## 1. GEOLOGIC NAME OF SURFACE FORMATION: Permian

## 2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

Rustler	1,001'
Top of Salt	1,351'
Base of Salt / Top Anhydrite	4,961'
Base Anhydrite	5,179'
Lamar	5,179'
Bell Canyon	5,227'
Cherry Canyon	6,269'
Brushy Canyon	7,950'
Bone Spring Lime	9,424'
1 <sup>st</sup> Bone Spring Sand	10,352'
2 <sup>nd</sup> Bone Spring Shale	10,538'
2 <sup>nd</sup> Bone Spring Sand	10,906'
3 <sup>rd</sup> Bone Spring Carb	11,434'
3 <sup>rd</sup> Bone Spring Sand	11,962'
Wolfcamp	12,383'
TD	12,551'

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

Water

Upper Permian Sands	0-400'	Fresh
Cherry Canyon	6,290'	Oil
Brushy Canyon	7,950'	Oil
1 <sup>st</sup> Bone Spring Sand	10,352'	Oil
2 <sup>nd</sup> Bone Spring Shale	10,538'	Oil
2 <sup>nd</sup> Bone Spring Sand	10,906'	Oil
3 <sup>rd</sup> Bone Spring Carb	11,434'	Oil
3 <sup>rd</sup> Bone Spring Sand	11,962'	Oil
Wolfcamp	12,383'	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 1,025' and circulating cement back to surface.

Hole		Csg				DFmin	DFmin	DFmin
Size	Interval	OD	Weight	Grade	Conn	Collapse	Burst	Tension
14.75"	0 – 1,025'	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' - 11,600'	7.625"	29.7#	HCP-	FlushMax III	1.125	1.25	1.60
				110				
6.75"	0' - 11,100'	5.5"	20#	P-110EC	DWC/C-IS	1.125	1.25	1.60
					MS			
6.75"	11,100'-22,574'	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 <sup>3</sup> /ft	Mix Water Gal/sk	Slurry Description
10-3/4" 1,025'	325	13.5	1.73	9.13	Class C + 4.0% Bentonite + $0.6\%$ CD- $32 + 0.5\%$ CaCl <sub>2</sub> + $0.25$ 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" 11,600'	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" 22,574'	950	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 @ 11,100')

#### **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 - 1,025'	Fresh - Gel	8.6-8.8	28-34	N/c
1,025' – 11,600'	Brine	8.8-10.0	28-34	N/c
11,600' - 22,574'	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) H<sub>2</sub>S 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 7505 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.



455'

2.4

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

## MIDWEST

## HOSE AND SPECIALTY INC.

IN	TERNAL	. HYDROST	ATIC TEST	REPOR	T	
Customer:				P.O. Numb	er:	
CACTUS				RIG #123		
			Asset # A	A10761		
		HOSE SPECI	ICATIONS			
Туре: С	HOKE LIN	E		Length:	35'	
I.D.	<b>4</b> "	INCHES	0.D.	8"	INCHES	
WORKING PF	RESSURE	TEST PRESSUR	E	BURST PRES	SURE	
10,000	PSI	15,000	PSI		PSI	
		COUP	LINGS			
Type of En 4	d Fitting 1/16 10K F	LANGE				
Type of Co	upling:		MANUFACTU	RED BY		
, s	WEDGED		MIDWEST HO	SE & SPECI/	ALTY	
		PROC	EDURE			
			····			
	ME HEID AT	<u>TERT DESCUIDE</u>	<u>un water at amplei</u> Actual e	<u>II (emperatura</u> ) Bijdet odeeci	105.	
•	RIE NELV AI	TEST FRESSURE	ACTORE	JUNOI PRESSU	JAE.	
	1	MIN.			0 PSi	
COMMENTS	B:					
S	N#90087	M10761				
H H	iose is cov	ered with stainl	ess steel armo	ur cover and	l	
N N	raped with	fire resistant v	ermiculite coat	ed fiberglas	8	
ie ie	nsulation n	ated for 1500 de	grees complete	e with lifting	eyes	
Date:		Tested By:		Approved:		
6	/6/2011	BOBBY FINK		MENDI J	ACKSON	



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

Tested By: Bobby Fink

Approved By: Mendi Jackson

, Mendi Jackson

## **FAFMSS**

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

## 👞, SUPO Data Repoi

Row(s) Exist? NO

09/25/2017

APD ID: 10400010755 Operator Name: EOG RESOURCES INCORPORATED Well Name: DOGWOOD 23 FED COM Well Type: OIL WELL

Submission Date: 03/07/2017

Well Number: 703H Well Work Type: Drill Highlighted data reflects the most recent changes

Show Final Text

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

DOGWOOD23FEDCOM\_703H vicinity map\_02-24-2017.pdf

Existing Road Purpose: ACCESS, FLUID TRANSPORT

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

**Existing Road Improvement Attachment:** 

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

DOGWOOD\_23\_FED\_COM infrastructure sketch\_02-24-2017.pdf DOGWOOD23FEDCOM\_703H well site\_02-24-2017.pdf

Feet

New road type: RESOURCE

Length: 151

Width (ft.): 24 Max grade (%): 20

Max slope (%): 2

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 24

**New road access erosion control:** Newly constructed or reconstructed roads will be constructed as outlined in the BLM "Gold Book" and to meet the standards of the anticipated traffic flow and all anticipated weather requirements as needed. Construction will include ditching, draining, crowning and capping or sloping and dipping the roadbed as necessary to provide a well-constructed and safe road. We plan to grade and water twice a year. **New road access plan or profile prepared?** NO

New road access plan attachment:

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EOG 5M BOPE Diagram (6/10/14)

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Hole		Csg				DFmin	DFmin	DFmin
Size	Interval	OD	Weight	Grade	Conn	Collapse	Burst	Tension
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		· ·		110	x			
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					MS			×
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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.

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Lateral				

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1.

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9.875"	1,000' –	7.625"	29.7#	P-110EC	SLIJ II	1.125	1.25	1.60
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8.75"	3,000' - 11,600'	7.625"	29.7#	HCP-	FlushMax III	1.125	1.25	1.60
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6.75"	0'-11,100'	5.5"	20#	P-110EC	DWC/C-IS	1.125	1.25	1.60
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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	
0-1,025'	Fresh - Gel	8.6-8.8	28-34	N/c	
1,025' – 11,600'	Brine	8.8-10.0	28-34	N/c	
11,600' - 22,574'	Oil Base	10.0-14.0	58-68	3 - 6	
Lateral	1				

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) H<sub>2</sub>S 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 7505 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.

## 1. GEOLOGIC NAME OF SURFACE FORMATION: Permian

## 2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

Rustler	1,001'
Top of Salt	1,351'
Base of Salt / Top Anhydrite	4,961'
Base Anhydrite	5,179'
Lamar	5,179'
Bell Canyon	5,227'
Cherry Canyon	6,269'
Brushy Canyon	7,950'
Bone Spring Lime	9,424'
1 <sup>st</sup> Bone Spring Sand	10,352'
2 <sup>nd</sup> Bone Spring Shale	10,538'
2 <sup>nd</sup> Bone Spring Sand	10,906'
3 <sup>rd</sup> Bone Spring Carb	11,434'
3 <sup>rd</sup> Bone Spring Sand	11,962'
Wolfcamp	12,383'
TD	12,551'

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

Water

Upper Permian Sands	0-400'	Fresh
Cherry Canyon	6,290'	Oil
Brushy Canyon	7,950'	Oil
1 <sup>st</sup> Bone Spring Sand	10,352'	Oil
2 <sup>nd</sup> Bone Spring Shale	10,538'	Oil
2 <sup>nd</sup> Bone Spring Sand	10,906'	Oil
3 <sup>rd</sup> Bone Spring Carb	11,434'	Oil
3 <sup>rd</sup> Bone Spring Sand	11,962'	Oil
Wolfcamp	12,383'	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 1,025' and circulating cement back to surface.

Hole		Csg				DF <sub>min</sub>	DFmin	DFmin
Size	Interval	OD	Weight	Grade	Conn	Collapse	Burst	Tension
14.75"	0 - 1,025'	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' - 11,600'	7.625"	29.7#	HCP-	FlushMax III	1.125	1.25	1.60
				110	· .			
6.75"	0' - 11,100'	5.5"	20#	P-110EC	DWC/C-IS	1.125	1.25	1.60
					MS			
6.75"	11,100'-22,574'	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 Ft³/ft	Mix Water Gal/sk	Slurry Description
10-3/4" 1,025'	325	13.5	1.73	9.13	Class C + 4.0% Bentonite + 0.6% CD-32 + 0.5% CaCl <sub>2</sub> + 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" 11,600'	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" 22,574'	950	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 @ 11,100')

## **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.

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

Depth	Туре	Weight (ppg)	Viscosity	Water Loss
0-1,025'	Fresh - Gel	8.6-8.8	28-34	N/c
1,025' – 11,600'	Brine	8.8-10.0	28-34	N/c
11,600' – 22,574'	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) H<sub>2</sub>S 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 7505 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.

## 1. GEOLOGIC NAME OF SURFACE FORMATION: Permian

## 2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

Rustler	1,001'
Top of Salt	1,351'
Base of Salt / Top Anhydrite	4,961'
Base Anhydrite	5,179'
Lamar	5,179'
Bell Canyon	5,227'
Cherry Canyon	6,269'
Brushy Canyon	7,950'
Bone Spring Lime	9,424'
1 <sup>st</sup> Bone Spring Sand	10,352'
2 <sup>nd</sup> Bone Spring Shale	10,538'
2 <sup>nd</sup> Bone Spring Sand	10,906'
3 <sup>rd</sup> Bone Spring Carb	11,434'
3 <sup>rd</sup> Bone Spring Sand	11,962'
Wolfcamp	12,383'
TD	12,551'

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

Upper Permian Sands	0-400'	Fresh Water
Cherry Canyon	6,290'	Oil
Brushy Canyon	7,950'	Oil
1 <sup>st</sup> Bone Spring Sand	10,352'	Oil
2 <sup>nd</sup> Bone Spring Shale	10,538'	Oil
2 <sup>nd</sup> Bone Spring Sand	10,906'	Oil
3 <sup>rd</sup> Bone Spring Carb	11,434'	Oil
3 <sup>rd</sup> Bone Spring Sand	11,962'	Oil
Wolfcamp	12,383'	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 1,025' and circulating cement back to surface.

Hole		Csg				DFmin	DFmin	DFmin
Size	Interval	OD	Weight	Grade	Conn	Collapse	Burst	Tension
14.75"	0 - 1,025'	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' - 11,600'	7.625"	29.7#	HCP-	FlushMax III	1.125	1.25	1.60
		· ·		110				
6.75"	0' - 11,100'	5.5"	20#	P-110EC	DWC/C-IS	1.125	1.25	1.60
					MS			
6.75"	11,100'-22,574'	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 <sup>3</sup> /ft	Mix Water Gal/sk	Slurry Description
10-3/4" 1,025'	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" 11,600'	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" 22,574'	950	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 @ 11,100')

### **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
0-1,025'	Fresh - Gel	8.6-8.8	28-34	N/c
1,025' – 11,600'	Brine	8.8-10.0	28-34	N/c
11,600' - 22,574'	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) H<sub>2</sub>S 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 7505 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.

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#### **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.

## **1. GEOLOGIC NAME OF SURFACE FORMATION:** Permian

## 2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

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Base Anhydrite	5,179'
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Cherry Canyon	6,269'
Brushy Canyon	7,950'
Bone Spring Lime	9,424'
1 <sup>st</sup> Bone Spring Sand	10,352'
2 <sup>nd</sup> Bone Spring Shale	10,538'
2 <sup>nd</sup> Bone Spring Sand	10,906'
3 <sup>rd</sup> Bone Spring Carb	11,434'
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Wolfcamp	12,383'
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## 3. ESTIMATED DEPTHS OF ANTICIPATED FRESH WATER, OIL OR GAS:

Upper Permian Sands	0-400'	Fresh Water
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3 <sup>rd</sup> Bone Spring Carb	11,434'	Oil
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Wolfcamp	12,383'	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 1,025' and circulating cement back to surface.

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Hole Size	Interval	Csg OD	Weight	Grade	Conn	DF <sub>min</sub> Collapse	DF <sub>min</sub> Burst	DF <sub>min</sub> Tension
14.75"	0-1,025'	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' 11,600'	7.625"	29.7#	HCP- 110	FlushMax III	1.125	1.25	1.60
6.75"	0' - 11,100'	5.5"	20#	P-110EC	DWC/C-IS MS	1.125	1.25	1.60
6.75"	11,100'-22,574'	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 <sup>3</sup> /ft	Mix Water Gal/sk	Slurry Description
10-3/4" 1,025'	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" 11,600'	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" 22,574'	950	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 @ 11,100')

## **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.

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

Depth	Туре	Weight (ppg)	Viscosity	Water Loss
0-1,025'	Fresh - Gel	8.6-8.8	28-34	N/c
1,025' - 11,600'	Brine	8.8-10.0	28-34	N/c
11,600' - 22,574'	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) H<sub>2</sub>S 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 7505 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.

## 1. GEOLOGIC NAME OF SURFACE FORMATION: Permian

## 2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

Rustler	1,001'
Top of Salt	1,351'
Base of Salt / Top Anhydrite	4,961'
Base Anhydrite	5,179'
Lamar	5,179'
Bell Canyon	5,227'
Cherry Canyon	6,269'
Brushy Canyon	7,950'
Bone Spring Lime	9,424'
1 <sup>st</sup> Bone Spring Sand	10,352'
2 <sup>nd</sup> Bone Spring Shale	10,538'
2 <sup>nd</sup> Bone Spring Sand	10,906'
3 <sup>rd</sup> Bone Spring Carb	11,434'
3 <sup>rd</sup> Bone Spring Sand	11,962'
Wolfcamp	12,383'
TD	12,551'

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

Upper Permian Sands	0-400'	Fresh Water
Cherry Canyon	6,290'	Oil
Brushy Canyon	7,950'	Oil
1 <sup>st</sup> Bone Spring Sand	10,352'	Oil
2 <sup>nd</sup> Bone Spring Shale	10,538'	Oil
2 <sup>nd</sup> Bone Spring Sand	10,906'	Oil
3 <sup>rd</sup> Bone Spring Carb	11,434'	Oil
3 <sup>rd</sup> Bone Spring Sand	11,962'	Oil
Wolfcamp	12,383'	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 1,025' and circulating cement back to surface.

1.

Hole		Csg				DFmin	DFmin	DFmin
Size	Interval	OD	Weight	Grade	Conn	Collapse	Burst	Tension
14.75"	0 – 1,025'	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' - 11,600'	7.625"	29.7#	HCP-	FlushMax III	1.125	1.25	1.60
				110				
6.75"	0' – 11,100'	5.5"	20#	P-110EC	DWC/C-IS	1.125	1.25	1.60
					MS			
6.75"	11,100'-22,574'	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 <sup>3</sup> /ft	Mix Water Gal/sk	Slurry Description
10-3/4" 1,025'	325	13.5	1.73	9.13	Class C + 4.0% Bentonite + $0.6\%$ CD- $32 + 0.5\%$ CaCl <sub>2</sub> + $0.25$ 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" 11,600'	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" 22,574'	950	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 @ 11,100')

## **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.

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## Lea County, New Mexico 200' FSL **Proposed Wellbore** 1595' FEL KB: 3,343' Section 23 GL: 3,318' API: 30-025-\*\*\*\*\* T-26-S, R-33-E Bit Size: 14-3/4" 10-3/4", 40.5#, J-55, ST&C 0' - 1025' Bit Size: 9-7/8" 7-5/8", 29.7#, HCP-110 , LTC 0' - 1,000' 7-5/8", 29.7#, P-110EC, SLIJII 1,000' - 3,000' Bit Size: 8-3/4" TOC: 11,100' 7-5/8", 29.7#, HCP-110 , FlushMax III 3,000' - 11,600' KOP: 12,018' Bit Size: 6-3/4" Bit Size: 6-3/4" 5-1/2", 20#, P-110EC, DWC-IS-MS 0' - 11,100' 5-1/2", 20#, P-110EC, VAM SFC 11,100' - 22,574'

Lateral: 22,574' MD, 12,500' TVD Upper Most Perf: 330' FSL & 1356' FEL Sec. 23 Lower Most Perf: 330' FNL & 1356' FEL Sec. 14 BH Location: 230' FNL & 1356' FEL Section 14 T-26-S, R-33-E

Dogwood 23 Fed Com #703H



Pipe Body	<u>Imperi</u>	al	<u>S.I.</u>	
Grade	P110		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 <sup>2</sup>	5,508	mm²
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	in²	2,852	mm²
Box critical area	4.424	in²	2,854	mm²
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-Ib	32.000	N-m

2. Missing Necessary Information (*The BLM can start, but cannot complete the analysis until you submit the identified items. This is an early notice and the BLM will restate this in a 30-day deferral letter, if you have not submitted the information at that time. You will have two (2) years from the date of the deferral to submit this information or the BLM will deny your APD.*)

## [Please See Addendum for further clarification of deficiencies]



## United States Department of the Interior

BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE 620 E. GREENE ST. CARLSBAD, NM 88220 BLM\_NM\_CFO\_APD@BLM.GOV



In Reply To: 3160 (Office Code) [ NMNM122622 ]

05/30/2017

## Attn: STAN WAGNER EOG RESOURCES INC 1111 BAGBY SKY LOBBY2 HOUSTON, TX 77002

Re: Receipt and Acceptability of Application for Permit to Drill (APD)

## FEDERAL - NMNM122622

Well Name / Number: Legal Description: County, State: Date APD Received: DOGWOOD 23 FED COM / 703H T26S, R33E, SEC 23, SWSE LEA, NM 03/07/2017

Dear Operator:

The BLM received your Application for Permit to Drill (APD), for the referenced well, on 03/07/2017. The BLM reviewed the APD package pursuant to part III.D of Onshore Oil and Gas Order No.1 and it is:

1. Incomplete/Deficient (The BLM cannot process the APD until you submit the identified items within 45 calendar days of the date of this notice or the BLM will return your APD.)

	Well Plat		
$\checkmark$	Drilling Plan		
$\checkmark$	Surface Use Plan of Operations (SUPO)		
	Certification of Private Surface Owner Access Agreen	nent	
·	Bonding		
	Onsite (The BLM has scheduled the onsite to be on	)	
	This requirement is exempt of the 45-day timeframe to deficiencies. This requirement will be satisfied on the	o submit date of the onsi	te.
	Other		

[Please See Addendum for further clarification of deficiencies]

NOTE: The BLM will return your APD package to you, unless you correct all deficiencies identified above (item 1) within 45 calendar days.

• The BLM will not refund an APD processing fee or apply it to another APD for any returned APD.

## **Extension Requests:**

- If you know you will not be able to meet the 45-day timeframe for reasons beyond your control, you must submit a written request through email/standard mail for extension prior to the 45<sup>th</sup> calendar day from this notice. 07/14/2017.
- The BLM will consider the extension request if you can demonstrate your diligence (providing reasons and examples of why the delay is occurring beyond your control) in attempting to correct the deficiencies and can provide a date by which you will correct the deficiencies. If the BLM determines that the request does not warrant an extension, the BLM will return the APD as incomplete after the 45 calendar days have elapsed.
  - The BLM will determine whether to grant an extension beyond the required 45 calendar days and will document this request in the well file. If you fail to submit deficiencies by the date defined in the extension request, the BLM will return the APD.

#### **APDs remaining Incomplete:**

- If the APD is still not complete, the BLM will notify you and allow 10 additional business days to submit a written request to the BLM for an extension. The request must describe how you will address all outstanding deficiencies and the timeframe you request to complete the deficiencies.
  - The BLM will consider the extension request if you can prove your diligence (providing reasons and examples of why the delay is occurring) in attempting to correct the deficiencies and you can provide a date by which you will correct the deficiencies. If the BLM determines that the request docs not warrant an additional extension, the BLM will return the APD as incomplete.

If you have any questions, please contact Melissa Agee at (575) 234-5937.

Sincerely,

Cody Layton Assistant Field Manager

#### cc: Official File

Clarifications

#### **ADDENDUM - Deficient**

Surface Comments

- Location of Existing Wells Deficiency: Needs a "wells within one mile" exhibit added to this APD.
- Well Site Layout Deficiency: Cut and fill diagram is needed.

Attached Attached

Engineering Comments

- BOP requirements are not met
  - 1. BOP Schematic must have a 10M Annular. Please resubmit with correction.
  - 2. 10M BOP Choke manifold is required. Please resubmit with correction.

- Engineering Review: Other identified drilling plan deficiencies

Not a deficiency but cannot approve APD without a waste minimization plan. Please attach state submitted gas capture plan (this will be a sufficient substitute for waste minimization plan).

Attached

Altached



EOG 5M BOPE Diagram (6/10/14)



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#### BLM APD Waste Minimization Plan Checklist

Well Name: Dogwood 23 Fed Com 703H (APD) Well Location: 200' FSL & 1595' FEL, SWSE 23-26S-33E, Lea County

Production Facility Name: Dogwood 23 Fed Com Central Tank Battery Production Facility Location: CTB Located in SE/4 of section 23. Gas is gathered at CTB and piped through EOG gathering system to Enterprise Field Services gas pipeline tie-in.

Anticipated Well Completion Date: Estimated 04/01/2018

- Initial Production Volumes: Estimated ~3000 – 7000 MCFPD initial rate.

In accordance with 3162.3-1(j)(3), one or more third-party, midstream processors have been notified of our development plan. Information provided includes anticipated completion dates and gas production rates.

NMOCD gas capture plan attached.