PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: | 1

EOG Resources Inc.

LEASE NO.:

NMNM113420

WELL NAME & NO.:

Pistolero 15 Fed Com 703H

SURFACE HOLE FOOTAGE:

363'/N & 1104'/W

BOTTOM HOLE FOOTAGE

230'/S & 990'/W

LOCATION:

SECTION 15, T25S, R34E, NMPM

COUNTY: L

LEA

HOBBS OCD

JAN 03 2018

RECEIVED

COA

H2S	C Yes	€ No	
Potash	• None	C Secretary	↑ R-111-P
Cave/Karst Potential	€ Low	○ Medium	∩ High
Variance	None	© Flex Hose	C Other
Wellhead	Conventional	Multibowl	Both
Other	□ 4 String Area	Capitan Reef	□WIPP

A. Hydrogen Sulfide

Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.

B. CASING

- 1. The 10-3/4 inch surface casing shall be set at approximately 976 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8** hours or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)

rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).

- b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- 2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for

Page 3 of 6

- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
 - e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
 - c. The tests shall be done by an independent service company utilizing a test plug. The results of the test shall be reported to the appropriate BLM office.
 - d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.

PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

OPERATOR'S NAME: EOG Resources Inc.
LEASE NO.: NMNM113420
WELL NAME & NO.: Pistolero 15 Fed Com 703H

SURFACE HOLE FOOTAGE: 363'/N & 1104'/W BOTTOM HOLE FOOTAGE 230'/S & 990'/W

LOCATION: SECTION 15, T25S, R34E, NMPM

COUNTY: LEA

TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

☐ General Provisions
Permit Expiration
Archaeology, Paleontology, and Historical Sites
Noxious Weeds
Special Requirements
Lesser Prairie-Chicken Timing Stipulations
Below Ground-level Abandoned Well Marker
Watershed/Water Quality
☐ Construction
Notification
Topsoil
Closed Loop System
Federal Mineral Material Pits
Well Pads
Roads
Road Section Diagram
⊠ Production (Post Drilling)
Well Structures & Facilities
Pipelines
Interim Reclamation
Final Abandonment & Reclamation

Page 1 of 15

Approval Date: 12/21/2017

V. SPECIAL REQUIREMENT(S)

Timing Limitation Stipulation / Condition of Approval for lesser prairie-chicken:
Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period.
Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted.
Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 feet from the source of the noise.

Below Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well. For more installation details, contact the Carlsbad Field Office at 575-234-5972.

Watershed/Water Quality:

The entire perimeter of the well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad.

- The compacted berm shall be constructed at a minimum of 12 inches high with impermeable mineral material (e.g. caliche).
- No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad.
- The topsoil stockpile shall be located outside the bermed well pad.
- Topsoil, either from the well pad or surrounding area, shall not be used to construct the berm.
- No storm drains, tubing or openings shall be placed in the berm.
- If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.
- The integrity of the berm shall be maintained around the surfaced pad throughout the life of the well and around the downsized pad after interim reclamation has been completed.
- Any access road entering the well pad shall be constructed so that the integrity of the berm height surrounding the well pad is not compromised. (Any access road crossing the berm cannot be lower than the berm height.)

Page 3 of 15

Approval Date: 12/21/2017

Exclosure Fencing

The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

G. ON LEASE ACCESS ROADS

Road Width

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) feet.

Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

Crowning

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

Ditching

Ditching shall be required on both sides of the road.

Turnouts

Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

Drainage

Construction Steps

- 1. Salvage topsoil
- 3. Redistribute topsoil
- 2. Construct road
- 4. Revegetate slopes

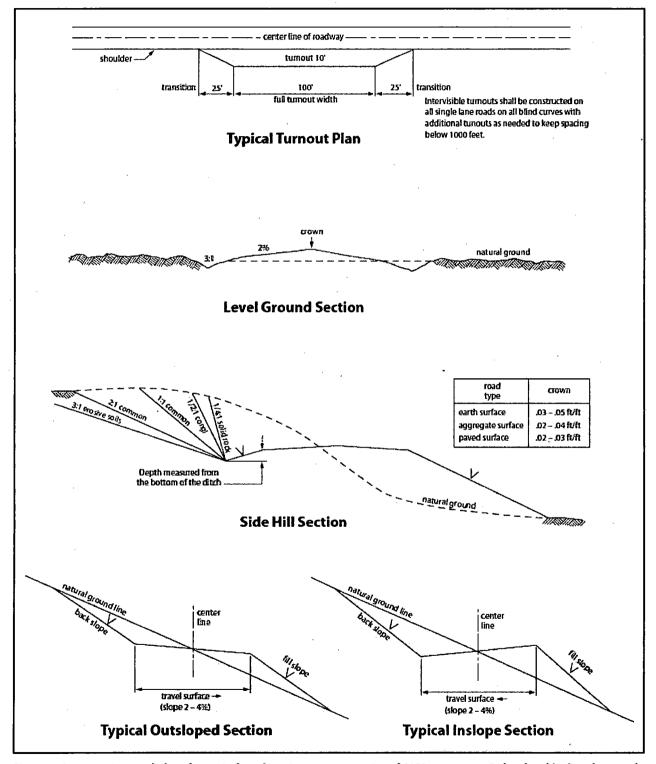


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, **Shale Green** from the BLM Standard Environmental Color Chart (CC-001: June 2008).

B. Pipelines

BURIED PIPELINE STIPULATIONS

A copy of the application (Grant, APD, or Sundry Notice) and attachments, including conditions of approval, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

- 1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C.6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of

Page 9 of 15

- 9. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
- 10. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in rows, piles, or berms, unless otherwise approved by the Authorized Officer. The entire right-of-way shall be recontoured to match the surrounding landscape. The backfilled soil shall be compacted and a 6 inch berm will be left over the ditch line to allow for settling back to grade.
- 11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.
- 12. The holder will reseed all disturbed areas. Seeding will be done according to the attached seeding requirements, using the following seed mix.

() seed mixture 1	() seed mixture 3	
() seed mixture 2	() seed mixture 4	
(X) seed mixture 2/LPC	() Anlomado Falcon Mixture	e

- 13. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "Standard Environmental Colors" **Shale Green**, Munsell Soil Color No. 5Y 4/2.
- 14. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. All signs and information thereon will be posted in a permanent, conspicuous manner, and will be maintained in a legible condition for the life of the pipeline.

that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

VIII. INTERIM RECLAMATION

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

IX. FINAL ABANDONMENT & RECLAMATION

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

Page 13 of 15

Approval Date: 12/21/2017

Exhibit A-1

Company: EOG Resources

Lease #:

Well name: Pistolero 15 Fed Com 703H November 27, 2017

Seed Mixture for LPC Sand/Shinnery Sites

Holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be <u>no</u> primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed shall be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed shall be either certified or registered seed. The seed container shall be tagged in accordance with State law(s) and available for inspection by the Authorized Officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). Holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. Seeding shall be repeated until a satisfactory stand is established as determined by the Authorized Officer. Evaluation of growth may not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed* per acre:

Species	<u>lb/acre</u>
Plains Bristlegrass	5lbs/A
Sand Bluestem	5lbs/A
Little Bluestem	3lbs/A
Big Bluestem	6lbs/A
Plains Coreopsis	2lbs/A
Sand Dropseed	1lbs/A

^{*}Pounds of pure live seed:

Pounds of seed x percent purity x percent germination = pounds pure live seed



EOG Resources - Midland

Lea County, NM (NAD 83 NME)
Pistolero 15 Fed Com
#703H

ОН

Plan: Plan #0.1

Standard Planning Report

07 July, 2017

eog resources

EOG Resources, Inc.

Planning Report

Database: Company: Project: EDM 5000.14 Single User Db EOG Resources - Midland Lea County, NM (NAD 83 NME)

Pistolero 15 Fed Com

Well: Wellbore: Design:

Site:

#703H OH Plan #0.1 Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference:

Survey Calculation Method:

Well #703H

KB = 25' @ 3358.00usft

KB = 25' @ 3358.00usft

Grid

Minimum Curvature

								1.00		
Measured Depth (usft)	Inclination	Azimuth	Vertical Depth (usft)	+N/-S	+E/-W	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	• .
 (usit)	(°)	(°)		(usft)	(usft)		(/ roousit)	- (/ 100usit)	(71000311)	
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00	
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00	
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00	
400.00	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.00	0.00	
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00	
	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.00	
600.00										
700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00	0.00	0.00	
800.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00	0.00	0.00	
900.00	0.00	0.00	900.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,100.00	0.00	0.00	1,100.00	0.00	0.00	0.00	0.00	0.00	0.00	
								0.00	0.00	
1,200.00	0.00	0.00	1.200.00	0.00	0.00	0.00	0.00			
1,300.00	0.00	0.00	1,300.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,400.00	0.00	0.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,500.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,600.00	0.00	0.00	1,600.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,700.00	0.00	0.00	1,700.00	0.00	0.00	0.00	0.00	. 0.00	0.00	
								0.00	0.00	
1,800.00	0.00	0.00	1,800.00	0.00	0.00	0.00	0.00			
1,900.00	0.00	0.00	1,900.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,000.00	0.00	0.00	2,000.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,100.00	0.00	0.00	2,100.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,200.00	0.00	0.00	2,200.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,300.00	0.00	0.00	2,300.00	0.00	0.00	0.00	0.00	0.00	0.00	
							0.00	0.00	0.00	
2,400.00	0.00	0.00	2,400.00	0.00	0.00	0.00	0.00	0,00	0,00	
2,500.00	0.00	0.00	2,500,00	0.00	0.00	0.00	0.00	0.00	0.00	
2,600.00	0.00	0.00	2,600.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,700.00	0.00	0.00	2,700.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,800.00	0.00	0.00	2,800.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,900.00		0.00	2,900.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,900.00	. 0.00	0.00	2,900.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,000.00	0.00	0.00	3,000.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,100.00	0.00	0.00	3,100.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,200.00	0.00	0.00	3,200.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,300.00	0.00	0.00	3,300.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,400.00	0.00	0.00	3,400.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,500.00	0.00	0.00	3,500.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,600.00	0.00	0.00	3,600.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,700.00	0.00	0.00	3,700.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,800.00	0.00	0.00	3,800.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,900.00	0.00	0.00	3,900.00	0.00	0.00	0.00	0.00	0.00	0.00	
			•							
4,000.00	0.00	0.00	4,000.00	0.00	0.00	0.00	0.00	0.00	0.00	
4,100.00	1.00	340.61	4,100.00	0.82	-0.29	-0.82	1.00	1.00	0.00	
4,200.00	2.00	340.61	4,199.96	3.29	-1.16	-3.27	1.00	1.00	0.00	
4,242.20	2.42	340.61	4,242.13	4.83	-1.70	-4.80	1.00	1.00	0.00	
4,300.00	2.42	340.61	4,299.88	7.13	-2.51	-7.09	0.00	0.00	0.00	
4,400.00	2.42	340.61	4,399.79	11.12	-3.91	-11.05	0.00	0.00	0.00	
4,500.00	2.42	340.61	4,499.70	15.10	-5.32	-15.01	0.00	0.00	0.00	
4,600.00	2.42	340.61	4,599.61	19.09	-6.72	-18.97	0.00	0.00	0.00	
4,700.00	2.42	340.61	4,699.52	23.08	-8.12	-22.93	0.00	0.00	0.00	
4,800.00	2,42	340.61	4,799.43	27.06	-9.52	-26.89	0.00	0.00	0.00	
4,900.00	2.42	340.61	4,899.34	31.05	-10.93	-30.85	0.00	0.00	0.00	
5,000.00	2.42	340.61	4,999.25	35.04	-12.33	-34.81	0.00	0.00	0.00	
5,100.00	2.42	340.61	5,099.16	39.02	-13.73	-38.77	0.00	0.00	0.00	
5,200.00	2.42	340.61	5,199.07	43.01	-15.14	-42.73	0.00	0.00	0.00	



EOG Resources, Inc.

Planning Report

Database: Company: Project:

EDM 5000.14 Single User Db EOG Resources - Midland Lea County, NM (NAD 83 NME)

Pistolero 15 Fed Com

Well: Wellbore: Design:

Site:

#703H ОН Plan #0.1 Local Co-ordinate Reference:

TVD Reference: MD Reference: .

North Reference:

Survey Calculation Method:

Well #703H

KB = 25' @ 3358.00usft KB = 25' @ 3358.00usft

Minimum Curvature

Planned Survey

	and the state of								
Measured		· .	Vertical			Vertical	Dogleg	Build	Turn
Depth	Inclination	Azimuth	Depth	+N/-S	+E/-W	Section	Rate	Rate	Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
10,700.00	2.42	340.61	10,694.16	262.26	-92.29	-260.56	0.00	0.00	0.00
10,800.00	2.42	340.61	10,794.07	266.24	-93.70	-264.52	0.00	0.00	0.00
10,900.00	2.42	340.61	10,893.98	270.23	-95.10	-268.48	0.00	0.00	0.00
11,000.00	2.42	340.61	10,993,89	274.22	-96.50	-272.44	0.00	0.00	0.00
11,100.00	2.42	340.61	11,093.80	278.20	-97.90	-276.40	0.00	0.00	0.00
11,200.00	2.42	340.61	11,193.71	282.19	-99.31	-280.36	0.00	0.00	0.00
11,300.00	2.42	340.61	11,293.62	286.17	-100.71	-284.32	0.00	0.00	0.00
11,400.00	2.42	340.61	11,393.53	290.16	-102.11	-288.28	0.00	0.00	. 0.00
11,500.00	2.42	340.61	11,493.44	294.15	-103.52	-292.24	0.00	0.00	0.00
11,600.00	2.42	340.61	11,593.36	298.13	-104.92	-296.21	0.00	0.00	0.00
11,700.00	2.42	340.61	11,693.27	302.12	-106.32	-300.17	0.00	0.00	0.00
11,800.00	2.42	340.61	11,793.18	306.11	-100.32	-304.13	0.00	0.00	0.00
11,900.00	2,42	340.61	11,893.09	310.09	-109.13	-308.09	0.00	0.00	0.00
12,000.00	2.42	340.61	11,993.00	314.08	-110.53	-312.05	0.00	0.00	0.00
12,048.55	2.42	340.61	12,041.50	316.01	-111.21	-313.97	0.00	0.00	0.00
12,050.00	2.26	339.17	12,042.95	316.07	-111.23	-314.03	12.00	-11.30	-99.23
12,075.00	1.18	221.35	12,067.95	316.34	-111.58	-314.29	12.00	-4.29	-471.29
12,100.00	3.96	191.07	12,092.92	315.29	-111.91	-313.24	12.00	- 11.11	-121.11
12,125.00	6.93	186.12	12,117.80	312.95	-112.24	-310.88	12.00	11.86	-19.83
12,150.00	9.92	184.13	12,142.53	309.30	-112.56	-307.23	12.00	11.95	-7.95
12,175.00	12.91	183.05	12,167.03	304.36	-112.86	-302.29	12.00	11.97	4.29
12,200.00	15.90	182.38	12,191.25	298.15	-113.15	-296.08	12.00	11.98	-2.70
12,225.00	18.90	181.91	12,215.10	290.68	-113.43	-288.60	12.00	11.99	-1.86
12,250.00	21.90	181.57	12,238.53	281.97	-113.69	-279.89	12.00	11.99	-1.37
12,275.00	24.90	181.31	12,261,47	272.05	-113.94	-269.96	12.00	11.99	-1.05
12,300.00	27.89	181.10	12,283.86	260.94	-114.17	-258.85	12.00	11.99	-0.84
12,325.00	30.89	180.93	12,305.64	248.67	-114.39	-246.58	12.00	12.00	-0.69
12,350.00	33.89	180.78	12,326.75	235.28	-114.59	-233.19	12.00	12.00	-0.58
12,375.00	36.89	180.66	12,347.13	220.81	-114.77		12.00	12.00	-0.49
12,400.00	39.89	180.55	12,366.72	205.28	-114.94	-203.19	12.00	12.00	-0.43
12,425.00	42.89	180.46	12,385.47	188.76	-115.08	-186.66	12.00	12.00	-0.38
12,450.00	45.89	180.37	12,403.34	171.27	-115.21	-169.18	12.00	12.00	-0.34
12,475.00	48.89	180.30	12,420.26	152.87	-115.32	-150.78	12.00		
12,475.00	48.89 51.89	180.30	12,420.26	133.62	-115.32 -115.40	-150.78 -131.53	12.00	12.00 12.00	-0.31 -0.28
•			•						
12,525.00 12,550.00	54.89 57.89	180.16 180.11	12,451.10	113.55 92.73	-115.47	-111.46	12.00	12.00	-0.26
•		180.11	12,464.94		-115.52 -115.55	-90.65	12.00	12.00	-0.24
12,575.00	60.89		12,477.67	71.22	-115.55	-69.14	12.00	12.00	-0.22
12,600.00	63.89	180.00	12,489.26	49.07	-115.56	-4 6.99	12.00	12.00	-0.21
12,625.00	66.89	179.95	12,499.67	26.34	-115,55	-24.27	12.00	12.00	-0.20
12,632.93	67.84	179.93	12,502.72	19.02	-115.54	-16.95	12.00	12.00	-0.19
	ro 15 Fed Com#	a Section of the control of	12 21 21 2				N.S. 5 t		± 1
12,650.00	69.89	179.90	12,508.88	3.10	-115.52	-1.03	12.00	12.00	-0.19
12,675.00	72.89	179.85	12,516.86	-20.58	-115.47	22.65	12.00	12.00	-0.18
12,700.00	75.89	179.81	12,523.58	-44.66	-115.39	46.72	12.00	12.00	-0.18
12,725.00	78.89	179.76	12,529.04	-69.05	-115.30	71.11	12.00	12.00	-0.17
12,750.00	81.88	179.72	12,533.22	-93.70	-115.19	95.75	12.00	12.00	-0.17
12,775.00	84.88	179.68	12,536.10	-118.53	-115.06	120.57	12.00	12.00	-0.17
12,800.00	87.88	179.64	12,537.67	-143.48	-114.92	145.51	12.00	12.00	-0.17
12,817.63	90.00	179.61	12,538.00	-161.10	-114.80	163.14	12.00	12.00	-0.17
12,900.00	90.00	179.61	12,538.00	-243.47	-114.24	245.48	0.00	0.00	0.00
13,000.00	90.00	179.61	12,538.00	-343.47	-113.56	345.45	0.00	0.00	0.00
13,100.00	90.00	179.61	12,538.00	-343.47 -443.47	-112.88	445.42	0.00	0.00	0.00
13,100.00	90.00	179.61	12,538.00	-543.46	-112.00	545.39	0.00	0.00	0.00



EOG Resources, Inc.

Planning Report

Database: Company: Project: EDM 5000.14 Single User Db EOG Resources - Midland Lea County, NM (NAD 83 NME)

Pistolero 15 Fed Com

Well: Wellbore: Design:

Site:

#703H OH Plan #0.1 Local Co-ordinate Reference:

TVD Reference:

North Reference:

Survey Calculation Method:

Well #703H

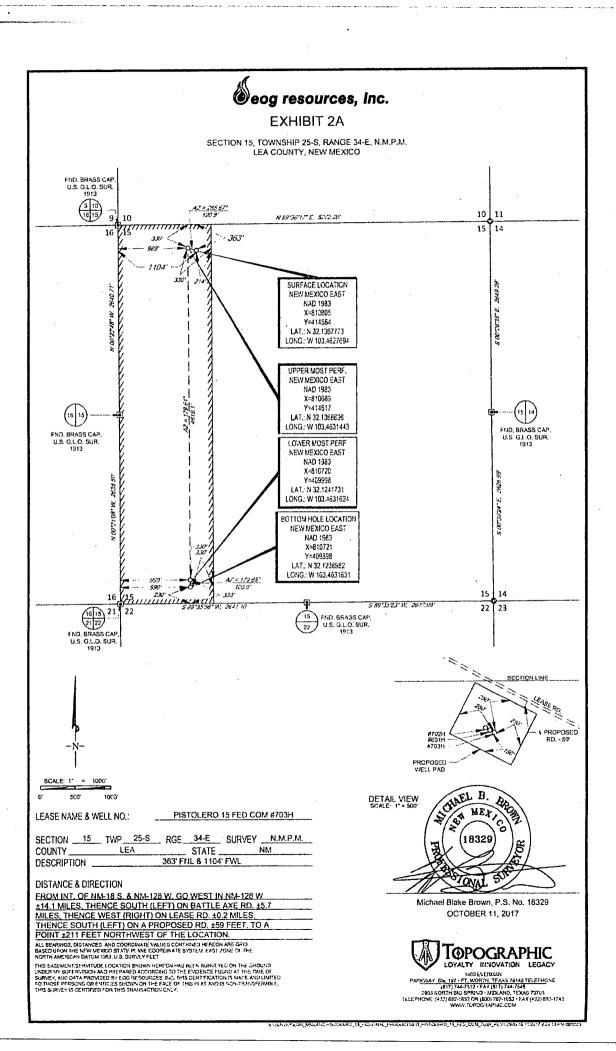
KB = 25' @ 3358.00usft

KB = 25' @ 3358.00usft

Grid .

Minimum Curvature

Design Targets Design Targets										
Target Name		'Di- Di-				N4				
- hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude	
FTP (Pistolero 15 Fed C - plan misses target ce - Point	0.00 enter by 37.9		12,538.00 632.93usft Mi	33.00 D (12502.72 T	-116.00 IVD, 19.02 N, -	414,617.00 115.54 E)	810,689.00	32.13686972	-103.46314354	
PBHL (Pistolero 15 Fed - plan hits target cente - Point	0.00 er	0.00	12,538.00	-4,686.00	-84.00	409,898.00	810,721.00	32.12389823	-103.46316331	



SHL: 363 FNL & 1104 FWL, Section: 15, T.25S., R.34E.

BHL: 230 FSL & 990 FWL, Section: 15, T.25S., R.34E.

Surface Use Plan of Operations

Introduction

The following surface use plan of operations will be followed and carried out once the APD is approved. No other disturbance will be created other than what was submitted in this surface use plan. If any other surface disturbance is needed after the APD is approved, a BLM approved sundry notice or right of way application will be acquired prior to any new surface disturbance.

Before any surface disturbance is created, stakes or flagging will be installed to mark boundaries of permitted areas of disturbance, including soils storage areas. As necessary, slope, grade, and other construction control stakes will be placed to ensure construction in accordance with the surface use plan. All boundary markers will be maintained in place until final construction cleanup is completed. If disturbance boundary markers are disturbed or knocked down, they will be replaced before construction proceeds.

If terms and conditions are attached to the approved APD and amend any of the proposed actions in this surface use plan, we will adhere to the terms and conditions.

1. Existing Roads

- a. The existing access road route to the proposed project is depicted on Pistolero 15 FC 703H vicinity. Improvements to the driving surface will be done where necessary. No new surface disturbance will be done, unless otherwise noted in the New or Reconstructed Access Roads section of this surface use plan.
- b. The existing access road route to the proposed project does not cross lease or unit boundaries, so a BLM right-of-way grant will not be acquired for this proposed road route.
- c. The operator will improve or maintain existing roads in a condition the same as or better than before operations begin. The operator will repair pot holes, clear ditches, repair the crown, etc. All existing structures on the entire access route such as cattleguards, other range improvement projects, culverts, etc. will be properly repaired or replaced if they are damaged or have deteriorated beyond practical use.
- d. We will prevent and abate fugitive dust as needed, whether created by vehicular traffic, equipment operations, or wind events. BLM written approval will be acquired before application of surfactants, binding agents, or other dust suppression chemicals on roadways.

2. New or Reconstructed Access Roads

- a. An access road will be needed for this proposed project. See the survey plat for the location of the access road.
- b. The length of access road needed to be constructed for this proposed project is about 206 feet.
- c. The maximum driving width of the access road will be 24 feet. The maximum width of surface disturbance when constructing the access road will not exceed 25 feet. All areas outside of the driving surface will be revegetated.
- d. The access road will be constructed with 6 inches of compacted caliche.
- e. When the road travels on fairly level ground, the road will be crowned and ditched with a 2% slope from the tip of the road crown to the edge of the driving surface. The ditches will be 3 feet wide with 3:1 slopes. See Road
- Cross Section diagram below.

SHL: 363 FNL & 1104 FWL, Section: 15, T.25S., R.34E. BHL: 230 FSL & 990 FWL, Section: 15, T.25S., R.34E.

f. A pipeline to transport production from the proposed well to the production facility will be installed.

- i. We plan to install a 4 inch buried poly pipeline from the proposed well to the offsite production facility. The proposed length of the pipeline will be 1182 feet. The working pressure of the pipeline will be about 125 psi. A 50 feet wide work area will be needed to install the buried pipeline. In areas where blading is allowed, topsoil will be stockpiled and separated from the excavated trench mineral material. Final reclamation procedures will match the procedures in Plans for Surface Reclamation. When the excavated soil is backfilled, it will be compacted to prevent subsidence. No berm over the pipeline will be evident.
- ii. Pistolero 15 FC infrastructure depicts the proposed production pipeline route from the well to the existing production facility.
- iii. The proposed pipeline does not cross lease boundaries, so a right of way grant will not need to be acquired from the BLM.

If any plans change regarding the production facility or other infrastructure (pipeline, electric line, etc.), we will submit a sundry notice or right of way (if applicable) prior to installation or construction.

Additional Pipeline(s)

We propose to install 1 additional pipeline(s):

- 1. Buried gas lift pipeline:
 - a. We plan to install a 3 inch buried flex steel pipeline from the proposed well to the central tank battery. The proposed length of the pipeline will be 1182 feet. The working pressure of the pipeline will be about 125 psi. A 50 feet wide work area will be needed to install the buried pipeline. We will need an extra 10 foot wide area near corners to safely install the pipeline. In areas where blading is allowed, topsoil will be stockpiled and separated from the excavated trench mineral material. Final reclamation procedures will match the procedures in Plans for Surface Reclamation. When the excavated soil is backfilled, it will be compacted to prevent subsidence. No berm over the pipeline will be evident.
 - b. Pistolero 15 FC infrastructure depicts the proposed gas lift pipeline route.
 - c. The proposed pipeline does not cross lease boundaries, so a right of way grant will not need to be acquired from the BLM.

Electric Line(s)

a. No electric line will be applied for with this APD.

5. Location and Types of Water

- a. The source and location of the water supply are as follows: Water will be supplied from the frac pond as shown on the attached water source map This location will be drilled using a combination of water mud systems (outlined in the drilling program) The water will be obtained from commercial water stations in the area or recycled treated water and hauled to location by trucks or poly pipelines using existing and proposed roads depicted on the proposed existing access road maps. In these cases where a poly pipeline is used to transport fresh water for drilling purposes_ proper authorizations will be secured by the contractor.
- b. Pistolero 15 FC water source and caliche map depicts the proposed route for a 12 inch poly temporary (<90 days) water pipeline supplying water for drilling operations.

6. Construction Material

a. Caliche will be supplied from pits shown on the attached caliche source map.

SHL: 363 FNL & 1104 FWL, Section: 15, T.25S., R.34E. BHL: 230 FSL & 990 FWL, Section: 15, T.25S., R.34E.

- v. proposed access road
- vi. elevations of all points
- vii. topsoil stockpile
- viii. reserve pit location/dimensions if applicable
- ix. other disturbances needed (flare pit, stinger, frac farm pad, etc.)
- x. existing structures within the 600' x 600' archaeoligical surveyed area (pipelines, electric lines, well pads, etc
- b. The proposed drilling pad was staked and surveyed by a professional surveyor. The attached survey plat of the well site depicts the drilling pad layout as staked.
- c. A title of a well site diagram is Pistolero 15 Fed Com 703H rig layout. This diagram depicts the rig layout.
- d. Topsoil Salvaging
 - i. Grass, forbs, and small woody vegetation, such as mesquite will be excavated as the topsoil is removed. Large woody vegetation will be stripped and stored separately and respread evenly on the site following topsoil respreading. Topsoil depth is defined as the top layer of soil that contains 80% of the roots. In areas to be heavily disturbed, the top 6 inches of soil material, will be stripped and stockpiled on the perimeter of the well location and along the perimeter of the access road to control run-on and run-off, to keep topsoil viable, and to make redistribution of topsoil more efficient during interim reclamation. Stockpiled topsoil should include vegetative material. Topsoil will be clearly segregated and stored separately from subsoils. Contaminated soil will not be stockpiled, but properly treated and handled prior to topsoil salvaging.

10. Plans for Surface Reclamation

Reclamation Objectives

- i. The objective of interim reclamation is to restore vegetative cover and a portion of the landform sufficient to maintain healthy, biologically active topsoil; control erosion; and minimize habitat and forage loss, visual impact, and weed infestation, during the life of the well or facilities.
- ii. The long-term objective of-final reclamation is to return the land to a condition similar to what existed prior to disturbance. This includes restoration of the landform and natural vegetative community, hydrologic systems, visual resources, and wildlife habitats. To ensure that the long-term objective will be reached through human and natural processes, actions will be taken to ensure standards are met for site stability, visual quality, hydrological functioning, and vegetative productivity.
- iii. The BLM will be notified at least 3 days prior to commencement of any reclamation procedures.
- iv. If circumstances allow, interim reclamation and/or final reclamation actions will be completed no later than 6 months from when the final well on the location has been completed or plugged. We will gain written permission from the BLM if more time is needed.
- v. Interim reclamation will be performed on the well site after the well is drilled and completed. Pistolero 15 FC 703H reclamation depicts the location and dimensions of the planned interim reclamation for the well site.

Interim Reclamation Procedures (If performed)

- 1. Within 30 days of well completion, the well location and surrounding areas will be cleared of, and maintained free of, all materials, trash, and equipment not required for production.
- 2. In areas planned for interim reclamation, all the surfacing material will be removed and returned to the original mineral pit or recycled to repair or build roads and well pads.

EOG Resources, Inc. Pistolero 15 Fed Com 703H SHL: 363 FNL & 1104 FWL, Section: 15, T.25S., R.34E.

BHL: 230 FSL & 990 FWL, Section: 15, T.25S., R.34E.

We plan to use 2, 12-inch lay flat hoses to transport water with an option to use 7, 4-inch poly lines for drilling and frac operations.

We are asking for 4 associated pipelines all depicted on the attached Pistolero 15 Fed Com infrastructure sketch:

One 3-inch flex steel gas lift line per well

One 4-inch poly production flowline per well

The well is planned to be produced using gas lift as the artificial lift method.

13. Maps and Diagrams

Pistolero 15 FC 703H vicinity - Existing Road

Pistolero 15 FC 703H radius - Wells Within One Mile

Pistolero 15 FC infrastructure - Production Facilities Diagram

Pistolero 15 FC infrastructure - Production Pipeline

Pistolero 15 FC infrastructure - gas lift Pipeline

Pistolero 15 FC water source and caliche map - Drilling Water Pipeline

Pistolero 15 Fed Com 703H rig layout - Well Site Diagram

Pistolero 15 FC 703H reclamation - Interim Reclamation