District I State 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 The output Min outpu					State of No	e of New Mexico				Form C-101 Revised July 18, 2013		
District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9721 OBBS OCUENCING ON ONE OF OCUENCING OF OCUENCINCO O						als and Natural Resources						
District III 1000 Rio Brazos	M 87410	201	Oi	l Conserva	tion	Division	I HECEN	EDO				
Phone: (505) 334 District IV	5) 334-6170	DEC 11 CON	122	20 South S	t. Fra	ancis Dr	ZOLT DEC .	91				
1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 RECEIVED Santa Fe, NM 87505										19		
APPLI	CATIO	N FOR	PERMIT T	O DRILL, R	E-ENTEF	R, DE	EPEN	, PLUGBAC	K, OR A	ADD A ZONE		
			¹ Operator Name a	and Address	500 Dol	UG	ASPAR	AUE	² OGRID N 3726	Number 03		
		3B	ear Field Ser	vices, LLC	GANTAI	E, I	UM 87	30-0	API Nut	mber 88		
* Prop	erty Code	36		^{5.} Pr	operty Name I	Libby	y Berry	Fee SWD	#1	^{o.} Well No.		
70	077	7		7. Surfa	ace Location	1						
UL - Lot	Section	Township	Range	Lot Idn	Feet from	N	/S Line	Feet From	E/W Lin	e County		
H	26	208	34E	8 Proposed	2510 Bottom Hole	e Loc	ation	/10	TEL	Lea		
UL - Lot	Section	Township	Range	Lot Idn	Feet from	N	/S Line	Feet From	E/W Lin	e County		
H	26	20S	34E		2510	F	NL	710	FEL	Lea		
				^{9.} Pool	Information	1						
				Pool Nar	ne					Pool Code		
				SWD; Miss-	Devonian					96319		
ll m	1		12 334 - 11 77	Additional	Well Inform	nation		14. 1	15	Country Plantin		
wo	N		S		R			P/P		3620		
^{16.} M	Iultiple Ves		¹⁷ Proposed Depth 14 600	Mi	^{18.} Formation ss-Devoni	an	Silver	Oak Drilling	z Dece	December 15, 2017+		
Depth to Gro	und water		Distar	nce from nearest fresh	h water well			Distance	stance to nearest surface water			
└─We will b	be using a o	closed-loop	system in lieu of	lined pits								
	_		21.	Proposed Casin	ig and Ceme	ent Pr	ogram					
Туре	Hole	e Size	Casing Size	Casing Weigh	t/ft	Setting	g Depth	Sacks of C	Cement	Estimated TOC		
Ple	ase see	attachec	l Addendum	to Drilling P	ermit							
				10 13			2					
Ple	2262 622	attache	d Addendum	to Drilling P	ram: Additio	onal	ommen	ts				
		attache	u Mudendum		CIIIIt							
	T			Proposed Blowe	out Preventi	on Pr	ogram			Marchat		
P	Type Working Pressure						Test Pres	ssure		Manufacturer		
	icase se	e attacht	eu gruuenau	II to Dining I	crime							
^{23.} I hereby c	ertify that th	he informatio	on given above is tr	ue and complete to	the		OII	CONSERVAT		JISION		
best of my knowledge and belief. I further certify that I have complied with 19.15.14.9 (A) NMAC and/or					d/or	OIL CONSERVATION DIVISION						
19.15.14.9 (B) NMAC , if applicable.						Approved By:						
Signature:						Patroleum Engineer						
Printed name: Rory McMinn					Title:	Title:						
Title: Advisor						Approved Date: 12/14/17 Expire Child Child Pagines 19						
E-mail Addr	ess: rory	(a)rmcm	inn.com	5/626 7100			C					
Date: NOV	vember	30, 2017	Phone: 37.	J1020-7100	Cond	itions o	1 Approval	Attached X	40.00	L'A ha core		
				The los	NER	FO	RGU	D FROM	SANT	ARE MMOCD		

ADDENDUM to APPLICATION TO DRILL Libby Berry Fee SWD #1 3Bear Field Services, LLC Unit Letter H, 2510' FNL & 710' FEL, Section 26 T20S, R34E, N.M.P.M Survey Lea County, NM

This attachment is a continuation of responses to the questions asked within the NM OCD Form C-101 Application to Drill.

- 1. <u>Location:</u> SHL 2507 FNL & 709 FEL BHL 2507 FNL & 709 FEL
- 2. Elevation above Sea Level at Ground Reference: 3707'
- 3. Geologic name of surface formation: Quaternary Alluvium Deposits

4. <u>Drilling tools and associated equipment</u>: Conventional rotary drilling rig utilizing a managed fluid as the circulating medium for well control and for solids removal.

- 5. Proposed drilling depth: MD 14600' TVD 14600'
- 6. Estimated tops of geological markers:

0' to 140'	Surface Red Bed, Red Sandstone, Conglomerates & FW Sands
140'-399'	Rustler-Anhydrite
399'-1897'	Salado-Salt, Anhydrite, Dolomite stringers @ base Sand stringers & Limestone
1897'-1941'	Lamar-Limestone
1941'-5458'	Delaware section-Bell (Sand & Limestone stringers), Cherry & Brushy (Sand)
5458'-8611'	Bone Spring section-BS (Limestone), 1st through 3rd (Limestone & Sand stringers)
8611'-10977'	Wolfcamp-Limestone and Sand stringers
10977'-11185'	Strawn-Limestone, Sand & possible shale
11185'-12481'	Atoka/Morrow-Limestone, Shale & Sand
12481'-13299'	Mississippian-Limestone, Shale Stringers
13299'-14600'	Devonian-Cherty Limestone

7. <u>Potential mineral bearing formations</u>: Yates, Seven Rivers, Queen, Glorieta, Yeso, Penn, Morrow – Oil

8. Proposed Mud Circulating System:

Depth	Type Mud		Mud	рН	Cl-ppm	% Soilds	
	Mud	Weight	Viscosity		×		
0-300	SPUD	8.4-9.7	32-38	10.0	1-6K	3%-8%	
300-1950	BRINE	10.0	28.0	10.0	186K	.75%-1.0%	
1,950-8,000	СВ	9.3-9.4	28.0	10.0	120-160K	.5%75%	
8,000-8,400	СВ	9.3-9.6	28.0	10.0	120-160K	.75%-1.0%	
8,400-10,850	BR/POLY	10.0-10.5	38-45	10.0	186K	3.0%-6.0%	
10,850-13,350	BR/POLY	10.5-12.0	40-50	10.0	186K	5.0%-7.0%	
13,350-14,600	СВ	8.9-9.0	28.0	10.0	3-6K	.5%75%	

Sufficient mud materials will be kept on location at all times in order to combat lost circulation or pressure. Mud viscosity and water loss may be adjusted from the above referenced table in order to run open-hole logs and casing.

9. Casing and Cementing Program:

DRILLING:							
		Bottom of	Size of	Size of	Weight	API	Thread
Description	Process	Pipe	Drill Hole	Pipe	per Foot	Grade	Туре
Conductor	Spud well	300	26	20	94	H-40	Buttress
Surface	Intermediate	1950	17-1/2	13-3/8	54.5	J-55	8rd ST&C
Production	Production	8400	12.25	9.625	43.5	HCL-80	8rd LT&C
Production	Production	13350	8.75	7	29	HCP-110	8rd LT&C
	Liner						
COMPLETION:							
Disposal	Tubing	13300		4 1/2	12.75	P-110	CS Hydrill/PH6
							W/Teflon Ring

10. Cementing:

CEMENT PROGRAM:									
	Bottom of	Size of	Size of		Cement	Top of			
Description	Pipe	Drill Hole	Pipe	Cement Type & Additives	Volume	Cement			
Conductor	300	26	20	Class C w/2% KCL	675 Sacks	Surface			
Surface	1950	17-1/2	13-3/8	LEAD: Class C w/2% KCL + Celloflake+Bentonite Extender	900 Sacks	Surface			
				TAIL: Class C w/1% PF1 Calcium	200 Sacks	Surface			
Production	8400	12.25	95/8	LEAD: 50/50 P/H _ 5% BWOW & Salt + 10% Bentonite Gel + Celloflake	1400 Sacks	Surface			
				TAIL: Class 50/50 P/H + 2% PF20 Gel + 3% Fluid Loss	300 Sacks	Surface			
Production	13350	8.75	7	Class H 50/50 +2% Bentonite Gel + 5% Fluid Loss	940 Sacks	Top of Liner			

According to Rancher, Danny Berry-former owner of site, very low volume potable groundwater can be found at 100' to 200' from surface. The closest producing water well is ³/₄ mile to 1 mile to the southeast of well site. This well produces from 1200' from surface.

11. Pressure Control Equipment;

Exhibit E. A 13-3/8" 5000 PSI working pressure BOP system tested to 3000 PSI consisting of one set of blind rams and on set of pipe rams and a 5000 PSI annular preventer. A choke manifold and 120 gallon accumulator with floor and remote operating stations and auxiliary power system. Rotating head as needed. A Kelly cock will be installed and maintained in operable condition and a drill string safety valve in the open position will be available on the rig floor. Mud gas separator will be available if drilling into H2S areas.

BOP unit will be hydraulically operated. BOP will be nippled up and operated at least once per day while drilling and the blind rams will be operated when out of the hole during trips. No abnormal pressure or temperature is anticipated. From the base of the 13-3/8" casing through the running of the production liner, the well will be equipped with a 5000 PSI BOP system tested to 3000 PSI.

BOPS will be tested by an independent service company to 250 PSI low and 3000 PSI high. Schaffer will be tested to 250 PSI low and 1500 PSI high.

5M BOPE SCHEMATIC





Libby Berry Fee SWD #1 Op 3Bear Field Services, LLC Berry Plant Site SWD Created on 11/14/2017 12:53:36 PM



i-Handbook* - *a mark of Schlumberger



5M CHOKE MANIFOLD ARRANGEMENT

