Form 3160-3 (March 2012)

HOBBS OCD

FORM APPROVED OMB No. 1004-0137 Expires October 31, 2014

| UNITED STATES | - | CD 1.6 2010 | | Expires (| october 51, a | 2014 |
|---|---------------------------------|--------------------------------------|-------------------|------------------------------------|---------------|------------------|
| UNITED STATES DEPARTMENT OF THE I BUREAU OF LAND MAN | NTERIOR [†] AGEMENT | ED I'V | D | 5. Lease Serial No. NMLC065607 | | |
| APPLICATION FOR PERMIT TO | 678 | ALL LES | | 6. If Indian, Allotee | or Tribe | Name |
| 1a. Type of work: DRILL REENTE | ER | | | 7. If Unit or CA Agre | eement, Na | ame and No. |
| lb. Type of Well: Oil Well Gas Well Other | Sie | ngle Zone 🔲 Multip | le Zone | 8. Lease Name and VERNA RAE FED | | (3205 OM 204H |
| 2. Name of Operator MATADOR PRODUCTION COMPANY | 228 | 3937) | | 9. API Well No. | g - | 44494 |
| 3a. Address | | (include area code) | | 10. Field and Pool, or | Explorator | ry |
| 5400 LBJ Freeway, Suite 1500 Dallas TX 7524 | (972)371-5 | 5200 | | TONTO / WOLFC | AMP | 9940 |
| 4. Location of Well (Report location clearly and in accordance with any | y State requiren | ents.*) | | 11. Sec., T. R. M. or E | 3lk. and Su | rvey or Area |
| At surface LOT 2 / 230 FNL / 1725 FEL / LAT 32.608764 | 13 / LONG - | 103.5965045 | | SEC 6 / T20S / R3 | 4E / NM | Р |
| At proposed prod. zone SESE / 240 FSL / 2310 FEL / LAT | 32.5955636 | / LONG -103.5942 | 124 | | | |
| 14. Distance in miles and direction from nearest town or post office* 19 miles | | | | 12. County or Parish LEA | | 13. State NM |
| 15. Distance from proposed* location to nearest 230 feet property or lease line, ft. (Also to nearest drig. unit line, if any) | 16. No. of a 722.39 | acres in lease | 17. Spacin 160 | g Unit dedicated to this | well | |
| Distance from proposed location* to nearest well, drilling, completed, 30 feet applied for, on this lease, ft. | 19. Propose 10930 fee | d Depth t / 15693 feet | | BIA Bond No. on file MB001079 | - | |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3620 feet | 22. Approxi 09/01/201 | mate date work will sta | <u>ι</u> π* | 23. Estimated duration 90 days | on . | ì |
| | 24. Atta | chments | | • • | | |
| The following, completed in accordance with the requirements of Onshor | re Oil and Gas | Order No.1, must be a | ttached to th | is form: | | |
| Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office). | Lands, the | Item 20 above). 5. Operator certific | cation | ons unless covered by ar | | , . |
| 25. Signature | I | (Printed/Typed) | | | Date | |
| (Electronic Submission) | Brian | Wood / Ph: (505)4 | 66-8120 | | 06/20/ | 2017 |
| Title President | | | | | | |
| Approved by (Signature) | Name | (Printed/Typed) | | | Date | |
| (Electronic Submission) | Cody | Layton / Ph: (575)2 | 234-5959 | | 02/02 | /2018 |
| Title Supervisor Multiple Resources | Office CAR | LSBAD | | | | |
| Application approval does not warrant or certify that the applicant hold conduct operations thereon. | ls legal or equi | itable title to those righ | ts in the sub | oject lease which would | entitle the | applicant to |

Conditions of approval, if any, are attached. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Continued on page 2)



*(Instructions on page 2)

INSTRUCTIONS

GENERAL: This form is designed for submitting proposals to perform certain well operations, as indicated on Federal and Indian lands and leases for action by appropriate Federal agencies, pursuant to applicable Federal laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from local Federal offices.

ITEM 1: If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable Federal regulations concerning subsequent work proposals or reports on the well.

ITEM 4: Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local Federal offices for specific instructions.

ITEM 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on the reverse side, showing the roads to, and the surveyed location of, the well, and any other required information, should be furnished when required by Federal agency offices.

ITEMS 15 AND 18: If well is to be, or has been directionally drilled, give distances for subsurface location of hole in any present or objective productive zone.

ITEM 22: Consult applicable Federal regulations, or appropriate officials, concerning approval of the proposal before operations are started.

NOTICES

The Privacy Act of 1974 and regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 25 U.S.C. 396; 43 CFR 3160

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service well or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts. ROUTINE USE: Information from the record and/or the record will be transferred to appropriate Federal, State, and local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecution, in connection with congressional inquiries and for regulatory responsibilities.

EFFECT OF NOT PROVIDING INFORMATION: Filing of this application and disclosure of the information is mandatory only if you elect to initiate a drilling or reentry operation on an oil and gas lease.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to allow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases. This information will be used to analyze and approve applications. Response to this request is mandatory only if the operator elects to initiate drilling or reentry operations on an oil and gas lease. The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

(Continued on page 3)

(Form 3160-3, page 2)

Approval Date: 02/02/2018

Additional Operator Remarks

Location of Well

1. SHL: LOT 2 / 230 FNL / 1725 FEL / TWSP: 20S / RANGE: 34E / SECTION: 6 / LAT: 32.6087643 / LONG: -103.5965045 (TVD: 0 feet, MD: 0 feet)

PPP: SENE / 2640 FNL / 990 FEL / TWSP: 20S / RANGE: 34E / SECTION: 6 / LAT: 32.60215 / LONG: -103.59416 (TVD: 10930 feet, MD: 13296 feet)

PPP: LOT 2 / 230 FNL / 1725 FEL / TWSP: 20S / RANGE: 34E / SECTION: 6 / LAT: 32.6087643 / LONG: -103.5965045 (TVD: 0 feet, MD: 0 feet)

BHL: SESE / 240 FSL / 2310 FEL / TWSP: 20S / RANGE: 34E / SECTION: 6 / LAT: 32.5955636 / LONG: -103.5942124 (TVD: 10930 feet, MD: 15693 feet)

BLM Point of Contact

Name: Sipra Dahal

Title: Legal Instruments Examiner

Phone: 5752345983 Email: sdahal@blm.gov

(Form 3160-3, page 3)

Approval Date: 02/02/2018

Review and Appeal Rights

A person contesting a decision shall request a State Director review. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

(Form 3160-3, page 4)

Approval Date: 02/02/2018



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



Operator Certification

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

NAME: Brian Wood Signed on: 06/20/2017

Title: President

Street Address: 37 Verano Loop

City: Santa Fe State: NM Zip: 87508

Phone: (505)466-8120

Representative Name:

Email address:

Email address: afmss@permitswest.com

Field Representative

Street Address:

City: State: Zip:

Phone:



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Application Data Report

APD ID: 10400015240

Submission Date: 06/20/2017

Highlighted data reflects the most

recent changes

Operator Name: MATADOR PRODUCTION COMPANY Well Name: VERNA RAE FEDERAL COM

Well Number: 204H

Well Type: CONVENTIONAL GAS WELL

Well Work Type: Drill

Show Final Text

Section 1 - General

APD ID:

10400015240

Tie to previous NOS?

Submission Date: 06/20/2017

BLM Office: CARLSBAD

User: Brian Wood

Title: President

Federal/Indian APD: FED

Is the first lease penetrated for production Federal or Indian? FED

Lease number: NMLC065607

Lease Acres: 722.39

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? NO

Permitting Agent? YES

APD Operator: MATADOR PRODUCTION COMPANY

Operator letter of designation:

Operator Info

Operator Organization Name: MATADOR PRODUCTION COMPANY

Operator Address: 5400 LBJ Freeway, Suite 1500

Operator PO Box:

Zip: 75240

Operator City: Dallas

State: TX

Operator Phone: (972)371-5200

Operator Internet Address: amonroe@matadorresources.com

Section 2 - Well Information

Well in Master Development Plan? NO

Mater Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

Well Name: VERNA RAE FEDERAL COM

Well Number: 204H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: TONTO

Pool Name: WOLFCAMP

Is the proposed well in an area containing other mineral resources? POTASH

Well Name: VERNA RAE FEDERAL COM

Well Number: 204H

Describe other minerals:

Is the proposed well in a Helium production area? N

Use Existing Well Pad? NO

New surface disturbance?

Type of Well Pad: MULTIPLE WELL

Multiple Well Pad Name:

Number: SLOT 3

Well Class: HORIZONTAL

VERNA RAE

Number of Legs: 1

Well Work Type: Drill

Well Type: CONVENTIONAL GAS WELL

Describe Well Type:

Well sub-Type: INFILL

Describe sub-type:

Distance to town: 19 Miles

Distance to nearest well: 30 FT

Distance to lease line: 230 FT

Reservoir well spacing assigned acres Measurement: 160 Acres

Well plat:

VernaRae_204H_Plat_20170928102623.PDF

Well work start Date: 09/01/2017

Duration: 90 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

Survey number: 18329

| | NS-Foot | NS Indicator | EW-Foot | EW Indicator | Twsp | Range | Section | Aliquot/Lot/Tract | Latitude | Longitude | County | State | Meridian | Lease Type | Lease Number | Elevation | MD | DVT |
|------------------|---------|--------------|----------|--------------|------|-------|---------|-------------------|----------------|----------------------|--------|-------------------|-------------------|------------|----------------|---------------|-----------|-----------|
| SHL Leg #1 | 230 | FNL | 172 5 | FEL | 208 | 34E | 6 | Lot 2 | 32.60876 43 | - 103.5965 045 | LEA | NEW MEXI CO | NEW MEXI CO | F | NMLC0 65607 | 362 0 | 0 | 0 |
| KOP Leg #1 | 230 | FNL | 172 5 | FEL | 20\$ | 34E | 6 | Lot 2 | 32.60876 43 | - 103.5965 045 | • | NEW MEXI CO | NEW MEXI CO | F | NMLC0 65607 | - 674 8 | 104 00 | 103 68 |
| PPP Leg #1 | 230 | FNL | 172 5 | FEL | 208 | 34E | 6 | Lot 2 | 32.60876 43 | - 103.5965 045 | LEA | NEW MEXI CO | NEW MEXI CO | F | NMLC0 65607 | 362 0 | 0 | 0 |

Well Name: VERNA RAE FEDERAL COM.

Well Number: 204H

| | NS-Foot | NS Indicator | EW-Foot | EW Indicator | Twsp | Range | Section | Aliquot/Lot/Tract | Latitude | Longitude | County | State | Meridian | Lease Type | Lease Number | Elevation | MD | TVD |
|-------------------|----------|--------------|----------|--------------|------|-------|---------|-------------------|----------------|----------------------|--------|-------------------|-------------------|------------|---------------|---------------|-----------|-----------|
| PPP Leg #1, | 264 0 | FNL | 990 | FEL | 20\$ | 34E | 6 | Aliquot SENE | 32.60215 | - 103.5941 6 | LEA | 1 | NEW MEXI | | NMNM 40406 | - 731 0 | 132 96 | 109 30 |
| EXIT Leg #1 | 240 | FSL | 231 0 | FEL | 208 | 34E | 6 | Aliquot SESE | 32.59556 36 | - 103.5942 124 | LEA | I | NEW MEXI CO | F | NMNM 40406 | - 731 0 | 156 93 | 109 30 |
| BHL Leg #1 | 240 | FSL | 231 0 | FEL | 208 | 34E | 6 | Aliquot SESE | 32.59556 36 | - 103.5942 124 | LËA | NEW MEXI CO | | F | NMNM 40406 | - 731 0 | 156 93 | 109 30 |



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Drilling Plan Data Report

02/03/2018

APD ID: 10400015240

Submission Date: 06/20/2017

Highlighted data reflects the most recent changes

Operator Name: MATADOR PRODUCTION COMPANY

Well Number: 204H

Show Final Text

Well Name: VERNA RAE FEDERAL COM Well Type: CONVENTIONAL GAS WELL

Well Work Type: Drill

Section 1 - Geologic Formations

| Formation ID | Formation Name | Elevation | True Vertical Depth | Measured Depth | Lithologies | Mineral Resources | Producing Formation |
|--------------|-------------------|-----------|------------------------|-------------------|---------------------|------------------------|------------------------|
| 1 | | 3620 | 0 | 0 | OTHER : Quaternary | USEABLE WATER | No |
| 2 | RUSTLER ANHYDRITE | 2149 | 1475 | 1479 | ANHYDRITE | OTHER : Anhydrite | No |
| | | | , | | | | |
| 3 | TOP SALT | 2019 | 1605 | 1609 | SALT | OTHER : Salt | No |
| 4 | BASE OF SALT | 500 | 3120 | 3130 | SALT | OTHER : Salt | No |
| 5 | TANSILL | 435 | 3185 | 3195 | SANDSTONE | OTHER : Sandstone | · No |
| . 6 | YATES | 280 | 3340 | 3351 | GYPSUM _. | OTHER : Gypsum | No |
| 7 | SEVEN RIVERS | -130 | 3750 | 3762 | DOLOMITE | NONE | No |
| 8 | QUEEN | -950 | 4570 | 4585 | SANDSTONE | OTHER : Sandstone | No |
| 9 | CAPITAN REEF | -1130 | 4750 | 4764 | OTHER : Carbonate | USEABLE WATER | No |
| 10 | DELAWARE SAND | -1800 | 5420 | 5439 | SANDSTONE | NATURAL GAS,CO2,OIL | No |
| 11 | BRUSHY CANYON | -2535 | 6155 | 6177 | SANDSTONE | NATURAL GAS,CO2,OIL | No |
| 12 | BONE SPRING LIME | -4660 | 8280 | 8310 | | NATURAL GAS,CO2,OIL | No |
| 13 | BONE SPRING 1ST | -5385 | 9005 | 9037 | OTHER : Carbonate | NATURAL GAS,CO2,OIL | No |
| 14 | BONE SPRING 1ST | -5770 | 9390 | 9422 | SANDSTONE | NATURAL GAS,CO2,OIL | No |
| 15 | BONE SPRING 2ND | -6320 | 9940 | 9972 | SANDSTONE | NATURAL GAS,CO2,OIL | No |
| 16 | BONE SPRING 3RD | -6985 | 10605 | 10646 | SANDSTONE | NATURAL GAS,CO2,OIL | No |
| 17 | WOLFCAMP | -7292 | 10912 | 11149 | SANDSTONE | NATURAL GAS,CO2,OIL | Yes |

Well Name: VERNA RAE FEDERAL COM Well Number: 204H

Section 2 - Blowout Prevention

Pressure Rating (PSI): 5M

Rating Depth: 12000

Equipment: A 12,000' 5000-psi BOP stack consisting of 3 rams with 2 pipe rams, 1 blind ram, and 1 annular preventer will be used below surface casing to TD. See attached BOP, choke manifold, co-flex hose, and speed head diagrams. An accumulator complying with Onshore Order 2 for the BOP stack pressure rating will be present. Rotating head will be installed as needed.

Requesting Variance? YES

Variance request: Matador is requesting a variance to use a speed head. Speed head diameter range is 13.375" x 9.625" x 7.625" x 5.5". Matador requests a variance to drill this well using a co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached. Manufacturer does not require the hose to be anchored. If the specific hose is not available, then one of equal or higher rating will be used.

Testing Procedure: Pressure tests will be conducted before drilling out from under all casing strings. BOP will be inspected and operated as required in Onshore Order 2. Kelly cock and sub equipped with a full opening valve sized to fit the drill pipe and collars will be available on the rig floor in the open position. A third party company will test the BOPs. After surface casing is set and the BOP is nippled up, then BOP pressure tests will be made to 250 psi low and 2000 psi high. Intermediate 1 pressure tests will be made to 250 psi low and 3000 psi high. Intermediate 2 pressure tests will be made to 250 psi low and 7500 psi high. Annular preventer will be tested to 250 psi low and 2500 psi high on the surface casing, and 250 psi low and 2500 psi high on the intermediate 1 and 2 casing. In the case of running a speed head with landing mandrel for 9.625" and 7" casing, after surface casing is set, BOP test pressures will be 250 psi low and 3000 psi high. Wellhead seals will be tested to 5000 psi once the 9.625" casing has been landed and cemented. BOP will then be lifted to install the C-section of the wellhead. BOP will then be nippled back up and pressure tested to 250 psi low and 7500 psi high. Annular will be tested to 250 psi low and 2500 psi high.

Choke Diagram Attachment:

VernaRae 204H Choke 06-20-2017.pdf

BOP Diagram Attachment:

VernaRae_204H_BOP_06-20-2017.pdf

Section 3 - Casing

| Casing ID | String Type | Hole Size | Csg Size | Condition | Standard | Tapered String | Top Set MD | Bottom Set MD | Top Set TVD | Bottom Set TVD | Top Set MSL | Bottom Set MSL | Calculated casing length MD | Grade | Weight | Joint Type | Collapse SF | Burst SF | Joint SF Type | Joint SF | Body SF Type | Body SF |
|-----------|------------------|-----------|----------|-----------|----------|----------------|------------|---------------|-------------|----------------|-------------|----------------|-----------------------------|-----------|--------|-----------------------|-------------|-----------|---------------|----------|--------------|---------|
| 1 | SURFACE | 20 | 13.375 | NEW | API | Υ | 0 | 1600 | 0 | 1596 | 3620 | 2024 | 1600 | J-55 | | OTHER - BTC | 1.12 5 | 1.12 5 | DRY | 1.8 | DRY | 1.8 |
| 2 | INTERMED IATE | 8.75 | 7.625 | NEW | API | Y | 0 | 5300 | 0 | 5282 | 3620 | -1662 | | P- 110 | | laa | 1.12 5 | 1.12 5 | DRY | 1.8 | DRY | 1.8 |
| | INTERMED IATE | 12.2 5 | 9.625 | NEW | API | Y | 0 | 5400 | 0 | 5381 | 3620 | -1761 | 5400 | J-55 | | OTHER - BTC | 1.12 5 | 1.12 5 | DRY | 1.8 | DRY | 1.8 |
| | PRODUCTI ON | 6.12 5 | 5.5 | NEW | API | Υ | 0 | 10200 | 0 | 10168 | 3620 | -6548 | 10200 | P- 110 | | OTHER - Tenaris XP | 1.12 5 | 1.12 5 | DRY | 1.8 | DRY | 1.8 |

Well Name: VERNA RAE FEDERAL COM

Well Number: 204H

| Casing ID | String Type | Hole Size | Csg Size | Condition | Standard | Tapered String | Top Set MD | Bottom Set MD | Top Set TVD | Bottom Set TVD | Top Set MSL | Bottom Set MSL | Calculated casing length MD | Grade | Weight | Joint Type | Collapse SF | Burst SF | Joint SF Type | Joint SF | Body SF Type | Body SF |
|-----------|------------------|-----------|----------|-----------|----------|----------------|------------|---------------|-------------|----------------|-------------|----------------|-----------------------------|-----------|--------|---------------------------|-------------|-----------|---------------|----------|--------------|---------|
| | INTERMED IATE | 8.75 | 7.625 | NEW | API | Y | 5300 | 10300 | 5282 | 10268 | -1662 | -6648 | 5000 | P- 110 | | OTHER - VAM HTF- NR | 1.12 5 | 1.12 5 | DRY | 1.8 | DRY | 1.8 |
| | INTERMED IATE | 8.75 | 7.0 | NEW | API | Y | 10300 | 11100 | 10268 | 10919 | -6648 | -7299 | 800 | P- 110 | | OTHER - BTC | 1.12 5 | 1.12 5 | DRY | 1.8 | DRY | 1.8 |
| 7 | PRODUCTI ON | 6.12 5 | 4.5 | NEW | API | Υ | 10200 | 15693 | 10168 | 10930 | -6548 | -7300 | 5493 | P- 110 | 13.5 | OTHER - Tenaris XP | 1.12 5 | 1.12 5 | DRY | 1.8 | DRY | 1.8 |

| Casing | Attachments |
|--------|-------------|
|--------|-------------|

Casing ID: 1

String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing_Design_Assumptions_Surface_06-20-2017.docx

Casing Design Assumptions and Worksheet(s):

Casing_Design_Assumptions_Surface_06-20-2017.docx

Casing ID: 2

String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing_Design_Assumptions_Intermediate2_06-20-2017.docx

Casing Design Assumptions and Worksheet(s):

Casing_Design_Assumptions_Intermediate2_06-20-2017.docx

Well Name: VERNA RAE FEDERAL COM

Well Number: 204H

Casing Attachments

Casing ID: 3

String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing_Design_Assumptions_Intermediate1_06-20-2017.docx

Casing Design Assumptions and Worksheet(s):

Casing_Design_Assumptions_Intermediate1_06-20-2017.docx

Casing ID: 4

String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing_Design_Assumptions_Production_06-20-2017.docx

Casing Design Assumptions and Worksheet(s):

Casing Design Assumptions Production 06-20-2017.docx

Casing ID: 5

String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing_Design_Assumptions_Intermediate2_06-20-2017.docx

Casing Design Assumptions and Worksheet(s):

Casing_Design_Assumptions_Intermediate2_06-20-2017.docx

Well Name: VERNA RAE FEDERAL COM

Well Number: 204H

Casing Attachments

Casing ID: 6

String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing_Design_Assumptions_Intermediate2_06-20-2017.docx

Casing Design Assumptions and Worksheet(s):

Casing_Design_Assumptions_Intermediate2_06-20-2017.docx

Casing ID: 7

String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing_Design_Assumptions_Production_06-20-2017.docx

Casing Design Assumptions and Worksheet(s):

Casing Design Assumptions_Production_06-20-2017.docx

Section 4 - Cement

| String Type | Lead/Tail | Stage Tool Depth | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives |
|--------------|-----------|---------------------|--------|-----------|--------------|-------|---------|-------|---------|-------------|---|
| SURFACE | Lead | | 0 | 1600 | 1764 | 1.75 | 13.5 | 3087 | 100 | Class C | 3% NaCl + LCM |
| SURFACE | Tail | | 0 | 1600 | 559 | 1.38 | 14.8 | 771 | 100 | Class C | 5% NaCl + LCM |
| INTERMEDIATE | Lead | | 0 | 5300 | 840 | 2.36 | 11.5. | 1982 | 35 | TXI | Fluid Loss + Dispersant + Retarder + LCM |
| INTERMEDIATE | Tail | | 0 | 5300 | 167 | 1.38 | 13.2 | 2230 | 35 | TXI ., | Fluid Loss + Dispersant + Retarder + LCM |
| INTERMEDIATE | Lead | | 0 | 5400 | 1262 | 1.81 | 13.5 | 2284 | 100 | Class C | Bentonite + 1% CaCl2 + 8% NaCl + LCM |

Well Name: VERNA RAE FEDERAL COM

Well Number: 204H

| String Type | Lead/Tail | Stage Tool Depth | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives |
|--------------|-----------|---------------------|-----------|-----------|--------------|-------|---------|-------|---------|-------------|---|
| INTERMEDIATE | Tail | | 0 | 5400 | 490 | 1.38 | 14.8 | 676 | 100 | Class C | 5% NaCl + LCM |
| PRODUCTION | Lead | | 0 | 1020 0 | 420 | 1.38 | 15.8 | 579 | 10 | Class H | Fluid Loss + Dispersant + Retarder + LCM |
| PRODUCTION | Tail | | 0 | 1020 0 | 420 | 1.38 | 15.8 | 579 | 10 | Class H | Fluid Loss + Dispersant + Retarder + LCM |
| INTERMEDIATE | Lead | | 5300 | 1030 0 | 840 | 2.36 | 11.5 | 1982 | 35 | TXI | Fluid Loss + Dispersant + Retarder + LCM |
| INTERMEDIATE | Tail | | 5300 | 1035 0 | 167 | 1.38 | 13.2 | 230 | 35 | TXI | Fluid Loss + Dispersant + Retarder + LCM |
| INTERMEDIATE | Lead | | 1030 0 | 1110 0 | 840 | 2.36 | 11.5 | 1982 | 35 | TXI | Fluid Loss + Dispersant + Retarder + LCM |
| INTERMEDIATE | Tail | | 1030 0 | 1110 0 | 167 | 1.38 | 13.2 | 230 | 35 | TXI | Fluid Loss + Dispersant + Retarder + LCM |
| PRODUCTION | Lead | | 1020 0 | 1569 3 | 420 | 1.38 | 15.8 | 579 | 10 | Class H | Fluid Loss + Dispersant + Retarder + LCM |
| PRODUCTION | Tail | | 1020 0 | 1569 3 | 420 | 1.38 | 15.8 | 579 | 10 | Class H | Fluid Loss + Dispersant + Retarder + LCM |

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: All necessary mud products (barite, bentonite, LCM) for weight addition and fluid loss control will be on location at all times.

Describe the mud monitoring system utilized: An electronic Pason mud monitoring system complying with Onshore Order 1 will be used. Mud program is subject to change due to hole conditions. A closed loop system will be used.

Circulating Medium Table

| Mud Type Min Weight (lbs/gal) Max Weight (lbs/gal) Density (lbs/cu ft) Gel Strength (lbs/100 sqft) Viscosity (CP) Viscosity (CP) Filtration (cc) Additional Characteristics | Veight (lbs/gal) Weight (lbs/cu ft) Sity (lbs/cu ft) Osity (CP) ation (cc) |
|---|--|
|---|--|

Well Name: VERNA RAE FEDERAL COM

Well Number: 204H

| Top Depth | Bottom Depth | Mud Type | Min Weight (lbs/gal) | Max Weight (Ibs/gal) | Density (lbs/cu ft) | Gel Strength (lbs/100 sqft) | ЬН | Viscosity (CP) | Salinity (ppm) | Filtration (cc) | Additional Characteristics | |
|-----------|--------------|---------------------------------|----------------------|----------------------|---------------------|-----------------------------|----|----------------|----------------|-----------------|----------------------------|--|
| 0 | 1600 | SPUD MUD | 8.3 | 8.3 | | | | | | | | |
| 5400 | 1110 0 | OTHER : Fresh water & cut brine | 9 | 9 | | : | | | | | | |
| 1600 | 5400 | SALT SATURATED | 10 | 10 | | | - | | • | | | |
| 1110 0 | 1569 3 | OIL-BASED MUD | 12.5 | 12.5 | | | | | | | | |

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

A 2-person mud logging program will be used from 1600' to TD.

No electric logs are planned at this time. GR will be collected through the MWD tools from intermediate casing to TD. CBL with CCL will be run as far as gravity will let it fall to TOC.

List of open and cased hole logs run in the well:

CBL,GR,MWD,OTH

Other log type(s):

Casing collar locator

Coring operation description for the well:

No core or drill stem test is planned.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 7668

Anticipated Surface Pressure: 5263.4

Anticipated Bottom Hole Temperature(F): 170

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Well Name: VERNA RAE FEDERAL COM Well Number: 204H

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

VernaRae_204H_H2S_Plan_06-20-2017.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

VernaRae_204H_Horizontal_Drilling_Plan_06-20-2017.pdf

Other proposed operations facets description:

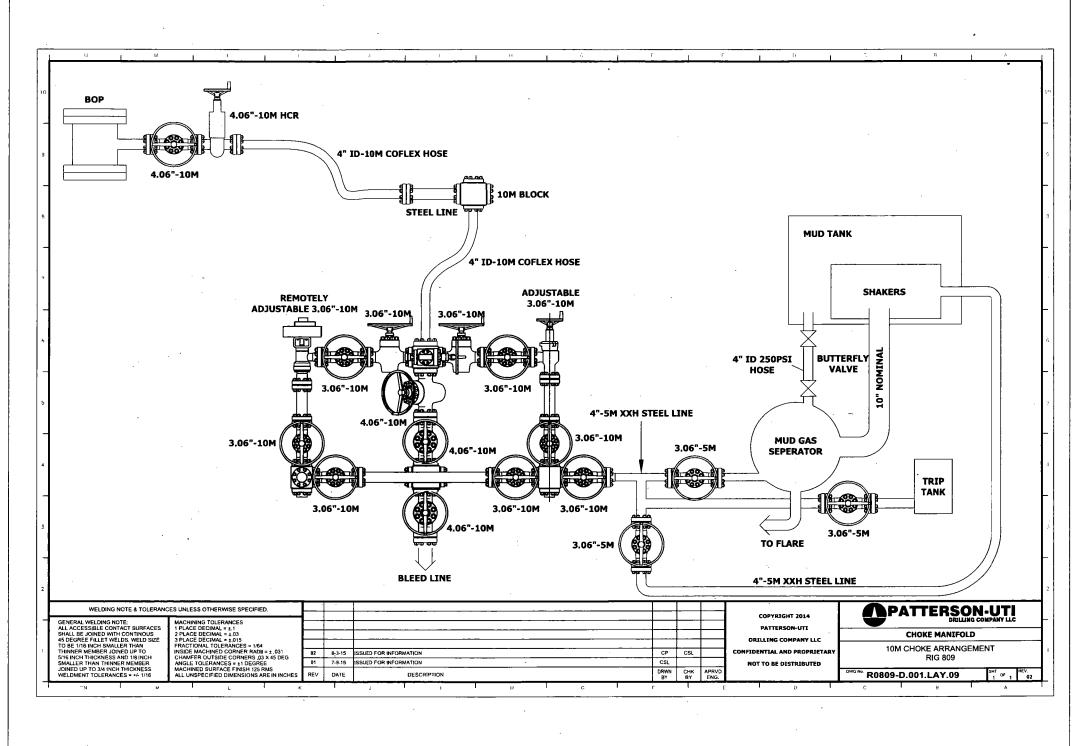
Deficiency Letter dated 9/25/17 requested:

- 1) Certified Plat for road and Gas Capture Plan see revised Plat;
- 2) Revised Choke Diagram Matador requested a variance per discussion with Chris Walls to use Choke diagram as originally attached;
- 3)7 5/8 in, 5.5 in, 4.5 in casing specs see revised Wellhead Casing Spec attachment.

Other proposed operations facets attachment:

VernaRae_204H_General_Drill_Plan_06-20-2017.pdf VernaRae_204H_Wellhead_Casing_Spec_20170928102714.pdf

Other Variance attachment:

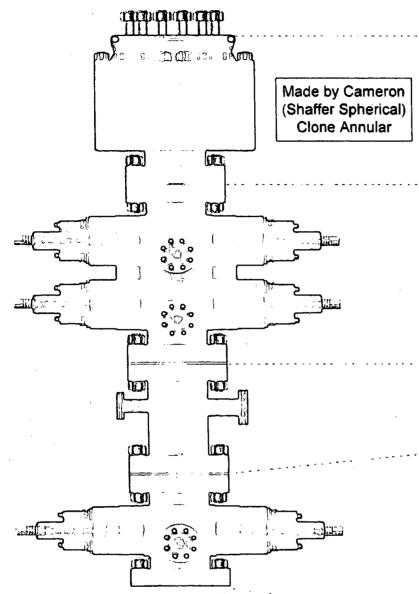




PATTERSON-UTI

Well Control

RIG: 809



PATTERSON-UTI # PS2-628

STYLE: New Shaffer Spherical

BORE 13 5/8" PRESSURE 5,000

HEIGHT: 48 ½" WEIGHT: 13,800 lbs

PATTERSON-UTI # PC2-128

STYLE: New Cameron Type U

BORE 13 5/8" PRESSURE 10,000

RAMS: TOP 5" Pipe BTM Blinds

HEIGHT: 66 5/8" WEIGHT: 24,000 lbs

Length 40" Outlets 4" 10M

DSA 4" 10M x 2" 10M

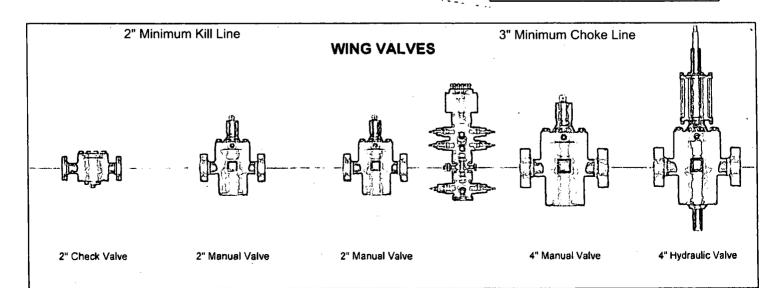
PATTERSON-UTI # PC2-228

STYLE: New Cameron Type U

BORE 13 5/8" PRESSURE 10,000

RAMS: 5" Pipe

HEIGHT: 41 5/8" WEIGHT: 13,000 lbs



R809 March 10, 2015



Midwest Hose & Specialty, Inc.

Customer: Patterson B&E

Pick Ticket #: 296283

Hose Specifications

 Hose Type
 Length

 Mud
 50°

 LD.
 Q.D.

 2"
 3.47"

 Working Pressure
 Burst Pressure

 10000 PSI
 Standard Safety Methodier Applyed

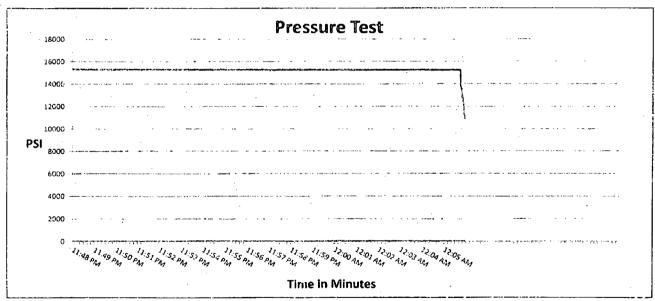
<u>Verification</u>

Type of Fitting 2"1502 Die Size 97MM Hose Serial # Coupling Method
Swage
Final O.D.
4.03"

11839

Hose Assembly Serial #

296283



Test Pressure 15000 PSI Time Held at Test Pressure 17 3/4 Minutes **Actual Burst Pressure**

Peak Pressure 15361 PSI

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

Tested By: Richard Davis

6

Approved By: Ryan Adams



| General Infori | mation | Hose Spec | ifications | | |
|--------------------------------------|----------------|-------------------------------|-----------------------|--|--|
| | | | | | |
| Customer | PATTERSON B&E | Hose Assembly Type | Choke & Kill | | |
| MWH Sales Representative | AMY WHITE | Certification | API 7K/FSL Level 2 | | |
| Date Assembled | 3/10/2015 | Hose Grade | MUD | | |
| Location Assembled | ОКС | Hose Working Pressure | 10000 | | |
| Sales Order.# | 245805 | Hose Lot # and Date Code | 11839-11/14 | | |
| Customer Purchase Order # | 270590 | Hose I.D. (Inches) | 2" | | |
| Assembly Serial # (Pick Ticket #) | 296283 | Hose O.D. (Inches) | 3.99" | | |
| Hose Assembly Length | 50' | Armor (yes/no) | YES | | |
| | , Fi | ttings | | | |
| End A | | End | В | | |
| Stem (Part and Revision #) | R2.0X32M1502 | Stem (Part and Revision #) | RF2.0 32F1502 | | |
| Stem (Heat #) | 14104546 | Stem (Heut #) | A144853 | | |
| Ferrule (Part and Revision #) | RF2.0 10K | Ferrule (Part and Revision #) | RF2.0 10K | | |
| Ferrule (Heat #) | 41044 | Ferrule (Heat #) | 41044 | | |
| Connection . Flange Hammer Union Par | t | Connection (Part #) | | | |
| Connection (Heat #) | | Connection (Heat #) | | | |
| Nut (Part #) | 2" 1502 H2S | Nut (Part#) | | | |
| Nut (Heat#) | | Nut (Heat #) | | | |
| Dies Used | 97MM | Dies Used | 97MM | | |
| | Hydrostatic Te | est Requirements | | | |
| Test Pressure (psi) | 15,000 | Hose assembly was teste | ed with ambient water | | |
| Test Pressure Hold Time (minutes) | 17 3/4 | tempero | aturo | | |



| Certificate of Conformity | | | |
|---|---------------------------|--|--|
| Customer: PATTERSON B&E Customer P.O.# 270590 | | | |
| Sales Order # 245805 Date Assembled: 3/10/2015 | | | |
| Specifications | | | |
| Hose Assembly Type: Choke & Kill | | | |
| Assembly Serial # 296283 Hose Lot # and Date Code 11839-11/14 | | | |
| Hose Working Pressure (psi) 10000 | Test Pressure (psi) 15000 | | |

We hereby certify that the above material supplied for the referenced purchase order to be true according to the requirements of the purchase order and current industry standards.

Supplier:

Midwest Hose & Specialty, Inc.

3312 S I-35 Service Rd

Oklahoma City, OK 73129

Comments:

| Approved By | Date |
|-------------|-----------|
| Fran Alama | 3/19/2015 |

R 809

Moder le

December 24, 2014

Internal Hydrostatic Test Graph

Customer: Patterson

Pick Ticket #: 286159

Midwest Hose & Specialty, Inc.

Hose Specifications

| Hose Type | <u>Length</u> | |
|------------------|---------------------------------|--|
| Ck | 50' | |
| <u>i.D.</u> | <u>O.D.</u> | |
| 2" | 3.55" | |
| Working Pressure | Burst Pressure | |
| 10000 PSI | Standard Safety Multiplier Appl | |

<u>Verification</u>

| Type of Fitting | Coupling Method |
|-----------------|------------------------|
| 2" 1502 | Swage |
| Die Size | Final O.D. |
| 97MM | 3.98" |
| Hose Serial # | Hose Assembly Serial # |
| 1179/ | 296150 |

Test Pressure 15000 PSI <u>Time Held at Test Pressure</u> 15 1/4 Minutes **Actual Burst Pressure**

Peak Pressure 15410 PSI

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

Tested Bv: Tyler Hill

Approved By; Ryan Adams



| General Infori | mation | Hose Spec | ifications |
|--------------------------------------|----------------|-------------------------------|-----------------------|
| Customer | PATTERSON B&E | Hose Assembly Type | Choke & Kill |
| MWH Sales Representative | AMY WHITE | Certification | API 7K/FSL Level 2 |
| Date Assembled | 12/23/2014 | Hose Grade | MUD |
| Location Assembled | ОКС | Hose Working Pressure | 10000 |
| Sales Order # | 237566 | Hose Lot # and Date Code | 11784-10/14 |
| Customer Purchase Order # | 261581 | Hose I.D. (Inches) | 2" |
| Assembly Serial # (Pick Ticket #) | 286159 | Hose O.D. (inches) | 4.00" |
| Hose Assembly Length | 50' | Armor (yes/no) | YES |
| | Fi | ttings | |
| End A | | End | В |
| Stem (Part and Revision #) | R2.0X32M1502 | Stem (Part and Revision #) | R2.0X32M1502 |
| Stem (Heat #) | M14104546 | Stem (Heat #) | M14101226 |
| Ferrule (Part and Revision #) | RF2.0 10K | Ferrule (Part and Revision #) | RF2.0 10K |
| Ferrule (Heat #) | 41044 | Ferrule (Heat #) | 41044 |
| Connection . Flange Hammer Union Par | 2"1502 | Connection (Part #) | |
| Connection (Heat #) | 2866 | Connection (Heat #) | |
| Nut (Part #) | | Nut (Part#) | |
| Nut (Heat #) | | Nut (Heat #) | |
| Dies Used | 97MM | Dies Used | 97MM |
| | Hydrostatic To | est Requirements | |
| Test Pressure (psi) | 15,000 | Hose assembly was teste | ed with ambient water |
| | 15 1/4 | temperature. | |



| Certificate of Conformity | | | |
|----------------------------------|--------|----------------------------|-------------|
| Customer: PATTERSON I | 3&E | Customer P.O.# 261581 | |
| Sales Order # 237566 | | Date Assembled: 12/23/2014 | |
| Specifications | | | |
| Hose Assembly Type: Choke & Kill | | | |
| Assembly Serial # | 286159 | Hose Lot # and Date Code | 11784-10/14 |
| Hose Working Pressure (psi) | 10000 | Test Pressure (psi) | 15000 |

We hereby certify that the above material supplied for the referenced purchase order to be true according to the requirements of the purchase order and current industry standards.

Supplier:

Midwest Hose & Specialty, Inc.

3312 S I-35 Service Rd

Oklahoma City, OK 73129

Comments:

| Approved By | Date | |
|-------------|------------|--|
| Fran Alama | 12/29/2014 | |



Internal Hydrostatic Test Certificate

| 1 | | | | |
|--|--|--------------------------|----------------------|--|
| General Info | mation - | Hose Spec | itea lois - 200 - en | |
| Customer | PATTERSON B&E | Hose Assembly Type | Choke & Kill | |
| MWH Sales Representative | AMY WHITE | Certification | API 7K/FSL Level 2 | |
| Date Assembled | 3/10/2015 | Hose Grade | MUD | |
| Location Assembled | OKC | Hose Working Pressure | 10000 | |
| Sales Order # | 245805 | Hose Lot # and Date Code | 11839-11/14 | |
| Customer Purchase Order # | 270590 | Hose I.D. (Inches) | 2° | |
| Assembly Serial # (Pick Ticket #) | 296283 | Hose O.D. (Inches) | 3.99" | |
| Hose Assembly Length | 50' | Armor (yes/no) | YES | |
| | | rings | | |
| and the same of th | and the state of t | | | |

| End A | • | End B | |
|---------------------------------------|---------------|-------------------------------|---------------------|
| Stem (Part and Revision #) | R2.0X32M1502 | Stem (Part and Revision #) | RF2.0 32F1502 |
| Stem (Heat #) | 14104546 | Stem (Heat #) | A144853 |
| Ferrule (Part and Revision #) | RF2.0 10K | Ferrule (Part and Revision #) | RF2.0 10K |
| Ferrule (Heat #) | 41044 | Ferrule (Heat #) | 41044 |
| Connection . Flange Hammer Union Part | | Connection (Part #) | |
| Connection (Heat #) | , | Connection (Heat #) | |
| Nut (Part #) | 2" 1502 H2S | Nut (Part#) | |
| Nut (Heat#) | | Nut (Heat #) | |
| Dies Used | 97MM | Dies Used | 97MM |
| | HydrostaticTi | s Reciliament | |
| Toet Droccure (acil | 15 000 | Maca accombly was tosted y | eich ambiant wester |

| | Hydrostatic Te | Requirements |
|-----------------------------------|----------------|---|
| Test Pressure (psi) | 15,000 | Hose assembly was tested with ambient water |
| Test Pressure Hold Time (minutes) | 17 3/4 | temperature. |

| Date Tested | Tested By | Approved By |
|-------------|-----------|-------------|
| 3/10/2015 | Mr. 10 | Han Alaus |
| | | |

MHSI-008 Rev. 0.0 Proprietary

Surface Casing

Collapse: DF_c=1.125

- Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.43 psi/ft). The effects of axial load on collapse will be considered.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and an internal force equal to mud gradient of displacement fluid (0.52 psi/ft).

Burst: DF_b=1.125

 Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the mud gradient in which the casing will be run (0.43 psi/ft), which is a more conservative backup force than pore pressure.

Tensile: DF_t=1.8

 Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (8.3 ppg).

Intermediate #1 Casing

Collapse: DF_c=1.125

- Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.52 psi/ft). The effects of axial load on collapse will be considered.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft).

Burst: DF_b=1.125

- Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the mud gradient in which the casing will be run (0.52 psi/ft), which is a more conservative backup force than pore pressure.
- Gas Kick Profile: Internal burst force at the shoe will be Fracture Pressure at that depth. Surface burst pressure will be fracture gradient at setting depth less a gas gradient to equivalent height of 50 bbl kick with Drill Pipe inside casing and mud gradient with which the next hole section will be run above that (0.47 psi/ft). External force will be equal to the mud gradient in which the casing will be run (0.52 psi/ft), which is a more conservative backup force than pore pressure.
- Fracture at Shoe with 1/3 BHP at Surface: Internal burst force at the shoe will be Fracture Pressure at setting depth. Internal burst force at surface will be 1/3 of pore pressure at setting depth. External force will be equal to the mud gradient in which the casing will be run (0.52 psi/ft) which is a more conservative backup force than pore pressure.

Tensile: DF_t=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (10.0 ppg).

Intermediate #2 Casing

Collapse: DF_c=1.125

- Partial Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.47 psi/ft). The effects of axial load on collapse will be considered. Internal force equal to gas gradient over half of setting depth and mud gradient with which the next hole section will be run below that (0.65 psi/ft).
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and mud gradient in which the casing will be run above that (0.47 psi/ft) and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft).

Burst: DF_b=1.125

- Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the mud gradient in which the casing will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.
- Gas Kick Profile: Internal burst force at the shoe will be Fracture Pressure at that depth. Surface burst pressure will be fracture gradient at setting depth less a gas gradient to equivalent height of 100 bbl kick with Drill Pipe inside casing and mud gradient with which the next hole section will be run above that (0.65 psi/ft). External force will be equal to the mud gradient in which the casing will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.
- Fracture at Shoe with 1/3 BHP at Surface: Internal burst force at the shoe will be Fracture Pressure at setting depth. Internal burst force at surface will be 1/3 of pore pressure at setting depth. External force will be equal to the mud gradient in which the casing will be run (0.47 psi/ft) which is a more conservative backup force than pore pressure.

Tensile: DF_t=1.8

 Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (9.0 ppg).

Intermediate #2 Casing

Collapse: DF_c=1.125

- Partial Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.47 psi/ft). The effects of axial load on collapse will be considered. Internal force equal to gas gradient over half of setting depth and mud gradient with which the next hole section will be run below that (0.65 psi/ft).
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and mud gradient in which the casing will be run above that (0.47 psi/ft) and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft).

Burst: DF_b=1.125

- Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the mud gradient in which the casing will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.
- Gas Kick Profile: Internal burst force at the shoe will be Fracture Pressure at that depth. Surface burst pressure will be fracture gradient at setting depth less a gas gradient to equivalent height of 100 bbl kick with Drill Pipe inside casing and mud gradient with which the next hole section will be run above that (0.65 psi/ft). External force will be equal to the mud gradient in which the casing will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.
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Tensile: DF_t=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (9.0 ppg).

Intermediate #2 Casing

Collapse: DF_c=1.125

- Partial Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.47 psi/ft). The effects of axial load on collapse will be considered. Internal force equal to gas gradient over half of setting depth and mud gradient with which the next hole section will be run below that (0.65 psi/ft).
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and mud gradient in which the casing will be run above that (0.47 psi/ft) and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft).

Burst: DF_b=1.125

- Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the mud gradient in which the casing will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.
- Gas Kick Profile: Internal burst force at the shoe will be Fracture Pressure at that depth. Surface
 burst pressure will be fracture gradient at setting depth less a gas gradient to equivalent height of
 100 bbl kick with Drill Pipe inside casing and mud gradient with which the next hole section will be
 run above that (0.65 psi/ft). External force will be equal to the mud gradient in which the casing
 will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.
- Fracture at Shoe with 1/3 BHP at Surface: Internal burst force at the shoe will be Fracture
 Pressure at setting depth. Internal burst force at surface will be 1/3 of pore pressure at setting
 depth. External force will be equal to the mud gradient in which the casing will be run (0.47 psi/ft)
 which is a more conservative backup force than pore pressure.

Tensile: DF_t=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (9.0 ppg).

Production Casing

Collapse: DF_c=1.125

- Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.65 psi/ft). The effects of axial load on collapse will be considered.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and mud gradient in which the casing will be run above that (0.65 psi/ft) and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft).

Burst: DF_b=1.125

- Pressure Test: 8000 psi casing test with an external force equal to the mud gradient in which the casing will be run (0.65 psi/ft), which is a more conservative backup force than pore pressure.
- Injection Down Casing: 9500 psi surface injection pressure plus an internal pressure gradient of 0.65 psi/ft with an external force equal to the mud gradient in which the casing will be run (0.65 psi/ft), which is a more conservative backup force than pore pressure.

Tensile: DF₁=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (12.5 ppg).

Production Casing

Collapse: DF_c=1.125

- Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.65 psi/ft). The effects of axial load on collapse will be considered.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and mud gradient in which the casing will be run above that (0.65 psi/ft) and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft).

Burst: DF_b=1.125

- Pressure Test: 8000 psi casing test with an external force equal to the mud gradient in which the casing will be run (0.65 psi/ft), which is a more conservative backup force than pore pressure.
- Injection Down Casing: 9500 psi surface injection pressure plus an internal pressure gradient of 0.65 psi/ft with an external force equal to the mud gradient in which the casing will be run (0.65 psi/ft), which is a more conservative backup force than pore pressure.

Tensile: DF_t=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (12.5 ppg).

Surface Casing

Collapse: DF_c=1.125

- Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.43 psi/ft). The effects of axial load on collapse will be considered.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and an internal force equal to mud gradient of displacement fluid (0.52 psi/ft).

Burst: DF_b=1.125

 Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the mud gradient in which the casing will be run (0.43 psi/ft), which is a more conservative backup force than pore pressure.

Tensile: DF_t=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (8.3 ppg).

Intermediate #1 Casing

Collapse: DF_c=1.125

- Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.52 psi/ft). The effects of axial load on collapse will be considered.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft).

Burst: DF_b=1.125

- Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the mud gradient in which the casing will be run (0.52 psi/ft), which is a more conservative backup force than pore pressure.
- Gas Kick Profile: Internal burst force at the shoe will be Fracture Pressure at that depth. Surface
 burst pressure will be fracture gradient at setting depth less a gas gradient to equivalent height of
 50 bbl kick with Drill Pipe inside casing and mud gradient with which the next hole section will be
 run above that (0.47 psi/ft). External force will be equal to the mud gradient in which the casing
 will be run (0.52 psi/ft), which is a more conservative backup force than pore pressure.
- Fracture at Shoe with 1/3 BHP at Surface: Internal burst force at the shoe will be Fracture Pressure at setting depth. Internal burst force at surface will be 1/3 of pore pressure at setting depth. External force will be equal to the mud gradient in which the casing will be run (0.52 psi/ft) which is a more conservative backup force than pore pressure.

Tensile: DF,=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (10.0 ppg).

Intermediate #2 Casing

Collapse: DF_c=1.125

- Partial Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.47 psi/ft). The effects of axial load on collapse will be considered. Internal force equal to gas gradient over half of setting depth and mud gradient with which the next hole section will be run below that (0.65 psi/ft).
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and mud gradient in which the casing will be run above that (0.47 psi/ft) and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft).

Burst: DF_b=1.125

- Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the mud gradient in which the casing will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.
- Gas Kick Profile: Internal burst force at the shoe will be Fracture Pressure at that depth. Surface burst pressure will be fracture gradient at setting depth less a gas gradient to equivalent height of 100 bbl kick with Drill Pipe inside casing and mud gradient with which the next hole section will be run above that (0.65 psi/ft). External force will be equal to the mud gradient in which the casing will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.
- Fracture at Shoe with 1/3 BHP at Surface: Internal burst force at the shoe will be Fracture Pressure at setting depth. Internal burst force at surface will be 1/3 of pore pressure at setting depth. External force will be equal to the mud gradient in which the casing will be run (0.47 psi/ft) which is a more conservative backup force than pore pressure.

Tensile: DF₁=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (9.0 ppg).

Intermediate #2 Casing

Collapse: DF_c=1.125

- Partial Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.47 psi/ft). The effects of axial load on collapse will be considered. Internal force equal to gas gradient over half of setting depth and mud gradient with which the next hole section will be run below that (0.65 psi/ft).
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and mud gradient in which the casing will be run above that (0.47 psi/ft) and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft).

Burst: DF_b=1.125

- Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the mud gradient in which the casing will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.
- Gas Kick Profile: Internal burst force at the shoe will be Fracture Pressure at that depth. Surface
 burst pressure will be fracture gradient at setting depth less a gas gradient to equivalent height of
 100 bbl kick with Drill Pipe inside casing and mud gradient with which the next hole section will be
 run above that (0.65 psi/ft). External force will be equal to the mud gradient in which the casing
 will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.
- Fracture at Shoe with 1/3 BHP at Surface: Internal burst force at the shoe will be Fracture Pressure at setting depth. Internal burst force at surface will be 1/3 of pore pressure at setting depth. External force will be equal to the mud gradient in which the casing will be run (0.47 psi/ft) which is a more conservative backup force than pore pressure.

Tensile: DF₁=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (9.0 ppg).

Casing Design Criteria and Load Case Assumptions

Intermediate #2 Casing

Collapse: DF_c=1.125

- Partial Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.47 psi/ft). The effects of axial load on collapse will be considered. Internal force equal to gas gradient over half of setting depth and mud gradient with which the next hole section will be run below that (0.65 psi/ft).
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and mud gradient in which the casing will be run above that (0.47 psi/ft) and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft).

Burst: DF_b=1.125

- Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the mud gradient in which the casing will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.
- Gas Kick Profile: Internal burst force at the shoe will be Fracture Pressure at that depth. Surface burst pressure will be fracture gradient at setting depth less a gas gradient to equivalent height of 100 bbl kick with Drill Pipe inside casing and mud gradient with which the next hole section will be run above that (0.65 psi/ft). External force will be equal to the mud gradient in which the casing will be run (0.47 psi/ft), which is a more conservative backup force than pore pressure.
- Fracture at Shoe with 1/3 BHP at Surface: Internal burst force at the shoe will be Fracture
 Pressure at setting depth. Internal burst force at surface will be 1/3 of pore pressure at setting
 depth. External force will be equal to the mud gradient in which the casing will be run (0.47 psi/ft)
 which is a more conservative backup force than pore pressure.

Tensile: DF₁=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (9.0 ppg).

Casing Design Criteria and Load Case Assumptions

Production Casing

Collapse: DF_c=1.125

- Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be run (0.65 psi/ft). The effects of axial load on collapse will be considered.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and mud gradient in which the casing will be run above that (0.65 psi/ft) and an internal force equal to mud gradient of displacement fluid (0.43 psi/ft).

Burst: DF_b=1.125

- Pressure Test: 8000 psi casing test with an external force equal to the mud gradient in which the casing will be run (0.65 psi/ft), which is a more conservative backup force than pore pressure.
- Injection Down Casing: 9500 psi surface injection pressure plus an internal pressure gradient of 0.65 psi/ft with an external force equal to the mud gradient in which the casing will be run (0.65 psi/ft), which is a more conservative backup force than pore pressure.

Tensile: DF_t=1.8

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string utilizing the effects of buoyancy (12.5 ppg).

December 31 2015



Size: 4.500 in.

Wall: 0.290 in. Weight: 13.50 lbs/ft

Grade: P110-ICY

Min. Wall Thickness: 87.5 %

Tenaris

Casing/Tubing: CAS

Connection: TenarisXP® BTC

Coupling Option: REGULAR

Standard Drift Nominal Weight 13.50 lbs/ft 3.795 in. Nominal OD 4.500 in. Diameter Special Drift N/A 3.920 in. 0.290 in. Nominal ID Wall Thickness Diameter Plain End Weight 13.05 lbs/ft Body Yield Strength 479 x 1000 lbs Internal Yield 14100 psi SMYS 125000 psi Collapse 11620 psi Connection OD 5.000 in. Coupling Length 9.075 in. Connection ID 3.908 in. Critical Section Area 3.836 sq. in. Threads per in. 5.00 Make-Up Loss 4.016 in. Internal Pressure **Tension Efficiency** 479 x 1000 lbs 14100 psi 100 % Joint Yield Strength $\mathsf{Capacity}^{\textcircled{1}}$ Structural Structural Structural Compression 100 % 479 x 1000 lbs 127 °/100 ft Compression Strength Bending(2) Efficiency External Pressure 11620 psi Capacity Minimum 6950 ft-lbs Optimum 7720 ft-lbs Maximum 8490 ft-lbs **Operating Torque** 10500 ft-lbs Yield Torque 12200 ft-lbs

Blanking Dimensions



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT SUPO Data Report

APD ID: 10400015240

Submission Date: 06/20/2017

Highlighted data reflects the most

Operator Name: MATADOR PRODUCTION COMPANY

Well Number: 204H

recent changes

Well Name: VERNA RAE FEDERAL COM

Show Final Text

Well Type: CONVENTIONAL GAS WELL

Well Work Type: Drill

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

VernaRae_204H_Road_Map_06-20-2017.pdf

Existing Road Purpose: ACCESS, FLUID TRANSPORT

Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

VernaRae_204H_Road_Map_06-20-2017.pdf

New road type: RESOURCE

Length: 629.25

Feet

Width (ft.): 30

Max slope (%): 0

Max grade (%): 3

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 14

New road access erosion control: Crown & ditch, surface with caliche

New road access plan or profile prepared? NO

New road access plan attachment:

Access road engineering design? NO

Access road engineering design attachment:

Well Name: VERNA RAE FEDERAL COM

Well Number: 204H

Access surfacing type: OTHER

Access topsoil source: ONSITE

Access surfacing type description: Caliche

Access onsite topsoil source depth: 6

Offsite topsoil source description:

Onsite topsoil removal process: grader

Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

New road drainage crossing: OTHER

Drainage Control comments: No drainage crossings needed.

Road Drainage Control Structures (DCS) description: Crown & ditch, no culverts needed.

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

VernaRae_204H_Well_Map_06-20-2017.pdf

Existing Wells description:

Section 4 - Location of Existing and/or Proposed Production Facilities

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description:

Production Facilities map:

VernaRae_204H_Production_Diagram_06-20-2017.PDF

Section 5 - Location and Types of Water Supply

Water Source Table

Well Name: VERNA RAE FEDERAL COM

Well Number: 204H

Water source use type: DUST CONTROL, STIMULATION

Water source type: GW WELL

Describe type:

Source latitude:

Source longitude:

Source datum:

Water source permit type: PRIVATE CONTRACT

Source land ownership: PRIVATE

Water source transport method: TRUCKING

Source transportation land ownership: PRIVATE

Water source volume (barrels): 15000

Source volume (acre-feet): 1.9333965

Source volume (gal): 630000

Water source and transportation map:

VernaRae_204H_Water_Source_06-20-2017.pdf

Water source comments:

New water well? NO

New Water Well Info

Well latitude:

Well Longitude:

Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

Aquifer comments:

Aquifer documentation:

Well depth (ft):

Well casing type:

Well casing outside diameter (in.):

Well casing inside diameter (in.):

New water well casing?

Used casing source:

Drilling method:

Drill material:

Grout material:

Grout depth:

Casing length (ft.):

Casing top depth (ft.):

Well Production type:

Completion Method:

Water well additional information:

State appropriation permit:

Additional information attachment:

Well Name: VERNA RAE FEDERAL COM

Well Number: 204H

Section 6 - Construction Materials

Construction Materials description: NM One Call (811) will be notified before construction starts. Top 6" of soil and brush will be stockpiled north of the pad. V-door will face south. Closed loop drilling system will be used. Caliche will be hauled from existing caliche pits on private land. Klein pit is in SWNW 27-19S-35E. Berry pit is in E2NE4 35-20s-34e.

Construction Materials source location attachment:

Section 7 - Methods for Handling Waste

Waste type: DRILLING

Waste content description: cuttings and mud

Amount of waste: 15000

barrels

Waste disposal frequency: Daily

Safe containment description: steel tanks

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL

Disposal location ownership: PRIVATE

FACILITY

Disposal type description:

Disposal location description: Halfway, NM

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.)

Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? NO

Description of cuttings location

Cuttings area length (ft.)

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

Is at least 50% of the cuttings area in cut?

Well Name: VERNA RAE FEDERAL COM Well Number: 204H

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: NO

Ancillary Facilities attachment:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

VernaRae_204H_Well_Site_Layout_06-20-2017.pdf

Comments:

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance Multiple Well Pad Name: VERNA RAE

Multiple Well Pad Number: SLOT 3

Recontouring attachment:

VernaRae 204H Recontour Plat 06-20-2017.PDF

VernaRae_204H_Interim_Reclamation_Diagram_20170928102828.PDF

Drainage/Erosion control construction: Surface with caliche

Drainage/Erosion control reclamation: Disturbed areas will be contoured to match pre-construction grades. Soil and brush will be evenly spread over disturbed areas and harrowed on the contour. Disturbed areas will be seeded in accordance with the surface owner's requirements.

Wellpad long term disturbance (acres): 3.15 Wellpad short term disturbance (acres): 3.57

Access road long term disturbance (acres): 0.43 Access road short term disturbance (acres): 0.43

Pipeline long term disturbance (acres): 0 Pipeline short term disturbance (acres): 0

Other long term disturbance (acres): 0 Other short term disturbance (acres): 0.49

Total long term disturbance: 3.58 Total short term disturbance: 4.49

Reconstruction method: Within 7 days disturbed areas will be contoured to match pre-construction grades. Soil and brush will be evenly spread over disturbed areas and harrowed on the contour with a grader. Disturbed areas will be seeded in accordance with the surface owner's requirements.

Topsoil redistribution: Soil will be evenly spread over disturbed areas

Soil treatment: No soil treatment planned, site will be revegetated in accordance with the surface owner's requirements.

| Operator Name: MATADOR PR | ODUCTION COMPA | NY | |
|---------------------------------|------------------------|--------------------------|-----|
| Well Name: VERNA RAE FEDE | RAL COM | Well Number: 204H | |
| Existing Vegetation at the well | pad: | | |
| Existing Vegetation at the well | pad attachment: | | |
| Existing Vegetation Community | y at the road: | | |
| Existing Vegetation Community | y at the road attachn | nent: | |
| Existing Vegetation Community | | | |
| Existing Vegetation Community | y at the pipeline atta | chment: | |
| Existing Vegetation Community | y at other disturband | ces: | |
| Existing Vegetation Community | y at other disturband | ces attachment: | |
| Non native seed used? | | | • |
| Non native seed description: | | | |
| Seedling transplant description | 1: | | |
| Will seedlings be transplanted | for this project? | | |
| Seedling transplant description | n attachment: | | |
| Will seed be harvested for use | in site reclamation? | , | • |
| Seed harvest description: | | | |
| Seed harvest description attacl | hment: | | |
| Seed Management | | | |
| | J | | |
| Seed Table | | | |
| Seed type: | • | Seed source: | |
| Seed name: | | | |
| Source name: | | Source address: | |
| Source phone: | | | |
| Seed cultivar: | | | · |
| Seed use location: | | | |
| PLS pounds per acre: | | Proposed seeding season: | . * |
| Seed Sun | nmary | Total pounds/Acre: | |
| Seed Type | Pounds/Acre | | |

Well Name: VERNA RAE FEDERAL COM

Well Number: 204H

Seed reclamation attachment:

Operator Contact/Responsible Official Contact Info

First Name:

Last Name:

Phone:

Email:

Seedbed prep:

Seed BMP:

Seed method:

Existing invasive species? NO

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: Noxious weeds will be controlled.

Weed treatment plan attachment:

Monitoring plan description: To BLM satisfaction

Monitoring plan attachment:

Success standards: To landowner's specifications.

Pit closure description: N/A (closed loop)

Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: WELL PAD

Describe:

Surface Owner: PRIVATE OWNERSHIP

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Well Name: VERNA RAE FEDERAL COM

Well Number: 204H

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Fee Owner: Larry Hughes

Fee Owner Address: HC 69 Box 57 Monument NM 88265

Phone: (575)263-7602

Email:

Surface use plan certification: NO

Surface use plan certification document:

Surface access agreement or bond: Agreement

Surface Access Agreement Need description: Matador Resources Company has a private surface owner agreement with Larry Hughes (HC 69 Box 57, Monument NM 88265) for the Verna Rae Fed Com road in SESE Sec. 31, T. 19 S., R. 34 E. and the Verna Rae Fed Com slot 3 well site, road, and power line in Section 6, T. 20 S., R. 34 E., Lea County, NM. Matador Resources Company will file an Application for Right-Of-Way Easement with the NM State Land Office (PO Box 1148, Santa Fe NM 87504) for road access across S2S2 32-19s-34e. Their phone number is (505) 827-5728.

Surface Access Bond BLM or Forest Service: BLM

BLM Surface Access Bond number:

USFS Surface access bond number:

Section 12 - Other Information

Right of Way needed? NO

Use APD as ROW?

ROW Type(s):

ROW Applications

SUPO Additional Information: Deficiency Letter dated 9/25/17 requested: 1) Surface Use Agreement - see attached; 2) Reclamation Diagram - see attachment in Reclamation section.

Use a previously conducted onsite? YES

Previous Onsite information: On site inspection was held with Vance Wolf, Cassie Brooks, and Bob Ballard (all BLM) on April 3, 2017.

Other SUPO Attachment

VernaRae_204H_General_SUPO_06-20-2017.pdf

VernaRae_204H_Surface_Use_Agreement_20170928102802.pdf



Section 1 - General

Would you like to address long-term produced water disposal? NO

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Lined pit specifications:

Pit liner description:

Pit liner manufacturers information:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Lined pit precipitated solids disposal schedule:

Lined pit precipitated solids disposal schedule attachment:

Lined pit reclamation description:

Lined pit reclamation attachment:

Leak detection system description:

Leak detection system attachment:

Lined pit Monitor description:

Lined pit Monitor attachment:

Lined pit: do you have a reclamation bond for the pit?

Is the reclamation bond a rider under the BLM bond?

Lined pit bond number:

Lined pit bond amount:

Additional bond information attachment:

PWD disturbance (acres):

Section 3 - Unlined Pits

Injection well mineral owner:

Would you like to utilize Unlined Pit PWD options? NO

| Produced Water Disposal (PWD) Location: | |
|---|--|
| PWD surface owner: | PWD disturbance (acres): |
| Unlined pit PWD on or off channel: | |
| Unlined pit PWD discharge volume (bbl/day): | |
| Unlined pit specifications: | |
| Precipitated solids disposal: | |
| Decribe precipitated solids disposal: | |
| Precipitated solids disposal permit: | |
| Unlined pit precipitated solids disposal schedule: | |
| Unlined pit precipitated solids disposal schedule attachment: | |
| Unlined pit reclamation description: | |
| Unlined pit reclamation attachment: | |
| Unlined pit Monitor description: | |
| Unlined pit Monitor attachment: | |
| Do you propose to put the produced water to beneficial use? | |
| Beneficial use user confirmation: | |
| Estimated depth of the shallowest aquifer (feet): | |
| Does the produced water have an annual average Total Dissolve that of the existing water to be protected? | d Solids (TDS) concentration equal to or less than |
| TDS lab results: | |
| Geologic and hydrologic evidence: | |
| State authorization: | |
| Unlined Produced Water Pit Estimated percolation: | |
| Unlined pit: do you have a reclamation bond for the pit? | |
| Is the reclamation bond a rider under the BLM bond? | |
| Unlined pit bond number: | |
| Unlined pit bond amount: | |
| Additional bond information attachment: | |
| Section 4 - Injection | |
| Would you like to utilize Injection PWD options? NO | |
| Produced Water Disposal (PWD) Location: | |
| PWD surface owner: | ND disturbance (acres): |
| Injection PWD discharge volume (bbl/day): | |

| Injection well type: | • |
|---|----------------------------|
| Injection well number: | Injection well name: |
| Assigned injection well API number? | Injection well API number: |
| Injection well new surface disturbance (acres): | |
| Minerals protection information: | |
| Mineral protection attachment: | |
| Underground Injection Control (UIC) Permit? | |
| UIC Permit attachment: | |
| Section 5 - Surface Discharge | |
| Would you like to utilize Surface Discharge PWD options? NO | |
| Produced Water Disposal (PWD) Location: | |
| PWD surface owner: | PWD disturbance (acres): |
| Surface discharge PWD discharge volume (bbl/day): | |
| Surface Discharge NPDES Permit? | |
| Surface Discharge NPDES Permit attachment: | |
| Surface Discharge site facilities information: | |
| Surface discharge site facilities map: | |
| Section 6 - Other | |
| Would you like to utilize Other PWD options? NO | |
| Produced Water Disposal (PWD) Location: | |
| PWD surface owner: | PWD disturbance (acres): |
| Other PWD discharge volume (bbl/day): | |
| Other PWD type description: | * |
| Other PWD type attachment: | - |
| Have other regulatory requirements been met? | |
| Other regulatory requirements attachment: | |
| | |
| | |
| | |



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Bond Info Data Report

Bond Information

-Federal/Indian APD: FED

BLM Bond number: NMB001079

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment: