ONSHORE ORDER NO. 1 Chevron SD EA 18/19 Fed Com P15 16H Lea County, NM

30-025-44088

CONFIDENTIAL -- TIGHT HOLE DRILLING PLAN

PAGE:

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1. FORMATION TOPS

The estimated tops of important geologic markers are as follows:

FORMATION	SUB-SEA TVD	KBTVD	MD
Rustler		800	
Castile		3480	
Lamar		4900	
Bell Canyon		4930	
Cherry Canyon		5970	
Brushy Canyon		7620	
Bone Spring Limestone		9090	
Upr. Avalon		9120	
Top Bone Spring 1		10040	
Top Bone Spring 2		10700	
Top Bone Spring 3		11740	
Wolfcamp		12140	
Wolfcamp A1		12193	
Lateral TD (Wolfcamp A1)		12,213	22300

2. ESTIMATED DEPTH OF WATER, OIL, GAS & OTHER MINERAL BEARING FORMATIONS

The estimated depths at which the top and bottom of the anticipated water, oil, gas, or other mineral bearing formations are expected to be encountered are as follows:

Substance	Formation	Depth
Deepest Ex	Deepest Expected Base of Fresh Water	
Water	Rustler	800
Water	Bell Canyon	4930
Water	Cherry Canyon	5970
Oil/Gas	Brushy Canyon	7620
Oil/Gas	Bone Spring Limestone	9090
Oil/Gas	Upr. Avalon	9120
Oil/Gas	Top Bone Spring 1	10040
Oil/Gas	Top Bone Spring 2	10700
Oil/Gas	Top Bone Spring 3	11740
Oil/Gas	Wolfcamp	12140
Oil/Gas	Wolfcamp A1	12193
Oil/Gas		

All shows of fresh water and minerals will be reported and protected.

3. BOP EQUIPMENT

Will have a minimum of a 10000 psi rig stack (see proposed schematic) for drill out below surface (Wolfcamp is not exposed until drillout of the intermediate casing). Could possibly utilize the 5000 psi rig stack (see proposed schematic) for drill out below surface casing due to the availabity of 10 M annular. (Wolfcamp is not exposed until drillout of the intermediate casing) Stack will be tested as specified in the attached testing requirements. Batch drilling of the surface, intermediate, and production will take place. A full BOP test will be performed unless approval from BLM is received otherwise. Flex choke hose will be used for all wells on the pad (see attached specs) BOP test will be conducted by a third party.

Chevron requests a variance to use a FMC UH2 Multibowl wellhead, which will be run through the rig foor on surface casing. BOPE will be nippled up and tested after cementing surface casing. Subsequent tests will be performed as needed, not to exceed 30 days. The field report from FMC and BOP test information will be provided in a subsequent report at the end of the well. Please see the attached wellhead schematic. An installation manual has been placed on file with the BLM office and remains unchanged from previous submittal.

CONFIDENTIAL -- TIGHT HOLE DRILLING PLAN

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4. CASING PROGRAM

a. The proposed casing program will be as follows:

Purpose	From	То	Hole Size	Csg Size	Weight	Grade	Thread	Condition
Surface	0'	800'	17-1/2"	13-3/8"	55 #	J55	STC	New
Intermediate	0'	11,500'	12-1/4"	9-5/8"	43.5#	HCK-L80	LTC	New
Production	0'	22,300'	8-1/2"	5-1/2"	20.0 #	P-110-ICY	TXP BTC	New

- b. Casing design subject to revision based on geologic conditions encountered.
- c. ***A "Worst Case" casing design for wells in a particular area is used below to calculate the Casing Safety Factors. If for any reason the casing design for a particular well requires setting casing deeper than the following "worst case" design, then the Casing Safety Factors will be recalcuated & sent to the BLM prior to drilling.
- d. Chevron will fill casing at a minimum of every 20 jts (840') while running for intermediate and production casing in order to maintain collapse SF.

SF Calculations based on the following "Worst Case" casing design:

Surface Casing:

850'

Intermediate Casing:

11,200' TVD

Production Casing:

23,000' MD/12,750' TVD (10,300' VS @ 90 deg inc)

Casing String	Min SF Burst	Min SF Collapse	Min SF Tension	Min SF Tri-Axial
Surface	1.36	3.12	3.17	1.70 .
Intermediate	1.12	1.44	1.93	1.37
Production	1.11	1.23	1.97	1.37

Min SF is the smallest of a group of safety factors that include the following considerations:

		Surf	Int	Prod
Burst Design				
Pressure Test- Surface	e, Int, Prod Csg	X	X	X
P external:	Water			1
P internal:	Test psi + next section heaviest mud in csg			
Displace to Gas-Surf	Csg	X		
P external:	Water			
P internal:	Dry Gas from Next Csg Point			
Frac at Shoe, Gas to	Surf- Int Csg		X	
P external:	Water			
	Dry Gas, 16 ppg Frac Gradient			
Stimulation (Frac) Pre	essures- Prod Csg			×
P external:	Water			
P internal:	Max inj pressure w/ heaviest injected fluid			
Tubing leak- Prod Cs	g (packer at KOP)			×
P external:	Water			
P internal:	Leak just below surf, 8.7 ppg packer fluid			
Collapse Design				
Full Evacuation		X	X	×
P external:	Water gradient in cement, mud above TOC			
P internal:	none			
Cementing- Surf, Int,	Prod Csg	X	X	X
P external:	Wet cement			
P internal:	water			
Tension Design				
100k lb overpull		X	X	X

ONSHORE ORDER NO. 1 Chevron SD EA 18/19 Fed Com P15 16H Lea County, NM CONFIDENTIAL -- TIGHT HOLE DRILLING PLAN

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5. **CEMENTING PROGRAM**

Slurry	Type	Тор	Bottom	Weight	Yield	%Excess	Sacks	Water
Surface				(ppg)	(sx/cu ft)	Open Hole		gal/sk
Tail	Class C	0'	800'	14.8	1.33	50	650	6.57
Intermediate								
Stage 2 Lead	Class C	0'	4570	11.9	2.39	100	1070	13.46
Stage 2 Tail	Class C	4570	4870	14.8	1.33	25	89	6.35
Stage 1 Lead	50:50 Poz Class C	4,870'	10,650'	11.9	2.21	25	1024	12.18
Stage 1 Tail	Class H	10,650'	11,150'	15.6	1.22	25	184	5.37
Production								
Tail	Acid Soluble	10,350'	22,300'	15.6	1.2	10	2500	5.05

1. Final cement volumes will be determined by caliper.

^{2.} Surface casing shall have at least one centralizer installed on each of the bottom three joints starting with the shoe joint.

^{3.} Production casing will have one horizontal type centralizer on every joint for the first 1000' from TD, then every other joint to EOB, and then every third joint to KOP. Bowspring type centralizers will be run from KOP to intermediate casing.

ONSHORE ORDER NO. 1 Chevron SD EA 18/19 Fed Com P15 16H Lea County, NM CONFIDENTIAL -- TIGHT HOLE DRILLING PLAN

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6. MUD PROGRAM

From	То	Type	Weight	F. Vis	Filtrate
0'	800'	Spud Mud	8.3 - 8.7	32 - 34	NC - NC
800'	11,150'	Oil Based Mud	8.7-9.2	28 - 30	25-30
11,150'	12,300'	Oil Based Mud	9.5-13.5	70 - 75	25 - 30
12,300'	22,300'	Oil Based Mud	9.5-13.5	70 - 75	25 - 30

A closed system will by utilized consisting of above ground steel tanks. All wastes accumulated during drilling operations will be contained in a portable trash cage and removed from location and deposited in an approved sanitary landfill. Sanitary wastes will be contained in a chemical porta-toilet and then hauled to an approved sanitary landfill.

All fluids and cuttings will be disposed of in accordance with New Mexico Oil Conservation Division rules and regulations.

A mud test shall be performed every 24 hours after mudding up to determine, as applicable: density, viscosity, gel strength, filtration, and pH.

Visual mud monitoring equipment shall be in place to detect volume changes indicating loss or gain of circulating fluid volume. When abnormal pressures are anticipated -- a pit volume totalizer (PVT), stroke counter, and flow sensor will be used to detect volume changes indicating loss or gain of circulating fluid volume.

A weighting agent and lost circulating material (LCM) will be onsite to mitigate pressure or lost circulation as hole conditions dictate.

7. TESTING, LOGGING, AND CORING

The anticipated type and amount of testing, logging, and coring are as follows:

- a. Drill stem tests are not planned.
- b. The logging program will be as follows:

TYPE	Logs	Interval	Timing	Vendor
Mudlogs	2 man mudlog	Int Csg to TD	Drillout of Int Csg	TBD
LWD	MWD Gamma	Int. and Prod. Hole	While Drilling	TBD

- c. Conventional whole core samples are not planned.
- d. A Directional Survey will be run.

8. ABNORMAL PRESSURES AND HYDROGEN SULFIDE

a. No abnormal pressures or temperatures are expected. Estimated BHP at intermediate TD is:
 No abnormal pressures or temperatures are expected. Estimated BHP at production TD is:
 8650 psi

b. Hydrogen sulfide gas is not anticipated. An H2S Contingency plan is attached with this APD in the event that H2S is encountered

Internal Pressure Resistance 6,330 psi



813,000 lbs

Joint Strength

Casing and Tubing Performance Data

PIPE BODY DATA

GEOMETR)

Outside Diameter	9.625 in	Wall Thickness	0.435 in	API Drift Diameter	8.599 in
Nominal Weight	43.50 lbs/ft	Nominal ID	8.755 in	Alternative Drift Diameter	8.625 in
Plain End Weight	42.73 lbs/ft	Nominal cross section	12.559 in		
		PER	FORMANCI		
Steel Grade	L80	Minimum Yield	80,000 psi	Minimum Ultimate	95,000 psi
Tension Yield	1,005,000 in	Internal Pressure Yield	6,330 psi	Collapse Pressure	3,810 psi
Available Seamless	Yes	Available Welded	No		
		CONNE	CTION DAT	`A	
TYPE: LTC		GI	EOMETR)		
Coupling Reg OD	10.625 in	Threads per in	8	Thread turns make up	3.5
		PER	FORMANCI		
Steel Grade	L80	Coupling Min Yield	80,000 psi	Coupling Min Ultimate	95,000 psi

January 18 2016



Size: 5.500 in. **Wall**: 0.361 in.

Weight: 20.00 lbs/ft

Grade: P110-ICY

Min. Wall Thickness: 87.5 %

Connection: TenarisXP® BTC

Casing/Tubing: CAS

Coupling Option: REGULAR

		GEOME	TRY		
Nominal OD	5.500 in.	Nominal Weight	20.00 lbs/ft	Standard Drift Diameter	4.653 in.
Nominal ID	4.77 8 in.	Wall Thickness	0 .361 in.	Special Drift Diameter	N/A
Plain End Weight	19.83 lbs/ft				
		PERFORM	ANCE		
Body Yield Strength	729 x 1000 lbs	Internal Yield	14360 psi	SMYS	12500 0 psi
Collapse	12100 psi				
	7 179	NAFTCYDS DTC CO	NINECTIONS	٨٣٨	
	1 (5)	NARISXPE BTC CO		ATA	
Connection OD	6.1 00 in.	Coupling Length	9,450 in.	Connection ID	4.76 6 in.
Critical Section	0.1 00 m.	Coupling Length	5.430 III.	Connection 15	4.700 III.
Area	5.828 sq. in.	Threads per in.	5.00	Make-Up Loss	4,204 in.
		PERFORM	ANCE		
Tension Efficiency	100 %	Joint Yield Strength	729 x 1000	Internal Pressure ${\sf Capacity}^{(\underline{1})}$	1436 0 psi
Structural		Structural	729 × 1000	Structural	
Compression	100 %	Compression	729 x 1000 lbs	Bending ⁽²⁾	104 °/100
Efficiency		Strength	100	Derium g	
External Pressure	12100 psi				
Capacity	,				
	į.	STIMATED MAKE-	JP (ORQUES)	~	
Minimum	115 40 ft-lbs	Optimum	12820 ft-lbs	Maximum	14100 ft-lt
		OPERATIONAL LI	MIT TOPQUES	,	
Operating Torque	22700 ft-lbs	Yield Torque	25250 ft-lbs		
		BLANKING DI	MENSIONS		

- (1) Internal Pressure Capacity related to structural resistance only. Internal pressure leak resistance as per section 10.3 API 5C3 / ISO 10400 2007.
 - (2) Structural rating, pure bending to yield (i.e no other loads applied)
 - (3) Torque values calculated for API Modified thread compounds with Friction Factor=1. For other thread compounds please contact us at licensees@oilfield.tenaris.com. Torque values may be further reviewed. For additional information, please contact us at contact-tenarishydril@tenaris.com

For the latest performance data, always visit our website: www.tenaris.com

June 17 2015



Size: 5.000 in. Wall: 0.362 in.

Weight: 18.00 lbs/ft

Grade: P110-IC

Min. Wall Thickness: 87.5 %

Connection: Wedge 521™ Casing/Tubing: CAS

PIPE BODY DATA

		GEOMET	RY		
Nominal OD	5. 000 in.	Nominal Weight	18.00 lbs/ft	Standard Drift Diameter	4.151 in.
Nominal ID	4.276 in.	Wall Thickness	0.362 in.	Special Drift Diameter	N/A
Plain End Weight	17.95 lbs/ft				
		PERFORM	ANCE		
Body Yield Strength	580 × 1000 lbs	Internal Yield	13940 psi	SMYS	110 000 psi
Collapse	14840 psi				
	V	VEDGE 521™ CONF	NECTION DAT	Α.	
		GEOMET	RY		
Connection OD	5.359 in.	Connection ID	4.226 in.	Make-Up Loss	3.62 0 in.
Critical Section Area	3.891 sq. in.	Threads per in.	3.36		
		PERFORM	ANCE		
Tension Efficiency	73.8 %	Joint Yield Strength	428 × 1000 lbs	Internal Pressure Capacity	139 40 psi
Compression Strength	514 x 1000 lbs	Compression Efficiency	88.7 %	Bending	75 °/100 ft
External Pressure Capacity	14840 psi				
		MAKE-UP TO	RQUES		
Minimum	6100 ft-lbs	Optimum	730 0 ft-lbs	Maximum (<u>*</u>)	1070 0 ft-lbs
		OPERATIONAL LIN	MIT TORQUES	,	
Operating Torque	17300 ft-lbs	Yield Torque	260 00 ft-lbs		
		BLANKING DIN	MENSIONS		

Blanking Dimensions

* If you need to use torque values that are higher than the maximum indicated, please contact a local Tenaris technical sales representative.



TH DS-16.0372 23 August 2016 Rev 00

5.000" 18.00 lb/ft P110-ICY TenarisHydril Wedge 521®

	Salar A.	PIPE BOD	DY DATA		
	The second second	GEON	METRY		
Nominal OD	5.000 in.	Nominal Weight	18.00 lbs/ft	Standard Drift Diameter	4.151 in.
Nominal ID	4.276 in.	Wall Thickness	0.362 in.	Special Drift Diameter	N/A
Plain End Weight	17.95 lbs/ft				
		PERFOR	MANCE		
Body Yield Strength	659 x 1000 lbs	Internal Yield¹	16290 psi	Collapse	14840 psi
		CONNECT	ION DATA		
		GEON	METRY		
Box OD (Turned)	5.359 in.	Pin ID (Bored)	4.226 in.	Make-Up Loss	3.62 in.
Critical Section Area	3.891 sq. in.	Threads per in.	3.36		
		PERFOR	MANCE		
Tension Efficiency	73.8 %	Joint Yield Strength	486 x 1000 lbs	Internal Yield ¹	16290 psi
Compression Efficiency	88.7 %	Compression Rating	585 x 1000 lbs	Collapse	14840 psi
Bending	85°/100 ft				
		MAKE-UP	TORQUES		
Minimum	6100 ft-lbs	Optimum	7300 ft-lbs	Maximum*	10700 ft-lbs
4471.0		OPERATIONAL	LIMIT TORQUES		
Operational	20000 ft-lbs	1	*	Yield Torque	30000 ft-lbs

^{*}If you need to use torque values that are higher than the maximum indicated, please contact a local Tenaris technical sales representative

^{1.} Internal Yield Rating is based on 90% RBW.



TH DS-16.0370 11 ago 16 Rev 00

5" 18.00 ppf P110-ICY - TenarisXP® BTC (min wt 90%) (USC Units)



PIPE BODY DATA									
GEOMETRY									
Nominal OD	5.000 in.	Nominal Weight	18.00 lbs/ft	Standard Drift Diameter	4.151 in.				
Nominal ID	4.276 in.	Wall Thickness	0.362 in.	Special Drift Diameter	-				
Plain End Weight	17.95 lbs/ft								
PERFORMANCE									
Body Yield Strength	659 x 1000 lbs	Internal Yield (4)	16290 psi	Collapse	14840 psi				
CONNECTION DATA									
Regular OD	5.720 in.	Coupling Length	9.325 in.	Connection ID	4.264 in.				
Critical Section Area	5.275 sq. in.	Threads per in.	5	Make-Up Loss	4.141 in.				
PERFORMANCE									
Tension Efficiency	100.0 %	Joint Yield Strength 659 x 1000 lbs		Internal Pressure Capacity (1) (4)	16290 psi				
Structural Compression Efficiency	100.0 %	Structural Compression Rating	659 x 1000 lbs	External Pressure Capacity	14840 psi				
Structural Bending ⁽²⁾	115°/100 ft								
MAKE-UP TORQUES (3)									
Minimum	11480 ft-lbs	Target	12750 ft-lbs	Maximum	14030 ft-lbs				
Operating Torque	15800 ft-lbs	Yield Torque	17700 ft-lbs						

⁽¹⁾ Internal Yield pressure related to structural resistance only. Internal pressure leak resistance as per section 10.3 API 5C3 / ISO 10400 - 2007.

⁽²⁾ Structural rating, pure bending to yield (i.e no other loads applied)

⁽³⁾ Torque values calculated for API Modified thread compounds with Friction Factor=1. For other thread compounds please contact us at licensees@oilfield.tenaris.com.

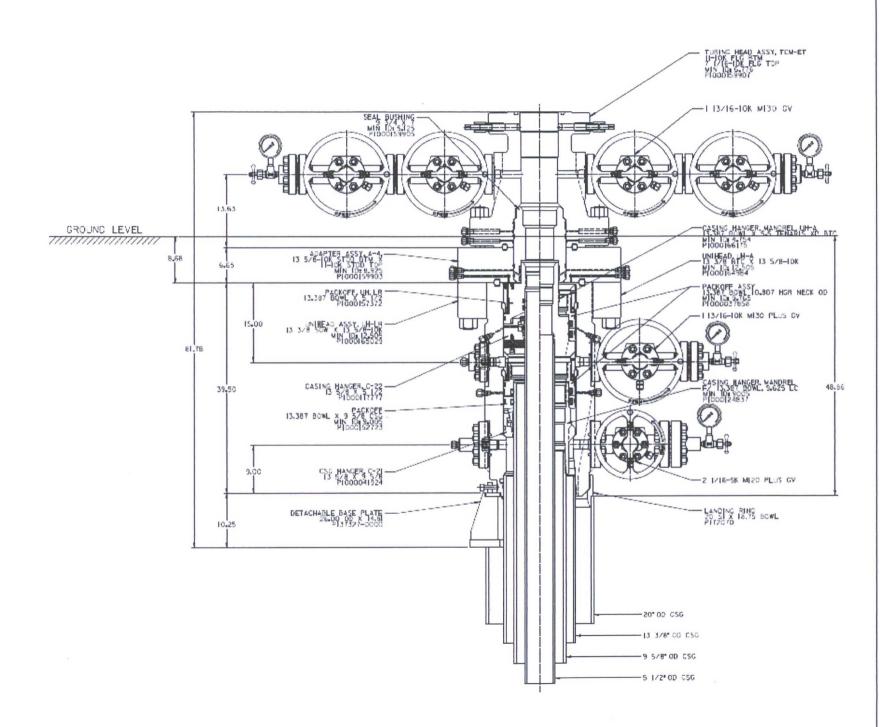
⁽⁴⁾ Minimum wall thickness 90% of nominal

No: 594, 596, 597

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Industrial Kit.
Quality Control Dept.
(1)



ARREST ARA

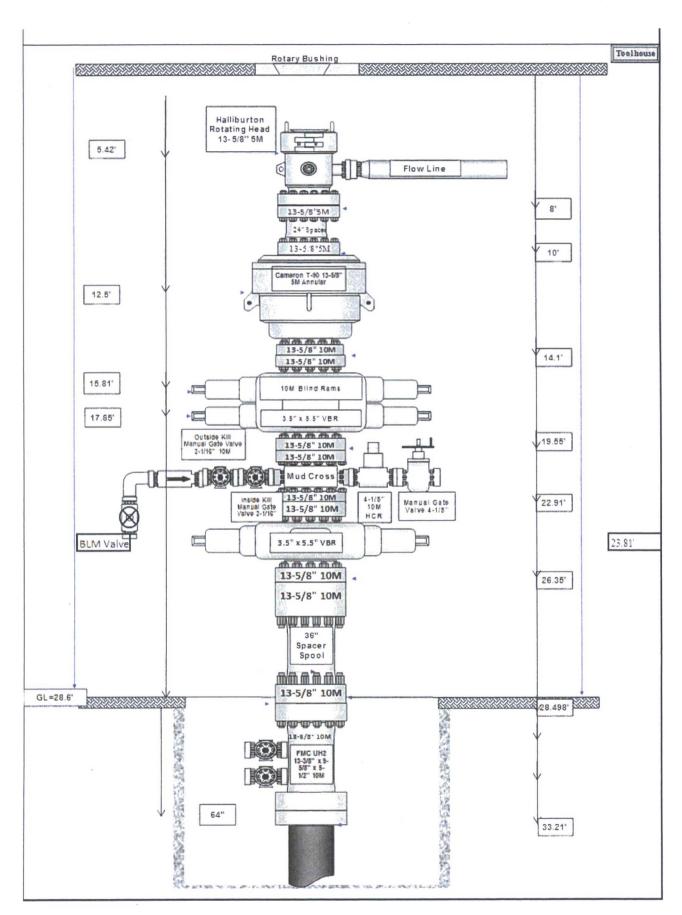


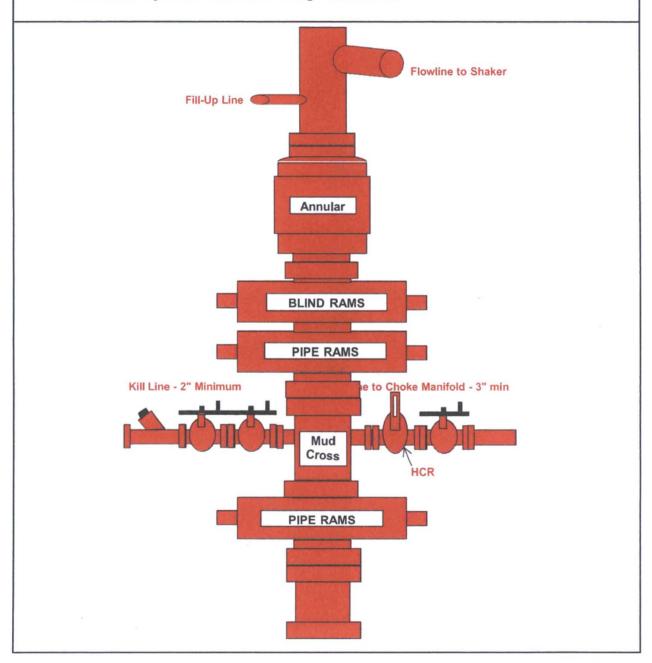
Diagram A

CHOKE MANIFOLD SCHEMATIC Minimum Requirements OPERATION : Wolfcamp A wells Minimum System 10,000 psi Choke Manifold PRESSURE DESCRIPTION SIZE 3" Panic Line Valves 10,000 psi i Mud Pit **Cuttings Pit** Flow Line from bell 3" 10,000 psi Valves on Choke Lines nipple Shale Slide 3" 'Line to separator or shakers Remotely Operated Separator Choke Flare Line (if separator is used) 3" Choke Line from BOP 3" Panic Line **Open Top** Valve and Pit Guage fit for drilling fluid service Adjustable Choke 3" Line to trip tank **Installation Checklist** The following item must be verified and checked off prior to pressure testing of BOP equipment. The installed BOP equipment meets at least the minimum requirements (rating, type, size, configuration) as shown on this schematic. Components may be substituted for equivalent equipment rated to higher pressures. Additional components may be put into place as long as they meet or exceed the minimum pressure rating of the system. Adjustable Chokes may be Remotely Operated but will have backup hand pump for hydraulic actuation in case of loss of rig air pressure or power. Flare and Panic lines will terminate a minimum of 150' from the wellhead. These lines will terminate at a location as per approved APD. The choke line, kill line, and choke manifold lines will be straight unless turns use tee blocks or are targeted with running tess, and will be anchored to prevent whip and reduce vibration. This excludes the line between mud gas separator and shale shaker. All valves (except chokes) on choke line, kill line, and choke manifold will be full opening and will allow straight through flow. This excludes any valves between mud gas separator and shale shakers. All manual valves will have hand wheels installed. If used, flare system will have effective method for ignition All connections will be flanged, welded, or clamped (no threaded connections like hammer unions) If buffer tank is used, a valve will be used on all lines at any entry or exit point to or from the buffer tank. After Installation Checklist is complete, fill out the information below and email to Superintendent and Drilling Engineer Wellname: Representative: Date:

10M BLOWOUT PREVENTER SCHEMATIC

Minimum Requirements

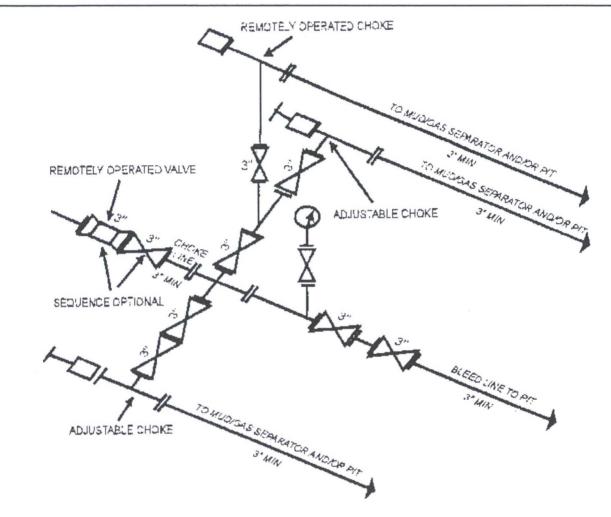
OPERATION: Wolfcamp Wells in Salado Draw Minimum System Pressure Rating: 10,000 PSI



10M Choke Manifold SCHEMATIC

Minimum Requirements

OPERATION: Production and Open Hole Sections **Minimum System Pressure Rating:** 10,000 PSI



10M AND 15M CHOKE MANIFOLD EQUIPMENT - CONFIGURATION OF CHOKES MAY VARY [53 FR 4966], Dec. 9, 1988 and 54 FR 39528, Sept. 27, 1989]

CONTITECH RUBBER No:QC-DB- 231/ 2014 | Page: 14 / 119



ContiTech

Hose Data Sheet

CRI Order No.	538332					
Customer	ContiTech Oil & Marine Corp.					
Customer Order No	4500412631 CBC544771, CBC544769, CBC544767, CBC544763, CBC544768, CBC544745, CBC544744, CBC544746					
Item No.	1					
Hose Type	Flexible Hose					
Standard	API SPEC 16 C					
Inside dia in inches	3					
Length	45 ft					
Type of coupling one end	FLANGE 4.1/16" 10KPSI API SPEC 17D SV SWIVEL FLANGE SOURC/W BX155 ST/ST INLAID R.GR.					
Type of coupling other end	FLANGE 4.1/16" 10KPSI API SPEC 17D SV SWIVEL FLANGE SOUR C/W BX155 ST/ST INLAID R.GR.					
H2S service NACE MR0175	Yes					
Working Pressure	10 000 psi					
Design Pressure	10 000 psi					
Test Pressure	15 000 psi					
Safety Factor	2,25					
Marking	USUAL PHOENIX					
Cover	NOT FIRE RESISTANT					
Outside protection	St.steel outer wrap					
Internal stripwound tube	No					
Lining	OIL + GAS RESISTANT SOUR					
Safety clamp	Yes					
Lifting collar	Yes					
Element C	Yes					
Safety chain	Yes					
Safety wire rope	No					
Max.design temperature [°C]	100					
Min.design temperature [°C]	-20					
Min. Bend Radius operating [m]	0,90					
Min. Bend Radius storage [m]	0,90					
Electrical continuity	The Hose is electrically continuous					
Type of packing	WOODEN CRATE ISPM-15					

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ContiTech

CONTITECH RUBBER No:QC-DB- 231/ 2014 Industrial Kft.

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								-				
QUALITY CONTROL INSPECTION AND TEST CERTIFICATE							CERT. Nº:		l°:	594		
PURCHASER: ContiTech Oil & Marine Corp.						P.O. N°:			4500412631			
CONTITECH ORDER Nº: 538332				HOSE	TYPE:	3"	' ID Choke			Choke &	e & Kill Hose	
HOSE SERIAL N°: 67349				NOMINAL / ACTUAL LENGTH:				13,72 m / 13,85 m				
W.P. 68,9 M	Pa 1	0000	psi	T.P.	103,4	MPa	1500	0 F	si	Duration:	60	min.
ambient temperati	ure											
↑ 10 mm = → 10 mm =	10 Min 25 MPa			See	attach	ment.	(1 pa	ge)				
COUPL	LINGS Typ	e		Serial N°			Quality			Heat N°		
3" co	upling with	1	1	14	435	143	3	AISI 4130			A1258U	
4 1/16" 10K API Swivel Flange end							AISI 4130			1 4130	034939	
Hub						70		/	AIS	1 4130	A1045N	
Not Designe	ed For V	Vell Test	ting	3						Al	PI Spec 16 C	
Tag No.: 66 – 1198 Temperature rate:"B								"B"				
All metal parts are	flawless	tama .										
WE CERTIFY THAT THE ABOVE HOSE HAS BEEN MANUFACTURED IN ACCORDANCE WITH THE TERMS OF THE ORDER INSPECTED AND PRESSURE TESTED AS ABOVE WITH SATISFACTORY RESULT.												
STATEMENT OF CONFORMITY: We hereby certify that the above items/equipment supplied by us are in conformity with the terms, conditions and specifications of the above Purchaser Order and that these items/equipment were fabricated inspected and tested in accordance with the referenced standards, codes and specifications and meet the relevant acceptance criteria and design requirements.												
Date: 03. April 20	14.	Inspector				Quality	Quality Control ContiTech Rubber Industrial Kft. Quality Control Dept. (1) Salvey See Control Dept. (1)					