearing/ Target Zone?	Hazards*
Surface	Water	
300	Water	,
736	Water	
1,181	Salt	
2,981	Salt	
4,649	Oil/Gas	Loss of Circulation
4,769	Oil/Gas	
5,652	Oil/Gas	Loss of Circulation
7,310	Oil/Gas	Loss of Circulation
8,666	Oil/Gas	Loss of Circulation
10,844	Oil/Gas	
11,960	Oil/Gas	
12,171	Target Zone	
12,891	Oil/Gas	
	From KB Surface 300 736 1,181 2,981 4,649 4,769 5,652 7,310 8,666 10,844 11,960 12,171	from KB Target Zone? Surface Water 300 Water 736 Water 1,181 Salt 2,981 Salt 4,649 Oil/Gas 4,769 Oil/Gas 5,652 Oil/Gas 7,310 Oil/Gas 8,666 Oil/Gas 10,844 Oil/Gas 11,960 Oil/Gas 12,171 Target Zone

^{*}H2S, water flows, loss of circulation, abnormal pressures, etc.

2. Casing Program

ConocoPhillips Company respectfully requests the option to not run 10-3/4" 45.5# J-55 W511 (Flushed Connection) Casing and spare it as a contingency if the next hole section failed to support the hydrostatic column of the previous mud weight OR to Preset the 10-3/4" casing should a spudder rig become available. The intent for the casing and cementing program – Not Run 10-3/4" Casing Option is to:

- Drill the 12-3/4" or 9-7/8" hole sections with the same density mud (OBM or Saturated Brine).
- Case and cement the well with 13-3/8" surface, 7-5/8" intermediate and 5" production casing (3-strings).
- Isolate the Salt & Delaware utilizing Annulus Casing Packer and Stage Tool if necessary.
- Bring cement from 7-5/8" casing shoe to surface.
- Provided that if the hole can no longer support the hydrostatic column of the previous mud weight, a contingency plan to run the 10-3/4" casing will be the preferred if severe losses occurs during drilling the well.

Hole	ole Casing Interval		Csg.	Weight	Grade	Conn.	SF	SF	SF
Size	From	To	Size	(lbs)			Collapse	Burst	Tension
17.50"	0	810	13.375"	54.5	J55	BTC	2.88	6.97	19.3
12.25"	0	4,650	10.75"	45.5	J55	TenW511	**2.82	1.41	3.38
9.875"	0	11,960	7.625"	29.7	P110	BTC	1.52	1.57	3.13
6.75"	0	19,450	5.0"	18	P110	TenBLUE / TXPBTC	1.52	1.57	2.65
		•		BLM N	Ainimum S	Safety Factor	1.125	1.00	1.6 Dry
									1.8 Wet

^{**}COP Collapse Design: Mud drop to hydrostatic column equilibrium with pore pressure of the lost circulation zone.

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

Must have table for contingency casing

	YorN
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Does casing meet API specifications? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	Y
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Y
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	
Is well within the designated 4 string boundary.	
Is well located in SOPA but not in R-111-P?	Personal of the text of the
	Y
If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back 500' into previous casing?	Y
Control and the second	The second secon
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	
Is 2 nd string set 100' to 600' below the base of salt?	144 200
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

3. Cementing Program

Casing	# Sks	Wt. lb/ gal	Yld ft3/ sack	H ₂ 0 gal/sk	500# Comp. Strength (hours)	Slurry Description
Surf.	530	13.6	1.73	10.88	7	Lead: Class C + 4.0% Bentonite + 0.2% Anti-Foam + 2.0% CaCl2 +0.125lb/sk LCM + 0.1% Dispersant.
	310	14.8	1.35	6.39	7	Tail: Class C + 0.2% Anti-Foam + 0.1% Lost Circ Control + 2 lbs/bbl CemNET (losses Control)
Inter.	900	11.9	1.91	11.85	7	Lead: Class C + 8.0% Bentonite + 0.2% Anti-Foam + 0.125lb/sk LCM + 0.2% Dispersant + 0.2% Retarder + 2 lbs/bbl CemNET (losses Control).
	140	14.8	1.33	8.23	5	Tail: Class C + 0.2% Anti-Foam + 0.3% Retarder + 0.5% Extender + 2 lbs/bbl CemNET (losses Control).
- Address						CP Tool: NO
Inter. 2	900	11.5	2.576	14.21	17	Lead: Class 'C' + 4.00% MPA-5 + 10.00 lb/sk BA-90 + 0.50% BA-10A + 0.30% CD-32 + 1.00% SMS + 1.30% R-3 + 5.00 lb/sk LCM-1 + 0.25 lb/sk Cello Flake + 0.005 gps FP-13L + 0.005 lb/sk Static Free
	115	13.5	1.41	6.337	7	Tail: Class 'C' + 0.25% MPA250 + 0.20% CD-32 + 0.20% R-3 + 5.00 lb/sk LCM-1 + 0.005 gps FP-13L + 0.005 lb/sk Static Free
						4,800' (OPTIONAL)
	410	11.5	2.576	14.21	17	Lead: Class 'C' + 4.00% MPA-5 + 10.00 lb/sk BA-90 + 0.50% BA-10A + 0.30% CD-32 + 1.00% SMS + 1.30% R-3 + 5.00 lb/sk LCM-1 + 0.25 lb/sk Cello Flake + 0.005 gps FP-13L + 0.005 lb/sk Static Free
Prod.	900	16.4	1.10	4.26	5	Tail: Class H + 1.800 gal/sk Gas Control Agent + 0.025 gal/sk Dispersant + 0.080 gal/sk Retarder + 0.030 gal/sk Anti-Foam.
					DV/EC	CP Tool NO'

DV tool depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above current shoe. Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

Casing String	TOC	% Excess
Surface	0'	>100%
Intermediate 1	0'	>100%
Intermediate 2	0'	>30%
Production	11,400'	>25%

Include Pilot Hole Cementing specs: NO PILOT HOLE.

Pilot hole depth N/A

KOP

Plug	Plug	%	No.	Wt.	Yld	THE PERSON NAMED IN COLUMN TWO	Slurry Description and
top	Bottom	Excess	Sacks	lb/gal	ft3/sack		Cement Type
(11)							

4. Pressure Control Equipment

A variance is requested for the use of a diverter on the surface casing. See attached for schematic.

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Туре	1	Tested to:
			Annular	X	50% of working pressure
			Blind Ram		
12-1/4"	13-5/8"	3M	Pipe Ram		1 500
			Double Ram	1 X	± 1,500 psi
			Other*		
			Annular	X	50% of working pressure
			Blind Ram	X	
9-7/8"	13-5/8"	5M	Pipe Ram	X	5M
			Double Ram	i X	SIVI
			Other*		
			Annular	X	5M
6-3/4"			Blind Ram	X	
	13-5/8"	5M/10M	Pipe Ram	X	10M
			Double Ram	n X	10101
			Other*		

^{*}Specify if additional ram is utilized.

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

X Formation integrity test will be performed per Onshore Order #2.
On Exploratory wells or 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. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.

A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.

Y/N Are anchors required by manufacturer?

X A multibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested.

• Provide description here

See attached schematic.

5. Mud Program

Depth		Туре	Weight (ppg)	Viscosity	Water Loss
From	To				
0	810	Spud Mud	8.6-9.3	32-36	N/C
0	4,650	Brine or OBM	8.6-10.2	28-30	≤5
0	11,960	Cut-Brine or OBM	8.6-9.2	30-40	≤5
0	19,450	Oil Base Mud	9.5-12.0	30-40	≤5

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

What will be used to monitor the loss or gain	PVT/Pason/Visual Monitoring
of fluid?	

6. Logging and Testing Procedures

Logg	ging, Coring and Testing.
X	GR from 200' above KOP to TD (GR as part of the BHA while drilling). Not log in the lateral.
	No Logs are planned based on well control or offset log information.
	Drill stem test? If yes, explain
	Coring? If yes, explain
X	Dry samples taken 30' from intermediate 1 casing point to TD. GC Tracers KOP to TD.

Additional logs planned	Interval
Resistivity	
Density	
CBL	
Mud log	
PEX	W 10 10 10 10 10 10 10 10 10 10 10 10 10

7. Drilling Conditions

Condition	Specify what type and where?	
BH Pressure at deepest TVD	4.918 psi	
Abnormal Temperature	No	

Mitigation measure for abnormal conditions. Describe. Lost circulation material/sweeps/mud scavengers.

Hydrogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM.

101	mations will be provided to the BLW.
N	H2S is present
Y	H2S Plan attached

8. Other facets of operation

Is this a walking operation? If yes, describe. Yes, please see below. Will be pre-setting casing? If yes, describe. Yes, please see below.

Spudder Rig and Batch Drilling Operations: Depending on rig availability, ConocoPhillips may pre-set the surface and the contingency intermediate1 casing. The reasons would be to improve time and cost savings.

Precision Drilling #822 Rig will be used to drill the surface hole and intermediate hole (to set 1st intermediate casing string). BLM will be contacted / notified 24 hours prior to commencing spudder rig operations and expected to take 10-12 days for a dual pad.

Surface casing and intermediate casing will be preset on all the wells on the same pad. Both hole sections will be drilled, cased and cemented according to casing program based on the approved permit. All casing strings will be tested in accordance to the rules and regulations per Onshore Order.

The wellhead will be nippled up and tested as soon as 13-3/8" surface casing is cut off after the applicable WOC time has been reached. Prior to drilling out the 13-3/8" surface casing, ConocoPhillips shall nipple up a 3M BOPE & choke arrangement with 5M components and test to the rated working pressure of a 3M BOPE system as it is subjected to the maximum anticipated surface pressure 1,500 psi (0.33 psi/ft pressure gradient assuming fully evacuated) per Onshore Order 2. The pressure test to MASP and 50% for annular shall be performed with a test plug after installing the 13-5/8" casing head and nippling up the 3M BOPE system prior to drilling out the 13-3/8" surface casing.

A blind flange cap of the same pressure rating as the wellhead will be secured to seal the wellbore on all casing strings. Pressure will be monitored via flanged port tied to a needle valve and pressure gauge to monitor pressures on each wellhead section and a means for intervention will be maintained while the drilling rig is not over the well.

The drilling operation will re-commence with a big Drilling Rig (H&P Flex 3 rig type) and a BOP stack based on the approved permit will be nippled up and tested on the wellhead before drilling operations resumes on each well. The rig will skid between each well until each well's section has been drilled in this possible order:

- 1. Move-in PD822 to War Hammer 25 Federal COM 5H
- 2. Drill and pre-set Surface & Intermediate Casing
- 3. Skid to War Hammer 25 Federal COM 6H
- 4. Drill and pre-set Surface & Intermediate Casing
- 5. Move-in H&P Flex 3 rig to War Hammer 25 Federal COM 5H
- 6. Drill, Set & Cement Intermediate2 Casing
- 7. Skid to War Hammer 25 Federal COM 6H
- 8. Drill, Set & Cement Intermediate2 Casing
- 9. Drill, Set & Cement Production Casing
- 10. Skid to War Hammer 25 Federal COM 5H
- 11. Drill, Set & Cement Production Casing

Rig move in to drill will depend on rig availability and APD approval date. Once "Spudder Rigs" has performed pre-set surface and intermediate, the "Big Drilling Rig" shall return to each well to drill the remain sections per conditions of approval.

Attachments:

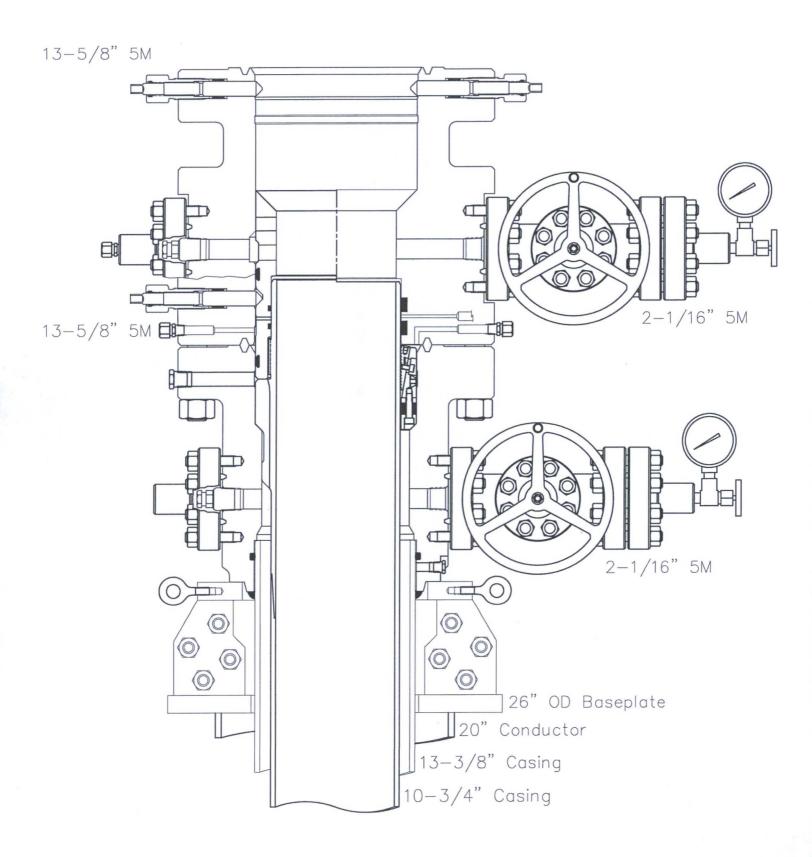
Attachment#1: Directional Plan.

Attachment#2: Wellbore Casing & Cementing Schematic.

Attachment#3: Wellhead Schematic.
Attachment #4: BOP Schematic.
Attachment #5: Choke Schematic.

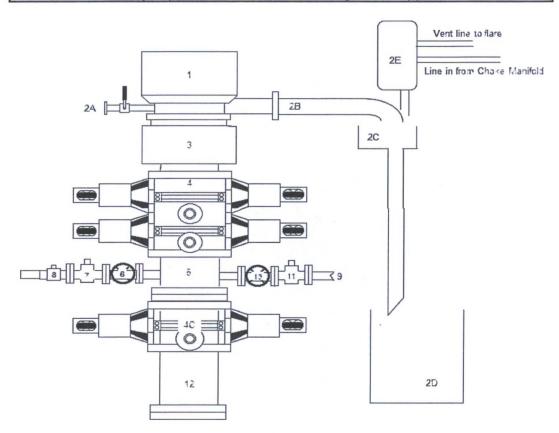
Attachment #6: Special (Premium) Connections. Attachment #7: Flex Hose Documentation.

Attachment #8: Spudder Rig Specifications.



BLOWOUT PREVENTER ARRANGEMENT - H&P486

5M System per Onshore Oil and Gas Order No. 2 utilizing 10M Rated Equipment



Rotating Head Fill up Line and Valve 2A Flow Line (8") Shale Shakers and Centrifuges 2B Cuttings Bins for Zero Discharge Mud Gas Separator with vent line to flare and return line to mud system Annular Preventer (13-5/8", 5M)

Double Ram (13-5/8", 10M, Bline Ram bottom x Pipe Ram top)

Drilling Spool (13-5/8" 10M) Drilling Spool (13-5/8" 10M)
Single Ram (13-5/8", 10M, Pipe Rams)
Kill Line Gate Valve, Inner (4-1/16", 10k psi WP)
Kill Line Gate Valve, Outer (4-1/16", 10k psi WP)
Kill Line Check Valve (4-1/16, 10k psi WP)
CoFlex Choke Line (4-1/16", 10k psi WP)
Choke Line Gate Valve, Inner (4-1/16", 10k psi WP)
Choke Line Bydraulically Operated Gate Valve, Oute 6 8 10

Choke Line Hydraulically Operated Gate Valve, Outer, (4-1/6" 10k psi WP HCR) 11

Drilling Spool Adapter (13-5/8", 10M)

Drawn by: James Chen P.E.

Item

Drilling Engineer, ConocoPhillips Company

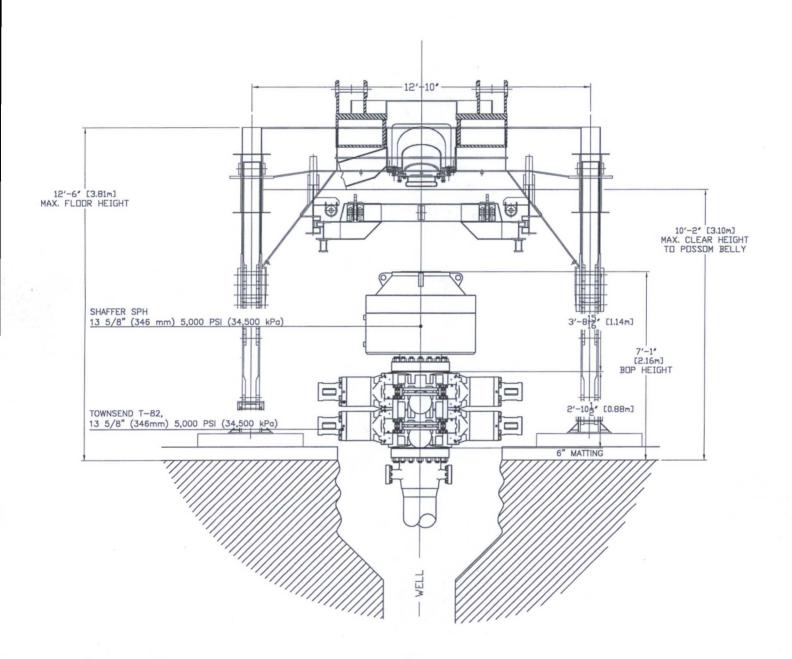
Description

Date: September 23rd, 2014

BLOWOUT PREVENTER ARRANGEMENT 3M System per Onshore Oil and Gas Order No. 2 utilizing 3M and 5M Rated Equipment Vent line to flare Line in from Choke Manifold 2A 3 2C 3 2D

Item	Description
1	Rotating Head, 13-5/8"
2A	Fill up Line and Valve
2B	Flow Line (10")
2C	Shale Shakers and Solids Settling Tank
2D	Cuttings Bins for Zero Discharge
2E	Rental Mud Gas Separator with vent line to flare and return line to mud system
3	Annular BOP (13-5/8", 5M)
4	Double Ram (13-5/8", 5M, equipped with Blind Rams and Pipe Rams)
5	Kill Line (2" flexible hose, 3000 psi WP)
6	Kill Line Valve, Inner (3-1/8", 3000 psi WP)
7	Kill Line Valve, Outer (3-1/8", 3000 psi WP)
8	Kill Line Check Valve (2-1/16", 3000 psi WP
9	Choke Line (5M Stainless Steel Coflex Line, 3-1/8" 3M API Type 6B, 3000 psi WP)
10	Choke Line Valve, Inner (3-1/8", 3000 psi WP)
11	Choke Line Valve, Outer, (Hydraulically operated, 3-1/8", 3000 psi WP)
12	Spacer Spool (13-5/8", 5M)
13	Casing Head (13-5/8" 5M)
14	Ball Valve and Threaded Nipple on Casing Head Outlet, 2" 5M
15	Surface Casing

James Chen, P.E.
Drilling Engineer | ConocoPhillips Permian Shale
Office Phone 281.206.5244
Cell Phone 832.768.1647



NOTE: STACK SHOWN IN VERTICAL POSITION FOR CLARITY

STACK COMPONENTS REPRESENTED ARE SUBJECT TO AVAILABILITY, PLEASE CONFIRM WITH WELL CONTROL DEPARTMENT MANAGER.



EQUIPMENT REPRESENTATION ONLY NOT DRAWN TO SCALE

PRECISION DRILLING

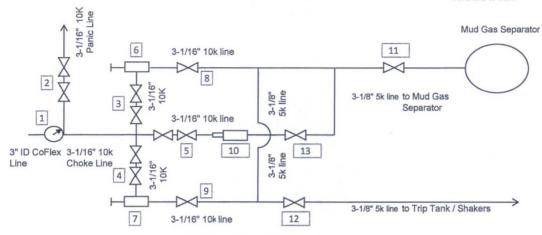
DATE: 2015/10/05 DWG No.: BOP-822-006 DWG BY: CTJ

Attachment #5

CHOKE MANIFOLD ARRANGEMENT - HP486

10M System per Onshore Oil and Gas Order No. 2 utilizing 5M/10M Equipment

Vent line to flare



All Tees must be Targeted

Description Item

Pressure Gauge

2 Gate Valves, 3-1/16" 10M

2 Gate Valves, 3-1/16" 10M 2 Gate Valves, 3-1/16" 10M 2 Gate Valves, 3-1/16" 10M

2 Gate Valves, 3-1/16" 10M

Upper Manual Adjustable Choke, 4-1/16", 10M

Lower Manual Adjustable Choke, 4-1/16", 10M

Gate Valve, 3-1/16" 10M

Gate Valve, 3-1/16" 10M

10 Remote Controlled Hydraulic Adjustable Choke, 4-1/16", 10M

Gate Valve, 3-1/8" 5M 11

Gate Valve, 3-1/8" 5M 12

Gate Valve, 3-1/16" 10M 13

The 10M Choke Manifold & Valves will be tested to rated working pressure.

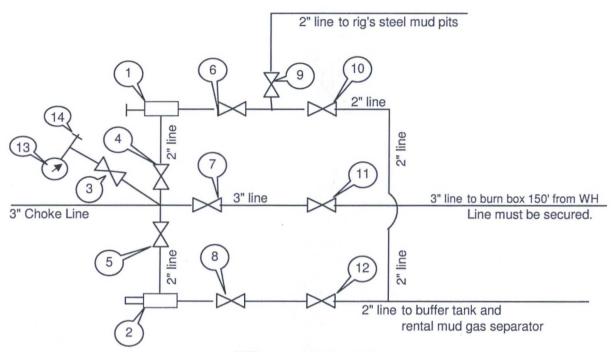
Drawn by: James Chen, P.E.

Drilling Engineer, ConocoPhillips Company

Date: June 25th-2014

CHOKE MANIFOLD ARRANGEMENT

3M System per Onshore Oil and Gas Order No. 2 utilizing 3M and 5M Equipment



All Tees must be targeted

Item	Description
1	Manual Adjustable Choke, 2-1/16", 3M
2	Remote Controlled Hydraulically Operated Adjustable Choke, 2-1/16", 3M
3	Gate Valve, 2-1/16" 5M
4	Gate Valve, 2-1/16" 5M
5	Gate Valve, 2-1/16" 5M
6	Gate Valve, 2-1/16" 5M
7	Gate Valve, 3-1/8" 3M
8	Gate Valve, 2-1/16" 5M
9	Gate Valve, 2-1/16" 5M
10	Gate Valve, 2-1/16" 5M
11	Gate Valve, 3-1/8" 3M
12	Gate Valve, 2-1/16" 5M
13	Pressure Gauge
14	2" hammer union tie-in point for BOP Tester

We will test each valve to 3000 psi from the upstream side.

Submitted by:

James Chen

Drilling Engineer, Mid-Continent Business Unit, ConocoPhillips Company

Date: 21-March-2013

Attachment #6

For the latest performance data, always visit our website: www.tenaris.com

October 12 2015



Connection: Wedge 511™

Casing/Tubing: CAS

Size: 10.750 in. Wall: 0.400 in.

Weight: 45.50 lbs/ft

Grade: J55

Min. Wall Thickness: 87.5 %

		PIPE BODY	DATA		
		GEOMET	RY		
Nominal OD	10.750 in.	Nominal Weight	45.50 lbs/ft	Standard Drift Diameter	9.794 in.
Nominal ID	9.950 in.	Wall Thickness	0.400 in.	Special Drift Diameter	9.875 in.
Plain End Weight	44.26 lbs/ft				
		PERFORM	ANCE		
Body Yield Strength	715 x 1000 lbs	Internal Yield	3580 psi	SMYS	55000 psi
Collapse	2090 psi				
	W	/EDGE 511™ CONN	IECTION DAT	A	
		GEOMET	RY		
Connection OD	10.750 in.	Connection ID	9.922 in.	Make-Up Loss	3.700 in.
Critical Section Area	7.671 sq. in.	Threads per in.	3.28		
		PERFORMA	ANCE		
Tension Efficiency	59.0 %	Joint Yield Strength	422 x 1000 lbs	Internal Pressure Capacity	3360 psi
Compression Strength	505 x 1000 lbs	Compression Efficiency	70.6 %	Bending	14 °/100 ft
External Pressure	2090 psi				
Capacity	2030 psi	1.00			
		MAKE-UP TO	RQUES		
Minimum	11000 ft-lbs	Optimum	13200 ft-lbs	Maximum (*)	19300 ft-lbs
	(OPERATIONAL LIM	IIT TORQUES		
Operating Torque	49000 ft-lbs	Yield Torque	74000 ft-lbs		
		DI ANIMANA STATE	ENGTONG		

October 21 2014



Size: 5.000 in.

Wall: 0.362 in. **Weight**: 18.00 lbs/ft

Grade: P110

Min. Wall Thickness: 87.5 %

Connection: Blue®
Casing/Tubing: CAS

Coupling Option: REGULAR

PIPE BODY DATA

		GEOME	TRY			
Nominal OD	5.000 in.	Nominal Weight	18.00 lbs/ft	Standard Drift Diameter	4.151 in.	
Nominal ID	4.276 in.	Wall Thickness	0.362 in.	Special Drift Diameter	N/A	
Plain End Weight	17.95 lbs/ft					
×		PERFORM	ANCE			
Body Yield Strength	580 x 1000 lbs	Internal Yield	13940 psi	SMYS	110000 psi	
Collapse	13470 psi	*				
		BLUE® CONNEC	TION DATA			
		GEOME	TRY			
Connection OD	5.630 in.	Coupling Length	10.551 in.	Connection ID	4.264 in.	
Critical Section Area	5.275 sq. in.	Make-Up Loss	4.579 in.	Threads per in.	5.00	
		PERFORM	ANCE			
Tension Efficiency	100 %	Joint Yield Strength	580 x 1000 lbs	Internal Pressure Capacity	13940 psi	
Compression Efficiency	100 %	Compression Strength	580 x 1000 lbs	Bending	101 °/100 ft	
External Pressure Capacity	13470 psi					
		MAKE-UP TO	RQUES			
Minimum	6400 ft-lbs	Target	7110 ft-lbs	Maximum	7820 ft-lbs	
		OPERATIONAL LIN	MIT TORQUES			
Operating Torque	ASK	Yield Torque	17600 ft-lbs			
SHOULDER TORQUES						
Minimum	1070 ft-lbs	Maximum	6040 ft-lbs			

December 18 2014



Size: 5.000 in.

Wall: 0.362 in.

Weight: 18.00 lbs/ft

Grade: P110

Min. Wall Thickness: 87.5 %

Birth Co.		
	IOn	aric
	ien	

Connection: TenarisXP[™] BTC

/Tubing: C/ ng Option:			Min.	Wall Thick	Grade : ness: 87
		PIPE BODY	DATA		
		GEOMET	RY		
Nominal OD	5.000 in.	Nominal Weight	18.00 lbs/ft	Standard Drift Diameter	4.151 in.
Nominal ID	4.276 in.	Wall Thickness	0.362 in.	Special Drift Diameter	N/A
Plain End Weight	17.95 lbs/ft				
		PERFORM	ANCE		
Body Yield Strength	580 x 1000 lbs	Internal Yield	13940 psi	SMYS	110000 psi
Collapse	13470 psi				
		GEOMET			
				I	
Connection OD Critical Section	5.720 in.	Coupling Length	9.325 in.	Connection ID	4.264 in.
Area	5.275 sq. in.	Threads per in.	5.00	Make-Up Loss	4.141 in.
		PERFORM	ANCE		
Tension Efficiency	100 %	Joint Yield Strength	580 x 1000 lbs	Internal Pressure Capacity ⁽¹⁾	13940 psi
Structural Compression Efficiency	100 %	Structural Compression Strength	580 x 1000 lbs	Structural Bending ⁽²⁾	101 °/100 f
External Pressure Capacity	13470 psi				
	E	STIMATED MAKE-U	P TORQUES	3)	
Minimum	N/A ft-lbs	Target	N/A ft-lbs	Maximum	N/A ft-lbs
		OPERATIONAL LIM	IT TORQUES		
Operating Torque	ASK	Yield Torque	N/A ft-lbs		
		BLANKING DIM	ENSIONS	41	



2030 E. 8th Street, Suite B • Greeley, CO 80631 Ph: (970) 346-3751 • Fax: (970) 353-3168 • *Toll Free*: (866) 771-9739

TEST CERTIFICATE

Customer:

PERCISION DRILLING

P.O. #:

73011111

Invoice #:

25279

Material:

3 1/2" FIRE GUARD

Description:

2" X 30!

Coupling 1:

FLOATING FLANGE

" Serial:

" Quality:

Coupling 2:

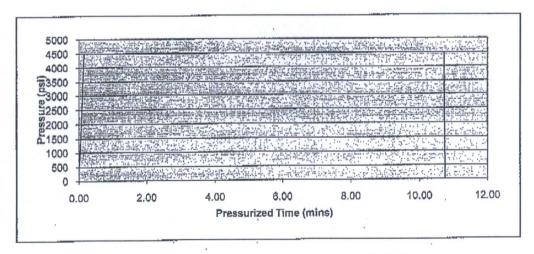
FLANGE

" Serial:

" Quality:

Working Pressure: 3000 Test Pressure: 4500 Duration (mins): 10 Cert No.: 25279TO1

Date: 6/29/2912



Conducted By:

FLORES M.

Test Technician

Acceptable

Not Acceptable



Rig Inventory and Layout

RIG 822SSE

Active

Rig #	822	Rig Type	Super Single™ Electric
Superintendent	Johnny Ison	Operation Centre	Mid Continent
Category	Electric	Rig Type Code	SSE
Loads Winter (include boiler)	21	Class	Super Singles
Rated Vertical Depth (ft)	10000	Horse Power Range	1000 - 1200
Region	US Operations Group 1	Rig Locator Status	
Company	PDOS	Rig Phone Number	817-694-6797
		Plant Code	1505
Rated with Drill Pipe (in)	4 1/2		

DRAWWORKS

Mechanical/Electric	VFD	Auxiliary Brake	N/A
Drawworks	Alta-Rig ARS-1201-AC	Rated Power (hp)	1200
Drawworks Capacity (lbs)	320000	Number of lines	8
Drawworks Drive (Quantity)	Baylor CM628TUT (AC) (1)	Rating (hp) - Each Motor	1230

MAST

Mast Type	Single	Manufacturer		
Static Hook Load (lbs)	299000	Mast Clear Height (ft)	75'	
Drill Line Size (in)	1	Number of lines	8	
Drill Line SF=2 (lbs)	348300	Drill Line SF=3 (lbs)	232200	

SUBSTRUCTURE

Substructure Type	Trailer	Manufacturer	
Floor Height (ft)	10' 10" - 12' 6"	Kelly Bushing to Ground (ft)	
Clear Height (ft)	8' 6" - 10' 2"		
Rotary Capacity (lbs)	299000	Setback Capacity (lbs)	No Limitation

This Rig Type is Equipped with a Pipe Arm

HOISTING AND ROTATING EQUIPMENT

Top Drive Model	Precision/Rostel PDCA50/70	Top Drive Capacity (tons)	150
Rotary Table Model	Slip Table	Rotary Table Capacity (lbs)	200000
		Rotary Table Clearance (in)	20-1/2
Power Wrench Model	W-N Apache 90-70	Maximum Diameter (in)	11-3/4

MUD PUMPS AND MUD SYSTEM

MUD PUMP 1

Manufacturer & Model	BPMMP - BSF-1000 (Triplex)	Rated Power (hp)	1000
Stroke (in)	10		
Mud Pump Drive (Quantity)	Baylor CM628TUT (AC) (1)	Rating (hp) - Each Motor	1230

MUD PUMP 2

Manufacturer & Model	BPMMP - BSF-1000 (Triplex)	Rated Power (hp)	1000
Stroke (in)	10		
Mud Pump Drive (Quantity)	Baylor CM628TUT (AC) (1)	Rating (hp) - Each Motor	1230

MUD SYSTEM

Mud Tank Total Volume (ыы	360	# of Mud Tanks	1
Premix Tank Volume (ыы)		Pill Tank Volume (ыы)	9.4
Trip Tank Volume (ыы)	15.7	TripTank Surface Area	18.3
Centrifugal Pump Quantity:	2	Centrifugal Pump Size	5 x 6
Shale Shaker Quantity	1	Shale Shaker	Brandt King Cobra Linear Motion
Atmospheric Degasser	Single - 30 in OD 3 in Inlet 8 in Vent Line		
Additional Information			

WELL CONTROL SYSTEM

Annular	Townsend Type-90	Pressure Rating (psi)	3000
		Size (in)	11
Rams			
Ram 1	Townsend T-82 - Single	Pressure Rating (psi)	3000
		Size (in)	11
Ram 2	Townsend T-82 - Single	Pressure Rating (psi)	3000
		Size (in)	11
Trim Type	Nace	BOP Additional Infomation	
Accumulator Manufacturer	E.C.S.	Remote Panel Type	Electric
Accumulator Volume gal-US)	84	# of Stations: 5	
Accumulator Pumps			•
Choke Manifold Style (in)	2×3×2	Pressure Rating (psi)	3000

Well control equipment listed is rig's normal inventory. Well control equipment is subject to change; Operator should confirm current configuration and specific requirements with the Precision Drilling Contracts Representative.

RIG 822SSE

ELECTRICAL POWER

Power Distribution Type

3 Diesel Electric Generators, each with Ross Hill 1402 Generator Bays powering 4 ABB ASC800

Drive Bays & Allen Bradley MCC

POWER GENERATION

Power Gene	erators				
Quantity	2	Generator Drive	CAT C-32	Generator Rating (kW)	810
Quantity	1	Generator Drive	CAT C-18	Generator Rating (kW)	545

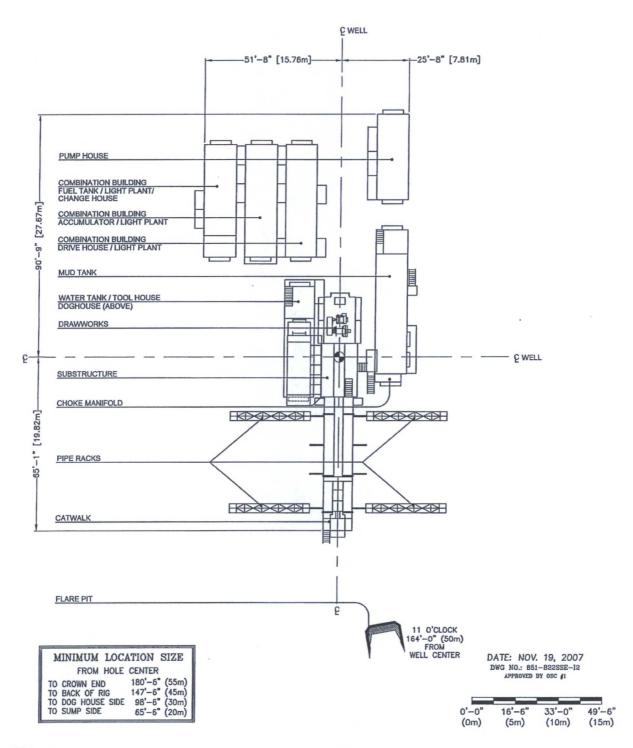
MISCELLANEOUS EQUIPMENT

Winterization	N/A	Boiler Rating (hp)		
Fuel Tank Qty	1	Total Fuel Tank Capacity (gal-US)	5200	
Water Tank Qty	1	Total Water Tank Capacity (bbl)	375	
Special Equipment		Hydraulic BOP Handler, Hydraulic Catheads, Hydraulic Catwalk, Hydraulic Pipe Arm, Power Tong, Substructure Leveling Jacks		

NOTES

TUBULARS

As the selection of tubulars is dependant on the planned well program, specific requirements are to be discussed with the contracts representative of Precision Drilling. Exact quantities and descriptions of the selected tubulars are available upon request.





PRECISION DRILLING

Closed Loop System Design, Operating and Maintenance, and Closure Plan

ConocoPhillips Company

Well: WAR HAMMER 25 FEDERAL COM W2 6H

Location: Sec. 25, T26S, R32E

Date: 7/3/2014

ConocoPhillips proposes the following plan for design, operating and maintenance, and closure of our proposed closed loop system for the above named well:

1. We propose to use a closed loop system with steel pits, haul-off bins, and frac tanks for containing all cuttings, solids, mud, water, brine, and liquids. We will not dig a pit, nor will we use a drying pad, nor will we build an earth pit above ground level, nor will we dispose of or bury any waste on location.

All drilling waste and all drilling fluids (fresh water, brine, mud, cuttings, drill solids, cement returns, and any other liquid or solid that may be involved) will be contained on location in the rig's steel pits or in hauloff bins or in frac tanks as needed. The intent is as follows:

- We propose to use the rigs' steel pits for containing and maintaining the drilling fluids.
- We propose to remove cuttings and drilled solids from the mud by using solids control equipment and to contain such cuttings and drilled solids on location in haul-off bins.
- We propose that any excess water that may need to be stored on location will be stored in tanks.

The closed loop system components will be inspected daily by each tour and any needed repairs will be made immediately. Any leak in the system will be repaired immediately, and any spilled liquids and/or solids will be cleaned immediately, and the area where any such spill occurred will be remediated immediately.

2. Cuttings and solids will be removed from location in haul-off bins by an authorized contractor and disposed of at an authorized facility. For this well, we propose the following disposal facility:

R-360 Inc.

4507 West Carlsbad Hwy, Hobbs, NM 88240,

P.O. Box 388; Hobbs, New Mexico 88241

Toll Free Phone: 877.505.4274, Local Phone Number: 432.638.4076

The physical address for the plant where the disposal facility is located is Highway 62/180 at mile marker 66 (33 miles East of Hobbs, NM and 32 miles West of Carlsbad, NM).

The Permit Number for R-360 is NM-01-0006.

A photograph showing the type of haul-off bins that will be used is attached.

- 3. Mud will be transported by vacuum truck and disposed of at R-360 Inc. at the facility described above.
- 4. Fresh Water and Brine will be hauled off by vacuum truck and disposed of at an authorized salt water disposal well. We propose the following for disposal of fresh water and brine as needed:
 - Nabors Well Services Company, 3221 NW County Rd; Hobbs, NM 88240, PO 5208 Hobbs, NM, 88241, Permit SWD 092. (Well Location: Section 3, T19S R37E)
 - Basic Energy Services, P.O. Box 1869; Eunice, NM 88231 Phone Number: 575.394.2545, Facility located at Hwy 18, Mile Marker 19; Eunice, NM.

Jason Levinson Drilling Engineer Office: 281-206-5334 Cell: 281-682-2783

