Hydrogen Sulfide Plan Summary

- A. All personnel shall receive proper H2S training in accordance with Onshore Order III.C.3.a.
- B. Briefing Area: two perpendicular areas will be designated by signs and readily accessible.
- C. Required Emergency Equipment:
 - Well control equipment
 - a. Flare line 150' from wellhead to be ignited by flare gun.
 - b. Choke manifold with a remotely operated choke.
 - c. Mud/gas separator
 - Protective equipment for essential personnel.

Breathing apparatus:

- a. Rescue Packs (SCBA) 1 unit shall be placed at each breathing area, 2 shall be stored in the safety trailer.
- b. Work/Escape packs —4 packs shall be stored on the rig floor th sufficient air hose not to restrict work activity.
- c. Emergency Escape Packs —4 packs shall be stored in the doghouse for emergency evacuation.

Auxiliary Rescue Equipment:

- a. Stretcher
- b. Two OSHA full body harness
- c. 100 ft 5/8 inch OSHA approved rope
- d. 1-20# class ABC fire extinguisher

H2S detection and monitoring equipment:

The stationary detector with three sensors will be placed in the upper dog house if equipped, set to visually alarm @ 10 ppm and audible @ 14 ppm. Calibrate a minimum of every 30 days or as needed. The sensors will be placed in the following places: Rig floor / Bell nipple / End of flow line or where well bore fluid is being discharged.

(Gas sample tubes will be stored in the safety trailer)

- Visual warning systems.
 - a. One color code condition sign will be placed at the entrance to the site reflecting the possible conditions at the site.
 - b. A colored condition flag will be on display, reflecting the current condition at the site at the time.
 - c. Two wind socks will be placed in strategic locations, visible from all angles.

Mud program:

The mud program has been designed to minimize the volume of H2S circulated to surface. The operator will have the necessary mud products to minimize hazards while drilling in H2S bearing zones.

Metallurgy:

All drill strings, casings, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold and lines, and valves shall be suitable for H2S service.

Communication:

Communication will be via cell phones and land lines where available.

Emergency Assistance Telep	
PUBLIC SAFETY:	<u>911 or</u>
Lea County Sheriff's Department	(575) 396-3611
Rod Coffman	
Fire Department:	
Carlsbad	(575) 885-3125
Artesia	(575) 746-5050
Hospitals:	
Carlsbad	(575) 887-4121
Artesia	(575) 748-3333
Hobbs	(575) 392-1979
Dept. of Public Safety/Carlsbad	(575) 748-9718
Highway Department	(575) 885-3281
New Mexico Oil Conservation	(575) 476-3440
U.S. Dept. of Labor	(575) 887-1174
EOG Resources, Inc.	
EOG / Midland	Office (432) 686-3600
Company Drilling Consultants:	:
Jett Dueitt	Cell (432) 230-4840
Blake Burney	
Diake Durney	
Drilling Engineer	
Steve Munsell	Office (432) 686-3609
Steve Mullson	Cell (432) 894-1256
Drilling Managor	Cell (452) 894-1250
Drilling Manager Heath Work	Office (432) 686-6716
Heath Work	Cell (903) 780-1179
Duilling Companying and	Cell (903) 780-1179
Drilling Superintendent	Office (422) 848 0020
Jason Fitzgerald	Office (432) 848-9029
	Cell (318) 347-3916
H&P Drilling	<u> (422) 5(2 5757</u>
H&P Drilling	Office (432) 563-5757
H&P 415 Drilling Rig	Rig (432) 230-4840
Tool Pusher:	
Johnathan Craig	Cell (817) 760-6374
Brad Garrett	
Safety	
Brian Chandler (HSE Manager)	Office (432) 686-3695
	Cell (817) 239-0251

Emergency Assistance Telephone List

OD 7 5/8 in.	Weight 29.70 lb/ft	Wall Th. 0.375 in.	Grade VM 110 HC	API Drift 6.750 in.	Connection VAM® SLIJ-II
Nominal OD Nominal ID Nominal Cross S Grade Type Min. Yield Stren Max. Yield Strer Min. Ultimate Te	। मिनिड मिर्स्वानिडरणे Section Area gth	1 	n. Connection T Connection C Connection II Make-up Los Critical Cross Tension Effic Compression Internal Pres	Type DD (nom) D (nom) s s Section tiency	F
Compression Re Internal Yield Str Uniaxial Collaps Max. Bending C Max Bending wi	esistance essure e Pressure apacity	651 klb 455 klb 9470 psi 7890 psi TDB 20 °/100 ft	Min. Make-u Opti. Make-u Max. Make-u	p torque	11300 ft.ib 12600 ft.ib 13900 ft.ib
all casing appli high perform sealability. VAM® SLIJ-II stringent tests	s a semi-flush integra cations. It combines ances in tension, o has been validated protocols, and has a orld's most prolific HP	a near flush design v compression and g according to the m n excellent performär	/ith 100 1004		
usa@vi mexico@ brazil@v	vamfieldservice.com amfieldservice.com vamfieldservice.com amfieldservice.com Over 14 Over 14	dubai@va nigeria@v angola@v 40 VAM® Specialists ava	nfieldservice.com imfieldservice.com amfieldservice.com amfieldservice.com amfieldservice.com lable worldwide 24/7 fo	china baku singapo austral	©vemfieldservice.com @vamfieldservice.com re@vamfieldservice.com ia@vamfieldservice.com

Co Metal One Corp	onnection Data Shee	et 🛛	Rev.	N-0	
4	Make up loss				
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l i F	Pin critical area	E	lox critical are	а	
		•			
Pipe Body	Imperia	1	S.I.		
Grade	P110		P110		
Pipe OD (D)	7 5/8	in	193.68	mm	
Weight	29.7	lb/ft	44.25	kg/m	
Actual weight Wall thickness (t)	29.0 0.375	Ib/ft	43.26 9.53	kg/m mm	
Pipe ID (d)	6.875	in in	174.63	mm	
Pipe body cross sec		in ²	5,508	mm ²	
Drift Dia.	6.750	in	171.45	mm	
		L. Classic		<u> </u>	
Connection					
Box OD (W)	7.625	in	193.68	mm	
PIN ID	6.875	in	174.63	mm	
Pin critical area	4.420	in ²	2,852	mm ²	
Box critical area	4.424	in²	2.854	mm ²	
Joint load efficiency		%	60	%	
Make up loss Thread taper	3.040	in /16 (3/4 i	77.22	mm	
Number of threads		5 thread			
<u>Number of the day</u>	L	<u>o micuu</u>			
Connection Perfor	mance Properties				
Tensile Yield load	563.4	kips	2,506	<u>kN</u>	
M.I.Y.P.	7,574	psi	52.2	MPa	
Collapse strength	5,350	psi	36.9	MPa	
Note	um Internal Yield Pressi		connection		
	un internal field Fless		connection		
Torque Recommen	Ided				
Min.	8,700	ft-lb	11,700	N-m	
Opti.	9,700	ft-ib	13,100	N-m	
Max.	10,700	ft-lb	14,500	N-m	
Operational Ma		ft-lb	32,000	N-m	
Note : Operational N	lax. torque can be appli	ied for hig	h torque app	ication	
				1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	

Hole Size	Interval	Csg OD	Weight	Grade	Conn	DF _{min} Collapse	DF _{min} Burst	DF _{min} Tension
14.75"	0 - 1,040'	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'-22,572'	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" 1,040'	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" 22,572'	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.

1. GEOLOGIC NAME OF SURFACE FORMATION: Permian

2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

Rustler	1,013'
Top of Salt	1,363'
Base of Salt / Top Anhydrite	4,973'
Base Anhydrite	5,200'
Lamar	5,200'
Bell Canyon	5,239'
Cherry Canyon	6,281'
Brushy Canyon	7,962'
Bone Spring Lime	9,436'
1 st Bone Spring Sand	10,444'
2 nd Bone Spring Shale	10,550'
2 nd Bone Spring Sand	10,918'
3 rd Bone Spring Carb	11,463'
3 rd Bone Spring Sand	11,991'
Wolfcamp	12,412'
TD	12,580'

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

Upper Permian Sands	0-400'	Fresh Water
Cherry Canyon	6,281'	Oil
Brushy Canyon	7,962'	Oil
1 st Bone Spring Sand	10,444'	Oil
2 nd Bone Spring Shale	10,550'	Oil
2 nd Bone Spring Sand	10,918'	Oil
3 rd Bone Spring Carb	11,463'	Oil
3 rd Bone Spring Sand	11,991'	Oil
Wolfcamp	12,412'	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 1,040' and circulating cement back to surface.

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 - 1,040'	Fresh - Gel	8.6-8.8	28-34	N/c
1,040' - 11,600'	Brine	8.8-10.0	28-34	N/c
11,600' - 22,572'	Oil Base	10.0-14.0	58-68	3 - 6
Lateral				

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

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

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

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

7. AUXILIARY WELL CONTROL AND MONITORING EQUIPMENT:

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

8. LOGGING, TESTING AND CORING PROGRAM:

Open-hole logs are not planned for this well.

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

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

The estimated bottom-hole temperature (BHT) at TD is 181 degrees F with an estimated maximum bottom-hole pressure (BHP) at TD of 7522 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.

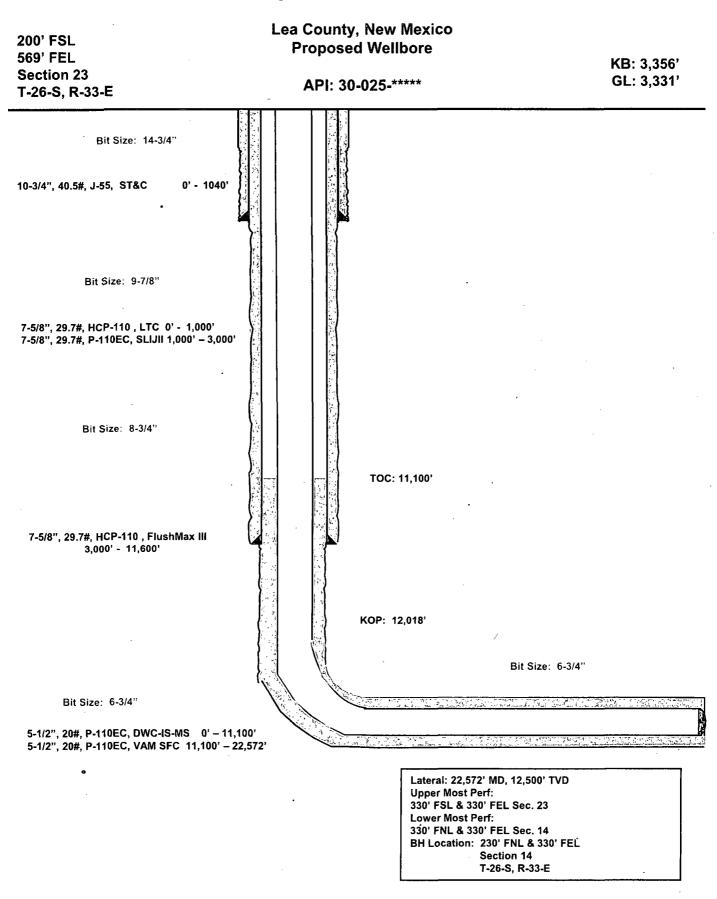
The wellhead will be installed by a third party welder while being monitored by WH vendor's representative.

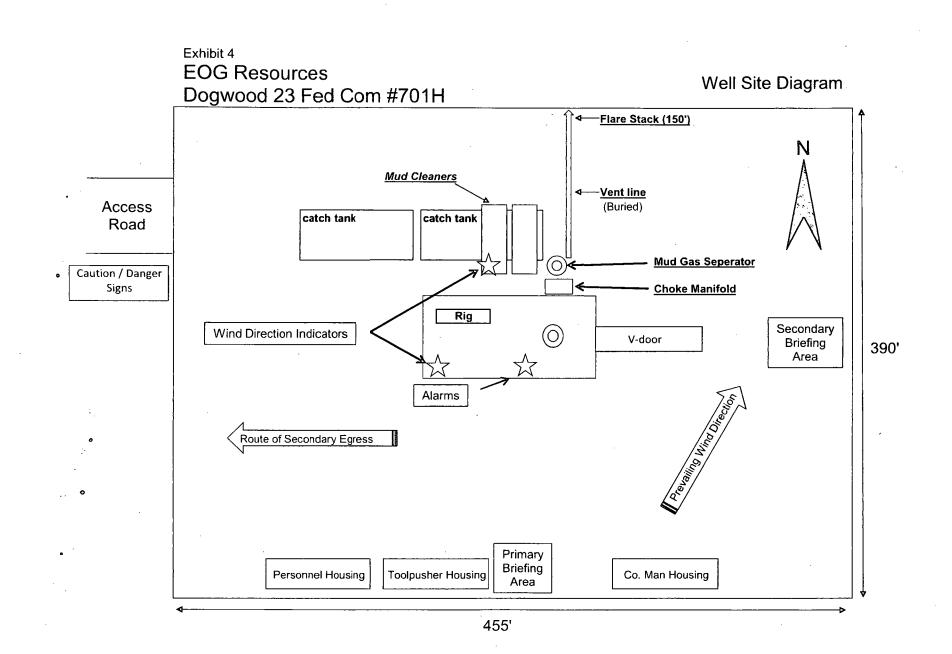
All BOP equipment will be tested utilizing a conventional test plug. Not a cup or J-packer type.

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.

Dogwood 23 Fed Com #701H





Manufacturer: Midwest Hose & Specialty

Serial Number: SN#90067

Length: 35'

Size: OD = 8° ID = 4°

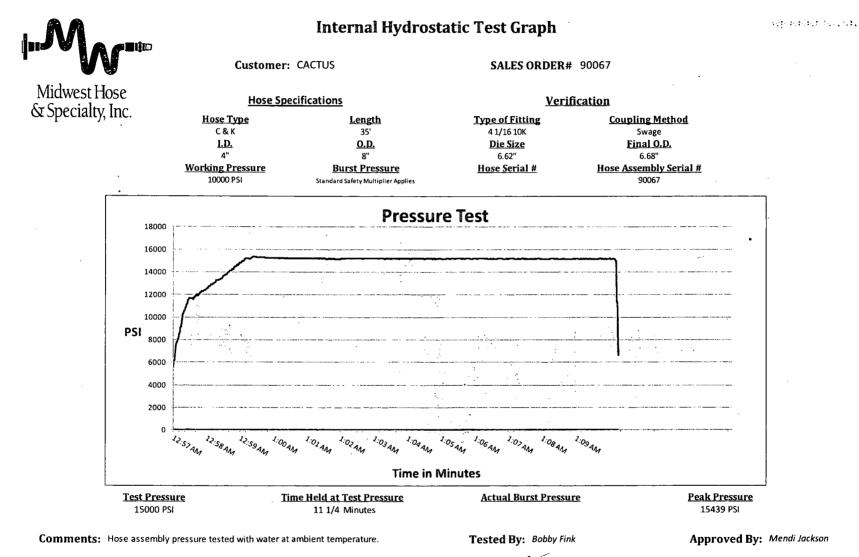
Ends: Flanges Size: 4-1/16"

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

MIDWEST

HOSE AND SPECIALTY INC.

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IP	VTERNAL	. HYDROST	ATIC TEST	REPOR	T	
Custome	r:		P.O. Numb	er:		
CACTUS			RIG #123			
			······································	Asset # M	110761	
	<u> </u>	HOSE SPECIF	ICATIONS			
Туре:	CHOKE LINI	E		Length:	35'	
I.D.	4"	INCHES	O.D.	8"	INCH	IES
WORKING	PRESSURE	TEST PRESSUR	E	BURST PRES	SURE	
10,000	PSI	15,000	PSI			PSI
		COUP	LINGS			
Type of E	ind Fitting					
	4 1/16 10K F	LANGE	· .			
Type of C	oupling:		MANUFACTU	RED BY		
	SWEDGED		MIDWEST HOSE & SPECIALTY			
		PROC	EDURE			
	Hene geograph					
		<u>Y pressure tested w</u>	1	URST PRESSU		
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Date:	Insulation re	ated for 1500 de Tested By:	grees complete	Approved:	eyes	
Dato.	6/6/2011	BOBBY FINK		MENDI J	ACKSO	N



Mendi Jackson