Form 3160-3 (March 2012)

CaCarl bad Rield Office

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

DEPARTMENT OF THE INT BUREAU OF LAND MANAG	ERIOR BBS OCC	5. Lease Serial No. NMNM110838	
APPLICATION FOR PERMIT TO DR	ILE OU UEE A GUERIA		or Tribe Name
Ia. Type of work:	RECEIVE	7 If Unit or CA Agr	eement, Name and No.
Ib. Type of Well: Oil Well Gas Well Other	Single Zone Multiple	Zone AUDACIOUS 19'F	
2. Name of Operator EOG RESOURCES INCORPORATED	7377)	9. APT Well No.	-46043
1111 1111 1111 1111 1111 1111 1111	Phone No. (include area code) (13)651-7000	<u> </u>	025 S253309A UPPEF
4. Location of Well (Report location clearly and in accordance with any Sta	te requirements.*)	11. Sec., T. R. M. or I	31k. and Survey or Area
At surface NESW / 1832 FSL / 2254 FWL / LAT 32.1138682 At proposed prod. zone SESW / 230 FSL / 2090 FWL / LAT 32		SEC 19 / T25S / R	33E / NMP
14. Distance in miles and direction from nearest town or post office* 40 miles		12. County or Parish LEA	13. State NM
lanation to monaget 000 for t		Spacing Unit dedicated to this 40	well
to nearest well, drilling, completed, 880 feet		BLM/BIA Bond No. on file ED: NM2308	
	Approximate date work will start*	23. Estimated duration 25 days	on
2	4. Attachments		
 The following, completed in accordance with the requirements of Onshore Oi Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System Land SUPO must be filed with the appropriate Forest Service Office). 	4. Bond to cover the Item 20 above). 5. Operator certificati	operations unless covered by an	•
25. Signature (Electronic Submission)	Name (Printed/Typed) Stan Wagner / Ph: (432)68	6-3689	Date 02/28/2018
Title Regulatory Specialsit			
Approved by (Signature) (Electronic Submission)	Name (Printed/Typed) Cody Layton / Ph: (575)234	-5959	Date 06/22/2018
Title Assistant Field Manager Lands & Minerals	Office CARLSBAD		
Application approval does not warrant or certify that the applicant holds leg conduct operations thereon. Conditions of approval of any, are attached.	gal or equitable title to those rights i	n the subject lease which would	entitle the applicant to

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)

GCP Rec 08/06/18

proval Date: 06/22/2018

KZ 08/08/18

John and

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: 06/22/2018

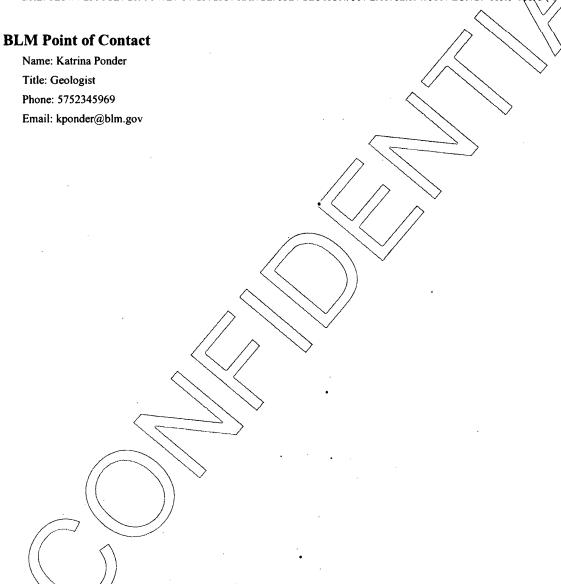
Additional Operator Remarks

Location of Well

1. SHL: NESW / 1832 FSL / 2254 FWL / TWSP: 25S / RANGE: 33E / SECTION: 19 / LAT: 32.1138682 / LONG: -103.6126237 (TVD: 0 feet, MD: 0 feet)

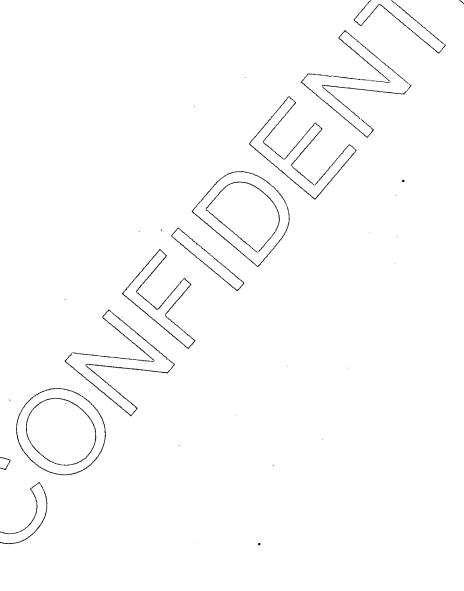
PPP: NESW / 2310 FSL / 2090 FWL / TWSP: 25S / RANGE: 33E / SECTION: 19 / LAT: 32.1151817 / LONG: -103.6131569 (TVD: 12312 feet, MD: 12615 feet)

BHL: SESW / 230 FSL / 2090 FWL / TWSP: 25S / RANGE: 33E / SECTION: 30 / LAT: 32.0949501 / LONG: -103.6131693 (TVD: 12312 feet, MD: 19775 feet)



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.





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

Operator Certification Data Report

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: Stan Wagner

Signed on: 02/28/2018

Title: Regulatory Specialsit

Street Address: 5509 Champions Drive

City: Midland

State: TX

Zip: 79702

Phone: (432)686-3689

Email address: Stan_Wagner@eogresources.com

Field Representative

Representative Name: James Barwis
Street Address: 5509 Champions Drive

City: Midland

State: TX

Zip: 79706

Phone: (432)425-1204

Email address: james_barwis@eogresources.com



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

Application Data Report

APD ID: 10400027356

Operator Name: EOG RESOURCES INCORPORATED

Well Name: AUDACIOUS 19 FEDERAL

Well Number: 707H

Submission Date: 02/28/2018

Show Final Text

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - General

APD ID:

10400027356

Tie to previous NOS?

Submission Date: 02/28/2018

BLM Office: CARLSBAD

User: Stan Wagner

Title: Regulatory Specialsit

Federal/Indian APD: FED

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

Lease number: NMNM110838

Lease Acres: 1761.04

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? YES

Permitting Agent? NO

APD Operator: EOG RESOURCES INCORPORATED

Operator letter of designation:

Operator Info

Operator Organization Name: EOG RESOURCES INCORPORATED

Operator Address: 1111 Bagby Sky Lobby2

Zip: 77002

Operator PO Box:

Operator City: Houston

State: TX

Operator Phone: (713)651-7000

Operator Internet Address:

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: AUDACIOUS 19 FEDERAL

Well Number: 707H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: RED HILLS

Pool Name: WC-025 S253309A

UPPER WOLFCAMP

Is the proposed well in an area containing other mineral resources? NATURAL GAS,OIL

Well Name: AUDACIOUS 19 FEDERAL Well Number: 707H

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: 603H/706H/707H **AUDACIOUS 19 FEDERAL**

Well Class: HORIZONTAL Number of Legs: 1

Well Work Type: Drill Well Type: OIL WELL

Describe Well Type: Well sub-Type: INFILL

Describe sub-type:

Distance to town: 40 Miles Distance to nearest well: 880 FT. Distance to lease line: 230 FT

Reservoir well spacing assigned acres Measurement: 240 Acres

Well plat: Audacious_19_Federal_707H_signed_C_102_20180228101449.pdf

Well work start Date: 08/01/2018 **Duration: 25 DAYS**

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83 Vertical Datum: NAVD88

Survey number:

	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
SHL Leg #1	183 2	FSL	225 4	FWL	25S	33E	19	Aliquot NESW	32.11386 82	- 103.6126 237	LEA	NEW MEXI CO		F	NMNM 110838	345 2	0	0
KOP Leg #1	258 4	FSL	209 3	FWL	258	33E	19	Aliquot NESW	31.11593 94	- 103.6131 282	LEA	NEW MEXI CO	145	F	NMNM 110838	- 834 5	118 28	117 97
PPP Leg #1	231 0	FSL	209 0	FWL	258	33E	19	Aliquot NESW	32.11518 17	- 103.6131 569	LEA	NEW MEXI CO	.,_,,	F	NMNM 110838	- 886 0	126 15	123 12

Well Name: AUDACIOUS 19 FEDERAL

Well Number: 707H

	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
EXIT Leg #1	330	FSL	209 0	FWL	25S	33E	30	Aliquot SESW	32.09522 49	- 103.6131 691	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 110838	- 886 0	196 75	123 12
BHL Leg #1	230	FSL	209 0	FWL	25S	33E	30	Aliquot SESW		- 103.6131 693	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 110838	- 886 0	197 75	123 12

Well Name: AUDACIOUS 19 FEDERAL Well Number: 707H

Pressure Rating (PSI): 5M

Rating Depth: 12312

Requesting Variance? YES

Variance request: Variance is requested to use a co-flex line between the BOP and choke manifold (instead of using a 4" OD steel line). Variance is requested to wave the centralizer requirements for the 7-5/8" FJ casing in the 8-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 8-3/4" hole interval to maximize cement bond and zonal isolation. Centralizers will be placed in the 9-7/8" hole interval at least one every third joint. Variance is also requested to wave any centralizer requirements for the 5-1/2" FJ casing in the 6-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 6-3/4" hole interval to maximize cement bond and zonal isolation.

Testing Procedure: Before drilling out of the surface casing, the ram-type BOP and accessory equipment will be tested to 5000/ 250 psig and the annular preventer to 3500/ 250 psig. The surface casing will be tested to 1500 psi for 30 minutes. Before drilling out of the intermediate casing, the ram-type BOP and accessory equipment will be tested to 5000/ 250 psig and the annular preventer to 3500/ 250 psig. The intermediate casing will be tested to 2000 psi for 30 minutes. Pipe rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. A hydraulically operated choke will be installed prior to drilling out of the intermediate casing shoe.

Choke Diagram Attachment:

Audacious 19 Fed 707H_10_M Choke Manifold 20180215153058.pdf

Audacious 19 Fed 707H_Co_Flex Hose Certification_20180215153058.PDF

Audacious_19_Fed_707H_Co_Flex_Hose_Test_Chart_20180215153059.pdf

BOP Diagram Attachment:

Audacious_19_Fed_707H_10_M_BOP_Diagram_20180215153113.pdf

Audacious 19 Fed 707H EOG BLM 10M Annular Variance 4 String 20180215153114.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	17.5	13.375	NEW	API	N	0	1110	0 .	1110	3452	2342	1110	J-55	54.5	STC	1.12 5	1.25	BUOY	1.6	BUOY	1.6
2	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	4000	0	4000	3452	-548	4000	J-55	40	LTC	1.12 5	1.25	BUOY	1.6	BUOY	1.6
	INTERMED IATE	12.2 5	9.625	NEW	API	N	4000	4800	4000	4800	-548	-1348	800	HCK -55	40	LTC	1.12 5	1.25	BUOY	1.6	BUOY	1.6
4	PRODUCTI ON	6.75	5.5	NEW	API	N	0	10800	0	10800	3452	-7348	10800	OTH ER		OTHER - DWC/C-IS MS	1.12 5	1.25	BUOY	1.6	BUOY	1.6

Well Name: AUDACIOUS 19 FEDERAL

Well Number: 707H

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
5	INTERMED IATE	8.75	7.625	NEW	API	Z	0	11300	0	11300	3452	-7848	l	HCP -110		OTHER - FXL	1.12 5	1.25	BUOY	1.6	BUOY	1.6
6	PRODUCTI ON	6.75	5.5	NEW	API	N	10800	19775	10800	12312	-7348	-8860	1.	OTH ER	l .	OTHER - VAM SFC	1.12 5	1.25	BUOY	1.6	BUOY	1.6

Casing ID: 1

String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Audacious_19_Fed_707H_BLM_Plan_20180215153258.pdf

Casing ID: 2

String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

See_previously_attached_Drill_Plan_20180215153311.pdf

Operator Name: EOG RESOURCES INCORPORATED	
Well Name: AUDACIOUS 19 FEDERAL Well Number: 707H	
Casing Attachments	
Casing ID: 3 String Type: INTERMEDIATE	
Inspection Document:	
Spec Document:	-
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	
See_previously_attached_Drill_Plan_20180215153324.pdf	
Casing ID: 4 String Type: PRODUCTION	
Inspection Document:	
Spec Document:	
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	
Audacious_19_Fed_707H_5.500in_20.00_VST_P110EC_DWC_C_IS_MS_20180215153340.pdf	
See_previously_attached_Drill_Plan_20180215153340.pdf	
Casing ID: 5 String Type:INTERMEDIATE Inspection Document:	
Spec Document:	
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	
Audacious_19_Fed_707H_7.625in_29.70_P110HC_FXL_20180215153357.pdf	
See_previously_attached_Drill_Plan_20180215153357.pdf	

Well Name: AUDACIOUS 19 FEDERAL

Well Number: 707H

Casing Attachments

Casing ID: 6

String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Audacious_19_Fed_707H_5.500in_20.00_VST_P110EC_VAM_SFC_20180215153413.pdf
See_previously_attached_Drill_Plan_20180215153413.pdf

Section 4 - Cement

											,
String Type	Lead/Tail	Stage Tool Depth	Тор МD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
INTERMEDIATE	Lead		0	0	0	0	0	0	0	0	0

PRODUCTION	Lead	0	0	0	0	0	0	0	0	0
										l

SURFACE	Lead	0	1110	600	1.73	13.5	1038	25	Class C	Lead: Class C + 4.0% Bentonite + 0.6% CD- 32 + 0.5% CaCl2 + 0.25 Ib/sk Cello-Flake (TOC @ Surface)
SURFACE	Tail	1110	1110	200	1.34	14.8	268	25	Class C	Tail: Class C + 0.6% FL-62 + 0.25 lb/sk Cello-Flake + 0.2% Sodium Metasilicate
INTERMEDIATE	Lead	0	4800	1780	2.2	12.7	3916	25	Class C	Lead: Class C + 0.15% C-20 + 11.63 pps Salt + 0.1% C-51 + 0.75% C- 41P (TOC @ Surface)
INTERMEDIATE	Tail	4800	4800	200	1.12	16	224	25	Class C	Tail: Class C + 0.13% C-20

Well Name: AUDACIOUS 19 FEDERAL Well Number: 707H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
INTERMEDIATE	Lead		4300	1130 0	340	2.72	11.5	924	25	Class C	Lead: Class C + 0.40% D013 + 0.20% D046 + 0.10% D065 + 0.20% D167 (TOC @ 4,300')
INTERMEDIATE	Tail		1130 0	1130 0	210	1.12	16	235	25	Class H	Tail: Class H + 94.0 pps D909 + 0.25% D065 + 0.30% D167 + 0.02% D208 + 0.15% D800
PRODUCTION	Lead		1080 0	1977 , 5	950	1.26	14.1	1197	25	Class H	Class H + 0.1% C-20 + 0.05% CSA-1000 + 0.20% C-49 + 0.40% C-17 (TOC @ 10,800')

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: (A) A Kelly cock will be kept in the drill string at all times. (B) A full opening drill pipe-stabbing valve (inside BOP) with proper drill pipe connections will be on the rig floor at all times. (C) H2S monitoring and detection equipment will be utilized from surface casing point to TD. **Describe the mud monitoring system utilized:** An electronic pit volume totalizer (PVT) will be utilized on the circulating system to monitor pit volume, flow rate, pump pressure and stroke rate.

Circulating Medium Table

Top Depth	Bottom Depth	OIL-BASED	.2 Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	표	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
	0	MUD									
0	1110	WATER-BASED MUD	8.6	8.8							

Well Name: AUDACIOUS 19 FEDERAL

Well Number: 707H

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	Hd	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
1110	4800	SALT SATURATED	10	10.02							
1130 0	1231 2	OIL-BASED MUD	10	14							

Section 6 - Test, Logging, Coring

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

Open-hole logs are not planned for this well.

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

DS

Coring operation description for the well:

None

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 8963

Anticipated Surface Pressure: 6254.36

Anticipated Bottom Hole Temperature(F): 181

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

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

Audacious_19_Fed_707H_H2S_Plan_Summary_20180215153531.pdf

Well Name: AUDACIOUS 19 FEDERAL Well Number: 707H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Audacious_19_Federal_707H_Planning_Report_20180215153548.pdf Audacious_19_Federal_707H_Wall_Plot_20180215153548.pdf

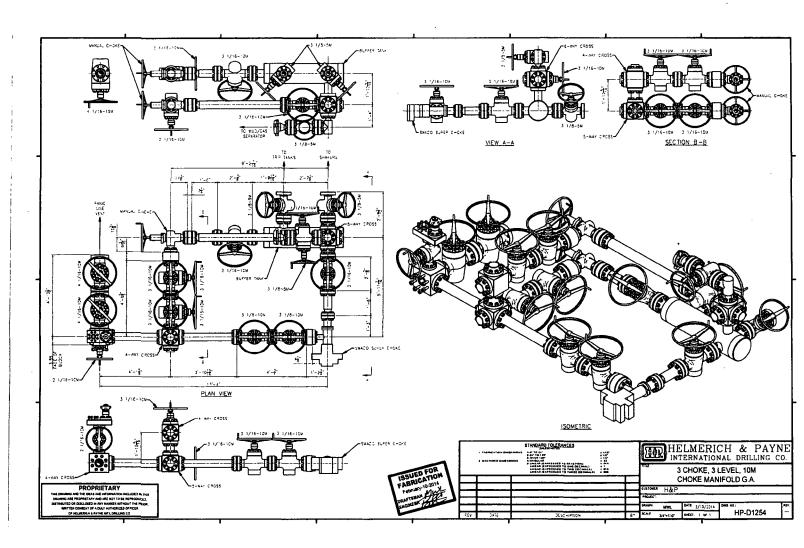
Other proposed operations facets description:

Other proposed operations facets attachment:

Audacious_19_Fed_707H_Proposed_Wellbore_20180215153606.pdf Audacious_19_Fed_707H_Rig_Layout_20180215153607.pdf Audacious_19_Fed_707H_Wellhead_Cap_20180215153608.pdf Audacious_19_Federal_GCP_20180226153526.pdf

Other Variance attachment:

Audacious_19_Fed_707H_EOG_BLM_10M_Annular_Variance___4_String_20180215153616.pdf



Manufacturer: Midwest Hose & Specialty

Serial Number: SN#90067

Length: 35'

Size: OD = 8" ID = 4"

Ends: Flanges Size: 4-1/16"

WP Rating: 10,000 psi Anchors required by manfacturer: No

MIDWEST

HOSE AND SPECIALTY INC.

IN	ITERNAL	. HYDROST	ATIC TEST	REPOR	T	
Customer	•	P.O. Number:				
CACTUS				RIG #123		
		HOSE SPECII	EICATIONS	Asset # N	M10761	
<u> </u>	·	HUSE SPECI	TICATIONS	·		
Туре:	CHOKE LIN	E		Length:	35'	
I.D.	4"	INCHES	O.D.	8"	INCHES	
WORKING P	RESSURE	TEST PRESSUR	E	BURST PRES	SURE	
10,000	PSI	15,000	PSI		PSI	
		COUP	LINGS			
Type of E	nd Fitting 4 1/16 10K F	LANGE				
Type of Co	oupling: SWEDGED		MANUFACTURED BY MIDWEST HOSE & SPECIALTY			
		PROC	EDURE			
	Hasa sasambb			-A A		
1		<i>pressure tested w</i> TEST PRESSURE		WRST PRESSU		
	1	MIN.	;		0 PSI	
COMMENT	S:				V F8	
1		M10761				
1	Hose is cov	ered with stain!	ess steel armoi	ur cover and	1	
		fire resistant v				
		ited for 1500 de				
Date:	8/6/2011	Tested By: BOBBY FINK		Approved:	IACKSON	



Internal Hydrostatic Test Graph

Customer: CACTUS

SALES ORDER# 90067

Hose Specifications

<u>ns</u>

C & K
LD.
4"
Working Pressure

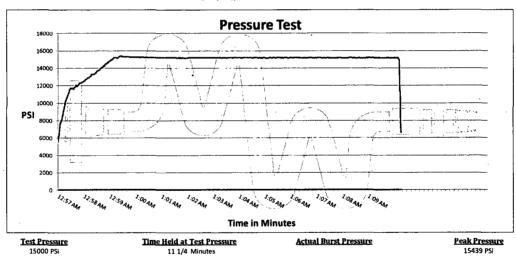
Hose Type

Burst Pressure

Verification

Type of Fitting 4 1/16 10K <u>Die Size</u> 6.62" Hose Serial # Coupling Method Swage Final O.D. 6.68"

Hose Assembly Serial # 90067



Comments: Hose assembly pressure tested with water at ambient temperature

Tested By: Bobby Fink

Approved By: Mendi Jackson

Mendi Jackson

Exhibit 1

1. 13 5/8" Rotating Head

13. Blind Rams 14. Pipe Rams

16. Flow Line

17. 2" Fill Line

2. Hydril 13 5/8" 10,000 PSI WP GK Annular Preventor 3. 13 5/8" Cameron Type "U" 10,000 PSI WP Ram Preventors

7. 13 5/8" 3,000 PSI WP x 13 5/8" 5,000 PSI WP Spacer Spool

10. 6" OD x 3" ID 10,000 PSI WP Steel Armoured Flex Choke Line 11. DSA - 13 5/8" 10,000 PSI WP x 13 5/8" 5,000 PSI WP

15. 13 5/8" Cameron Type "U" 10,000 PSI WP Pipe Rams

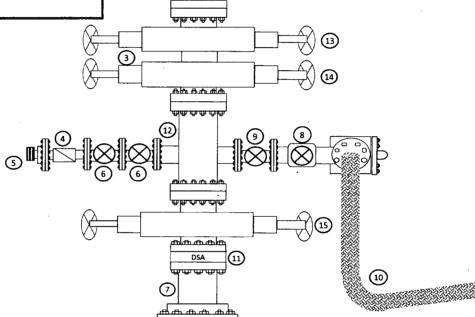
4. 2 1/16" - 10,000 PSI WP Check Valve

5. 10,000 PSI WP - 1502 Union to kill line 6. 2 1/16" - 10,000 PSI WP Manual Valves

8. 4 1/16" 10,000 PSI WP HCR Valve 9. 4 1/16" 10,000 PSI WP Manual Valve

12. Mud Cross - 13 5/8" 10,000 PSI WP

EOG Resources 10M BOPE Rig Floor (17) (16) (1) 2 3



10,000 PSI BOP Annular Variance Request

EOG Resources request a variance to use a 5000 psi annular BOP with a 10,000 psi BOP stack. The component and compatibility tables along with the general well control plans demonstrate how the 5000 psi annular BOP will be protected from pressures that exceed its rated working pressure (RWP). The pressure at which the control of the wellbore is transferred from the annular preventer to another available preventer will not exceed 3500 psi (70% of the RWP of the 5000 psi annular BOP).

1. Component and Preventer Compatibility Tables

The tables below outlines the tubulars and the compatible preventers in use. This table, combined with the drilling fluid, documents that two barriers to flow will be maintained at all times.

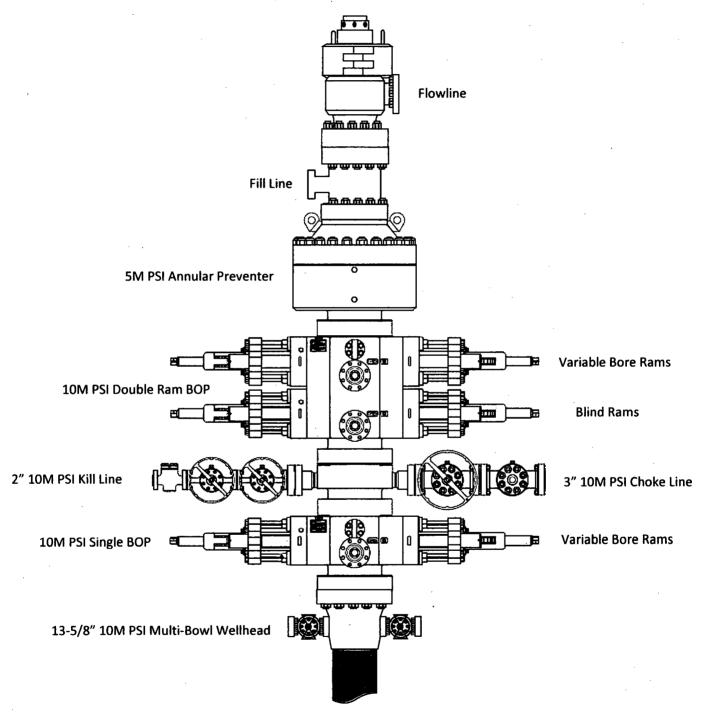
12-1/4" Intermediate Hole Section 10M psi requirement								
Component	OD	Primary Preventer	RWP	Alternate Preventer(s)	RWP			
Drillpipe	5.000″ or 4.500″	Annular	5M	Upper 3.5 - 5.5" VBR Lower 3.5 - 5.5" VBR	10M 10M			
HWDP	5.000" or 4.500"	Annular	5M	Upper 3.5 - 5.5" VBR Lower 3.5 - 5.5" VBR	10M 10M			
Jars	6.500"	Annular	5M	Upper 3.5 - 5.5" VBR Lower 3.5 - 5.5" VBR	10M 10M			
DCs and MWD tools	6.500" - 8.000"	Annular	5M	-	-			
Mud Motor	8.000" - 9.625"	Annular	5M	-	-			
1 st Intermediate casing	9.625"	Annular	5M	-	-			
Open-hole	-	Blind Rams	10M	-	-			

8-3/4" Intermediate Hole Section 10M psi requirement								
Component	OD	Primary Preventer	RWP	Alternate Preventer(s)	RWP			
Drillpipe	5.000" or	Annular	5M	Upper 3.5 - 5.5" VBR	10M			
	4.500"	·		Lower 3.5 - 5.5" VBR	10M			
HWDP	5.000" or	Annular	5M	Upper 3.5 - 5.5" VBR	10M			
	4.500"		<u> </u>	Lower 3.5 - 5.5" VBR	10M			
Jars	6.500"	Annular	5M	Upper 3.5 - 5.5" VBR	10M			
			j	Lower 3.5 - 5.5" VBR	10M			
DCs and MWD tools	6.500" - 8.000"	Annular	5M		-			
Mud Motor	6.750" - 8.000"	Annular	5M	-	-			
2 nd Intermediate casing	7.625"	Annular	5M	-	-			
Open-hole	-	Blind Rams	10M		-			

6-3/4" Production Hole Section 10M psi requirement								
Component	OD	Primary Preventer	RWP	Alternate Preventer(s)	RWP			
Drillpipe	4.500"	Annular	5M	Upper 3.5 - 5.5" VBR	10M			
				Lower 3.5 - 5.5" VBR	10M			
HWDP	4.500"	Annular	5M	Upper 3.5 - 5.5" VBR	10M			
				Lower 3.5 - 5.5" VBR	10M			
DCs and MWD tools	4.750" - 5.500"	Annular	5M	Upper 3.5 - 5.5" VBR	10M			
• 1				Lower 3.5 - 5.5" VBR	10M			
Mud Motor	4.750" - 5.500"	Annular	5M	Upper 3.5 - 5.5" VBR	10M			
				Lower 3.5 - 5.5" VBR	10M			
Mud Motor	5.500" - 5.750"	Annular	5M	<u>-</u>	-			
Production casing	5.500"	Annular	5M	Upper 3.5 - 5.5" VBR	10M			
				Lower 3.5 - 5.5" VBR	10M			
Open-hole	-	Blind Rams	10M	+	-			

VBR = Variable Bore Ram

EOG Resources 13-5/8" 10M PSI BOP Stack



2. Well Control Procedures

Below are the minimal high-level tasks prescribed to assure a proper shut-in while drilling, tripping, running casing, pipe out of the hole (open hole) and moving the BHA through the BOPs. At least one well control drill will be performed weekly per crew to demonstrate compliance with the procedure and well control plan. The well control drill will be recorded in the daily drilling log. The type of drill will be determined by the ongoing operations, but reasonable attempts will be made to vary the type of drill conducted (pit, trip, open hole, choke, etc.). This well control plan will be available for review by rig personnel in the EOG Resources drilling supervisor's office on location, and on the rig floor. All BOP equipment will be tested as per Onshore O&G Order No. 2 with the exception of the 5000 psi annular which will be tested to 70% of its RWP.

General Procedure While Drilling

- 1. Sound alarm (alert crew)
- 2. Space out drill string
- 3. Shut down pumps (stop pumps and rotary)
- 4. Shut-in Well (uppermost applicable BOP, typically annular preventer first. HCR and choke will already be in the closed position.)
- 5. Confirm shut-in
- 6. Notify toolpusher/company representative
- 7. Read and record the following:
 - a. SIDPP and SICP
 - b. Pit gain
 - c. Time
- 8. Regroup and identify forward plan
- 9. If pressure has built or is anticipated during the kill to reach 70% or greater of the RWP of the annular preventer, confirm spacing and close the upper variable bore rams.

General Procedure While Tripping

- 1. Sound alarm (alert crew)
- 2. Stab full opening safety valve and close
- 3. Space out drill string
- 4. Shut-in (uppermost applicable BOP, typically annular preventer first. HCR and choke will already be in the closed position.)
- 5. Confirm shut-in
- 6. Notify toolpusher/company representative
- 7. Read and record the following:
 - a. SIDPP and SICP
 - b. Pit gain
 - c. Time
- 8. Regroup and identify forward plan
- 9. If pressure has built or is anticipated during the kill to reach 70% or greater of the RWP of the annular preventer, confirm spacing and close the upper variable bore rams.

General Procedure While Running Production Casing

- 1. Sound alarm (alert crew)
- 2. Stab crossover and full opening safety valve and close
- 3. Space out string

- 4. Shut-in (uppermost applicable BOP, typically annular preventer first. HCR and choke will already be in the closed position.)
- 5. Confirm shut-in
- 6. Notify toolpusher/company representative
- 7. Read and record the following:
 - a. SIDPP and SICP
 - b. Pit gain
 - c. Time
- 8. Regroup and identify forward plan
- 9. If pressure has built or is anticipated during the kill to reach 70% or greater of the RWP of the annular preventer, confirm spacing and close the upper variable bore rams.

General Procedure With No Pipe In Hole (Open Hole)

- 1. Sound alarm (alert crew)
- 2. Shut-in with blind rams. (HCR and choke will already be in the closed position.)
- 3. Confirm shut-in
- 4. Notify toolpusher/company representative
- 5. Read and record the following:
 - a. SICP
 - b. Pit gain
 - c. Time
- 6. Regroup and identify forward plan

General Procedures While Pulling BHA thru Stack

- 1. PRIOR to pulling last joint of drillpipe thru the stack.
 - a. Perform flowcheck, if flowing:
 - b. Sound alarm (alert crew)
 - c. Stab full opening safety valve and close
 - d. Space out drill string with tool joint just beneath the upper variable bore rams.
 - e. Shut-in using upper variable bore rams. (HCR and choke will already be in the closed position.)
 - f. Confirm shut-in
 - g. Notify toolpusher/company representative
 - h. Read and record the following:
 - i. SIDPP and SICP
 - ii. Pit gain
 - iii. Time
 - i. Regroup and identify forward plan
- 2. With BHA in the stack and compatible ram preventer and pipe combo immediately available.
 - a. Sound alarm (alert crew)
 - b. Stab crossover and full opening safety valve and close
 - c. Space out drill string with upset just beneath the upper variable bore rams.
 - d. Shut-in using upper variable bore rams. (HCR and choke will already be in the closed position.)
 - e. Confirm shut-in
 - f. Notify toolpusher/company representative
 - g. Read and record the following:
 - i. SIDPP and SICP

- ii. Pit gain
- iii. Time
- h. Regroup and identify forward plan
- 3. With BHA in the stack and NO compatible ram preventer and pipe combo immediately available.
 - a. Sound alarm (alert crew)
 - b. If possible to pick up high enough, pull string clear of the stack and follow "Open Hole" scenario.
 - c. If impossible to pick up high enough to pull the string clear of the stack:
 - d. Stab crossover, make up one joint/stand of drillpipe, and full opening safety valve and close
 - e. Space out drill string with tooljoint just beneath the upper variable bore ram.
 - f. Shut-in using upper variable bore ram. (HCR and choke will already be in the closed position.)
 - g. Confirm shut-in
 - h. Notify toolpusher/company representative
 - i. Read and record the following:
 - i. SIDPP and SICP
 - ii. Pit gain
 - iii. Time
 - j. Regroup and identify forward plan

Metal One Corp.	MO-FXL		Page	MCTF	
_			Date	3-Nov-	16
Metal One	Connection Date	<u> </u>		 	
			Rev.	0	
	Geometry		_		
	Geometry	<u>Imperia</u>	1	<u>S.I.</u>	
	Pipe Body				
	Grade	P110HC.:1		P110HC 1	
	Pipe OD (D)	7 5/8	in	193.68	mm
MO-FXL	Weight	29.70	1b/ft	44.25	,kg/m
	Actual weight	29.04		43.26	kg/m
•	Wall Thickness (1)	∂.375	in	9.53	mm
	Pipe ID (d)	6.875	in	174.63	mm
	Pipe body cross section	8.537	in²	5,508	mm²
	Drift Dia.	6.750	in	171.45	mm
	Connection				
	Box OD (W)	7.625	in	193,68	mm
	PIN ID	6.875	in	174.63	mm
	Make up Loss	4.219	in in or	107.16	i jonna
	Box Critical Area	5,714	in ²	3686	mm²
Вох	Joint load efficiency	73	%	70	%
critical	Thread Taper			2" per ft)	1 70
Sp. 190 - 1 - 200	Number of Threads				S. 1374, 23.
					
Make up loss	Performance Properties	for Pine Rody			
	Performance Properties	for Pipe Body	10	e. 42.7702.	(CONT)
loss D	Performance Properties				
loss D	Performance Properties [M.I.Y.P. *1	10,760	psi	74.21	MPa
loss D	Performance Properties	10,760	psi Masi	74.21	MPa MPa
loss D	Performance Properties M.I.Y.P. *1 Note S.M.Y.S.= Specif M.I.Y.P. = Minim	10,760 10,760 ied Minimum YIE um Internal Yield	psi Epse LD Stre Pressu	74.21 74.21 ngth of Pipe boore of Pipe body	MPa MPa
loss D	Performance Properties M.I.Y.P. *1 G.I.A.S.G.M.Y.S.= Specif M.I.Y.P. = Minim *1 Based on VSB	10,760 7/2(50) ied Minimum YIE um Internal Yield P110HC (YS=12	psi LD Stre Pressu 5~140ks	74.21 74.21 ngth of Pipe boore of Pipe body	MPa MPa
loss D	Performance Properties M.I.Y.P. *1 S.M.Y.S.= Specif M.I.Y.P. = Minim *1 Based on VSB Performance Properties	10,760 10,760 ied Minimum YIE um Internal Yield P110HC (YS=12 for Connectio	psi LD Street Pressu 25~140ks	74.21 ngth of Pipe body re of Pipe body si)	MPa MPA NAME NAME NAME NAME NAME NAME NAME NAM
loss D	Performance Properties M.I.Y.P. *1 Goldon S.M.Y.S. Specif M.I.Y.P. = Minim *1 Based on VSB Performance Properties	10,760 ied Minimum YIE um Internal Yielo P110HC (YS=12 for Connectio	psi LD Stre Pressu 5~140ks	74.21 property (500 congress) re of Pipe body (51)	MPa MPA NAME NAME NAME NAME NAME NAME NAME NAM
loss D	Performance Properties M.I.Y.P. *1 Goldand Stehand III Note S.M.Y.S.= Specif M.I.Y.P. = Minim *1 Based on VSB Performance Properties Min. Compression Yield	10,760 ied Minimum YIE um Internal Yielo P110HC (YS=12 for Connectio	psi LD Stred Pressu 25~140ks n (70%	74.21 prof. (5) (6) (7) Ingth of Pipe body re of Pipe body si) of S.M.Y.S.)	MPa MMDay y
loss Pin critical	Performance Properties M.I.Y.P. *1 Solida S.M.Y.S.= Specif M.I.Y.P. = Minim *1 Based on VSB Performance Properties Min. Compression Yield	10,760 ied Minimum YIE um Internal Yielo P110HC (YS=12 for Connectio	psi LD Street Pressu 25~140ks in (70%	74.21 include 7.6 (c) ingth of Pipe body ire of Pipe body si) of S.M.Y.S.)	MPa MM-av dy
loss D	Performance Properties M.I.Y.P. *1 Collaboration Miles Note S.M.Y.S.= Specif M.I.Y.P. = Minim *1 Based on VSB Performance Properties Win. Compression Yield External Pressure	10,760 ied Minimum YIE um Internal Yielo P110HC (YS=12 for Connectio	psi E	74.21 page 6 / 6 / 6 / 6 / 6 / 6 / 6 / 6 / 6 / 6	MPa MMEAN dy Means december de december december de december de de de de de de de de de de de
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loss Pin critical	Performance Properties M.I.Y.P. *1 S.M.Y.S.= Specif M.I.Y.P. = Minim *1 Based on VSB Performance Properties Min. Compression Yield External Pressure Recommended Torque Opti.	10,760 ied Minimum YIE um Internal Yielo P110HC (YS=12 for Connectio 747 kips	psi ED Streed Pressures (5~140ks) (70%) 100% (10%)	74.21 page 16 (6) (6) (6) (6) (6) (6) (6) (6) (6) (6	MPa MI AM dy irength
loss D	Performance Properties M.I.Y.P. *1 S.M.Y.S.= Specif M.I.Y.P. = Minim *1 Based on VSB Performance Properties Min. Compression Yield External Pressure Recommended Torque	10,760 ied Minimum YIE um Internal Yielo P110HC (YS=12 for Connectio 747 kips	psi LD Street Pressu 25~140ks on (70% 100%	74.21 price of Pipe body si) of S.M.Y.S.)	MPa MISAN dy rength

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See previously attached Drill Plan

1. GEOLOGIC NAME OF SURFACE FORMATION:

Permian .

2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

Rustler	970'
Top of Salt	1,297'
Base of Salt	4,652'
Base Anhydrite	4,893'
Lamar	4,893'
Bell Canyon	4,915'
Cherry Canyon	5,943'
Brushy Canyon	7,489'
Bone Spring Lime	9,065'
1st Bone Spring Sand	10,014
2 nd Bone Spring Shale	10,242'
2 nd Bone Spring Sand	10,660'
3 rd Bone Spring Carb	11,077
3 rd Bone Spring Sand	11,733'
Wolfcamp	12,184'
TD	12,312'

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

Upper Permian Sands	0- 400'	Fresh Water
Cherry Canyon	5,943'	Oil
Brushy Canyon	7,489'	Oil
1st Bone Spring Sand	10,014'	Oil
2 nd Bone Spring Shale	10,242'	Oil
2 nd Bone Spring Sand	10,660'	Oil
3 rd Bone Spring Carb	11,077'	Oil
3 rd Bone Spring Sand	11,733'	Oil
Wolfcamp	12,184'	Oil

No other Formations are expected to give up oil, gas or fresh water in measurable quantities. Surface fresh water sands will be protected by setting 13.375" casing at 1,110' and circulating cement back to surface.

4. CASING PROGRAM - NEW

Hole Size	Interval	Csg OD	Weight	Grade	Conn	DF _{min} Collapse	DF _{min} Burst	DF _{min} Tension
17.5"	0 – 1,110'	13.375"	54.5#	J55	LTC	1.125	1.25	1.60
12.25"	0-1,110	9.625"	40#	J55	LTC	1.125	1.25	1.60
	4,000' – 4,800'		40#					
12.25"	0 – 11,300'	9.625"		HCK55	LTC	1.125	1.25	1.60
8.75"		7.625"	29.7#	HCP-110	FXL	1.125	1.25	1.60
6.75"	0'-10,800'	5.5"	20#	P-110EC	DWC/C-IS MS	1.125	1.25	1.60
6.75"	10,800'-19,775'	5.5"	20#	P-110EC	VAM SFC	1.125	1.25	1.60

Variance is requested to wave the centralizer requirements for the 7-5/8" FJ casing in the 8-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 8-3/4" hole interval to maximize cement bond and zonal isolation.

Variance is also requested to wave any centralizer requirements for the 5-1/2" FJ casing in the 6-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 6-3/4" hole interval to maximize cement bond and zonal isolation.

Variance is also requested to waive the annular clearance requirements for the 5-1/2" casing by 7-5/8" casing annulus to the proposed top of cement.

Cementing Program:

Depth	No. Sacks	Wt.	Yld Ft³/ft	Mix Water Gal/sk	Slurry Description
13-3/8" 1,110'	600	13.5	1.73	9.13	Lead: Class C + 4.0% Bentonite + 0.6% CD-32 + 0.5% CaCl ₂ + 0.25 lb/sk Cello-Flake (TOC @ Surface)
	200	14.8	1.34	6.34	Tail: Class C + 0.6% FL-62 + 0.25 lb/sk Cello-Flake + 0.2% Sodium Metasilicate
9-5/8" 4,800'	1780	12.7	2.20	11.64	Lead: Class C + 0.15% C-20 + 11.63 pps Salt + 0.1% C-51 + 0.75% C-41P (TOC @ Surface)
	200	16.0	1.12	4.75	Tail: Class C + 0.13% C-20
7-5/8" 11,300'	340	11.5	2.72	15.70	Lead: Class C + 0.40% D013 + 0.20% D046 + 0.10% D065 + 0.20% D167 (TOC @ 4,300')
	210	16.0	1.12	4.74	Tail: Class H + 94.0 pps D909 + 0.25% D065 + 0.30% D167 + 0.02% D208 + 0.15% D800
5-1/2" 19,775'	950	14.1	1.26	5.80	Class H + 0.1% C-20 + 0.05% CSA-1000 + 0.20% C-49 + 0.40% C-17 (TOC @ 10,800')

Note: Cement volumes based on bit size plus at least 25% excess in the open hole plus 10% excess in the cased-hole overlap section.

5. MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:

Variance is requested to use a co-flex line between the BOP and choke manifold (instead of using a 4" OD steel line).

The minimum blowout preventer equipment (BOPE) shown in Exhibit #1 will consist of a single ram, mud cross and double ram-type (10,000 psi WP) preventer and an annular preventer (10,000-psi WP). Both units will be hydraulically operated and the ram-type will be equipped with blind rams on bottom and drill pipe rams on top. All BOPE will be tested in accordance with Onshore Oil & Gas order No. 2.

Variance is requested to use a 5,000 psi annular BOP with the 10,000 psi BOP stack.

Before drilling out of the surface casing, the ram-type BOP and accessory equipment will be tested to 10,000/250 psig and the annular preventer to 5,000/250 psig. The surface casing will be tested to 1500 psi for 30 minutes.

Before drilling out of the intermediate casing, the ram-type BOP and accessory equipment will be tested to 10,000/250 psig and the annular preventer to 5000/250 psig. The intermediate casing will be tested to 2000 psi for 30 minutes.

Pipe rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets.

A hydraulically operated choke will be installed prior to drilling out of the intermediate casing shoe.

6. TYPES AND CHARACTERISTICS OF THE PROPOSED MUD SYSTEM:

During this procedure we plan to use a Closed-Loop System and haul contents to the required disposal.

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

Depth	Type	Weight (ppg)	Viscosity	Water Loss
0 – 1,110'	Fresh - Gel	8.6-8.8	28-34	N/c
1,110' – 4,800'	Brine	10.0-10.2	28-34	N/c
4,800' – 11,300'	Oil Base	8.7-9.4	58-68	N/c - 6
11,300' – 19,775'	Oil Base	10.0-14.0	58-68	3 - 6
Lateral				

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

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

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

7. AUXILIARY WELL CONTROL AND MONITORING EQUIPMENT:

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

8. LOGGING, TESTING AND CORING PROGRAM:

Open-hole logs are not planned for this well.

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

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

The estimated bottom-hole temperature (BHT) at TD is 181 degrees F with an estimated maximum bottom-hole pressure (BHP) at TD of 8963 psig (based on 14.0 ppg MW). No hydrogen sulfide or other hazardous gases or fluids have been encountered, reported or are known to exist at this depth in this area. Severe loss circulation is expected from 7,300' to Intermediate casing point.

10. ANTICIPATED STARTING DATE AND DURATION OF OPERATIONS:

The drilling operation should be finished in approximately one month. If the well is productive, an additional 60-90 days will be required for completion and testing before a decision is made to install permanent facilities.

(A) EOG Resources requests the option to contract a Surface Rig to drill, set surface casing, and cement on the subject well. After WOC 8 hours or 500 psi compressive strength (whichever is greater), the Surface Rig will move off so the wellhead can be installed. A welder will cut the casing to the proper height and weld on the wellhead (both "A" and "B" sections). The weld will be tested to 1000 psi. All valves will be closed and a wellhead cap will be installed (diagram attached). If the timing between rigs is such that EOG Resources would not be able to preset the surface, the Primary Rig will MIRU and drill the well in its entirety per the APD.

11. WELLHEAD:

A multi-bowl wellhead system will be utilized.

After running the 13-3/8" surface casing, a 13-5/8" BOP/BOPE system with a minimum working pressure of 10,000 psi will be installed on the wellhead system and will be pressure tested to 250 psi low followed by a 10,000 psi pressure test. This pressure test will be repeated at least every 30 days, as per Onshore Order No. 2

The minimum working pressure of the BOP and related BOPE required for drilling below the surface casing shoe shall be 10,000 psi.

The multi-bowl wellhead will be installed by vendor's representative(s). A copy of the installation instructions for the Stream Flo FBD100 Multi-Bowl WH system has been sent to the NM BLM office in Carlsbad, NM.

The wellhead will be installed by a third party welder while being monitored by WH vendor's representative.

All BOP equipment will be tested utilizing a conventional test plug. Not a cup or J-packer type.

A solid steel body pack-off will be utilized after running and cementing the intermediate casing. After installation the pack-off and lower flange will be pressure tested to 5000 psi.

Both the surface and intermediate casing strings will be tested as per Onshore Order No. 2 to at least 0.22 psi/ft or 1500 psi, whichever is greater.



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



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

PWD surface owner: PWD disturbance (acres):

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Produced Water Disposal (PWD) Location:

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:

Section 3 - Unlined Pits

Injection PWD discharge volume (bbl/day):

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 Dissorthat of the existing water to be protected?	olved 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:	PWD disturbance (acres):

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: NM2308

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:

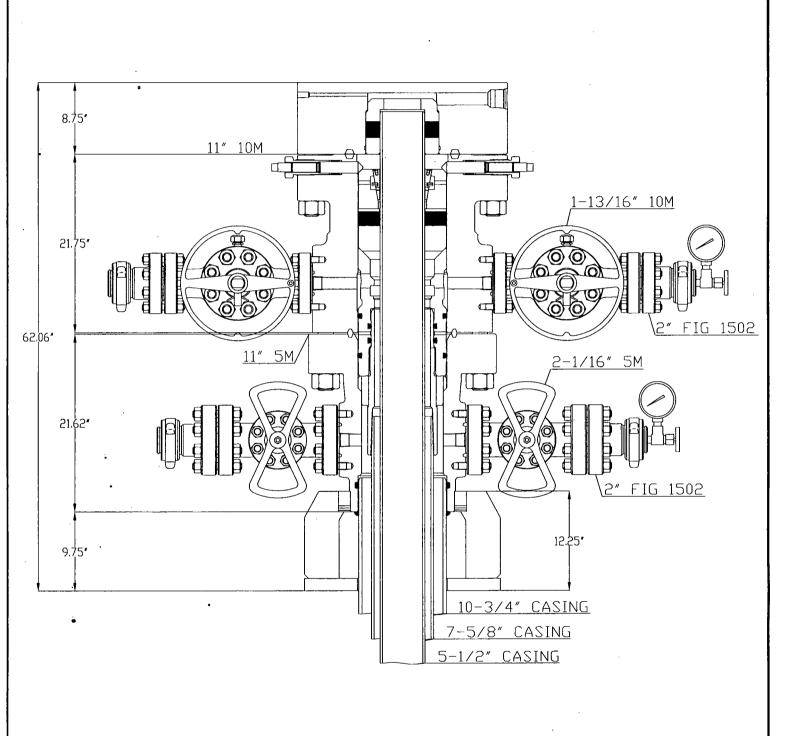
Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment:



*CONCEPT QUOTE DRAWING *DIMENSIONS ARE APPROXIMATE

EDG RESDURCES

10-3/4" X 7-5/8" X 5-1/2" FBD-100 WELLHEAD SYSTEM QUOTE: HOU - 102101

DWN	BAY	2/22/17
СНК		
APP		
	BY	DATE



DRAWING NO WH-16618

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Original to Appropriate District Office

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

GAS	CA	DTI	DE	DI	A NI
CAT	I.A	ги) RE	1 14	Δ

Date: 02/26/2018		
☑ Original☐ Amended - Reason for Amendment:	Operator & OGRID No.:	EOG Resources, Inc. 7377

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

Well(s)/Production Facility Name of facility

The well(s) that will be located at the production facility are shown in the table below.

Well Name	API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
Audacious 19 Federal 601H	30-025-****	3-19-258-33E	2186 FSL & 879 FW/	±3500	None Planned	APD Submission
Audacious 19 Federal 602H	30-025-****	K-19-2\$\$-33E	2150 /SL & 1459 FWL	±3500	None Planned	APD Submission
Audacious 19 Federal 603H	30-025-****	K-19-25S-33E	1872 FSL & 2622 FWL	±3500	None Planned	APD Submission
Audacious 19 Federal 706H	30-025-****	K-19-25S-33E	1832 FSL & 2289 FWL	±3500	None Planned	APD Submission
Audacious 19 Federal 707H	30-025-****	K-19-25S-33F	1832 FSL & 2254 FWL	±3500	None Planned	APD Submission
Audacious 19 Federal 708H	30-025-****	K-19-25S-33E	2151 FSL & 1426 FWL	±3500	None Planned	APD Submission
Audacious 19 Federal 709H	30-025-****	K-19-258-33E	2153 FSL & 1393 FWL	±3500	None Planned	APD Submission
Audacious 19 Federal 710H	30-025-****	3-19-25S-33E	2186 FSL & 846 FWL	±3500	None Planned	APD Submission
Audacious 19 Federal 711H	30-025-****	3-19-25S-33E	2186 FSL & 811 FWL	±3500	None Planned	APD Submission

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. The gas produced from production facility is dedicated to <u>Lucid Energy</u> and will be connected to <u>EOG Resources</u> low/high pressure gathering system located in Eddy/Lea County, New Mexico. EOG Resources provides (periodically) to <u>Lucid Energy</u> a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, EOG Resources and <u>Lucid Energy</u> have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at <u>Lucid Energy</u> Processing Plant located in <u>Lea</u> County, New Mexico. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on <u>Lucid Energy</u> system at that time. Based on current information, it is **EOG Resources'** belief the system can take this gas upon completion of the well(s).

10,000 PSI BOP Annular Variance Request

EOG Resources request a variance to use a 5000 psi annular BOP with a 10,000 psi BOP stack. The component and compatibility tables along with the general well control plans demonstrate how the 5000 psi annular BOP will be protected from pressures that exceed its rated working pressure (RWP). The pressure at which the control of the wellbore is transferred from the annular preventer to another available preventer will not exceed 3500 psi (70% of the RWP of the 5000 psi annular BOP).

1. Component and Preventer Compatibility Tables

The tables below outlines the tubulars and the compatible preventers in use. This table, combined with the drilling fluid, documents that two barriers to flow will be maintained at all times.

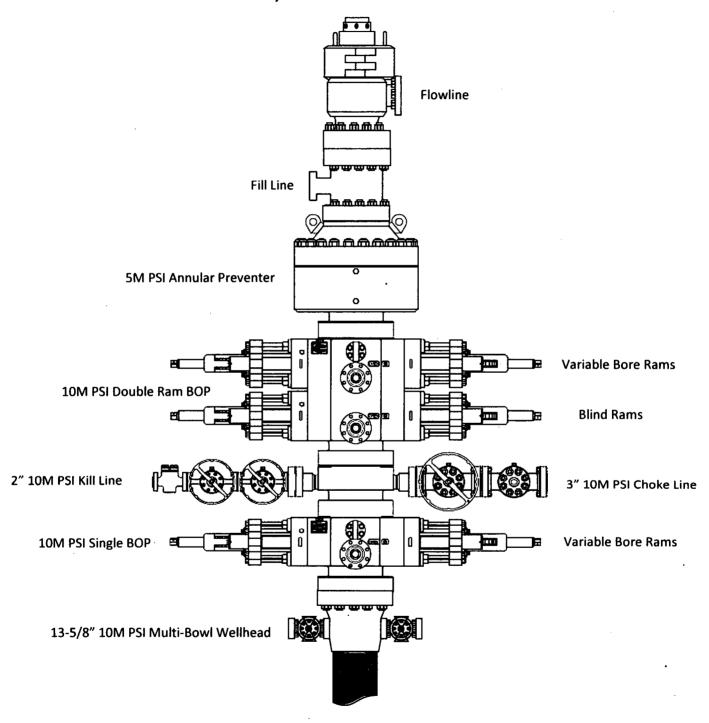
12-1/4" Intermediate Hole Section 10M psi requirement						
Component	OD	Primary Preventer	RWP	Alternate Preventer(s)	RWP	
Drillpipe	5.000" or 4.500"	Annular	5M	Upper 3.5 - 5.5" VBR Lower 3.5 - 5.5" VBR	10M 10M	
HWDP	5.000" or 4.500"	Annular	5M	Upper 3.5 - 5.5" VBR Lower 3.5 - 5.5" VBR	10M 10M	
Jars	6.500"	Annular	5M	Upper 3.5 - 5.5" VBR Lower 3.5 - 5.5" VBR	10M 10M	
DCs and MWD tools	6.500" - 8.000"	Annular	5M	+	-	
Mud Motor	8.000" - 9.625"	Annular	5M	-	-	
1 st Intermediate casing	9.625"	Annular	5M	-	-	
Open-hole	-	Blind Rams	10M	-	-	

8-3/4" Intermediate Hole Section 10M psi requirement							
Component	OD .	Primary Preventer	RWP	Alternate Preventer(s)	RWP		
Drillpipe	5.000" or 4.500"	Annular	5M	Upper 3.5 - 5.5" VBR Lower 3.5 - 5.5" VBR	10M 10M		
HWDP	5.000" or 4.500"	Annular	5M	Upper 3.5 - 5.5" VBR Lower 3.5 - 5.5" VBR	10M 10M		
Jars	6.500"	Annular	5M	Upper 3.5 - 5.5" VBR Lower 3.5 - 5.5" VBR	10M 10M		
DCs and MWD tools	6.500" - 8.000"	Arinular	5M	-			
Mud Motor	6.750" - 8.000"	Annular	5M	-	-		
2 nd Intermediate casing	7.625"	Annular	5M	-	-		
Open-hole	-	Blind Rams	10M	-	-		

6-3/4" Production Hole Section 10M psi requirement							
Component	OD	Primary Preventer	RWP	Alternate Preventer(s)	RWP		
Drillpipe	4.500"	Annular	5M	Upper 3.5 - 5.5" VBR	10M		
			l	Lower 3.5 - 5.5" VBR	10M		
HWDP	4.500"	Annular	5M	Upper 3.5 - 5.5" VBR	10M		
				Lower 3.5 - 5.5" VBR	10M		
DCs and MWD tools	4.750" - 5.500"	Annular	5M	Upper 3.5 - 5.5" VBR	10M		
				Lower 3.5 - 5.5" VBR	10M		
Mud Motor	4.750" - 5.500"	Annular	5M	Upper 3.5 - 5.5" VBR	10M		
		•		Lower 3.5 - 5.5" VBR	10M		
Mud Motor	5.500" - 5.750"	Annular	5M	-	-		
Production casing	5.500"	Annular	5M	Upper 3.5 - 5.5" VBR	10M		
				Lower 3.5 - 5.5" VBR	10M		
Open-hole	-	Blind Rams	10M	-	-		

VBR = Variable Bore Ram

EOG Resources 13-5/8" 10M PSI BOP Stack



2. Well Control Procedures

Below are the minimal high-level tasks prescribed to assure a proper shut-in while drilling, tripping, running casing, pipe out of the hole (open hole), and moving the BHA through the BOPs. At least one well control drill will be performed weekly per crew to demonstrate compliance with the procedure and well control plan. The well control drill will be recorded in the daily drilling log. The type of drill will be determined by the ongoing operations, but reasonable attempts will be made to vary the type of drill conducted (pit, trip, open hole, choke, etc.). This well control plan will be available for review by rig personnel in the EOG Resources drilling supervisor's office on location, and on the rig floor. All BOP equipment will be tested as per Onshore O&G Order No. 2 with the exception of the 5000 psi annular which will be tested to 70% of its RWP.

General Procedure While Drilling

- 1. Sound alarm (alert crew)
- 2. Space out drill string
- 3. Shut down pumps (stop pumps and rotary)
- 4. Shut-in Well (uppermost applicable BOP, typically annular preventer first. HCR and choke will already be in the closed position.)
- 5. Confirm shut-in
- 6. Notify toolpusher/company representative
- 7. Read and record the following:
 - a. SIDPP and SICP
 - b. Pit gain
 - c. Time
- 8. Regroup and identify forward plan
- 9. If pressure has built or is anticipated during the kill to reach 70% or greater of the RWP of the annular preventer, confirm spacing and close the upper variable bore rams.

General Procedure While Tripping

- 1. Sound alarm (alert crew)
- 2. Stab full opening safety valve and close
- 3. Space out drill string
- 4. Shut-in (uppermost applicable BOP, typically annular preventer first. HCR and choke will already be in the closed position.)
- 5. Confirm shut-in
- 6. Notify toolpusher/company representative
- 7. Read and record the following:
 - a. SIDPP and SICP
 - b. Pit gain
 - c. Time
- 8. Regroup and identify forward plan
- 9. If pressure has built or is anticipated during the kill to reach 70% or greater of the RWP of the annular preventer, confirm spacing and close the upper variable bore rams.

General Procedure While Running Production Casing

- 1. Sound alarm (alert crew)
- 2. Stab crossover and full opening safety valve and close
- 3. Space out string

- 4. Shut-in (uppermost applicable BOP, typically annular preventer first. HCR and choke will already be in the closed position.)
- 5. Confirm shut-in
- 6. Notify toolpusher/company representative
- 7. Read and record the following: .
 - a. SIDPP and SICP
 - b. Pit gain
 - c. Time
- 8. Regroup and identify forward plan
- 9. If pressure has built or is anticipated during the kill to reach 70% or greater of the RWP of the annular preventer, confirm spacing and close the upper variable bore rams.

General Procedure With No Pipe In Hole (Open Hole)

- 1. Sound alarm (alert crew)
- 2. Shut-in with blind rams. (HCR and choke will already be in the closed position.)
- 3. Confirm shut-in
- 4. Notify toolpusher/company representative
- 5. Read and record the following:
 - a. SICP
 - b. Pit gain
 - c. Time
- 6. Regroup and identify forward plan

General Procedures While Pulling BHA thru Stack

- 1. PRIOR to pulling last joint of drillpipe thru the stack.
 - a. Perform flowcheck, if flowing:
 - b. Sound alarm (alert crew)
 - c. Stab full opening safety valve and close
 - d. Space out drill string with tool joint just beneath the upper variable bore rams.
 - e. Shut-in using upper variable bore rams. (HCR and choke will already be in the closed position.)
 - f. Confirm shut-in
 - g. Notify toolpusher/company representative
 - h. Read and record the following:
 - i. SIDPP and SICP
 - ii. Pit gain
 - iii. Time
 - i. Regroup and identify forward plan
- 2. With BHA in the stack and compatible ram preventer and pipe combo immediately available.
 - a. Sound alarm (alert crew)
 - b. Stab crossover and full opening safety valve and close
 - c. Space out drill string with upset just beneath the upper variable bore rams.
 - d. Shut-in using upper variable bore rams. (HCR and choke will already be in the closed position.)
 - e. Confirm shut-in
 - f. Notify toolpusher/company representative
 - g. Read and record the following:
 - i. SIDPP and SICP

- ii. Pit gain
- iii. Time
- h. Regroup and identify forward plan
- 3. With BHA in the stack and NO compatible ram preventer and pipe combo immediately available.
 - a. Sound alarm (alert crew)
 - b. If possible to pick up high enough, pull string clear of the stack and follow "Open Hole" scenario.
 - c. If impossible to pick up high enough to pull the string clear of the stack:
 - d. Stab crossover, make up one joint/stand of drillpipe, and full opening safety valve and close
 - e. Space out drill string with tooljoint just beneath the upper variable bore ram.
 - f. Shut-in using upper variable bore ram. (HCR and choke will already be in the closed position.)
 - g. Confirm shut-in
 - h. Notify toolpusher/company representative
 - i. Read and record the following:
 - i. SIDPP and SICP
 - ii. Pit gain
 - iii. Time
 - j. Regroup and identify forward plan



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



Row(s) Exist? NO

APD ID: 10400027356 Submission Date: 02/28/2018

Operator Name: EOG RESOURCES INCORPORATED

Well Name: AUDACIOUS 19 FEDERAL Well Number: 707H

Well Type: OIL WELL

Well Work Type: Drill



Show Final Text

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

AUDACIOUS19FED707H_vicinity_20180226101801.pdf

Existing Road Purpose: ACCESS,FLUID TRANSPORT

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:

AUDACIOUS19FED707H_padsite_20180226101826.pdf AUDACIOUS19FED707H wellsite 20180226101827.pdf AUDACIOUS19FEDCOM_infrastructure_20180226101828.PDF

New road type: RESOURCE

Length: 2423

Width (ft.): 24

Max slope (%): 2

Max grade (%): 20

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 24

New road access erosion control: Newly constructed or reconstructed roads will be constructed as outlined in the BLM "Gold Book" and to meet the standards of the anticipated traffic flow and all anticipated weather requirements as needed. Construction will include ditching, draining, crowning and capping or sloping and dipping the roadbed as necessary to provide a well-constructed and safe road. We plan to grade and water twice a year.

New road access plan or profile prepared? NO

Well Name: AUDACIOUS 19 FEDERAL Well Number: 707H

New road access plan attachment:

Access road engineering design? NO

Access road engineering design attachment:

Access surfacing type: OTHER

Access topsoil source: ONSITE

Access surfacing type description: 6" of Compacted Caliche

Access onsite topsoil source depth: 6

Offsite topsoil source description:

Onsite topsoil removal process: An adequate amount of topsoil/root zone will be stripped by dozer from the proposed well location and stockpiled along the side of the welllocation as depicted on the well site diagram / survey plat.

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

Road Drainage Control Structures (DCS) description: N/A

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:

AUDACIOUS19FED707H_radius_20180226101849.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: Audacious 19 Fed Com CTB located in NE/4 of section 19

Production Facilities map:

Well Name: AUDACIOUS 19 FEDERAL

Well Number: 707H

AUDACIOUS19FEDCOM_infrastructure_20180226101902.PDF

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: OTHER

Water source type: RECYCLED

Describe type:

Source latitude:

Source longitude:

Source datum:

Water source permit type: WATER RIGHT

Source land ownership: STATE

Water source transport method: PIPELINE, TRUCKING

Source transportation land ownership: STATE

Water source volume (barrels): 720000

Source volume (acre-feet): 92.80303

Source volume (gal): 30240000

Water source and transportation map:

Audacious_BTL_19_Fed_Com_Water_Source_and_Caliche_20180226102020.docx

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:

Well Name: AUDACIOUS 19 FEDERAL Well Number: 707H

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: Caliche utilized for the drilling pad will be obtained either from an existing approved mineral pit, or by benching into a hill, which will allow the pad to be level with existing caliche from the cut, or extracted by "Flipping" the well location. A mineral material permit will be obtained from BLM prior to excavating any caliche on Federal Lands. Amount will vary for each pad.

Construction Materials source location attachment:

Audacious__BTL_19_Fed_Com_Water_Source_and_Caliche_20180226102035.docx

Section 7 - Methods for Handling Waste

Waste type: DRILLING

Waste content description: Drill fluids and produced oil and water from the well during drilling and completion operations will be stored safely and disposed of properly in an NMOCD approved disposal facility. Garbage and trash produced during drilling and completion operations will be collected in a trash container and disposed of properly. Human waste and grey water will be properly contained of and disposed of properly. After drilling and completion operations; trash, chemicals, salts, frac sand, and other waste material will be removed and disposed of properly at a state approved disposal facility.

Amount of waste: 0

barrels

Waste disposal frequency: Daily

Safe containment description: Steel Tanks

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: Trucked to NMOCD approved disposal facility

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

Well Name: AUDACIOUS 19 FEDERAL Well Number: 707H

Cuttings Area being used? NO

Are you storing cuttings on location? YES

Description of cuttings location Closed Loop System. Drill cuttings will be disposed of into steel tanks and taken to an

NMOCD approved disposal facility. **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?

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:

Audacious_19_Fed_707H_Rig_Layout_20180215153628.pdf AUDACIOUS19FED707H_padsite_20180226102117.pdf AUDACIOUS19FED707H_wellsite_20180226102118.pdf

Comments: Wellsite, Padsite, Rig Layout

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance Multiple Well Pad Name: AUDACIOUS 19 FEDERAL

Multiple Well Pad Number: 603H/706H/707H

Recontouring attachment:

AUDACIOUS19FED707H_reclamation_20180226102135.pdf

Drainage/Erosion control construction: Proper erosion control methods will be used on the area to control erosion, runoff, and siltation of the surrounding area.

Drainage/Erosion control reclamation: The interim reclamation will be monitored periodically to ensure that vegetation has reestablished and that erosion is controlled.

Well Name: AUDACIOUS 19 FEDERAL Well Number: 707H

Well pad proposed disturbance

(acres): 4.481175

Road proposed disturbance (acres):

1.334986

Powerline proposed disturbance

(acres): 0

Pipeline proposed disturbance

(acres): 3.034894

Other proposed disturbance (acres): 0

Total proposed disturbance: 8.851055

Well pad interim reclamation (acres): Well pad long term disturbance

1.35629

Road interim reclamation (acres): 0

Powerline interim reclamation (acres):

Pipeline interim reclamation (acres):

1.213958

Other interim reclamation (acres): 0

Total interim reclamation: 2.570248

(acres): 3.124885

Road long term disturbance (acres):

1.334986

Powerline long term disturbance

(acres): 0

Pipeline long term disturbance

(acres): 1.820937

Other long term disturbance (acres): 0

Total long term disturbance: 6.280808

Disturbance Comments: All Interim and Final reclamation is planned to be completed within 6 months. Interim within 6 months of completion and final within 6 months of abandonment plugging. Dual pad operations may alter timing. Reconstruction method: 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. Areas planned for interim reclamation will be recontoured to the original contour if feasible, or if not feasible, to an interim contour that blends with the surrounding topography as much as possible. Where applicable, the fill material of the well pad will be backfilled into the cut to bring the area back to the original contour. The interim cut and fill slopes prior to re-seeding will not be steeper than a 3:1 ratio, unless the adjacent native topography is steeper. Note: Constructed slopes may be much steeper during drilling, but will be recontoured to the above ratios during interim reclamation.

Topsoil redistribution: Topsoil will be evenly respread and aggressively revegetated over the entire disturbed area not needed for all-weather operations including cuts and fills. To seed the area, the proper BLM seed mixture, free of noxious weeds, will be used. Final seedbed preparation will consist of contour cultivating to a depth of 4 to 6 inches within 24 hours prior to seeding, dozer tracking, or other imprinting in order to break the soil crust and create seed germination micro-sites. Soil treatment: Re-seed according to BLM standards. All reclaimed areas will be monitored periodically to ensure that revegetation occurs, that the area is not redisturbed, and that erosion is controlled.

Existing Vegetation at the well pad: 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 respreads 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.

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: All disturbed areas, including roads, pipelines, pads, will be recontoured to the contour existing prior to the initial construction or a contour that blends indistinguishably with the surrounding landscape. Topsoil that was spread over the interim reclamation areas will be stockpiled prior to recontouring. The topsoil will be redistributed evenly over the entire disturbed site to ensure successful revegetation.

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline: All disturbed areas, including roads, pipelines, pads, will be recontoured to the contour existing prior to the initial construction or a contour that blends indistinguishably with the surrounding landscape. Topsoil that was spread over the interim reclamation areas will be stockpiled prior to recontouring. The topsoil will be redistributed evenly over the entire disturbed site to ensure successful revegetation.

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: All disturbed areas, including roads, pipelines, pads, will be recontoured to the contour existing prior to the initial construction or a contour that blends indistinguishably with the surrounding landscape. Topsoil that was spread over the interim reclamation areas will be stockpiled prior to recontouring. The topsoil will be redistributed evenly over the entire disturbed site to ensure successful revegetation.

Existing Vegetation Community at other disturbances attachment:

Operator Name: EOG RESC	ORCES INCORPORATI	
Well Name: AUDACIOUS 19	FEDERAL	Well Number: 707H
Non native seed used? NO		
Non native seed description	:	
Seedling transplant descript	ion:	
Will seedlings be transplant	ed for this project? NO	
Seedling transplant descript	ion attachment:	
Will seed be harvested for us	se in site reclamation?	NO
Seed harvest description:		
Seed harvest description att	achment:	
Seed Managemen	t	
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 Si	ummary	Total pounds/Acre:
Seed Type	Pounds/Acre	
Seed reclamation attachmen	t:	•
Operator Contact/F	Responsible Offici	ial Contact Info
First Name: Stan		Last Name: Wagner
Phone: (432)686-3689		Email: stan_wagner@eogresources.com
Seedbed prep:		
Seed BMP:		
Seed method:	.·	
Existing invasive species? N	0	

Well Name: AUDACIOUS 19 FEDERAL Well Number: 707H

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: All reclaimed areas will be monitored periodically to ensure that revegetation occurs, that the area is not redisturbed, erosion is controlled, and free of noxious weeds. Weeds will be treated if found.

Weed treatment plan attachment:

Monitoring plan description: Reclamation will be completed within 6 months of well plugging. All reclaimed areas will be monitored periodically to ensure that revegetation occurs, that the area is not redisturbed, erosion is controlled, and free of noxious weeds.

Monitoring plan attachment:

Success standards: N/A

Pit closure description: NA

Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: WELL PAD
Describe:
Surface Owner: BUREAU OF LAND MANAGEMENT
Other surface owner description:

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:
Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Well Name: AUDACIOUS 19 FEDERAL

Well Number: 707H

Section 12 - Other Information

Right of Way needed? NO

Use APD as ROW?

ROW Type(s):

ROW Applications

SUPO Additional Information: OnSite meeting conducted 12/20/17

Use a previously conducted onsite? NO

Previous Onsite information:

Other SUPO Attachment

AUDACIOUS19FED707H_location_20180226102428.pdf SUPO_Audacious_19_Federal_707H_20180226102454.pdf Audacious_19_Federal_GCP_20180226153546.pdf

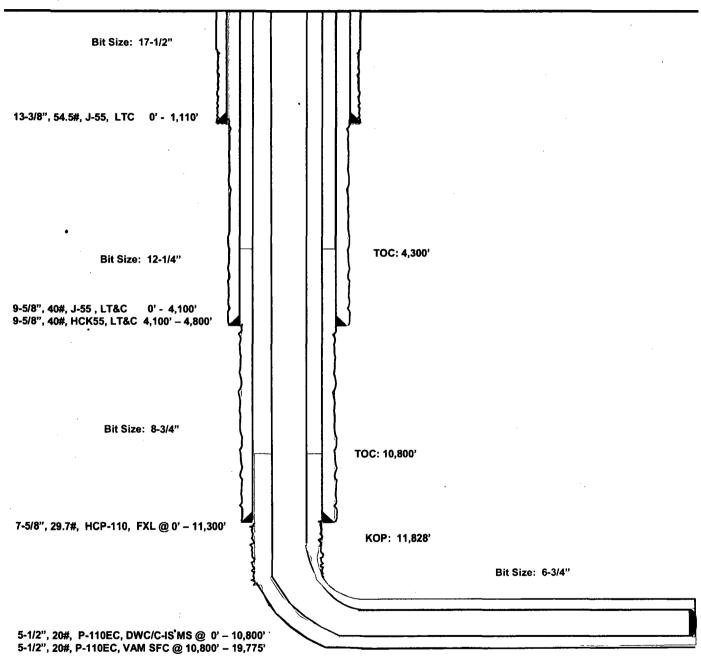
Audacious 19 Fed #707H Lea County, New Mexico

1832' FSL 2254' FWL Section 19 T-25-S, R-33-E

Proposed Wellbore

API: 30-025-****

KB: 3,477' GL: 3,452'



Lateral: 19,775' MD, 12,312' TVD
Upper Most Perf:
2310' FSL & 2090' FWL Sec. 19
Lower Most Perf:
330' FSL & 2090' FWL Sec. 30
BH Location: 230' FSL & 2090' FWL
Section 30

Section 30 T-25-S, R-33-E

Exhibit 4 **EOG Resources** Well Site Diagram Audacious 19 Fed #707H Flare Stack (150') Mud Cleaners -<u>Vent line</u> (Buried) catch tank Access Road Mud Gas Seperator Choke Manifold Caution / Danger Signs Rig Secondary Wind Direction Indicators 400' V-door Briefing Area Alarms Route of Secondary Egress Primary Briefing Personnel Housing Toolpusher Housing Co. Man Housing Area 488'



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

Drilling Plan Data Report 07/20/2018

APD ID: 10400027356

Submission Date: 02/28/2018

Operator Name: EOG RESOURCES INCORPORATED

Well Name: AUDACIOUS 19 FEDERAL

Well Number: 707H

Show Final Text

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical Depth	Measured Depth	Lithologies	Mineral Resources	Producing
1	PERMIAN	3452	0	0	ALLUVIUM	NONE	No
2	RUSTLER	2482	970	970	ANHYDRITE	NONE	No
3	TOP OF SALT	2155	1297	1297	SALT	NONE	No
4	BASE OF SALT	-1200	4652	4652	SALT	NONE	No
5	LAMAR	-1441	4893	4893	LIMESTONE	NONE	No
6	BELL CANYON	-1463	4915	4915	SANDSTONE	USEABLE WATER	No
7	CHERRY CANYON	-2491	5943	5943	SANDSTONE	NATURAL GAS,OIL	No
8	BRUSHY CANYON	-4037	7489	7489	SANDSTONE	NATURAL GAS,OIL	No
9	BONE SPRING LIME	-5613	9065	9065	LIMESTONE	NONE	No
10	BONE SPRING 1ST	-6562	10014	10014	SANDSTONE	NATURAL GAS,OIL	No
11	BONE SPRING 2ND	-7208	10660	10660	SANDSTONE	NATURAL GAS,OIL	No
12	BONE SPRING 3RD	-8281	11733	11733	SANDSTONE	NATURAL GAS,OIL	No
13	WOLFCAMP	-8732	12184	12184	SHALE	NATURAL GAS,OIL	Yes

Section 2 - Blowout Prevention