1. GEOLOGIC NAME OF SURFACE FORMATION: Permian

2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

Rustler	825'
Top of Salt	1,176'
Base of Salt / Top Anhydrite	4,637'
Base Anhydrite	4,874'
Lamar	4,874'
Bell Canyon	4,901'
Cherry Canyon	5,918'
Brushy Canyon	7,478'
Bone Spring Lime	9,047'
1 st Bone Spring Sand	9,971'
2 nd Bone Spring Shale	10,280'
2 nd Bone Spring Sand	10,550'
3 rd Bone Spring Carb	11,086'
3 rd Bone Spring Sand	11,702'
Wolfcamp	12,167'
TD	12,334'

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

Upper Permian Sands	0-400'	Fresh Water
Cherry Canyon	5,918'	Oil
Brushy Canyon	7,478'	Oil
1 st Bone Spring Sand	9,971'	Oil
2 nd Bone Spring Shale	10,280'	Oil
2 nd Bone Spring Sand	11,550'	Oil
3 rd Bone Spring Carb	11,086'	Oil
3 rd Bone Spring Sand	11,702'	Oil
Wolfcamp	12,167'	Oil

No other Formations are expected to give up oil, gas or fresh water in measurable quantities. Surface fresh water sands will be protected by setting 10.75" casing at 850' and circulating cement back to surface.

Hole		Csg				DFmin	DFmin	DFmin
Size	Interval	OD	Weight	Grade	Conn	Collapse	Burst	Tension
14.75"	0 - 850'	10.75"	40.5#	J55	STC	1.125	1.25	1.60
9.875"	0 - 1,000'	7.625"	29.7#	HCP-	LTC	1.125	1.25	1.60
				110				
9.875"	1,000' -	7.625"	29.7#	P-110EC	SLIJ II	1.125	1.25	1.60
	3,000'							
8.75"	3,000' - 11,100'	7.625"	29.7#	HCP-	FlushMax III	1.125	1.25	1.60
				110				
6.75"	0' - 10,600'	5.5"	20#	P-110EC	DWC/C-IS	1.125	1.25	1.60
					MS			
6.75"	10,600'-17,142'	5.5"	20#	P-110EC	VAM SFC	1.125	1.25	1.60

4. CASING PROGRAM - NEW

Variance is requested to wave the centralizer requirements for the 7-5/8" FJ casing in the 8-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 8-3/4" hole interval to maximize cement bond and zonal isolation.

Variance is also requested to wave any centralizer requirements for the 5-1/2" FJ casing in the 6-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 6-3/4" hole interval to maximize cement bond and zonal isolation.

Depth	No. Sacks	Wt. ppg	Yld Ft ³ /ft	Mix Water Gal/sk	Slurry Description
10-3/4" 850'	325	13.5	1.73	9.13	Class C + 4.0% Bentonite + 0.6% CD-32 + 0.5% $CaCl_2$ + 0.25 lb/sk Cello-Flake (TOC @ Surface)
	200	14.8	1.34	6.34	Class C + 0.6% FL-62 + 0.25 lb/sk Cello-Flake + 0.2% Sodium Metasilicate
7-5/8" 11,100'	250	14.8	1.38	6.48	Class C + 5% Gypsum + 3% CaCl2 pumped via Bradenhead (TOC @ Surface)
	2000	14.8	1.38	6.48	Class C + 5% Gypsum + 3% CaCl2 pumped via Bradenhead
	550	14.4	1.20	4.81	50:50 Class H:Poz + 0.25% CPT20A + 0.40% CPT49 + 0.20% CPT35 + 0.80% CPT16A + 0.25% CPT503P pumped Conventionally
5-1/2" 17,142'	725	14.1	1.26	5.80	Class H + 0.1% C-20 + 0.05% CSA-1000 + 0.20% C-49 + 0.40% C-17 (TOC @ 10,600')

Cementing Program:

Note: Cement volumes based on bit size plus at least 25% excess in the open hole plus 10% excess in the cased-hole overlap section.

5. MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:

Variance is requested to use a co-flex line between the BOP and choke manifold (instead of using a 4" OD steel line).

The minimum blowout preventer equipment (BOPE) shown in Exhibit #1 will consist of a single ram, mud cross and double ram-type (10,000 psi WP) preventer and an annular preventer (5000-psi WP). Both units will be hydraulically operated and the ram-type will be equipped with blind rams on bottom and drill pipe rams on top. All BOPE will be tested in accordance with Onshore Oil & Gas order No. 2.

Before drilling out of the surface casing, the ram-type BOP and accessory equipment will be tested to 5000/ 250 psig and the annular preventer to 3500/ 250 psig. The surface casing will be tested to 1500 psi for 30 minutes.

Before drilling out of the intermediate casing, the ram-type BOP and accessory equipment will be tested to 5000/ 250 psig and the annular preventer to 3500/ 250 psig. The intermediate casing will be tested to 2000 psi for 30 minutes.

Pipe rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets.

A hydraulically operated choke will be installed prior to drilling out of the intermediate casing shoe.

6. TYPES AND CHARACTERISTICS OF THE PROPOSED MUD SYSTEM:

During this procedure we plan to use a Closed-Loop System and haul contents to the required disposal.

Depth	Туре	Weight (ppg)	Viscosity	Water Loss
0 - 850'	Fresh - Gel	8.6-8.8	28-34	N/c
850' - 11,100'	Brine	8.8-10.0	28-34	N/c
11,100' - 17,142'	Oil Base	10.0-14.0	58-68	3 - 6
Lateral				

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

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

An electronic pit volume totalizer (PVT) will be utilized on the circulating system, to monitor pit volume, flow rate, pump pressure and stroke rate.

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

7. AUXILIARY WELL CONTROL AND MONITORING EQUIPMENT:

- (A) A kelly cock will be kept in the drill string at all times.
- (B) A full opening drill pipe-stabbing valve (inside BOP) with proper drill pipe connections will be on the rig floor at all times.
- (C) H₂S monitoring and detection equipment will be utilized from surface casing point to TD.

8. LOGGING, TESTING AND CORING PROGRAM:

Open-hole logs are not planned for this well.

GR–CCL Will be run in cased hole during completions phase of operations.

9. ABNORMAL CONDITIONS, PRESSURES, TEMPERATURES AND POTENTIAL HAZARDS:

The estimated bottom-hole temperature (BHT) at TD is 181 degrees F with an estimated maximum bottom-hole pressure (BHP) at TD of 7351 psig (based on 11.5 ppg MW). No hydrogen sulfide or other hazardous gases or fluids have been encountered, reported or are known to exist at this depth in this area. Severe loss circulation is expected from 7,300' to Intermediate casing point.

10. ANTICIPATED STARTING DATE AND DURATION OF OPERATIONS:

The drilling operation should be finished in approximately one month. If the well is productive, an additional 60-90 days will be required for completion and testing before a decision is made to install permanent facilities.

(A) EOG Resources requests the option to contract a Surface Rig to drill, set surface casing, and cement on the subject well. If the timing between rigs is such that EOG Resources would not be able to preset the surface, the Primary Rig will MIRU and drill the well in its entirety per the APD.

11. WELLHEAD:

A multi-bowl wellhead system will be utilized.

After running the 10-3/4" surface casing, a 13-5/8" BOP/BOPE system with a minimum working pressure of 5000 psi will be installed on the wellhead system and will be pressure tested to 250 psi low followed by a 5000 psi pressure test. This pressure test will be repeated at least every 30 days, as per Onshore Order No. 2

The minimum working pressure of the BOP and related BOPE required for drilling below the surface casing shoe shall be 5000 psi.

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

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

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

A solid steel body pack-off will be utilized after running and cementing the intermediate casing. After installation the pack-off and lower flange will be pressure tested to 5000 psi.

Both the surface and intermediate casing strings will be tested as per Onshore Order No. 2 to at least 0.22 psi/ft or 1500 psi, whichever is greater.

TECHNICAL SPECIFICATIONS

These specifications are furnished for general information only and are not intended for design purposes. This information is preliminary and may change subject to a final design by VAM-USA Engineering. This is not a controlled document.

prominery and may	enange i					
DWC/C-IS MS standard		Casing	5.500" O.D.	20.00 ll	b./ft.	VST P-110EC
		Material				
VST P-110EC 125,000 135,000		Grade Minimum Yield Strength (ps Minimum Ultimate Strength				
		Pipe Dimensions				JJA
5.500 4.778 0.361 20.00 19.83 5.828		Nominal Pipe Body OD (in. Nominal Pipe Body ID (in.) Nominal Wall Thickness (in Nominal Weight (lbs./ft.) Plain End Weight (lbs./ft.) Nominal Pipe Body Area (s	.)		VAM-USA 4424 W. Sam Houston Pkw Houston, TX 77041 Phone: (713) 479-3200 Fax: (713) 479-3234 E-mail: VAMUSAsales@na	
		Pipe Body Performance F	Properties			
729,000 12,090 14,360 13,100		Minimum Pipe Body Yield S Minimum Collapse Pressur Minimum Internal Yield Pre Hydrostatic Test Pressure	Strength (lbs.) e (psi.) ssure (psi.)			
		Connection Dimensions				
6.115 4.778 4.653 4.13 5.828 100.0		Connection OD (in.) Connection ID (in.) Connection Drift Diameter Make-up Loss (in.) Critical Area (sq. in.) Joint Efficiency (%)	(in.)			
		Connection Performance	Properties			
729,000 26,040 728,000 729,000 12,090 14,360 104.2	 (1) (2) (3) (4) 	Joint Strength (lbs.) Reference String Length (ff API Joint Strength (lbs.) Compression Rating (lbs.) API Collapse Pressure Rat API Internal Pressure Resis Maximum Uniaxial Bend Ra	ing (psi.) stance (psi.)			
16,600 19,100 21,600	(5) (5) (6)	Approximated Field End Minimum Final Torque (ftI Maximum Final Torque (ft Connection Yield Torque (f	bs.) Ibs.)			
		Im pipe body yield strength multiplie				

(2) Reference String Length is the joint strength divided by both the weight in air and the design factor.

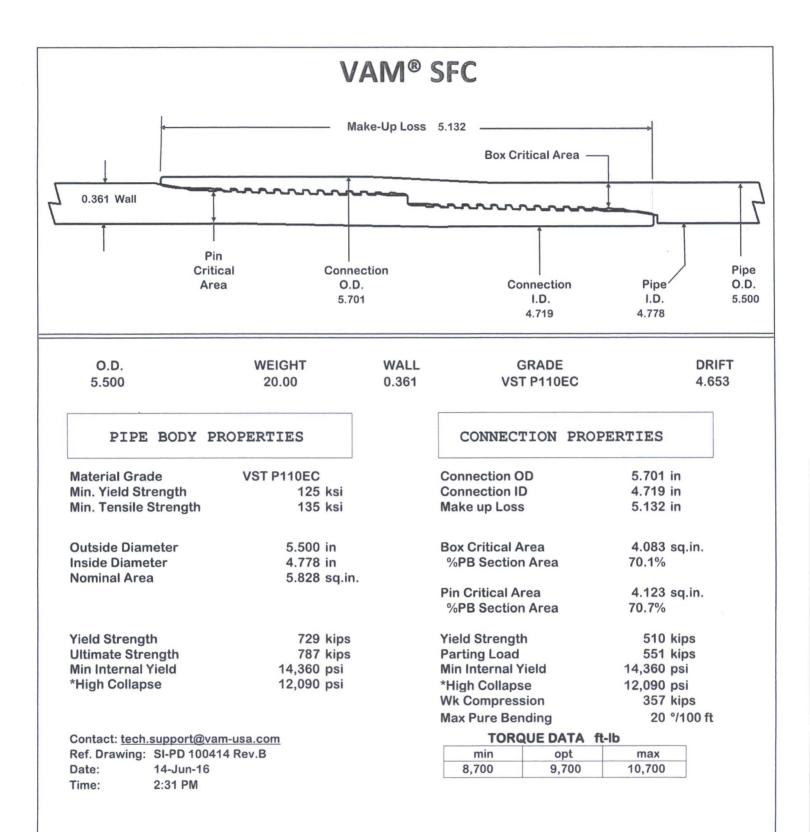
(3) API Joint Strength is for reference only. It is calculated from Formulas 42 and 43 in the API Bulletin 5C3.

(4) API Internal Pressure Resistance is calculated from Formulas 31, 32, and 35 in the API Bulletin 5C3.

(5) Torque values are approximated and may be affected by field conditions.

(6) Connection yield torque is not to be exceeded.

Connection specifications within the control of VAM-USA were correct as of the date printed. Specifications are subject to change without notice. Certain connection specifications are dependent on the mechanical properties of the pipe. Mechanical properties of mill proprietary pipe grades v obtained from mill publications and are subject to change. Properties of mill proprietary grades should be confirmed with the mill. Users are advi to obtain current connection specifications and verify pipe mechanical properties for each application.





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I One Corp FLUSHMAX-III Date One Corp Connection Data Sheet Rev. Make up loss Rev. Pin critical area Box critical area Box critical area Box critical area
Pin critical area Pipe Body Imperial Srade P110 P110 P110 P110 P110 P110 P110 P11
Pin critical area Pipe Body Imperial Srade P110 P110 P110 P110 P110 P110 P110 P11
Pipe Body Imperial S.I. Grade P110 P110
Pipe Body Imperial S.I. Grade P110 P110
Grade P110 P110
Pipe OD (D) 7 5/8 in 193.68
Veight 29.7 lb/ft 44.25 k
Actual weight 29.0 lb/ft 43.26 k
Wall thickness (t) 0.375 in 9.53 Disc ID (d) 0.975 10 174.02
Pipe ID (d) 6.875 in 174.63
Pipe body cross section 8.537 in² 5,508 r Drift Dia. 6.750 in 171.45 in
Connection Box OD (W) 7.625 in 193.68 i
PIN ID 6.875 in 174.63
Pin critical area 4.420 in ² 2,852 r
Box critical area 4.424 in ² 2,854 r
Joint load efficiency 60 % 60 %
Make up loss 3.040 in 77.22
Thread taper 1/16 (3/4 in per ft)
Number of threads 5 thread per in.
Connection Performance Properties
Tensile Yield load 563.4 kips 2,506
M.I.Y.P. 7,574 psi 52.2

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Issued on: 24 Jan. 2017

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-4



Connection Data	a Sheet
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OD	Weight	Wall Th.	Grade	API Drift	Connection
7 5/8 in.	29.70 lb/ft	0.375 in.	VM 110 HC	6.750 in.	VAM® SLIJ-II

PIPE PROPER	TIES	CONNECTION PROPERTIES		
Nominal OD	7.625 in.	Connection Type	Premium integral semi-flush	
Nominal ID	6.875 in.	Connection OD (nom)	7.711 in.	
Nominal Cross Section Area	8.541 sqin.	Connection ID (nom)	6.820 in.	
Grade Type	High Collapse	Make-up Loss	4.822 in.	
Min. Yield Strength	110 ksi	Critical Cross Section	5.912 sqin.	
Max. Yield Strength	140 ksi	Tension Efficiency	69.2 % of pipe	
Min. Ultimate Tensile Strength	125 ksi	Compression Efficiency	48.5 % of pipe	
		Internal Pressure Efficiency	100 % of pipe	

CONNECTION PERFORMANCES					
Tensile Yield Strength	651	klb			
Compression Resistance	455	klb			
Internal Yield Pressure	9470	psi			
Uniaxial Collapse Pressure	78 <mark>90</mark>	psi			
Max. Bending Capacity	TDB				
Max Bending with Sealability	20	°/100 ft			

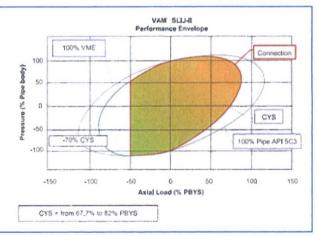
FIELD TORQUE V	ALUES
Min. Make-up torque	11300 ft.lb
Opti. Make-up torque	12600 ft.lb
Max. Make-up torque	13900 ft.lb

100 % of pipe

External Pressure Efficiency

VAM® SLIJ-II is a semi-flush integral premium connection for all casing applications. It combines a near flush design with high performances in tension, compression and gas sealability.

VAM® SLIJ-II has been validated according to the most stringent tests protocols, and has an excellent performance history in the world's most prolific HPHT wells.



Do you need help on this product? - Remember no one knows VAM® like VAM

canada@vamfieldservice.com usa@vamfieldservice.com mexico@vamfieldservice.com brazil@vamfieldservice.com

uk@vamfieldservice.com dubai@vamfieldservice.com nigeria@vamfieldservice.com angola@vamfieldservice.com

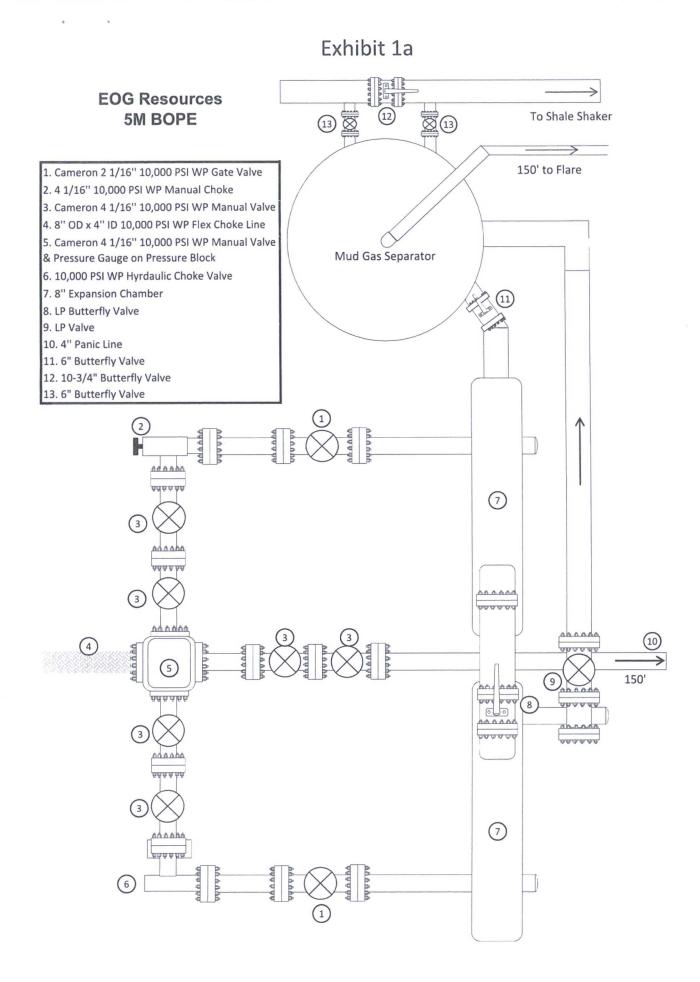
china@vamfieldservice.com baku@vamfieldservice.com singapore@vamfieldservice.com australia@vamfieldservice.com

Over 140 VAM® Specialists available worldwide 24/7 for Rig Site Assistance

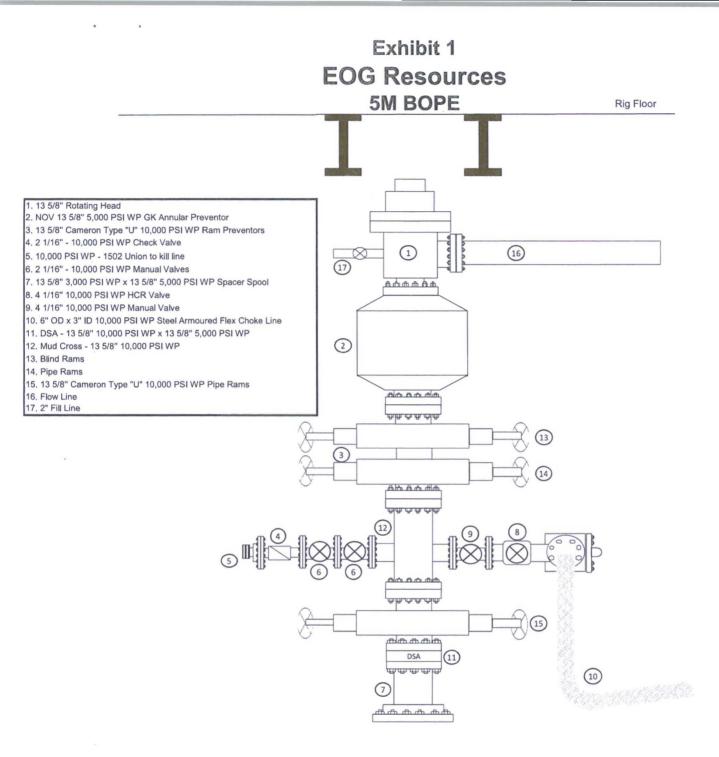
Other Connection Data Sheets are available at www.vamservices.com



Vallourec Group



EOG 5M Choke Manifold Diagram (rev. 3/21/14)



Manufacturer: Midwest Hose & Specialty

Serial Number: SN#90067

Length: 35'

1

.

Size: OD = 8" ID = 4"

Ends: Flanges Size: 4-1/16"

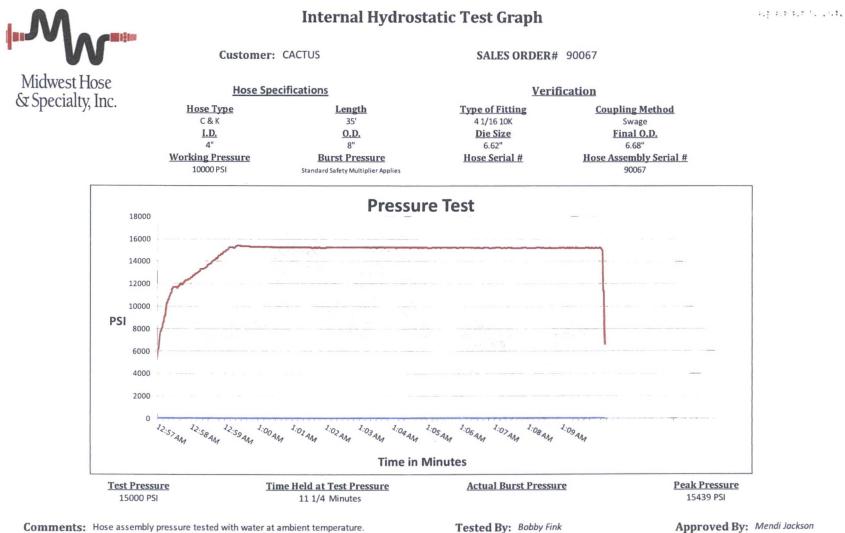
WP Rating: 10,000 psi Anchors required by manfacturer: No

MIDWEST

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HOSE AND SPECIALTY INC.

INTERNAL HYDROSTATIC TEST REPORT						
Customer:				P.O. Number:		
CACTUS				RIG #123		
				Asset # M10761		
HOSE SPECIFICATIONS						
Туре: С	HOKE LIN	E		Length:	35'	
I.D.	4"	INCHES	O.D.	8"		HES
WORKING PRESSURE TEST PRESSUR			E	BURST PRES	SURE	
10,000	PSI	15,000	PSI			PSI
COUPLINGS						
Type of End Fitting 4 1/16 10K FLANGE						
Type of Co	uplina:		MANUFACTU	RED BY		
SWEDGED			MIDWEST HOSE & SPECIALTY			
PROCEDURE						
Hose assembly pressure tested with water at ambient temperature.						
				URST PRESSU		
	1	MIN.			0	PSI
COMMENTS: SN#90067 M10761 Hose is covered with stainless steel armour cover and wraped with fire resistant vermiculite coated fiberglass insulation rated for 1500 degrees complete with lifting eyes						
Date: 6/	6/2011	Tested By: BOBBY FINK	Approved: MENDI JACKSON			



Sopty ZE

Approved By: Mendi Jackson

<u>* Mendi Jackson</u>

