	UNITED STATES PARTMENT OF THE I JREAU OF LAND MANA	NTERIOR	chod Fi	old O	FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018		
SUNDRY Do not use thi	UREAU OF LAND MANA NOTICES AND REPO is form for proposals to	RTS ON WE	Shan L	lohhs	51165 Gerial No. NMNM19858		
abandoned we	s form for proposals to I. Use form 3160-3 (AP	D) for such p	reposale,				
SUBMIT IN T	RIPLICATE - Other inst	tructions on	INBO	001	7. If Unit or CA/Agree	ement, Nar	ne and/or No.
 Type of Well Oil Well Gas Well Other State of the second secon	er			A LO.	8. Well Name and No. HAWK 26 FED 70)2H	
2. Name of Operator EOG RESOURCES INCORPO	Contact: DRATEDE-Mail: stan_wagn	STAN WAGN	IER ces.com	EIVER	9. API Well No. 30-025-42395-0	0-X1	
3a. Address MIDLAND, TX 79702		3b. Phone No. Ph: 432-68	(include area code)		10. Field and Pool or I RED HILLS-BO		
4. Location of Well <i>(Footage, Sec., T</i>	, R., M., or Survey Description)			11. County or Parish,	State	
Sec 26 T24S R33E SWSW 05 32.182596 N Lat, 103.548878					LEA COUNTY,	NM	
12. CHECK THE AF	PROPRIATE BOX(ES)	TO INDICA	TE NATURE O	F NOTICE,	REPORT, OR OTH	IER DA	TA
TYPE OF SUBMISSION			TYPE OF	ACTION			
Notice of Intent	□ Acidize	Dee	pen	Product	ion (Start/Resume)	U Wat	ter Shut-Off
	□ Alter Casing	🗖 Hyd	raulic Fracturing	Reclam	ation	U Wel	ll Integrity
Subsequent Report	Casing Repair	New	Construction	Recomp	olete	Oth Chang	er e to Original A
☐ Final Abandonment Notice	 Change Plans Convert to Injection 	Plug Plug Plug	and Abandon	bandon			e to Original A
testing has been completed. Final At determined that the site is ready for fi EOG Resources requests an casing design, and well name Change TVD TO: 12,500' Up Change well name to Hawk 26 New casing design attached.	inal inspection. amendment to our approv / number. per Wolfcamp target	ved APD for th		changes in	TVD,		
14. I hereby certify that the foregoing is Comm Name(Printed/Typed) STAN WA	Electronic Submission # For EOG RESOU itted to AFMSS for process	JRCES INCOR	PORATED, sent	to the Hobbs	7 (17DLM1367SE)		
Signature (Electronic S	THIS SPACE FO	OR FEDERA	Date 06/28/2		SE		
_Approved By_MUSTAFA_HAQUE_			TitlePETROLE	UM ENGIN	EER	D	ate 08/02/2017
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent which would entitle the applicant to condu	itable title to those rights in the	s not warrant or e subject lease	Office Hobbs				
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s	U.S.C. Section 1212, make it a statements or representations as	crime for any person of the store of the sto	rson knowingly and ithin its jurisdiction.	willfully to ma	ake to any department or	agency of	the United
(Instructions on page 2) ** BLM REV	ISED ** BLM REVISE	D ** BLM RE	EVISED ** BLN	I REVISED) ** BLM REVISE		<u>J</u>

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1. GEOLOGIC NAME OF SURFACE FORMATION: Permian

2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

Rustler	1.218
Top of Salt	1.710
Base of Salt / Top Anhydrite	5,000*
Base Anhydrite	5,248
Lamar	5,248
Bell Canyon	5,279'
Cherry Canyon	6,273
Brushy Canyon	7,725
Bone Spring Lime	9,250
1 st Bone Spring Sand	10,220
2 nd Bone Spring Lime	10,670`
2 nd Bone Spring Sand	10,940
3 rd Bone Spring Lime	11,360°
3rd Bone Spring Sand	11,960°
Wolfcamp	12,300'
TD	12,500°

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

Upper Permian Sands	0-400	Fresh Water
Cherry Canyon	6,273'	Oil
Brushy Canyon	7.725°	Oil
Bone Spring Lime	9,250'	Oil
1st Bone Spring Sand	10,220	Oil
2 nd Bone Spring Lime	10,670'	Oil
2 nd Bone Spring Sand	10,940'	Oil
3 rd Bone Spring Lime	11.360'	Oil
3 rd Bone Spring Sand	11,960'	Oil
Wolfcamp	12.300	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 1,300' and circulating cement back to surface.

Hole Size	Interval	Csg OD	Weight	Grade	Grade Conn		DF _{min} Burst	DF _{min} Tension
14.75"	0 - 1,300°	10.75"	40.5#	J55	STC	1.125	1.25	1.60
9.875"	0-8,000'	7.625"	29.7#	HCP-110	LTC	1.125	1.25	1.60
8.75"	8.000`-11.400`	7.625"	29.7#	HCP-110	Ultra FJ	1.125	1.25	1.60
6.75"	0'-10,900'	5.5"	23#	P-110EC	VAM Top HT	1.125	1.25	1.60
6.75"	0'-17,774'	5.5"	23#	ECP-110	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. Centralizers will be placed in the 9-7/8" hole interval at least one every third joint.

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" 1,300	700	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)
	300	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**	780	9.0	2.86	11.14	D195 LiteFill (Beads) + 0.50% Retarder + D046 Antifoam
11,400`	525	13.5	1.55	7.47	50:50 Class H:Poz + 0.10% D065 + 0.20% D112 + 10% D154 + 2.0% D174 + 0.40% D800
5-1/2" 17,774'	575	14.1	1.26	5.80	Class H + 0.1% C-20 + 0.05% CSA-1000 + 0.20% C-49 + 0.40% C-17

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 (5,000-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	Туре	Weight (ppg)	Viscosity	Water Loss
0 - 1,300°	Fresh - Gel	8.6-8.8	28-34	N/c
1,300` - 11,400`	Brine	8.8-10.0	28-34	N/c
1,400 - 17,774	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 180 degrees F with an estimated maximum bottom-hole pressure (BHP) at TD of 7475 psig. 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.

SEE

11. WELLHEAD: - SEE COA

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.

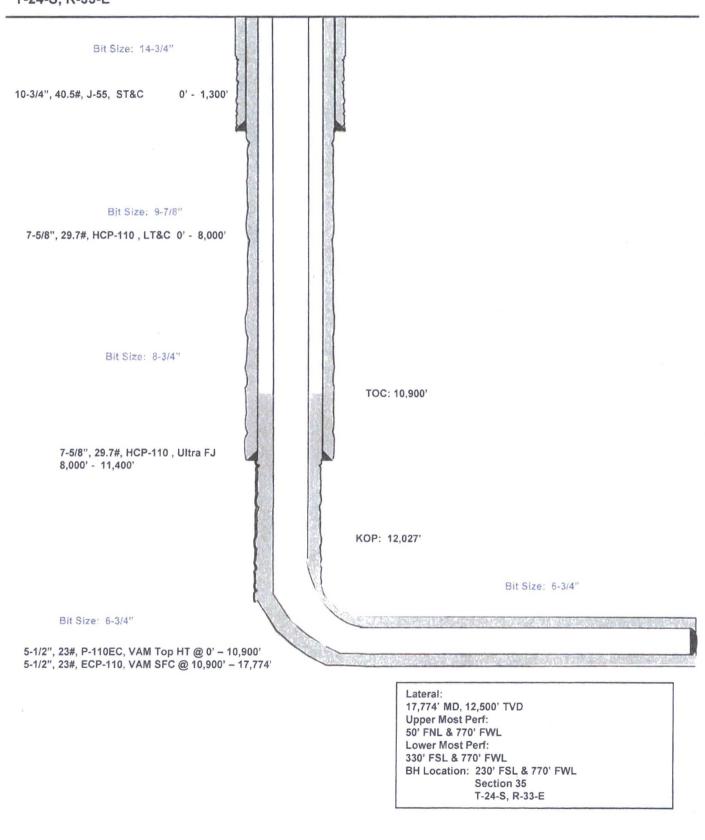
A solid steel body pack-off will be utilized after running and cementing the intermediate casing. After installation the pack-off and lower flange will be pressure tested to 5000 psi. Prior to running the intermediate casing, the rams will be changed out to accommodate the 7-5/8" casing. The bonnet seals will be tested to 1500 psi. After installing the intermediate casing the casing rams will be removed and replaced with variable bore rams. The remaining BOPE will not be retested after installing the intermediate casing.

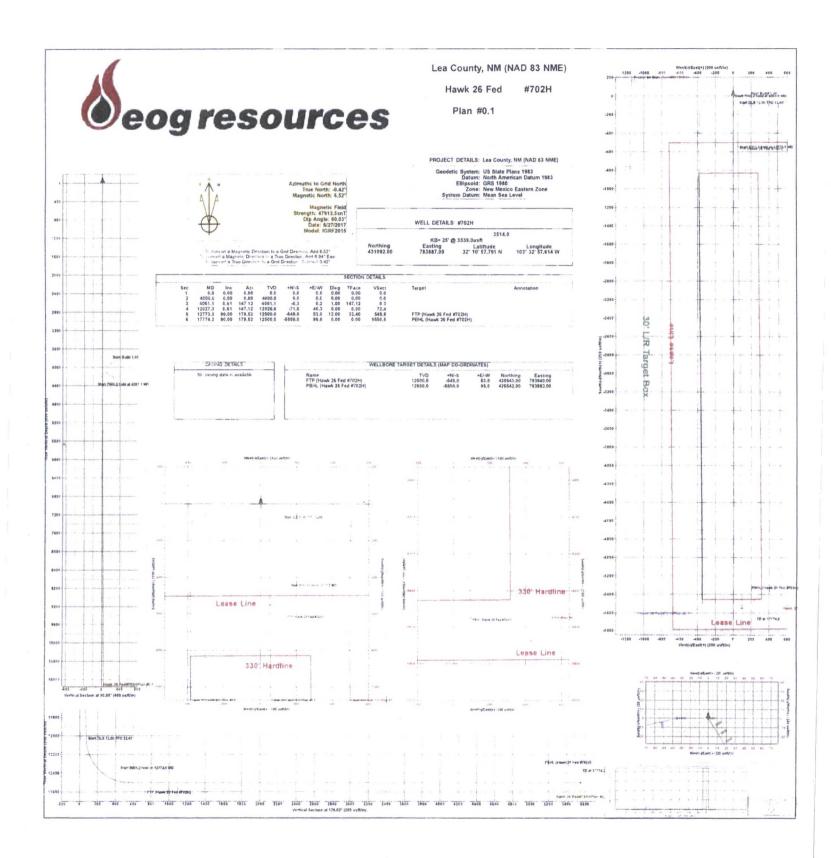
Both the surface and intermediate casing strings will be tested as per Onshore Order No. 2 to at least 0.22 psi/ft or 1500 psi, whichever is greater.

Hawk 26 Fed #702H

500' FSL 720' FWL Section 26 T-24-S, R-33-E Lea County, New Mexico Proposed Wellbore Revised 6/27/17 API: 30-025-42395

KB: 3,539' GL: 3,514'





EOG Resources - Midland

Lea County, NM (NAD 83 NME) Hawk 26 Fed #702H

OH

Plan: Plan #0.1

Standard Planning Report

27 June, 2017

Database: Company: Project: Site: Well: Well: Wellbore: Design:	EDM 5000.14 EOG Resource Lea County, NM Hawk 26 Fed #702H OH Plan #0.1		ME)	TVD Reference MD Reference North Reference	ə:	KB= 25' KB= 25' Grid	02H @ 3539.0usft @ 3539.0usft n Curvature		
Project	Lea County, NM	(NAD 83 NN	1E)						
Map System: Geo Datum:	US State Plane 1 North American D			System Datum	:	Mean Sea	Level		
Map Zone:	New Mexico East								
Site	Hawk 26 Fed								
Site Position:			Northing:	431,09	2.00 usft La	titude:		32°	10' 57,794 N
From:	Map		Easting:	783:85		ngitude:			2' 58.022 W
Position Uncertainty	:	0.0 usft	Slot Radius:	1		id Convergence:			0.42
Well	#702H								
Well Position	+N/-S	0.0 usft	Northing:		31.092.00 ust	t Latitude:		32°	10' 57.791 N
	+E/-W	35.0 usft	Easting:		783,887.00 ust				32' 57.614 W
Position Uncertainty		0.0 usft	Wellhead Ele	evation:		Ground Le			3,514.0 usft
Wellbore	ОН							a an aire a dhann Mari a	
Magnetics	Model Name	e	Sample Date	Declination (°)	1	Dip Angle (°)		Field Strength (nT)	
	IGRF	2015	6/27/2017		6.94		60.03	47,912.48278	747
Design	Plan #0 1								
Audit Notes:									
Version:			Phase:	PROTOTYPE	Tie Or	Depth:	0 0		
Vertical Section:			rom (TVD) isft)	+N/-S (usft)	+E/-W (usft)		Direction (°)		
		(0.0	0.0	0.0		179.02		
Plan Survey Tool Pro		Date 6/27/2	2017						
and the second second		Date 0/2/1/2							
Depth From (usft)	Depth To (usft) St	urvey (Wellb	ore)	Tool Name	,	Remarks			
1 0.0	17,774.2 PI	an #0 1 (OH)	,	MWD					
				MWD - Standard					

Measured Depth In (usft)	clination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0 0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.00	0.00	
4,000.0	0.00	0.00	4,000 0	0 0	0.0	0.00	0 00	0.00	0.00	
4.061 1	0.61	147 12	4,061 1	-0 3	02	1.00	1.00	0.00	147.12	
12,027 3	0.61	147 12	12,026.8	716	46.3	0.00	0.00	0.00	0.00	
12,773.0	90 00	179 52	12,500.0	-549.0	53.0	12.00	11.99	4.35	32.40	FTP (Hawk 26 Fed #7
17,774.2	90 00	179 52	12 500 0	-5,550.0	95.0	0.00	0.00	0.00	0.00	PBHL (Hawk 26 Fed #

6/27/2017 4:25:04PM

Plan Sections

Page 2

Database:	EDM 5000.14	Local Co-ordinate Reference:	Well #702H
Company:	EOG Resources - Midland	TVD Reference:	KB= 25' @ 3539.0usft
Project:	Lea County, NM (NAD 83 NME)	MD Reference:	KB= 25' @ 3539.0usft
Site:	Hawk 26 Fed	North Reference:	Grid
Well:	#702H	Survey Calculation Method:	Minimum Curvature
Wellbore:	ОН		
Design:	Plan #0 1		

Planned Survey

Measured Depth (usft)	Inclination	Azimuth	Vertical Depth (usft)	+N/-S	+E/-W	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	
(usit)	(°)	(°)	(usir)	(usft)	(usft)	(usit)	(noousit)	(/iousic)	(/isousic)	
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00	
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00	
200.0	0.00	0.00	200.0	0.0	0.0	00	0.00	0.00	0.00	
300.0	0.00	0.00	300.0	0.0	0.0	0.0	0.00	0.00	0.00	
400.0	0.00	0.00	400.0	0.0	0.0	0 0	0.00	0.00	0.00	
500.0	0.00	0.00	500.0	0.0	0.0	0.0	0.00	0.00	0.00	
600.0	0 00	0.00	600.0	0.0	0.0	0.0	0.00	0.00	0.00	
700.0	0.00	0.00	700.0	0.0	0.0	0.0	0.00	0.00	0.00	
800.0	0.00	0.00	800.0	0.0	0.0	0.0	0.00	0.00	0.00	
900.0	0.00	0.00	900.0	0.0	0.0	0.0	0.00	0.00	0.00	
1,000.0	0.00	0.00	1,000.0	0.0	0.0	0.0	0 00	0.00	0.00	
1,100.0	0 00	0.00	1,100.0	0.0	0 0	0.0	0.00	0.00	0.00	
1.200.0	0.00	0.00	1.200.0	0.0	0.0	0.0	0.00	0.00	0.00	
1,300.0	0.00	0.00	1,300.0	0.0	0.0	0.0	0.00	0.00	0.00	
1,400.0	0 00	0.00	1,400.0	0.0	0 0	0.0	0.00	0.00	0.00	
1,500.0	0.00	0.00	1,500.0	0.0	0.0	0.0	0.00	0.00	0.00	
1,600.0	0.00	0.00	1,600.0	0.0	0.0	0.0	0.00	0.00	0.00	
1,700 0	0.00	0.00	1,700.0	0.0	0.0	0.0	0.00	0.00	0.00	
1,800.0	0.00	0.00	1.800.0	0.0	0.0	0.0	0.00	0.00	0.00	
1,900.0	0.00	0.00	1,900.0	0.0	00	0.0	0.00	0.00	0.00	
2,000.0	0.00	0.00	2,000.0	0.0	0.0	0.0	0.00	0.00	0.00	
2,100.0	0.00	0.00	2,100.0	0.0	0 0	0.0	0.00	0.00	0.00	
2,200.0	0.00	0.00	2,200.0	0.0	0.0	0.0	0.00	0.00	0.00	
2,300.0	0.00	0.00	2.300.0	0.0	0.0	0.0	0.00	0.00	0 00	
2,400.0	0 00	0.00	2,400.0	0.0	0.0	0.0	0.00	0.00	0.00	
2,500.0	0.00	0.00	2,500.0	0 0	0.0	0.0	0.00	0.00	0.00	
2,600.0	0.00	0.00	2,600 0	0.0	0.0	0.0	0.00	0.00	0.00	
2,700.0	0.00	0.00	2,700.0	0.0	0 0	0.0	0 00	0 00	0.00	
2,800.0	0.00	0.00	2,800.0	0.0	0.0	0.0	0.00	0.00	0.00	
2.900.0	0.00	0.00	2,900.0	0.0	G.0	0.0	0.00	0 00	0.00	
3,000.0	0.00	0.00	3.000.0	0.0	0 0	0.0	0.00	0.00	0.00	
3,100.0	0.00	0.00	3,100.0	0.0	0.0	0.0	0.00	0.00	0.00	
3,200.0	0.00	0.00	3,200.0	0.0	0.0	0.0	0.00	0.00	0.00	
3,300.0 3.400.0	0.00	0.00	3,300.0 3,400.0	0.0	0 0 0.0	0.0	0.00	0.00	0.00	
3.500.0	0.00	0.00	3,500.0	0.0	0 0	0.0	0.00	0.00	0.00	
3,600.0	0.00	0.00	3,600 0	0 0 0	0.0	0.0	0.00	0.00	0.00	
3.700.0	0.00	0.00	3,700.0 3,800.0	0.0	0.0	0.0	0.00	0.00	0.00	
3,800.0 3,900.0	0.00	0.00	3,900.0	0.0	0.0	0.0	0.00	0.00	0.00	
4,000.0	0.00	0.00	4,000.0	0.0	0 0	0.0	0.00	0.00	0.00	
4,061 1	0.61	147.12	4,061 1	-03	0.2	0.3	1.00	1.00	0 00	
4,100.0	0.61	147 12	4,100.0	-0.6	04	0.6	0.00	0.00	0 00	
4,200.0	0 61	147 12	4,200.0	-1.5	1.0	1.5	0.00	0.00	0.00	
4,300.0	0.61	147.12	4,300.0	-2.4	1.6	2.4	0.00	0.00	0 00	
4,400.0	0.61	147 12	4,400.0	-3.3	2.1	33	0 00	0.00	0.00	
4,500.0	0.61	147 12	4,500.0	-4.2	27	4 2	0.00	0.00	0.00	
4,600.0	0.61	147.12	4,600.0	-5.1	33	5.2	0.00	0.00	0.00	
4.700.0	0.61	147 12	4,700.0	-6 0	3.9	6 1	0.00	0.00	0.00	
4,800.0	0.61	147.12	4.800.0	-6.9	4 5	7.0	0 00	0.00	0.00	
4,900.0	0.61	147.12	4.900.0	-7.8	50	7.9	0.00	0.00	0 00	
5,000 0	0.61	147 12	4,999.9	-8.7	56	8.8	0.00	0.00	0.00	
5,100.0	0.61	147.12	5,099.9	-9.6	6.2	9.7	0.00	0.00	0.00	
5,200.0	0.61	147.12	5,199.9	-10.5	6.8	10.6	0.00	0.00	0.00	

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Database:	EDM 5000.14	Local Co-ordinate Reference:	Well #702H
Company:	EOG Resources - Midland	TVD Reference:	KB= 25' @ 3539.0usft
Project:	Lea County, NM (NAD 83 NME)	MD Reference:	KB= 25' @ 3539.0usft
Site:	Hawk 26 Fed	North Reference:	Grid
Well:	#702H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OH		
Design:	Plan #0.1		

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
5,300 0	0.61	147.12	5,299.9	-11.4	7.3	11.5	0.00	0.00	0.00
5,400.0	0.61	147 12	5,399.9	-12.3	7.9	12.4	0.00	0.00	0.00
5,500.0	0.61	147 12	5,499.9	-13.2	8.5	13.3	0.00	0.00	0.00
5.600.0	0.61	147.12	5,599.9	-14.1	9.1	14.2	0.00	0.00	
5,700.0	0.61	147 12	5,699.9	-14.9	97	15.1	0.00	0.00	0.00
5,800.0	0.61	147 12	5,799.9	-15.8	10.2	16.0	0.00	0.00	0.00
5,900.0	0.61	147 12	5,899.9	-16.7	10.8	16 9	0.00	0.00	0.00
6.000.0	0 61	147 12	5,999.9	-17.6	11.4	17.8	0.00	0.00	0.00
6,100.0	0.61	147 12	6,099.9	-18.5	12.0	18.7	0.00	0.00	0.00
6,200.0	0.61	147 12	6,199.9	-19.4	12.6	19.6	0.00	0.00	0.00
6,300 0	0.61	147 12	6,299.9	-20.3	13.1	20.5	0.00	0.00	0.00
6,400.0	0.61	147 12	6,399.9	-21.2	13.7	21.4	0.00	0.00	0.00
6,500.0	0.61	147.12	6,499 9	-22.1	14.3	22.4	0.00	0.00	0.00
6,600.0	0.61	147 12	6,599.9	-23.0	14.9	23.3	0.00	0.00	0.00
6,700 0	0.61	147.12	6,699.8	-23.9	15.5	24 2	0.00	0.00	0.00
6,800.0	0.61	147.12	6,799.8	-24.8	16.0	25 1	0.00	0.00	0.00
6,900.0	0.61	147 12	6,899.8	-25.7	16.6	26.0	0.00	0.00	0.00
7,000.0	0.61	147 12	6,999.8	-26.6	17.2	26 9	0.00	0.00	0.00
7.100.0	0.61	147.12	7.099.8	-27.5	17.8	27.8	0.00	0.00	0.00
7.200.0	0.61	147 12	7.199.8	-28 4	18.3	28.7	0.00	0.00	0.00
7,300.0	0.61	147 12	7,299.8	-29.3	18.9	29.6	0.00	0.00	0.00
7,400.0	0 61	147.12	7,399.8	-30.2	19.5	30.5	0.00	0.00	0.00
7,500.0	0.61	147 12	7,499.8	-31.1	20.1	31.4	0.00	0.00	0.00
7.600.0	0.61	147 12	7,599.8	-32.0	20.7	32.3	0 00	0.00	0 00
7,700 0	0.61	147 12	7,699.8	-32 9	21 2	33.2	0.00	0.00	0.00
7,800.0	0.61	147 12	7,799.8	-33.7	21.8	34 1	0.00	0.00	0.00
7,900.0	0.61	147 12	7,899.8	-34.6	22.4	35.0	0.00	0.00	0.00
8.000.0	0.61	147.12	7,999.8	-35.5	23 0	35.9	0.00	0.00	0.00
8,100.0	0.61	147 12	8.099.8	-36.4	23.6	36.8	0.00	0.00	0.00
8,200.0	0.61	147 12	8,199.8	-37.3	24.1	37 7	0.00	0.00	0.00
8,300.0	0.61	147 12	8,299.8	-38.2	24.7	38.6	0.00	0.00	0.00
8,400.0	0.61	147 12	8,399.8	-39.1	25.3	39 5	0.00	0.00	0.00
8,500.0	0.61	147 12	8,499.7	-40.0	25.9	40.5	0.00	0.00	0.00
8.600.0	0.61	147.12	8,599.7	-40.9	26.4	41.4	0.00	0.00	0.00
8,700.0	0.61	147 12	8,6997	-41 8	27.0	42.3	0.00	0.00	0.00
8.800.0	0 61	147 12	8,799.7	-42.7	27.6	43.2	0 00	0 00	0.00
8 900 0	0.61	147.12	8.899.7	-43.6	28.2	44.1	0.00	0.00	0.00
9,000.0	0.61	147.12	8,9997	-44.5	28.8	45 0	0.00	0.00	0.00
9.100.0	0.61	147 12	9.0997	-45.4	29.3	45 9	0.00	0.00	0.00
9.200.0	0.61	147.12	9,199.7	-46.3	29 9	46.8	0.00	0.00	0.00
9,300.0	0.61	147.12	9,299.7	-47 2	30.5	47.7	0.00	0.00	0.00
9,400.0	0.61	147 12	9,399.7	-48 1	31 1	48 6	0.00	0.00	0.00
9.500.0	0.61	147 12	9,499.7	-49.0	31.7	49.5	0.00	0.00	0.00
9.600.0	0 61	147.12	9,599.7	-49 9	32.2	50.4	0.00	0.00	0 00
9.700.0	0 61	147.12	9,699.7	-50.8	32.8	51.3	0.00	0.00	0.00
9.800.0	0.61	147 12	9,799.7	-517	33.4	52 2	0.00	0.00	0.00
9,900.0	0 61	147 12	9,899.7	-52 5	34.0	53.1	0.00	0 00	0.00
10,000 0	0.61	147 12	9,999.7	-53.4	34.6	54.0	0.00	0.00	0.00
10,100.0	0.61	147.12	10,099 7	-54 3	35.1	54.9	0 00	0.00	0.00
10.200.0	0.61	147 12	10,199.6	-55 2	35.7	55 8	0 00	0.00	0.00
10.300.0	0.61	147 12	10,299.6	-56.1	36 3	56.7	0.00	0.00	0.00
10,400.0	0.61	147 12	10,399.6	-57 0	36 9	57.6	0.00	0.00	0 00
10,500.0	0.61	147 12	10,499.6	-57.9	37.4	58.6	0.00	0.00	0.00
10,600.0	0.61	147 12	10,599.6	-58.8	38.0	59.5	0.00	0.00	0.00

6/27/2017 4:25:04PM

Database:	EDM 5000.14	Local Co-ordinate Reference:	Well #702H
Company:	EOG Resources - Midland	TVD Reference:	KB= 25' @ 3539.0usft
Project:	Lea County, NM (NAD 83 NME)	MD Reference:	KB= 25' @ 3539.0usft
Site:	Hawk 26 Fed	North Reference:	Grid
Well:	#702H	Survey Calculation Method:	Minimum Curvature
Wellbore:	ОН		
Design:	Plan #0.1		

Planned Survey

Measu Dept (usf	h 👘	Inclination	Azimuth	Vertical Depth (usft)	+N/-S	+E/-W	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
(usi	9	(°)	(°)	(uait)	(usft)	(usft)	(usit)	(/ loodsid	(/roodard)	(noousity
10.7	700.0	0.61	147.12	10,699.6	-59.7	38.6	60.4	0.00	0.00	0.00
10,8	300.0	0.61	147.12	10,799.6	-60.6	39.2	61.3	0.00	0.00	0.00
10.0	000.0	0.01	147.40	10 800 6	C1 E	20.8	00.0	0.00	0.00	0.00
	0.000	0.61	147.12	10,899.6	-61.5	39.8	62 2	0.00	0.00	0.00
	0.000	0.61	147 12	10,999.6	-62.4	40.3	63.1	0.00	0.00	0.00
	100.0	0.61	147.12	11,099.6	-63.3	40.9	64.0	0.00	0.00	0.00
	200.0	0.61	147.12	11,199.6	-64.2	41.5	64.9	0.00	0.00	0.00
11,,	300.0	0.61	147.12	11,299.6	-65.1	42.1	65.8	0.00	0.00	0.00
11.4	400 0	0.61	147 12	11,399.6	-66.0	42.7	66.7	0.00	0.00	0.00
11,5	500.0	0.61	147 12	11,499.6	-66.9	43 2	67.6	0.00	0.00	0.00
11,6	0.006	0.61	147.12	11,599.6	-67.8	43.8	68.5	0.00	0.00	0.00
11.7	700.0	0.61	147 12	11,699.6	-68.7	44 4	69.4	0.00	0.00	0.00
11,8	300.0	0.61	147 12	11,799.6	-69.6	45 0	70 3	0.00	0.00	0.00
11 (900.0	0.61	147 12	11,899.6	-70.5	45.6	71.2	0.00	0.00	0.00
	0 000	0.61	147 12	11,999.5	-71.3	46.1	72.1	0.00	0.00	0.00
	027.3	0.61	147 12	12,026.8	-71.6	46.3	72.4	0.00	0.00	0.00
	050.0	3.26	173.76	12,049.5	-72.3	46.4	73.1	12.00	11.65	117.33
	075.0	6.25	176.53	12,074.4	-74.4	46.6	75.2	12.00	11.97	11.09
	100.0	9.25	177.51	12,099.2	-77.8	46 8	78.6	12.00	11.99	3.92
	125.0	12.24	178.01	12,123.8	-82.4	46.9	83.2	12.00	11.99	2.01
	150 0	15.24	178.32	12,148.1	-88.4	47 1	89.2	12 00	12.00	1.23
	175.0	18.24	178.53	12,172.0	-95.6	47.3	96.4	12.00	12.00	0.83
12,2	200.0	21.24	178.68	12,195.5	-104.0	47.5	104.8	12.00	12.00	0.60
12.3	225.0	24.24	178.79	12,218.6	-113.7	47.7	114.5	12.00	12.00	0.46
	250.0	27.24	178.88	12 241.1	-124.5	48 0	125.3	12.00	12.00	0.36
	275.0	30.24	178.96	12,263.0	-136 5	48.2	137 3	12.00	12.00	0.30
	300.0	33.24	179.02	12,284.3	-149.7	48.4	150.5	12.00	12.00	0 25
	325.0	36.24	179 07	12,304.8	-163.9	48.7	164.7	12.00	12.00	0.21
	350.0	39.24	179.12	12,324.6	-179.2	48.9	180.0	12.00	12.00	0.18
	375.0	42.24	179 16	12,343.5	-195.5	49 1	196.4	12.00	12.00	0.16
	400.0	45.24	179.19	12,361.6	-212.8	49.4	213.6	12.00	12.00	0.14
	425.0	48.24	179.23	12,378.7	-231.0	49.6	231.8	12.00	12.00	0.13
12,4	450.0	51.24	179.26	12,394.9	-250.1	49.9	250 9	12.00	12.00	0.12
12,4	475.0	54.24	179.28	12,410.0	-270.0	50.1	270.8	12.00	12.00	0.11
12.5	500.0	57.24	179.31	12,424 1	-290 6	50.4	291.5	12.00	12.00	0.10
12,	525.0	60.24	179.33	12,437.0	-312.0	50.6	312.8	12.00	12.00	0.09
12.5	550.0	63.24	179.35	12.448.9	-334.0	50 9	334.9	12.00	12.00	0.09
12,	575.0	66.24	179.37	12.459.5	-356.6	51.2	357 5	12.00	12.00	0.08
12 (600.0	69.24	179.39	12,469.0	-379.8	51.4	380.6	12.00	12.00	0.08
	325.0	72.24	179.41	12,477.2	-403.4	51.6	404 2	12.00	12.00	0.08
	650.0	75.24	179.43	12,484.2	-427.4	51.9	428.2	12.00	12.00	0.07
	575.0	78.24	179.45	12,490.0	-451.7	52.1	452 5	12.00	12.00	0.07
	700.0	81.24	179.47	12,494.4	-476.3	52.4	477 1	12.00	12.00	0.07
	25.0	84.24	179.49	12,497.6	-501.1	52.6	501.9	12.00	12.00	0.07
	750.0	87.24	179.50	12.499.4	-526.0	52 8	526 8	12.00	12.00	0.07
	73.0	90.00	179 52	12,500.0	-549 0	53.0	549.8	12.00	12.00	0.07
	300.0	90.00	179.52	12,500.0	-576 0	53.2	576.8	0.00	0.00	0.00
12.9	900.0	90.00	179.52	12,500.0	-676.0	54 1	676 8	0.00	0.00	0.00
13.0	0.00	90.00	179.52	12,500.0	-776.0	54 9	776.8	0 00	0.00	0.00
	00.0	90.00	179.52	12,500.0	-876.0	557	876 8	0.00	0.00	0.00
	200.0	90.00	179.52	12,500.0	-976.0	56.6	976.8	0.00	0.00	0.00
	300.0	90.00	179.52	12,500.0	-1.076 0	57.4	1,076.8	0.00	0.00	0.00
	0.00	90.00	179.52	12,500.0	-1.176.0	58.3	1.176 8	0.00	0.00	0 00
	00.0	90.00	179.52	12,500.0	-1,276.0	59.1	1 276.8	0.00	0.00	0.00
13,6	0.00	90.00	179.52	12,500.0	-1,376.0	59.9	1,376.8	0.00	0.00	0.00

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Database:		EDM 5000.14	Local Co-ordinate Reference:	Well #702H
Company:		EOG Resources - Midland	TVD Reference:	KB= 25' @ 3539.0usft
Project:		Lea County, NM (NAD 83 NME)	MD Reference:	KB= 25' @ 3539.0usft
Site:		Hawk 26 Fed	North Reference:	Grid
Well:		#702H	Survey Calculation Method:	Minimum Curvature
Wellbore:		OH		
Design:		Plan #0.1		

Planned Survey

Measured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Build Rate	Turn Rate	
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)	
13,700.0	90.00	179.52	12,500.0	-1,476.0	60.8	1,476.8	0.00	0.00	0.00	
13,800.0	90.00	179.52	12,500.0	-1,576.0	61.6	1,576.8	0.00	0.00	0.00	
13,900.0	90.00	179.52	12.500.0	-1,676.0	62 5	1,676.8	0.00	0.00	0.00	
14,000.0	90.00	179.52	12,500.0	-1,776.0	63.3	1,776.8	0.00	0.00	0.00	
14,100 0	90.00	179.52	12,500.0	-1,876.0	64.1	1,876.8	0.00	0.00	0.00	
14,200.0	90.00	179.52	12,500.0	-1,976 0	65.0	1,976.8	0.00	0.00	0.00	
14,300.0	90.00	179.52	12,500.0	-2,075.9	65.8	2,076.8	0.00	0.00	0.00	
14,400.0	90.00	179.52	12,500.0	-2,175.9	66.7	2,176.8	0.00	0.00	0.00	
14,500.0	90.00	179.52	12,500.0	-2,275.9	67.5	2,276.8	0.00	0.00	0.00	
14,600.0	90.00	179.52	12,500.0	-2,375.9	68.3	2,376.8	0.00	0.00	0.00	
14,700.0	90.00	179.52	12,500.0	-2,475.9	69.2	2,476.8	0.00	0.00	0.00	
14,800 0	90.00	179.52	12,500.0	-2,575.9	70.0	2,576.8	0.00	0.00	0.00	
14,900.0	90.00	179.52	12,500.0	-2,675.9	70.9	2,676.7	0.00	0.00	0.00	
15,000.0	90.00	179.52	12,500.0	-2,775.9	71.7	2,776.7	0.00	0.00	0.00	
15,100 0	90.00	179.52	12,500.0	-2,875.9	72.5	2,876.7	0.00	0.00	0.00	
15,200.0	90.00	179.52	12,500.0	-2,975.9	73.4	2.976.7	0.00	0.00	0.00	
15,300.0	90.00	179.52	12,500.0	-3,075.9	74.2	3.076.7	0.00	0.00	0.00	
15,400 0	90.00	179.52	12,500.0	-3,175.9	75.1	3,176.7	0.00	0.00	0.00	
15,500.0	90 00	179.52	12,500.0	-3,275.9	75.9	3,276.7	0.00	0.00	0.00	
15,600.0	90.00	179.52	12,500.0	-3.375.9	767	3,376.7	0.00	0.00	0.00	
15,700 0	90.00	179.52	12,500.0	-3,475.9	77.6	3,476.7	0.00	0.00	0.00	
15,800.0	90.00	179.52	12,500.0	-3,575.9	78 4	3,576.7	0.00	0.00	0.00	
15.900.0	90.00	179.52	12,500.0	-3,675.9	79.3	3,676.7	0.00	0.00	0.00	
16,000.0	90.00	179.52	12,500.0	-3,775.9	80.1	3,776.7	0.00	0.00	0.00	
16,100.0	90.00	179.52	12,500.0	-3,875.9	80.9	3,876.7	0.00	0.00	0 00	
16,200.0	90.00	179.52	12,500.0	-3,975.9	81.8	3.976 7	0.00	0.00	0.00	
16,300.0	90 00	179.52	12,500.0	-4,075.9	82.6	4,076.7	0.00	0.00	0.00	
16,400.0	90.00	179.52	12,500.0	-4.175.9	83.5	4,176.7	0.00	0.00	0.00	
16,500.0	90.00	179.52	12,500.0	-4.275.9	84.3	4,276.7	0.00	0.00	0.00	
16,600.0	90.00	179.52	12,500.0	-4.375.9	85 1	4,376 7	0.00	0.00	0.00	
16,700.0	90.00	179.52	12,500.0	-4.475.9	86 0	4.476.7	0.00	0.00	0.00	
16.800.0	90.00	179.52	12,500.0	-4.575.9	86.8	4.576.7	0.00	0.00	0.00	
16,900.0	90.00	179 52	12.500.0	-4,675 9	87 7	4,676 7	0.00	0.00	0.00	
17,000.0	90.00	179.52	12,500.0	-4.775.9	88 5	4.776.7	0.00	0.00	0.00	
17.100.0	90.00	179.52	12,500.0	-4.875.9	89.3	4.876.7	0.00	0.00	0.00	
17,200.0	90.00	179 52	12,500.0	-4,975.8	90.2	4,976.7	0.00	0.00	0 00	
17.300.0	90.00	179.52	12,500 0	-5,075.8	91 0	5,076.7	0.00	0.00	0.00	
17,400.0	90.00	179.52	12,500.0	-5,175.8	91.9	5.176.7	0.00	0.00	0.00	
17,500.0	90.00	179.52	12,500.0	-5,275.8	92.7	5,276.7	0 00	0.00	0.00	
17,600.0	90.00	179.52	12.500 0	-5,375 8	93.5	5,376.6	0.00	0.00	0.00	
17.700.0	90.00	179.52	12,500.0	-5.475.8	94.4	5,476.6	0.00	0.00	0.00	
17,774 2	90.00	179.52	12,500.0	-5,550.0	95.0	5.550 8	0.00	0.00	0.00	

Database: Company: Project: Site: Well: Wellbore:	EDM 5000.14 EOG Resourd Lea County, N Hawk 26 Fed #702H OH	ces - Midland NM (NAD 83			TVD Refere MD Referen North Refer	ice:	KB= 25' @	0 3539.0usft 0 3539.0usft	
Design: Design Targets	Plan #0 1				para antina para tana any any atao				
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
PBHL (Hawk 26 Fed #7) - plan hits target cer - Point		0.00	12,500.0	-5,550.0	95.0	425.542.00	783,982.00	32° 10' 2.866 N	103° 32' 56 980 W
FTP (Hawk 26 Fed #702	0.00	0.00	12,500.0	-549.0	53.0	430.543.00	783,940.00	32° 10' 52.355 N	103° 32' 57 044 W

- plan hits target center - Point

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1. Request for variance for the option to preset surface casing with surface rig:

a) EOG Requests the option to contract a Surface Rig to drill, set surface casing, and cement on the following subject wells. After WOC 8 hours or 500 psi compressive strength (whichever is greater), the Surface Rig will move off so that the wellhead can be installed. A welder will cut the casing to the proper height and weld on the wellhead (both "A" and "B" sections). The weld will be tested to 1000 psi. All valves will be closed and a wellhead cap will be installed. See attached wellhead diagram below. If the timing between rigs is such that EOG Resources would not be able to preset surface, the Primary Rig will MIRU and drill the well in its entirety per the APD. (H O) or ends by be concluded.

Prenoune will be monitoned with a prenoune gauge notalled on the wellhead

and drill the well in its entirety per the APD. But needs to be contacted and 24 hrs. prior to commencing the spudder rig operation & notified before the longer moves back on the pre-set location. The big rig Wellname nig needs to move back in ANTIETAM/9 FED COM #701A go days ANTIETAN 9 FED COM #702H ANT/ETAM 9 FED COM #703H ANTIETAM 9 FED/COM #704H CÓLGROVE FEDCOM #707H ¢OLGR¢VE FED COM #708H ÉNDURANCE 36 STATE/COM/#707/H ENDURANCE \$6 STATE COM #708H HOUND 30 FED #7014 HOUND 30 FED #702H HOUND 30 FED #70BH HOUND 30 FED #704H LUCKY 13/FED COM #8H LUCKY 13 FED COM #9H TRIGG 5 FED #1

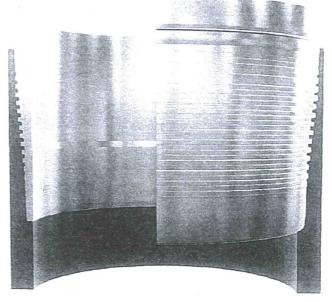
"AR JE ULTRA"" FJ Teologicki Osta Steer	7 625 1	29.70-055 0	2 h C .	EVRAZ
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Issued on: 13 Jul. 2016



Connection Data Sheet

OD 5 1/2 in.

23.00 lb/ft

Wall Th. 0.415 in.

API Drift Grade P110 4.545 in.

Connection VAM® TOP HT

	PIPE PROPERTIES	
	Nominal OD	5.500 in.
	Nominal ID	4.670 in.
	Nominal Cross Section Area	6.630 sqin.
	Grade Type	API 5CT
and the	Min. Yield Strength	110 ksi
	Max. Yield Strength	140 ksi
and the second	Min. Ultimate Tensile Strength	125 ksi
12		

Weight

CONNECTION PRO	PERTIES
Connection Type	Premium T&C
Connection OD (nom)	6.156 in.
Connection ID (nom)	4.607 in.
Make-up Loss	4.382 in.
Coupling Length	10.748 in.
Critical Cross Section	6.630 sqin.
Tension Efficiency	100 % of pipe
Compression Efficiency	80 % of pipe
Internal Pressure Efficiency	100 % of pipe
External Pressure Efficiency	100 % of pipe

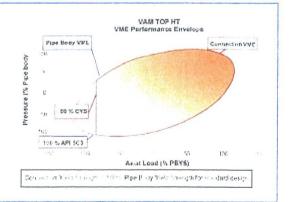
CONNECTION PERFORMA	NCES
Tensile Yield Strength	729 klb
Compression Resistance	583 klb
Internal Yield Pressure	14530 psi
External Pressure Resistance	14540 psi
Max. Bending with Sealability (CAL IV)	20 °/100 ft
Max. Load on Coupling Face	413 klb

FIELD TORQUE VALUES					
Min. Make-up torque	12450	ft.lb			
Opti. Make-up torque	13750	ft.lb			
Max. Make-up torque	15050	ft.lb			
Field Liner Max	17900	ft.lb			

VAM® TOP HT (High Torque) is a T&C connection based on the main features of the VAM® TOP connection.

This connection provides reinforced torque capability for liners and where High Torque is anticipated due to string rotation during running operations (torque rotating liner while running, rotating casing when cementing) It has been tested as per ISO13679 CAL IV requirements.

VAM® TOP HT is interchangeable with VAM® TOP product line with the exception of 4 1/2" size.



Do you need help on this product? - Remember no one knows $\mathsf{VAM}^{\textcircled{0}}$ like VAM

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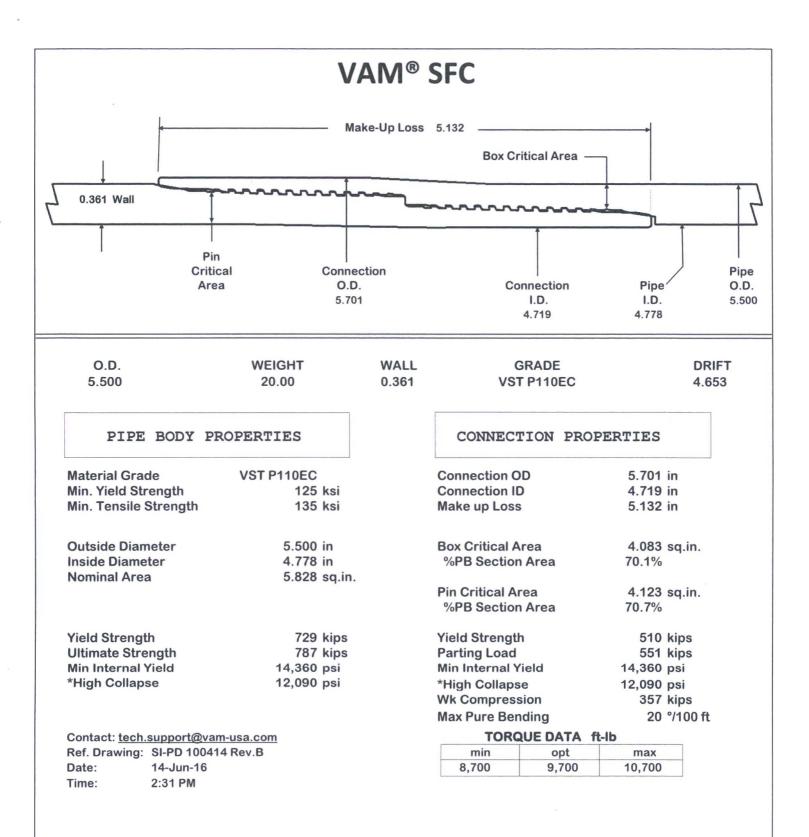
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Over 140 VAM® Specialists available worldwide 24/7 for Rig Site Assistance

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







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PECOS DISTRICT CONDITIONS OF APPROVAL

OPERATOR'S NAME:	EOG Resources, Inc.
LEASE NO.:	NMNM-19858
WELL NAME & NO.:	Hawk 26 Fed 702H
SURFACE HOLE FOOTAGE:	0500' FSL & 0715' FWL
BOTTOM HOLE FOOTAGE	0230' FSL & 0876' FWL Sec. 35, T. 24 S., R 33 E.
LOCATION:	Section 26, T. 24 S., R 33 E., NMPM
COUNTY:	Lea County, New Mexico

All previous COAs still apply except the following:

A. CASING

All previous COAs still apply except the following:

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 Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.

Centralizers required on surface casing per Onshore Order 2.III.B.1.f.

Wait on cement (WOC) for Water Basin:

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.

No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.

Risks:

Possibility of water flows in the Salado and Castile. Possibility of lost circulation in the Rustler, Red Beds, and Delaware.

 The 10 3/4 inch surface casing shall be set at approximately 1300 feet (in a competent bed below the Magenta Dolomite, which is a Member of the Rustler, and if salt is encountered, set casing at least 25 feet 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 completing the cement job.

b. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry.

- 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.

Formation below the 10 3/4 inch shoe to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe (not the mud weight required to prevent dissolving the salt formation) and the mud weight for the bottom of the hole. Report results to BLM office.

2. The minimum required fill of cement behind the 7 5/8 inch intermediate is:

Cement to surface. If cement does not circulate see A.1.a, c-d above. Excess cement percentage calculates to 23% - additional cement might be required.

Formation below the 7 5/8 inch shoe to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe (not the mud weight required to prevent dissolving the salt formation) and the mud weight for the bottom of the hole. Report results to BLM office.

3. The minimum required fill of cement behind the 5 1/2 inch production casing is:

Cement should tie-back at least 200 feet into previous casing string. Operator shall provide method of verification. Excess cement percentage calculates to 24% - additional cement might be required.

4. 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.

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. Variance approved to use flex line from BOP to choke manifold. 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. If the BLM inspector questions the straightness of the hose, a BLM engineer will be contacted and will review in the field or via picture supplied by inspector to determine if changes are required (operator shall expect delays if this occurs).
- 3. Operator has proposed a **multi-bowl wellhead assembly**. This assembly (BOPE/BOPE) will 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. **5M 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.**
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. All BOP equipment will be tested utilizing a conventional test plug. Not a cup or J-packer type.
 - c. 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.
 - d. Manufacturer representative shall install the test plug for the initial and all BOP testing.
 - e. <u>Prior to running the intermediated casing, the rams will be changed out to accommodate the 7-5/8" casing. After installing the intermediate casing the casing rams will be removed and replaced with variable bore rams.</u>
- 4. Operator has broken a seal on the BOP stack therefore per Onshore Oil and Gas Order No. 2 the entire BOP stack shall be tested prior to drilling out the intermediated casing.
 - a. A solid steel body pack-off will be utilized after running & cementing the intermediate casing. After installation of the pack-off and lower flange will be pressure tested to 5000 psi.
 - b. 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. 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 (18 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).
- c. 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.
- d. The results of the test shall be reported to the appropriate BLM office.
- e. 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.
- f. 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.
- g. 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.

Proposed mud weight may not be adequate for drilling through Wolfcamp.

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