1. GEOLOGIC NAME OF SURFACE FORMATION: Permian

2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

Rustler	805'
Top of Salt	1,135'
Base of Salt / Top Anhydrite	4,765'
Base Anhydrite	5,010'
Lamar	5,010'
Bell Canyon	5,035'
Cherry Canyon	6,080'
Brushy Canyon	7,660'
Bone Spring Lime	9,215'
1 st Bone Spring Sand	10,155'
2 nd Bone Spring Shale	10,345'
2 nd Bone Spring Sand	10,660'
3rd Bone Spring Carb	11,130'
3rd Bone Spring Sand	11,730'
Wolfcamp	12,200'
TD	12,420'

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

Water

Upper Permian Sands	0-400'	Fresh
Cherry Canyon	6,080'	Oil
Brushy Canyon	7,660'	Oil
1st Bone Spring Sand	10,155'	Oil
2 nd Bone Spring Shale	10,345'	Oil
2 nd Bone Spring Sand	10,660'	Oil
3rd Bone Spring Carb	11,130'	Oil
3 rd Bone Spring Sand	11,730'	Oil
Wolfcamp	12,200'	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 830' and circulating cement back to surface.

Hole		Csg				DFmin	DF _{min}	DF _{min}
Size	Interval	OD	Weight	Grade	Conn	Collapse	Burst	Tension
14.75"	0 - 830'	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' - 11,300'	7.625"	29.7#	HCP-	FlushMax III	1.125	1.25	1.60
	5			110				
6.75"	0'-10,800'	5.5"	20#	P-110EC	DWC/C-IS	1.125	1.25	1.60
					MS			
6.75"	10,800'-17,099'	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 ³ /ft	Mix Water Gal/sk	Slurry Description
10-3/4" 830'	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" 11,300'	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" 17,099'	850	14.1	1.26	5.80	Class H + 0.1% C-20 + 0.05% CSA-1000 + 0.20% C-49 + 0.40% C-17 (TOC @ 10,800')

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
0-830'	Fresh - Gel	8.6-8.8	28-34	N/c
830' - 11,300'	Brine	8.8-10.0	28-34	N/c
11,300' – 17,099'	Oil Base	10.0-14.0	58-68	3 - 6
Lateral				

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

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

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

7. AUXILIARY WELL CONTROL AND MONITORING EQUIPMENT:

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

8. LOGGING, TESTING AND CORING PROGRAM:

Open-hole logs are not planned for this well.

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

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

The estimated bottom-hole temperature (BHT) at TD is 181 degrees F with an estimated maximum bottom-hole pressure (BHP) at TD of 7427 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

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Rustler	805'
Top of Salt	1,135'
Base of Salt / Top Anhydrite	4,765'
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3. ESTIMATED DEPTHS OF ANTICIPATED FRESH WATER, OIL OR GAS:

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Upper Permian Sands	0-400'	Fresh Water
Cherry Canyon	6,080'	Oil
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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 830' and circulating cement back to surface.

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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' - 11,300'	7.625"	29.7#	HCP-	FlushMax III	1.125	1.25	1.60
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6.75"	0'-10,800'	5.5"	20#	P-110EC	DWC/C-IS	1.125	1.25	1.60
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6.75"	10,800'-17,099'	5.5"	20#	P-110EC	VAM SFC	1.125	1.25	1.60

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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" 830'	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
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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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Cherry Canyon	6,080'	Oil
Brushy Canyon	7,660'	Oil
1 st Bone Spring Sand	10,155'	Oil
2 nd Bone Spring Shale	10,345'	Oil
2 nd Bone Spring Sand	10,660'	Oil
3 rd Bone Spring Carb	11,130'	Oil
3 rd Bone Spring Sand	11,730'	Oil
Wolfcamp	12,200'	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 830' and circulating cement back to surface.

Hole		Csg				DF _{min}	DFmin	DFmin
Size	Interval	OD	Weight	Grade	Conn	Collapse	Burst	Tension
14.75"	0 - 830'	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' - 11,300'	7.625"	29.7#	HCP-	FlushMax III	1.125	1.25	1.60
				110				
6.75"	0'-10,800'	5.5"	20#	P-110EC	DWC/C-IS	1.125	1.25	1.60
					MS			
6.75"	10,800'-17,099'	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 ³ /ft	Mix Water Gal/sk	Slurry Description
10-3/4" 830'	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" 11,300'	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" 17,099'	850	14.1	1.26	5.80	Class H + 0.1% C-20 + 0.05% CSA-1000 + 0.20% C-49 + 0.40% C-17 (TOC @ 10,800')

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 - 830'	Fresh - Gel	8.6-8.8	28-34	N/c
830' - 11,300'	Brine	8.8-10.0	28-34	N/c
11,300' - 17,099'	Oil Base	10.0-14.0	58-68	3 - 6
Lateral				

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

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

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

7. AUXILIARY WELL CONTROL AND MONITORING EQUIPMENT:

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

8. LOGGING, TESTING AND CORING PROGRAM:

Open-hole logs are not planned for this well.

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

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

The estimated bottom-hole temperature (BHT) at TD is 181 degrees F with an estimated maximum bottom-hole pressure (BHP) at TD of 7427 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.

Hole		Csg				DFmin	DF _{min}	DFmin
Size	Interval	OD	Weight	Grade	Conn	Collapse	Burst	Tension
14.75"	0 - 830'	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' - 11,300'	7.625"	29.7#	HCP-	FlushMax III	1.125	1.25	1.60
				110				
6.75"	0'-10,800'	5.5"	20#	P-110EC	DWC/C-IS	1.125	1.25	1.60
					MS			
6.75"	10,800'-17,099'	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 ³ /ft	Mix Water Gal/sk	Slurry Description
10-3/4" 830'	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" 11,300'	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" 17,099'	850	14.1	1.26	5.80	Class H + 0.1% C-20 + 0.05% CSA-1000 + 0.20% C-49 + 0.40% C-17 (TOC @ 10,800')

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:

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Depth	Туре	Weight (ppg)	Viscosity	Water Loss
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830' - 11,300'	Brine	8.8-10.0	28-34	N/c
11,300' - 17,099'	Oil Base	10.0-14.0	58-68	3 - 6
Lateral				

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

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7. AUXILIARY WELL CONTROL AND MONITORING EQUIPMENT:

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- (C) H₂S monitoring and detection equipment will be utilized from surface casing point to TD.

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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.







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

Tested By: Bobby Fink

Approved By: Mendi Jackson

, Mendi Jackson

Book ZC

MIDWEST

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HOSE AND SPECIALTY INC.

11	TERNAL	HYDROST	ATIC TEST	REPOR	Г	
Custome	r:			P.O. Numb	er:	
CACTUS				RIG #123		
	A			Asset # M	10761	
		HOSE SPECI	ICATIONS			
Туре:	CHOKE LIN	E		Length:	35'	
I.D.	4"	INCHES	O.D.	8"	INCI	HES
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			
	Hase second	, analysis to start w	ith uniter at ambles			
	TIME HELD AT	TEST PRESSURE	ACTUAL B	URST PRESSU	RE:	
	1	MIN.			0	PS/
COMMENT	rs:					
	SN#90067	M10761				
	Hose is cov	ered with stain!	ess steel armou	ur cover and		
	wraped with	fire resistant v	ermiculite coat	ed fiberglase	3	
	insulation re	ated for 1500 de	grees complete	e with lifting	eyes	
Date:		Tested By:		Approved:		
	6/6/2011	BOBBY FINK		MENDI J	ACKSO	N

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

Barlow 34 Fed Com #705H



T-26-S, R-33-E



1. GEOLOGIC NAME OF SURFACE FORMATION: Permian

2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

Rustler	805'
Top of Salt	1,135'
Base of Salt / Top Anhydrite	4,765'
Base Anhydrite	5,010'
Lamar	5,010'
Bell Canyon	5,035'
Cherry Canyon	6,080'
Brushy Canyon	7,660'
Bone Spring Lime	9,215'
1st Bone Spring Sand	10,155'
2 nd Bone Spring Shale	10,345'
2 nd Bone Spring Sand	10,660'
3rd Bone Spring Carb	11,130'
3rd Bone Spring Sand	11,730'
Wolfcamp	12,200'
TD	12,420'

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

Upper Permian Sands	0-400'	Fresh Water
Cherry Canyon	6,080'	Oil
Brushy Canyon	7,660'	Oil
1st Bone Spring Sand	10,155'	Oil
2 nd Bone Spring Shale	10,345'	Oil
2 nd Bone Spring Sand	10,660'	Oil
3rd Bone Spring Carb	11,130'	Oil
3rd Bone Spring Sand	11,730'	Oil
Wolfcamp	12,200'	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 830' and circulating cement back to surface.

Hole		Csg				DFmin	DF _{min}	DF _{min}
Size	Interval	OD	Weight	Grade	Conn	Collapse	Burst	Tension
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				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' - 11,300'	7.625"	29.7#	HCP-	FlushMax III	1.125	1.25	1.60
				110				
6.75"	0'-10,800'	5.5"	20#	P-110EC	DWC/C-IS	1.125	1.25	1.60
					MS			
6.75"	10,800'-17,099'	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.

		,			
	No.	Wt.	Yld	Mix	
Depth	Sacks	ppg	Ft ³ /ft	Water	Slurry Description
				Gal/sk	
10-3/4"	325	13.5	1.73	9.13	Class C + 4.0% Bentonite + 0.6% CD-32 + 0.5% CaCl ₂ + 0.25
830'					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"	250	14.8	1.38	<u>6.48</u>	Class C + 5% Gypsum + 3% CaCl2 pumped via Bradenhead
11,300'					(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"	850	14.1	1.26	5.80	Class H + 0.1% C-20 + 0.05% CSA-1000 + 0.20% C-49 +
17.099'					0.40% C-17 (TOC @ 10.800')

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.

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

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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 - 830'	Fresh - Gel	8.6-8.8	28-34	N/c
830' - 11,300'	Brine	8.8-10.0	28-34	N/c
11,300' - 17,099'	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.

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

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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.

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Issued on: 24 Jan. 2017

OD 7 5/8 in.

Nominal OD Nominal ID

Grade Type

Min. Yield Strength

Max. Yield Strength

Nominal Cross Section Area

Min. Ultimate Tensile Strength

Weight	Wall Th.	Grade	API Drift	Connection
29.70 lb/ft	0.375 in.	VM 110 HC	6.750 in.	VAM® SLIJ-II

Connection OD (nom)

Connection ID (nom)

Critical Cross Section

Compression Efficiency

Internal Pressure Efficiency

External Pressure Efficiency

Tension Efficiency

Make-up Loss

6.875 in.

High Collapse

8.541 sgin.

110 ksi

140 ksi

125 ksi

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

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

7.711 in.

6.820 in.

4.822 in.

5.912 sqin.

69.2 % of pipe

48.5 % of pipe

100 % of pipe

100 % of pipe

VAM® SLIJ-II is a semi-flush integral premium connection for all casing applications. It combines a near flush design with high performances in tension, compression and gas sealability.

VAM® SLIJ-II has been validated according to the most stringent tests protocols, and has an excellent performance history in the world's most prolific HPHT wells.



Do you need help on this product? - Remember no one knows VAM® like VAM

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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



Vallourec Group

1			L	Page	44-0
tal One	FLUS	SHMAX-III		Date	1-Oct-
	Connecti	on Data Shee	et	Pou	NO
one corp				Rev.	11-0
		Make up loss	3		
				1	
	20000	20000		Contraction of the local distribution of the	
	K			ma	
	1		1	/	
0		7		1	
1	Pin critic	al area	E	Box critical an	ea
Pipe Body		Imperia	al	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		29.0	lb/ft	43.26	kg/m
Wall thickness (t)		0.375	in	9.53	mm
Pipe ID (d)		6.875	in	1/4.63	mm
Pipe body cross section		8.537	in	5,508	mm-
Drift Dia.		6.750	in	1/1.45	mm
Connection					
Box OD (W)		7.625	in	193.68	mm
PIN ID		6.875	in	174.63	mm
Pin critical area	a	4.420	in ²	2,852	mm²
Box critical are	a	4.424	in ²	2,854	mm ²
Joint load effic	iency	60	%	60	%
Make up loss		3.040	in	77.22	mm
Thread taper		1	/16 (3/4	n per ft)	
Number of thre	eads		5 thread	per in.	
Connection P	erformance	Properties			
Tensile Yield lo	bad	563.4	kips	2,506	kN
M.I.Y.P.	- 41	7,574	psi	52.2	MPa
Collapse stren	gth	5,350	psi	36.9	MPa
Note	fining up later	nol Vield Dress	una of the	connection	
W.I.T.F. = N	and the second s	nai rielu riess		Connection	
Torque Recor	nmended				
D.Aii	n.	8,700	ft-lb	11,700	N-m
Min.		9,700	ft-lb	13,100	N-m
Op	Opti.				
Op	u. X.	10,700	ft-lb	14,500	N-m





BLM APD Waste Minimization Plan Checklist

Well Name: Barlow 34 Fed Com 705H (APD) Well Location: 300' FSL & 1650' FWL, Lot 3 34-26S-33E, Lea County

Production Facility Name: Barlow 34 Fed Com Central Tank Battery Production Facility Location: CTB Located in NW/ 4 of section 34. Gas is gathered at CTB and piped through EOG gathering system to Regency 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.