1. GEOLOGIC NAME OF SURFACE FORMATION:

Permian

2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

Rustler	940'
Top of Salt	1,240'
Base of Salt / Top Anhydrite	4,950'
Base Anhydrite	5,200'
Lamar	5,200'
Bell Canyon	5,230'
Cherry Canyon	6,235'
Brushy Canyon	7,830'
Bone Spring Lime	9,330'
1 st Bone Spring Sand	10,315'
2 nd Bone Spring Shale	10,515
2 nd Bone Spring Sand	10,835
3 rd Bone Spring Carb	11,315'
3 rd Bone Spring Sand	11,895
Wolfcamp	12,365
TD	12,530'

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

Upper Permian Sands	0-400'	Fresh Water
Cherry Canyon	6,235'	Oil
Brushy Canyon	7,830'	Oil .
1 st Bone Spring Sand	10,315	Oil
2 nd Bone Spring Shale	10,515'	Oil
2 nd Bone Spring Sand	10,835	Oil
3 rd Bone Spring Carb	11,315'	Oil
3 rd Bone Spring Sand	11,895'	Oil
Wolfcamp	12,365'	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 965' and circulating cement back to surface.

4. CASING PROGRAM - NEW

See

Hole Size	Interval	Csg OD	Weight	Grade	Conn	DF _{min} Collapse	DF _{min} Burst	DF _{min} Tension
14.75"	0-965:100	10.75"	40.5#	J55	STC	1.125	1.25	1.60
9.875"	0 – 1,000'	7.625"	29.7#	HCP- 110	LTC	1.125	1.25	1.60
9.875"	1,000' - 3,000'	7.625"	29.7#	P-110EC	SLIJ II	1.125	1.25	1.60
8.75"	3,000' - 11.400'	7.625"	29.7#	HCP- 110	FlushMax III	1.125	1.25	1.60
6.75"	0'-10,900'	5.5"	20#	P-110EC	DWC/C-IS MS	1.125	1.25	1.60
6.75"	10,900'-19,975'	5.5"	20#	P-110EC	VAM SFC	1.125	1.25	1.60

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.

Cementing Program:

Depth	No. Sacks	Wt.	Yld Ft³/ft	Mix Water Gal/sk	Slurry Description
10-3/4" 965"	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" 11,400°	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" 19,975"	850	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 @ 10,900')

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.

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

Depth	Type	Weight (ppg)	Viscosity	Water Loss
0 – 965'	Fresh - Gel	8.6-8.8	28-34	N/c
965' - 11,400'	Brine	8.8-10.0	28-34	N/c
11,400' – 19,975'	Oil Base	10.0-14.0	58-68	3 - 6
Lateral				

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 7492 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.

MIDWEST

HOSE AND SPECIALTY INC.

INTERNAL HYDROSTATIC TEST REPORT						
Customer:				P.O. Numbe	er:	
CACTUS				RIG #123		
				Asset # M	10761	
		HOSE SPECIE	ICATIONS			
Type: Ch	IOKE LIN	E		Length:	35'	
I.D.	4"	INCHES	O.D.	8"	INC	HES
WORKING PRE	SSURE	TEST PRESSUR	E	BURST PRES	SURE	
10,000	PSI	15,000	PSI			PSI
		COUP	LINGS			
Type of End 4 1	Fitting /16 10K F					
Type of Cou	pling: VEDGED		MANUFACTU MIDWEST HOS		LTY	
		PROC	EDURE			
Ho	se assembl	y pressure tested w	ith water at ambier	nt temperature.		
		TEST PRESSURE		URST PRESSU	RE:	
	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 J	ACKS	ON



Internal Hydrostatic Test Graph

Customer: CACTUS

SALES ORDER# 90067

Hose Specifications

Hose Type
C & K
I.D.
4"
Working Pressure
10000 PSI

Length
35'
O.D.
8"
Burst Pressure
Standard Safety Multiplier Applies

Verification

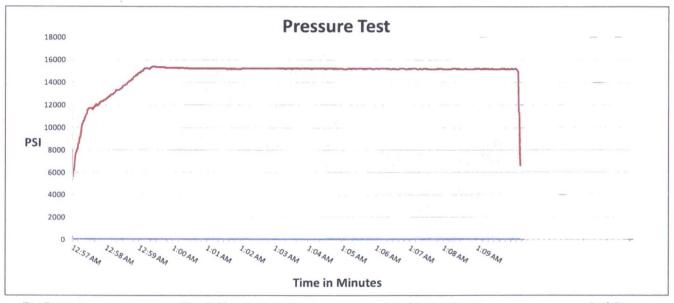
Type of Fitting
4 1/16 10K
Die Size
6.62"

6.62"

Hose Serial #

Coupling Method
Swage
Final O.D.
6.68"

Hose Assembly Serial #



Test Pressure 15000 PSI Time Held at Test Pressure
11 1/4 Minutes

Actual Burst Pressure

Peak Pressure 15439 PSI

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

Tested By: Bobby Fink

Approved By: Mendi Jackson

Soply .- C

x Mendi Jackson



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 PROPERT	IES
Nominal OD	7.625 in.
Nominal ID	6.875 in.
Nominal Cross Section Area	8.541 sqin.
Grade Type	High Collapse
Min. Yield Strength	110 ksi
Max. Yield Strength	140 ksi
Min. Ultimate Tensile Strength	125 ksi

COMMECTION	KOLLKIILS
Connection Type	Premium integral semi-flush
Connection OD (nom)	7.711 in.
Connection ID (nom)	6.820 in.
Make-up Loss	4.822 in.
Critical Cross Section	5.912 sqin.
Tension Efficiency	69.2 % of pipe
Compression Efficiency	48.5 % of pipe
Internal Pressure Efficiency	100 % of pipe
External Pressure Efficiency	100 % of pipe

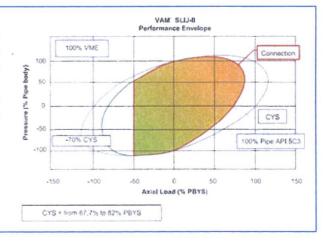
CONNECTION PROPERTIES

CONNECTION PERFORM	ANCES	
Tensile Yield Strength	651 klb	
Compression Resistance	455 klb	
Internal Yield Pressure	9470 psi	
Uniaxial Collapse Pressure	7890 psi	
Max. Bending Capacity	TDB	
Max Bending with Sealability	20 °/100) ft

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

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



VAM® SFC Make-Up Loss 5.132 Box Critical Area -0.361 Wall Pin Critical Connection Pipe Area O.D. Connection Pipe' O.D. 5.701 I.D. I.D. 5.500 4.719 4.778

O.D. 5.500 WEIGHT 20.00

WALL 0.361 GRADE VST P110EC

Connection OD

DRIFT 4.653

5.701 in

PIPE BODY PROPERTIES

Material Grade	VST P110EC
Min. Yield Strength	125 ksi
Min. Tensile Strength	135 ksi
Outside Diameter	5.500 in
Inside Diameter	4.778 in
Nominal Area	5.828 sq.in.

Yield Strength	729	kips
Ultimate Strength	787	kips
Min Internal Yield	14,360	psi
*High Collapse	12,090	psi

Contact: <u>tech.support@vam-usa.com</u> Ref. Drawing: SI-PD 100414 Rev.B

Date: Time: 14-Jun-16 2:31 PM

CONNECTION PROPERTIES

Connection ID	4.719	***
Make up Loss	5.132	in
Box Critical Area	4.083	sq.in.
%PB Section Area	70.1%	1.
Pin Critical Area	4.123	sq.in.
%PB Section Area	70.7%	
V. 1101	540	
Yield Strength		kips
Parting Load	551	kips
Min Internal Yield	14,360	psi
*High Collapse	12,090	psi
Wk Compression	357	kips
Max Pure Bending	20	°/100 ft

TORQUE DATA ft-lb

min	opt	max
8,700	9,700	10,700



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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.

DWC/C-IS MS standard		Casing	5.500" O.D.	20.00 lb./ft.	VST P-110EC
VST P-110EC 125,000 135,000		Material Grade Minimum Yield Strength Minimum Ultimate Stren	3.5	V	
5.500 4.778 0.361 20.00 19.83 5.828		Pipe Dimensions Nominal Pipe Body OD Nominal Pipe Body ID (Nominal Wall Thicknes Nominal Weight (lbs./ft. Plain End Weight (lbs./ft. Nominal Pipe Body Are	(in.) s (in.)) ft.)	Houston, TX 77 Phone: (713) 4 Fax: (713) 479	479-3200
729,000 12,090 14,360 13,100		Pipe Body Performand Minimum Pipe Body Yie Minimum Collapse Pres Minimum Internal Yield Hydrostatic Test Presso	eld Strength (lbs.) ssure (psi.) Pressure (psi.)		
6.115 4.778 4.653 4.13 5.828 100.0		Connection Dimension Connection OD (in.) Connection ID (in.) Connection Drift Diame Make-up Loss (in.) Critical Area (sq. in.) Joint Efficiency (%)			
729,000 26,040 728,000 729,000 12,090 14,360 104.2	(1) (2) (3)	Connection Performa Joint Strength (lbs.) Reference String Lengt API Joint Strength (lbs. Compression Rating (lb API Collapse Pressure API Internal Pressure F Maximum Uniaxial Ben	th (ft.) 1.4 Design) os.) Rating (psi.) Resistance (psi.)		
16,600 19,100 21,600	(5) (5) (6)	Approximated Field E Minimum Final Torque Maximum Final Torque Connection Yield Torque	(ftlbs.) (ftlbs.)		

- (1) Joint Strength is the minimum pipe body yield strength multiplied by the connection critical area.
- (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.

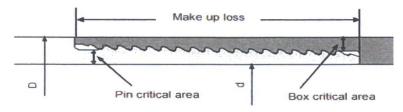
Connection specifications within the control of VAM-USA were correct as of the date printed. Specifications are subject to change without notice. Certain connection specifications are dependent on the mechanical properties of the pipe. Mechanical properties of mill proprietary pipe grades voltained from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



FLUSHMAX-III Connection Data Sheet

Page	44-0
Date	1-Oct-15
Rev	N-O





Pipe Body	Imperial		S.I. P110		
Grade	P110				
Pipe OD (D)	7 5/8	in	193.68	mm	
Weight	29.7	lb/ft	44.25	kg/m	
Actual weight	29.0	lb/ft	43.26	kg/m	
Wall thickness (t)	0.375	in	9.53	mm	
Pipe ID (d)	6.875	in	174.63	mm	
Pipe body cross section	8.537	in ²	5,508	mm ²	
Drift Dia	6.750	in	171 45	mm	

Connection

Box OD (W)	7.625	in	193.68	mm
PIN ID	6.875	in	174.63	mm
Pin critical area	4.420	in ²	2,852	mm ²
Box critical area	4.424	in ²	2,854	mm ²
Joint load efficiency	60	%	60	%
Make up loss	3.040	in	77.22	mm
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	kN
M.I.Y.P.	7,574	psi	52.2	MPa
Collapse strength	5,350	psi	36.9	MPa

Note

M.I.Y.P. = Minimum Internal Yield Pressure of the connection

Torque Recommended

Min.	8,700	ft-lb	11,700	N-m
Opti.	9,700	ft-lb	13,100	N-m
Max.	10,700	ft-lb	14,500	N-m
Operational Max.	23,600	ft-lb	32,000	N-m

Note: Operational Max. torque can be applied for high torque application

Manufacturer: Midwest Hose & Specialty

Serial Number: SN#90067

Length: 35'

Size: OD = 8" ID = 4"

Ends: Flanges Size: 4-1/16"

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

Exhibit 1a

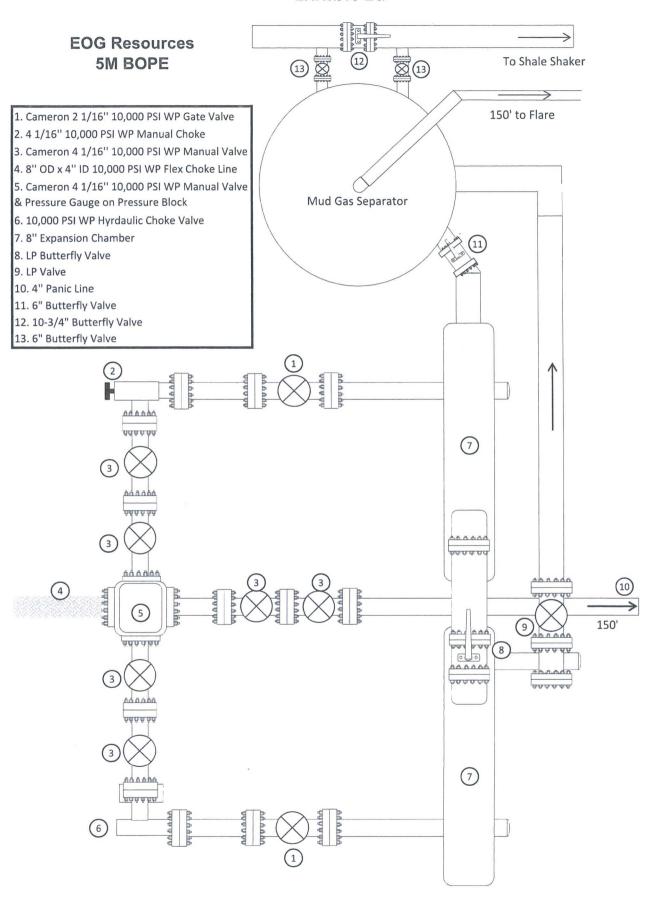
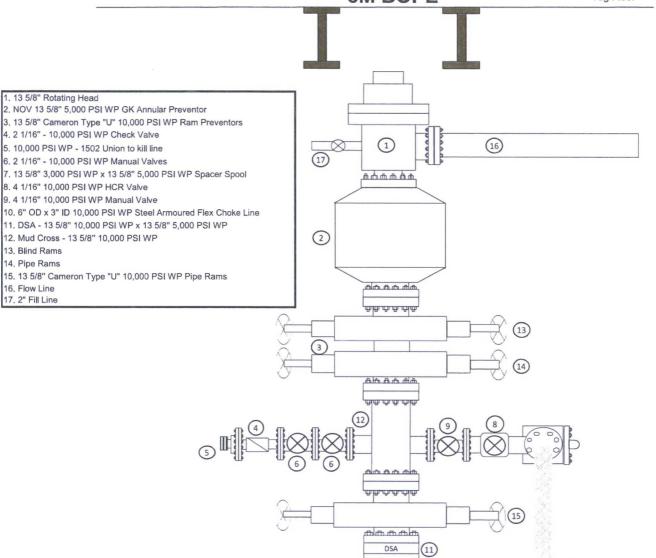


Exhibit 1 EOG Resources 5M BOPE

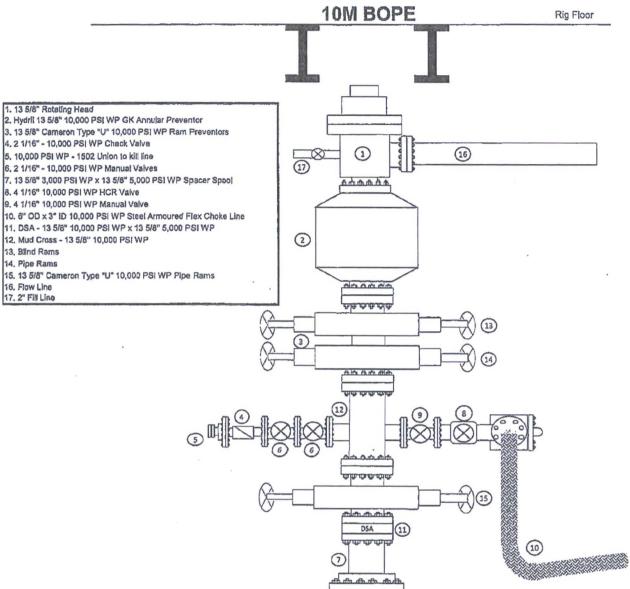
Rig Floor

(10)



(7)

Exhibit 1 EOG Resources



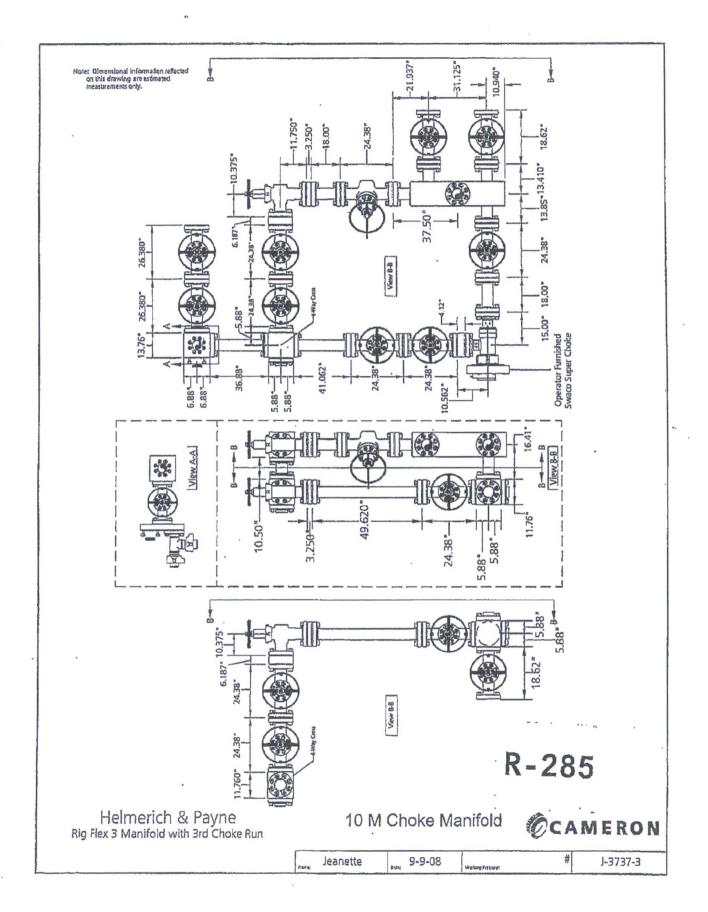
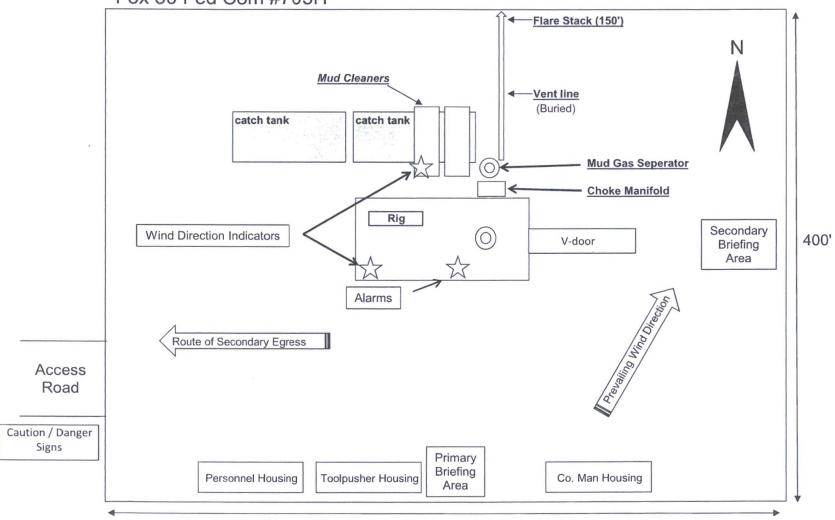


Exhibit 4 EOG Resources Fox 30 Fed Com #703H

Well Site Diagram



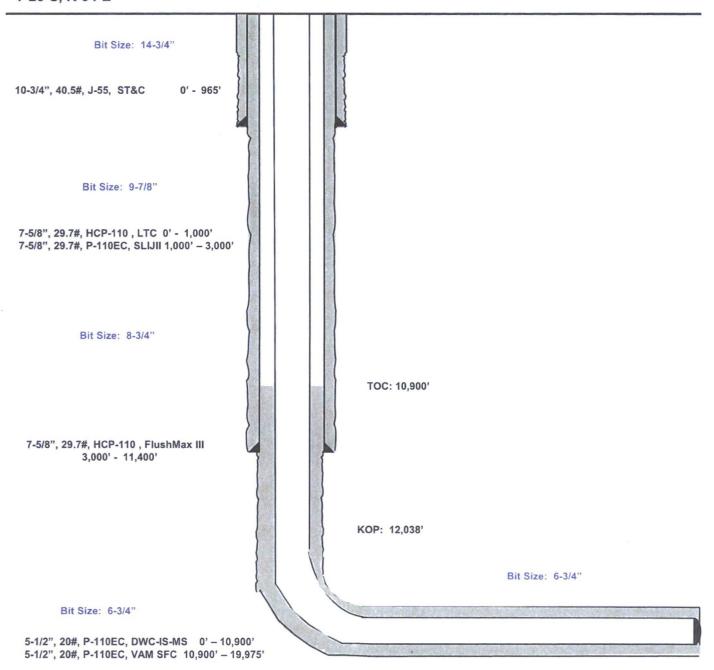
Fox 30 Fed Com #703H

2190' FSL 1048' FEL Section 30 T-25-S, R-34-E

Lea County, New Mexico Proposed Wellbore

API: 30-025-****

KB: 3,348' GL: 3,323'



Lateral: 19,975' MD, 12,530' TVD

Upper Most Perf:

2312' FSL & 991' FEL Sec. 30

Lower Most Perf:

330' FSL & 991' FEL Sec. 31 BH Location: 230' FSL & 991' FEL

Section 31 T-25-S, R-34-E