

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 2018**SUNDRY NOTICES AND REPORTS ON WELLS**
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.*5. Lease Serial No.
NMNM86710

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

SUBMIT IN TRIPLICATE - Other Instructions on page 2

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other2. Name of Operator
MEWBOURNE OIL COMPANYContact: JACKIE LATHAN
E-Mail: jlathan@mewbourne.com3a. Address
P O BOX 5270
HOBBS, NM 882413b. Phone No. (include area code)
Ph: 575-393-590510. Field and Pool or Exploratory Area
BILBREY BASIN-BONE SPRING

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 34 T21S R32E SESE 205FSL 1311FEL
32.428562 N Lat, 103.658440 W Lon

11. County or Parish, State

LEA COUNTY, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Change to Original A
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	PD

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

Mewbourne Oil Company requests approval to make the following changes:

- 1) Change name to Bilbrey 34/27 W2PA Fed Com #1H.
- 2) Change pool to Bilbrey-Wolfcamp Gas (72126).
- 3) Change target zone to Wolfcamp @ 12,294' TVD.
- 4) Change casing & cmt to reflect new target depth.
- 5) Change BOPE to 10M.

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

Please see attachments containing C-102, new drilling plan, casing and cement information, and BOP schematics.

Please contact Klay Kirkes with any questions.

14. I hereby certify that the foregoing is true and correct.	
Electronic Submission #428688 verified by the BLM Well Information System For MEWBOURNE OIL COMPANY, sent to the Hobbs Committed to AFMSS for processing by PRISCILLA PEREZ on 07/27/2018 (18PP1551SE)	
Name (Printed/Typed) KLAY H KIRKES	Title ENGINEER
Signature (Electronic Submission)	Date 07/25/2018

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ZOTA STEVENS	Title PETROLEUM ENGINEER	Date 08/09/2018
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		Office Hobbs

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.

(Instructions on page 2)

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

KZ

Mewbourne Oil Company, Bilbrey 34/27 W2PA Fed Com #1H
 Sec 34, T21S, R32E
 SL: 205' FSL & 1311' FEL
 BHL: 330' FNL & 500' FEL

1. Geologic Formations

TVD of target	12,294'	Pilot hole depth	NA
MD at TD:	22,333'	Deepest expected fresh water:	250'

Basin

Formation	Depth (TVD) from KB	Water/Mineral Bearing/ Target Zone?	Hazards*
Quaternary Fill	Surface		
Rustler	840		
Top of Salt	1180		
Castile			
Base of Salt	4360		
Lamar	4770	Oil/Gas	
Bell Canyon			
Cherry Canyon			
Manzanita Marker			
Brushy Canyon			
Bone Spring	8750	Oil/Gas	
1 st Bone Spring Sand	9840	Oil/Gas	
2 nd Bone Spring Sand	10440	Target Zone	
3 rd Bone Spring Sand			
Abo			
Wolfcamp	12,294	Target Zone	
Devonian			
Fusselman			
Ellenburger			
Granite Wash			

*H2S, water flows, loss of circulation, abnormal pressures, etc.

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30-025-45008		2 Pool Code 72126		3 Pool Name WC-025 522303A; BILBREY WOLFCAMP GAS	
4 Property Code 322269		5 Property Name BILBREY 34/27 W2PA FED COM			
7 OGRID NO. 14744		8 Operator Name MEWBOURNE OIL COMPANY			
		6 Well Number 1H			
		9 Elevation 3717'			

10 Surface Location

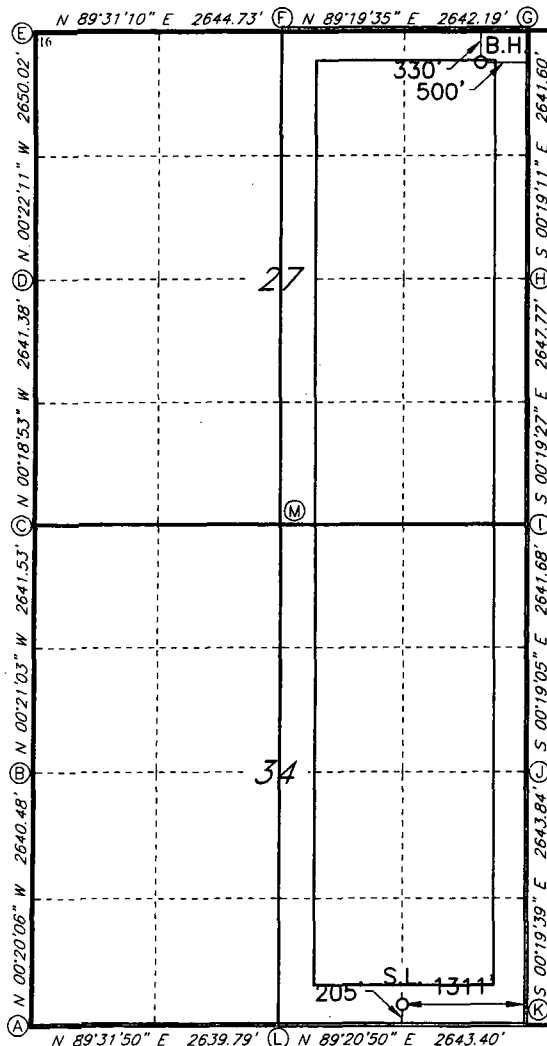
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	34	21S	32E		205	SOUTH	1311	EAST	LEA

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	27	21S	32E		330	NORTH	500	EAST	LEA

12 Dedicated Acres	13 Joint or Infill	14 Consolidation Code	15 Order No.
640			

No allowable will be assigned to this completion until all interest have been consolidated or a non-standard unit has been approved by the division.



GEODETIC DATA
NAD 83 GRID - NM EAST
SURFACE LOCATION
N 520300.7 - E 749609.8
LAT: 32.4285642° N
LONG: 103.6583094° W
BOTTOM HOLE
N 530347.3 - E 750363.9
LAT: 32.4561653° N
LONG: 103.6556588° W
CORNER DATA
NAD 83 GRID - NM EAST
A: FOUND BRASS CAP "1916"
N 520058.9 - E 745639.6
B: FOUND BRASS CAP "1916"
N 522698.8 - E 745624.2
C: FOUND BRASS CAP "1916"
N 525339.7 - E 745608.0
D: FOUND BRASS CAP "1916"
N 527980.5 - E 745593.5
E: FOUND BRASS CAP "1916"
N 530629.8 - E 745576.4
F: FOUND BRASS CAP "1916"
N 530652.0 - E 748220.5
G: FOUND BRASS CAP "1916"
N 530683.1 - E 750861.9
H: FOUND BRASS CAP "1916"
N 528042.1 - E 750876.7
I: FOUND BRASS CAP "1916"
N 525394.9 - E 750891.6
J: FOUND BRASS CAP "1916"
N 522753.9 - E 750906.3
K: FOUND BRASS CAP "1916"
N 520110.6 - E 750921.4
L: FOUND BRASS CAP "1916"
N 520080.5 - E 748278.8
M: FOUND BRASS CAP "1916"
N 525372.6 - E 748256.7

17 OPERATOR CERTIFICATION

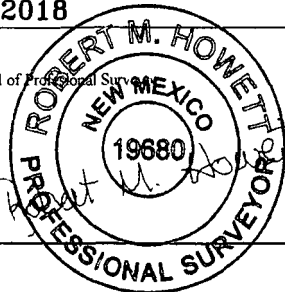
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Signature **Bradley Bishop** Date **7-18-18**
Printed Name
BBISHOP@MEWBOURNE.COM
E-mail Address

18 SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

02-23-2018
Date of Survey
Signature and Seal of Professional Surveyor
19680
Certificate Number



Job No.: LS1802202

Mewbourne Oil Company, Bilbrey 34/27 W2PA Fed Com #1H

Sec 34, T21S, R32E

SL: 205' FSL & 1311' FEL

BHL: 330' FNL & 500' FEL

2. Casing Program

Hole Size	Casing Interval		Csg. Size	Weight (lbs)	Grade	Conn.	SF Collapse	SF Burst	SF Jt Tension	SF Body Tension
	From	To								
17.5"	0'	915'	13.375"	48	H40	STC	1.80	4.04	7.33	12.32
12.25"	0'	3453'	9.625"	36	J55	LTC	1.13	1.96	2.60	4.54
12.25"	3453'	4393'	9.625"	40	J55	LTC	1.13	1.73	10.42	16.75
12.25"	4393'	4700'	9.625"	40	N80	LTC	1.26	2.35	60.05	74.63
8.75"	0'	12500'	7"	26	P110	LTC	1.28	1.63	2.01	2.55
6.125"	11773'	22333'	4.5"	13.5	P110	LTC	1.28	1.49	2.37	2.96
BLM Minimum Safety Factor			1.125	1	1.6 Dry 1.8 Wet	1.6 Dry 1.8 Wet				

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

Must have table for contingency casing

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Is casing API approved? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	N
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Y
Will the pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	
Is well within the designated 4 string boundary.	
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back 500' into previous casing?	
Is well located in R-111-P and SOPA?	Y
If yes, are the first three strings cemented to surface?	Y
Is 2 nd string set 100' to 600' below the base of salt?	Y
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

Mewbourne Oil Company, Bilbrey 34/27 W2PA Fed Com #1H
Sec 34, T21S, R32E
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3. Cementing Program

Casing	# Sks	Wt. lb/ gal	Yld ft3/ sack	H ₂ O gal/ sk	500# Comp. Strength (hours)	Slurry Description
Surf.	480	12.5	2.12	11	10	Lead: Class C + Salt + Gel + Extender + LCM
	200	14.8	1.34	6.3	8	Tail: Class C + Retarder
Inter.	780	12.5	2.12	11	10	Lead: Class C + Salt + Gel + Extender + LCM
	200	14.8	1.34	6.3	8	Tail: Class C + Retarder
Prod. Stg 1	465	12.5	2.12	11	9	Lead: Class C + Gel + Retarder + Defoamer + Extender
	400	15.6	1.18	5.2	10	Tail: Class H + Retarder + Fluid Loss + Defoamer
ECP/DV Tool @ 4750'						
Prod. Stg 2	385	12.5	2.12	11	9	Lead: Class C + Gel + Retarder + Defoamer + Extender
	100	14.8	1.34	6.3	8	Tail: Class C + Retarder
Liner	425	11.2	2.97	18	16	Class C + Salt + Gel + Fluid Loss + Retarder + Dispersant + Defoamer + Anti-Settling Agent

A copy of cement test will be available on location at time of cement job providing pump times & compressive strengths.

Casing String	TOC	% Excess
Surface	0'	100%
Intermediate	0'	25%
Production	0'	25%
Liner	11773'	25%

Mewbourne Oil Company, Bilbrey 34/27 W2PA Fed Com #1H
Sec 34, T21S, R32E
SL: 205' FSL & 1311' FEL
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4. Pressure Control Equipment

Y	Variance: A variance is requested for use of a 5000 psi annular BOP with the 10,000 psi BOP stack. Please see attached description and procedure.
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BOP installed and tested before drilling which hole?	Size?	System Rated WP	Type	✓	Tested to:
12-1/4"	13-5/8"	10M	Annular	X	5000#
			Blind Ram	X	10,000#
			Pipe Ram	X	
			Double Ram		
			Other*		

*Specify if additional ram is utilized.

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

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. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

Y	Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.
Y	A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.
N	Are anchors required by manufacturer?
Y	A multibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested. <ul style="list-style-type: none"> Provide description here: See attached schematic.

Mewbourne Oil Company, Bilbrey 34/27 W2PA Fed Com #1H

Sec 34, T21S, R32E

SL: 205' FSL & 1311' FEL

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5. Mud Program

TVD		Type	Weight (ppg)	Viscosity	Water Loss
From	To				
0	915	FW Gel	8.6-8.8	28-34	N/C
915	4700	Saturated Brine	10.0	28-34	N/C
4700	12,268	Cut Brine	8.6-9.5	28-34	N/C
12,268	12,294	OBM	10.0-12.0	30-40	<10cc

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times. MW up to 13.0 ppg may be required for shale control. The highest MW needed to balance formation pressure is expected to be 12.0 ppg.

What will be used to monitor the loss or gain of fluid?	Visual monitoring
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6. Logging and Testing Procedures

Logging, Coring and Testing.	
X	Will run GR/CNL from KOP (11,773') to surface (horizontal well – vertical portion of hole). Stated logs run will be in the Completion Report and submitted to the BLM.
	No Logs are planned based on well control or offset log information.
	Drill stem test? If yes, explain
	Coring? If yes, explain

Additional logs planned		Interval
X	Gamma Ray	11,773' (KOP) to TD
	Density	
	CBL	
	Mud log	
	PEX	

Mewbourne Oil Company, Bilbrey 34/27 W2PA Fed Com #1H
Sec 34, T21S, R32E
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7. Drilling Conditions

Condition	Specify what type and where?
BH Pressure at deepest TVD	7671 psi
Abnormal Temperature	No

Mitigation measure for abnormal conditions. Describe. Lost circulation material/sweeps/mud scavengers in surface hole.

Hydrogen Sulfide (H₂S) monitors will be installed prior to drilling out the surface shoe. If H₂S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM.

	H ₂ S is present
X	H ₂ S Plan attached

8. Other facets of operation

Is this a walking operation? If yes, describe.
 Will be pre-setting casing? If yes, describe.

Attachments
 ___ Directional Plan
 ___ Other, describe

10,000 PSI Annular BOP Variance Request

Mewbourne Oil Company 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 outline 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	-	-
DCs and MWD tools	6.500"-8.000"	Annular	5M	-	-
Mud Motor	8.000"-9.625"	Annular	5M	-	-
Intermediate Casing	9.625"	Annular	5M	-	-
Open-Hole	-	Blind Rams	10M	-	-

8-3/4" Production 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	-	-
DCs and MWD tools	6.500"-8.000"	Annular	5M	-	-
Mud Motor	6.750"-8.000"	Annular	5M	-	-
Production Casing	7"	Annular	5M	-	-

Open-Hole	-	Blind Rams	10M	-	-
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6-1/8" Lateral 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 Lower 3.5"-5.5" VBR	10M 10M
HWDP	4.500"	Annular	5M	Upper 3.5"-5.5" VBR Lower 3.5"-5.5" VBR	10M 10M
DCs and MWD tools	4.750"- 5.500"	Annular	5M	Upper 3.5"-5.5" VBR Lower 3.5"-5.5" VBR	10M 10M
Mud Motor	4.750"- 5.500"	Annular	5M	Upper 3.5"-5.5" VBR Lower 3.5"-5.5" VBR	10M 10M
Production Casing	4.500"	Annular	5M	Upper 3.5"-5.5" VBR Upper 3.5"-5.5" VBR	10M 10M
Open-Hole	-	Blind Rams	10M	-	-

VBR = Variable Bore Ram

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 Mewbourne Oil Company 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 & 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 & 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 & close
3. Space out drill string
4. Shut-in well (uppermost applicable BOP, typically annular preventer, first. HCR & 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 & 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% 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 well (uppermost applicable BOP, typically annular preventer, first. HCR & 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 & 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 & 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 Through Stack

1. PRIOR to pulling last joint of drillpipe through stack:
 - a. Perform flow check. If flowing, continue to (b).
 - 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 & 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 & SICP
 - ii. Pit gain
 - iii. Time
 - i. Regroup and identify forward plan
2. With BHA in the stack and compatible ram preventer and pipe combination 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 & 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 & SICP
 - ii. Pit gain

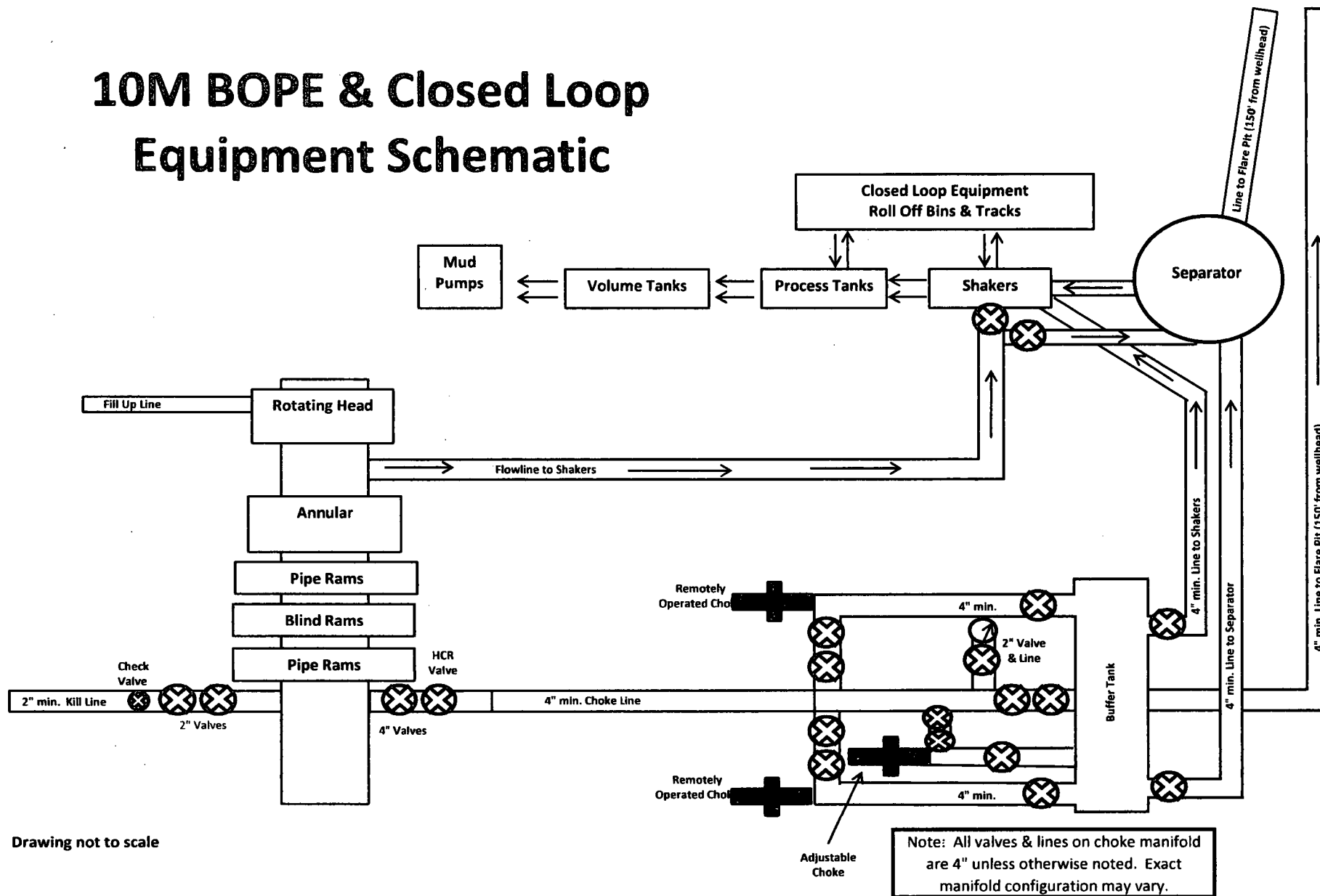
iii. Time

h. Regroup and identify forward plan

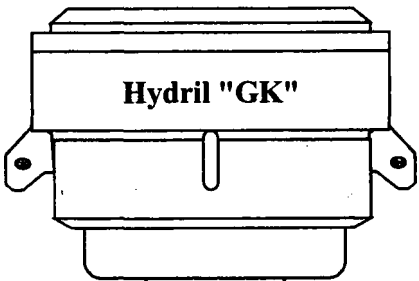
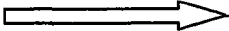
3. With BHA in the stack and NO compatible ram preventer and pipe combination immediately available:

- a. Sound alarm (alert crew)
- b. If possible, pull string clear of the stack and follow "Open Hole" procedure.
- c. If impossible to pull 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 & 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 & SICP
 - ii. Pit gain
 - iii. Time
- j. Regroup and identify forward plan

10M BOPE & Closed Loop Equipment Schematic

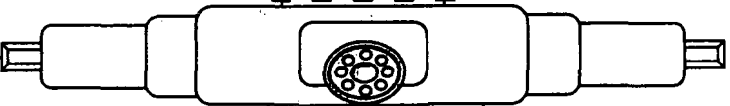
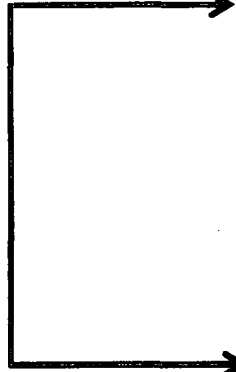
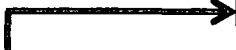


Hydril "GK"
13-5/8" 5M

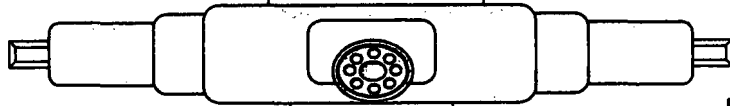


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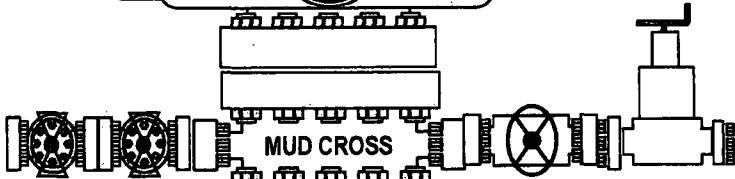
Cameron Type U
13-5/8" 10M



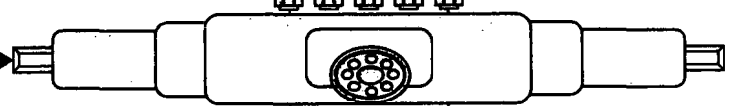
Variable Bore Rams



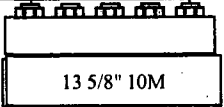
BLIND RAMS



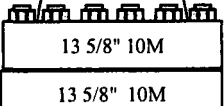
MUD CROSS



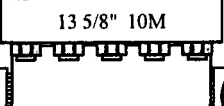
Variable Bore Rams



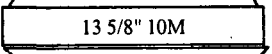
13 5/8" 10M



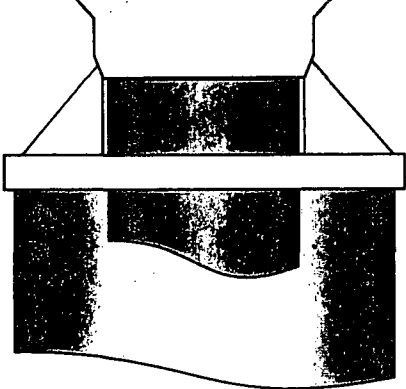
13 5/8" 10M



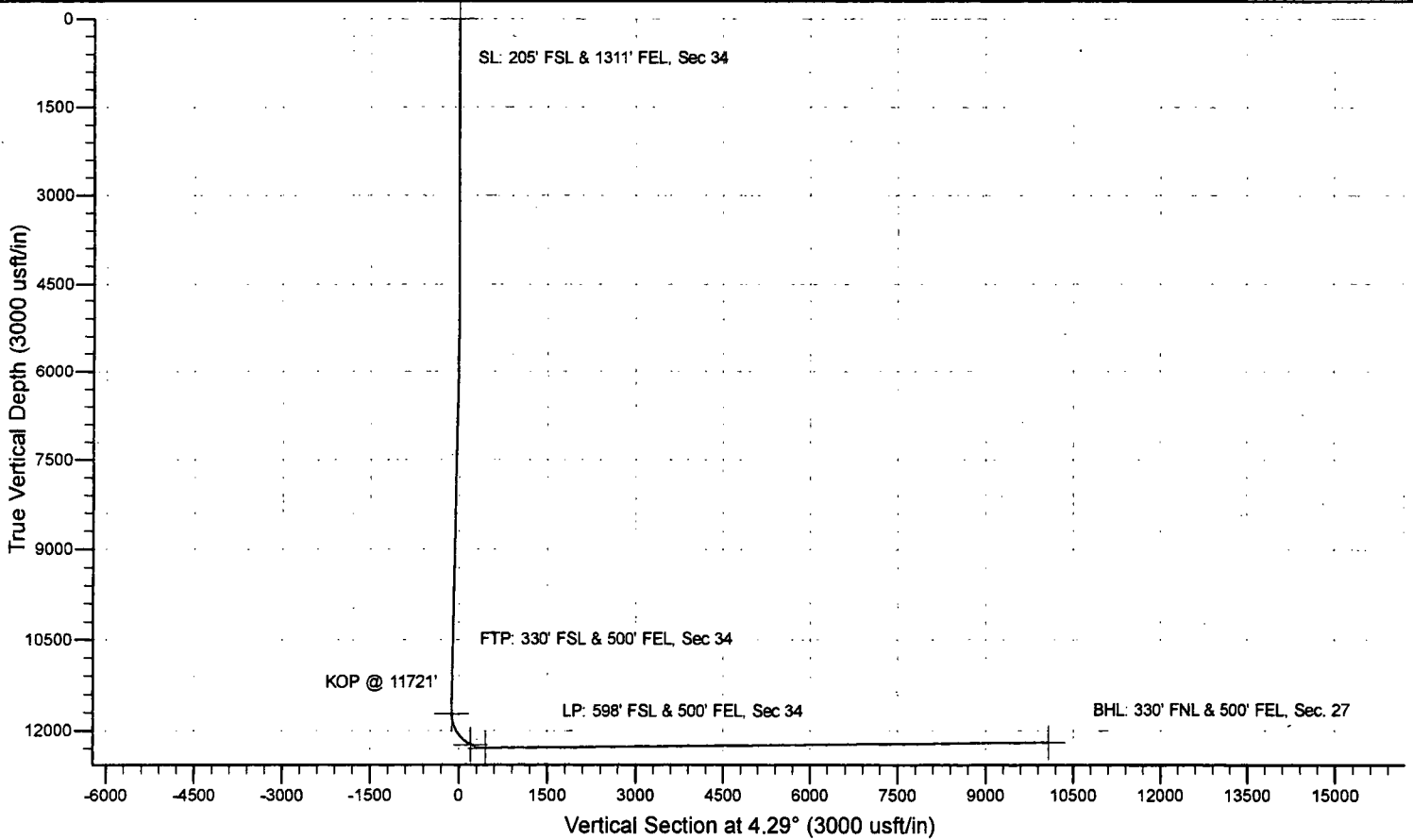
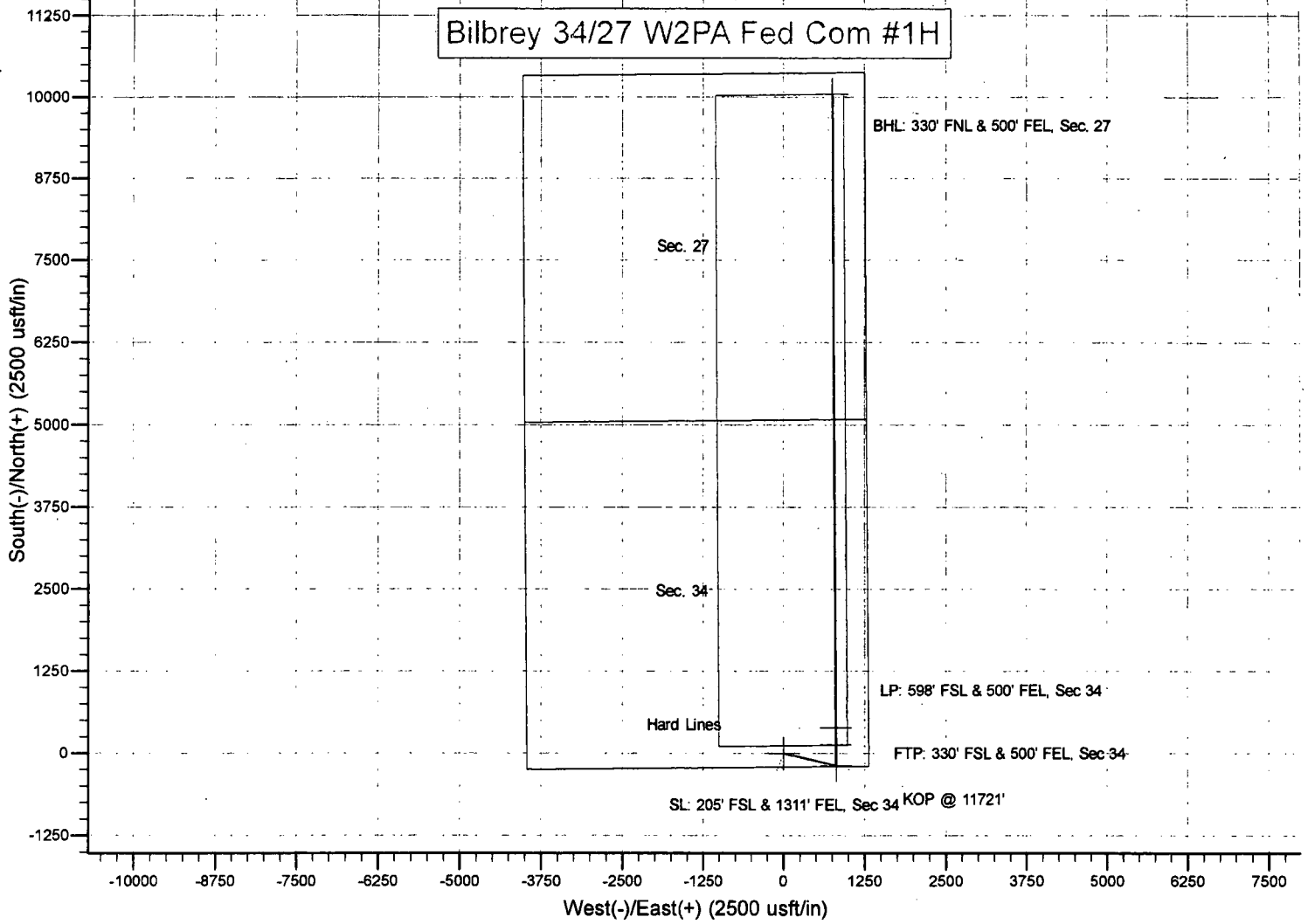
13 5/8" 10M



13 5/8" 10M



Bilbrey 34/27 W2PA Fed Com #1H



Mewbourne Oil Company

Lea County, New Mexico NAD 83

Bilbrey 34/27 W2PA Fed Com #1H

Sec 34, T21S, R32E

SL: 205' FSL & 1311' FEL, Sec 34

BHL: 330' FNL & 500' FEL, Sec 27

Plan: Design #1

Standard Planning Report

18 July, 2018

Planning Report

Database:	Hobbs	Local Co-ordinate Reference:	Site Bilbrey 34/27 W2PA Fed Com #1H
Company:	Mewbourne Oil Company	TVD Reference:	WELL @ 37440.0usft (Original Well Elev)
Project:	Lea County, New Mexico NAD 83	MD Reference:	WELL @ 37440.0usft (Original Well Elev)
Site:	Bilbrey 34/27 W2PA Fed Com #1H	North Reference:	Grid
Well:	Sec 34, T21S, R32E	Survey Calculation Method:	Minimum Curvature
Wellbore:	BHL: 330' FNL & 500' FEL, Sec 27		
Design:	Design #1		

Project:	Lea County, New Mexico NAD 83		
Map System:	US State Plane 1983	System Datum:	Mean Sea Level
Geo Datum:	North American Datum 1983		
Map Zone:	New Mexico Eastern Zone		

Site	Bilbrey 34/27 W2PA Fed Com #1H			
Site Position:		Northing:	520,301.00 usft	Latitude: 32.4285650
From:	Map	Easting:	749,610.00 usft	Longitude: -103.6583087
Position Uncertainty:	0.0 usft	Slot Radius:	13-3/16 "	Grid Convergence: 0.36 °

Well:	Sec 34, T21S, R32E			
Well Position	+N/-S	0.0 usft	Northing:	520,301.00 usft
	+E/-W	0.0 usft	Easting:	749,610.00 usft
Position Uncertainty	0.0 usft	Wellhead Elevation:	3,744.0 usft	Ground Level: 3,717.0 usft

Wellbore	BHL: 330' FNL & 500' FEL, Sec 27				
Magnetics	Model Name	Sample Date	Declination (°)	Dip Angle (°)	Field Strength (nT)
	IGRF2010	7/18/2018	6.75	60.18	47,771

Design	Design #1			
Audit Notes:				
Version:	Phase:	PROTOTYPE	Tie On Depth:	0.0
Vertical Section:	Depth From (TVD) (usft)	+N/-S (usft)	+E/-W (usft)	Direction (°)
	0.0	0.0	0.0	4.29

Plan Sections										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.00	0.00	
4,750.0	0.00	0.00	4,750.0	0.0	0.0	0.00	0.00	0.00	0.00	
5,237.6	7.31	102.92	5,236.3	-6.9	30.3	1.50	1.50	0.00	102.92	
11,285.3	7.31	102.92	11,234.7	-179.1	780.7	0.00	0.00	0.00	0.00	
11,772.9	0.00	0.00	11,721.0	-186.0	811.0	1.50	-1.50	0.00	180.00	KOP @ 11721'
12,678.6	90.56	359.68	12,294.0	392.7	807.8	10.00	10.00	0.00	-0.32	
22,332.6	90.56	359.68	12,199.0	10,046.0	754.0	0.00	0.00	0.00	0.00	BHL: 330' FNL & 500'

Planning Report

Database:	Hobbs	Local Co-ordinate Reference:	Site Bilbrey 34/27 W2PA Fed Com #1H
Company:	Mewbourne Oil Company	TVD Reference:	WELL @ 37440.0usft (Original Well Elev)
Project:	Lea County, New Mexico NAD 83	MD Reference:	WELL @ 37440.0usft (Original Well Elev)
Site:	Bilbrey 34/27 W2PA Fed Com #1H	North Reference:	Grid
Well:	Sec 34, T21S, R32E	Survey Calculation Method:	Minimum Curvature
Wellbore:	BHL: 330' FNL & 500' FEL, Sec 27		
Design:	Design #1		

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00
SL: 205' FSL & 1311' FEL, Sec 34									
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00
200.0	0.00	0.00	200.0	0.0	0.0	0.0	0.00	0.00	0.00
300.0	0.00	0.00	300.0	0.0	0.0	0.0	0.00	0.00	0.00
400.0	0.00	0.00	400.0	0.0	0.0	0.0	0.00	0.00	0.00
500.0	0.00	0.00	500.0	0.0	0.0	0.0	0.00	0.00	0.00
600.0	0.00	0.00	600.0	0.0	0.0	0.0	0.00	0.00	0.00
700.0	0.00	0.00	700.0	0.0	0.0	0.0	0.00	0.00	0.00
800.0	0.00	0.00	800.0	0.0	0.0	0.0	0.00	0.00	0.00
900.0	0.00	0.00	900.0	0.0	0.0	0.0	0.00	0.00	0.00
1,000.0	0.00	0.00	1,000.0	0.0	0.0	0.0	0.00	0.00	0.00
1,100.0	0.00	0.00	1,100.0	0.0	0.0	0.0	0.00	0.00	0.00
1,200.0	0.00	0.00	1,200.0	0.0	0.0	0.0	0.00	0.00	0.00
1,300.0	0.00	0.00	1,300.0	0.0	0.0	0.0	0.00	0.00	0.00
1,400.0	0.00	0.00	1,400.0	0.0	0.0	0.0	0.00	0.00	0.00
1,500.0	0.00	0.00	1,500.0	0.0	0.0	0.0	0.00	0.00	0.00
1,600.0	0.00	0.00	1,600.0	0.0	0.0	0.0	0.00	0.00	0.00
1,700.0	0.00	0.00	1,700.0	0.0	0.0	0.0	0.00	0.00	0.00
1,800.0	0.00	0.00	1,800.0	0.0	0.0	0.0	0.00	0.00	0.00
1,900.0	0.00	0.00	1,900.0	0.0	0.0	0.0	0.00	0.00	0.00
2,000.0	0.00	0.00	2,000.0	0.0	0.0	0.0	0.00	0.00	0.00
2,100.0	0.00	0.00	2,100.0	0.0	0.0	0.0	0.00	0.00	0.00
2,200.0	0.00	0.00	2,200.0	0.0	0.0	0.0	0.00	0.00	0.00
2,300.0	0.00	0.00	2,300.0	0.0	0.0	0.0	0.00	0.00	0.00
2,400.0	0.00	0.00	2,400.0	0.0	0.0	0.0	0.00	0.00	0.00
2,500.0	0.00	0.00	2,500.0	0.0	0.0	0.0	0.00	0.00	0.00
2,600.0	0.00	0.00	2,600.0	0.0	0.0	0.0	0.00	0.00	0.00
2,700.0	0.00	0.00	2,700.0	0.0	0.0	0.0	0.00	0.00	0.00
2,800.0	0.00	0.00	2,800.0	0.0	0.0	0.0	0.00	0.00	0.00
2,900.0	0.00	0.00	2,900.0	0.0	0.0	0.0	0.00	0.00	0.00
3,000.0	0.00	0.00	3,000.0	0.0	0.0	0.0	0.00	0.00	0.00
3,100.0	0.00	0.00	3,100.0	0.0	0.0	0.0	0.00	0.00	0.00
3,200.0	0.00	0.00	3,200.0	0.0	0.0	0.0	0.00	0.00	0.00
3,300.0	0.00	0.00	3,300.0	0.0	0.0	0.0	0.00	0.00	0.00
3,400.0	0.00	0.00	3,400.0	0.0	0.0	0.0	0.00	0.00	0.00
3,500.0	0.00	0.00	3,500.0	0.0	0.0	0.0	0.00	0.00	0.00
3,600.0	0.00	0.00	3,600.0	0.0	0.0	0.0	0.00	0.00	0.00
3,700.0	0.00	0.00	3,700.0	0.0	0.0	0.0	0.00	0.00	0.00
3,800.0	0.00	0.00	3,800.0	0.0	0.0	0.0	0.00	0.00	0.00
3,900.0	0.00	0.00	3,900.0	0.0	0.0	0.0	0.00	0.00	0.00
4,000.0	0.00	0.00	4,000.0	0.0	0.0	0.0	0.00	0.00	0.00
4,100.0	0.00	0.00	4,100.0	0.0	0.0	0.0	0.00	0.00	0.00
4,200.0	0.00	0.00	4,200.0	0.0	0.0	0.0	0.00	0.00	0.00
4,300.0	0.00	0.00	4,300.0	0.0	0.0	0.0	0.00	0.00	0.00
4,400.0	0.00	0.00	4,400.0	0.0	0.0	0.0	0.00	0.00	0.00
4,500.0	0.00	0.00	4,500.0	0.0	0.0	0.0	0.00	0.00	0.00
4,600.0	0.00	0.00	4,600.0	0.0	0.0	0.0	0.00	0.00	0.00
4,700.0	0.00	0.00	4,700.0	0.0	0.0	0.0	0.00	0.00	0.00
4,750.0	0.00	0.00	4,750.0	0.0	0.0	0.0	0.00	0.00	0.00
4,800.0	0.75	102.92	4,800.0	-0.1	0.3	0.0	1.50	1.50	0.00
4,900.0	2.25	102.92	4,900.0	-0.7	2.9	-0.4	1.50	1.50	0.00
5,000.0	3.75	102.92	4,999.8	-1.8	8.0	-1.2	1.50	1.50	0.00
5,100.0	5.25	102.92	5,099.5	-3.6	15.6	-2.4	1.50	1.50	0.00

Planning Report

Database: Hobbs
 Company: Mewbourne Oil Company
 Project: Lea County, New Mexico NAD 83
 Site: Bilbrey 34/27 W2PA Fed Com #1H
 Well: Sec 34, T21S, R32E
 Wellbore: BHL: 330' FNL & 500' FEL, Sec 27
 Design: Design #1

Local Co-ordinate Reference: Site Bilbrey 34/27 W2PA Fed Com #1H
 TVD Reference: WELL @ 37440.0usft (Original Well Elev)
 MD Reference: WELL @ 37440.0usft (Original Well Elev)
 North Reference: Grid
 Survey Calculation Method: Minimum Curvature

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
5,200.0	6.75	102.92	5,199.0	-5.9	25.8	-4.0	1.50	1.50	0.00
5,237.6	7.31	102.92	5,236.3	-6.9	30.3	-4.7	1.50	1.50	0.00
5,300.0	7.31	102.92	5,298.2	-8.7	38.0	-5.9	0.00	0.00	0.00
5,400.0	7.31	102.92	5,397.4	-11.6	50.4	-7.8	0.00	0.00	0.00
5,500.0	7.31	102.92	5,496.5	-14.4	62.9	-9.7	0.00	0.00	0.00
5,600.0	7.31	102.92	5,595.7	-17.3	75.3	-11.6	0.00	0.00	0.00
5,700.0	7.31	102.92	5,694.9	-20.1	87.7	-13.5	0.00	0.00	0.00
5,800.0	7.31	102.92	5,794.1	-23.0	100.1	-15.4	0.00	0.00	0.00
5,900.0	7.31	102.92	5,893.3	-25.8	112.5	-17.3	0.00	0.00	0.00
6,000.0	7.31	102.92	5,992.5	-28.6	124.9	-19.2	0.00	0.00	0.00
6,100.0	7.31	102.92	6,091.7	-31.5	137.3	-21.1	0.00	0.00	0.00
6,200.0	7.31	102.92	6,190.8	-34.3	149.7	-23.0	0.00	0.00	0.00
6,300.0	7.31	102.92	6,290.0	-37.2	162.1	-24.9	0.00	0.00	0.00
6,400.0	7.31	102.92	6,389.2	-40.0	174.5	-26.9	0.00	0.00	0.00
6,500.0	7.31	102.92	6,488.4	-42.9	186.9	-28.8	0.00	0.00	0.00
6,600.0	7.31	102.92	6,587.6	-45.7	199.3	-30.7	0.00	0.00	0.00
6,700.0	7.31	102.92	6,686.8	-48.6	211.8	-32.6	0.00	0.00	0.00
6,800.0	7.31	102.92	6,786.0	-51.4	224.2	-34.5	0.00	0.00	0.00
6,900.0	7.31	102.92	6,885.2	-54.3	236.6	-36.4	0.00	0.00	0.00
7,000.0	7.31	102.92	6,984.3	-57.1	249.0	-38.3	0.00	0.00	0.00
7,100.0	7.31	102.92	7,083.5	-59.9	261.4	-40.2	0.00	0.00	0.00
7,200.0	7.31	102.92	7,182.7	-62.8	273.8	-42.1	0.00	0.00	0.00
7,300.0	7.31	102.92	7,281.9	-65.6	286.2	-44.0	0.00	0.00	0.00
7,400.0	7.31	102.92	7,381.1	-68.5	298.6	-45.9	0.00	0.00	0.00
7,500.0	7.31	102.92	7,480.3	-71.3	311.0	-47.9	0.00	0.00	0.00
7,600.0	7.31	102.92	7,579.5	-74.2	323.4	-49.8	0.00	0.00	0.00
7,700.0	7.31	102.92	7,678.6	-77.0	335.8	-51.7	0.00	0.00	0.00
7,800.0	7.31	102.92	7,777.8	-79.9	348.2	-53.6	0.00	0.00	0.00
7,900.0	7.31	102.92	7,877.0	-82.7	360.7	-55.5	0.00	0.00	0.00
8,000.0	7.31	102.92	7,976.2	-85.6	373.1	-57.4	0.00	0.00	0.00
8,100.0	7.31	102.92	8,075.4	-88.4	385.5	-59.3	0.00	0.00	0.00
8,200.0	7.31	102.92	8,174.6	-91.3	397.9	-61.2	0.00	0.00	0.00
8,300.0	7.31	102.92	8,273.8	-94.1	410.3	-63.1	0.00	0.00	0.00
8,400.0	7.31	102.92	8,372.9	-96.9	422.7	-65.0	0.00	0.00	0.00
8,500.0	7.31	102.92	8,472.1	-99.8	435.1	-66.9	0.00	0.00	0.00
8,600.0	7.31	102.92	8,571.3	-102.6	447.5	-68.9	0.00	0.00	0.00
8,700.0	7.31	102.92	8,670.5	-105.5	459.9	-70.8	0.00	0.00	0.00
8,800.0	7.31	102.92	8,769.7	-108.3	472.3	-72.7	0.00	0.00	0.00
8,900.0	7.31	102.92	8,868.9	-111.2	484.7	-74.6	0.00	0.00	0.00
9,000.0	7.31	102.92	8,968.1	-114.0	497.1	-76.5	0.00	0.00	0.00
9,100.0	7.31	102.92	9,067.3	-116.9	509.6	-78.4	0.00	0.00	0.00
9,200.0	7.31	102.92	9,166.4	-119.7	522.0	-80.3	0.00	0.00	0.00
9,300.0	7.31	102.92	9,265.6	-122.6	534.4	-82.2	0.00	0.00	0.00
9,400.0	7.31	102.92	9,364.8	-125.4	546.8	-84.1	0.00	0.00	0.00
9,500.0	7.31	102.92	9,464.0	-128.2	559.2	-86.0	0.00	0.00	0.00
9,600.0	7.31	102.92	9,563.2	-131.1	571.6	-87.9	0.00	0.00	0.00
9,700.0	7.31	102.92	9,662.4	-133.9	584.0	-89.9	0.00	0.00	0.00
9,800.0	7.31	102.92	9,761.6	-136.8	596.4	-91.8	0.00	0.00	0.00
9,900.0	7.31	102.92	9,860.7	-139.6	608.8	-93.7	0.00	0.00	0.00
10,000.0	7.31	102.92	9,959.9	-142.5	621.2	-95.6	0.00	0.00	0.00
10,100.0	7.31	102.92	10,059.1	-145.3	633.6	-97.5	0.00	0.00	0.00
10,200.0	7.31	102.92	10,158.3	-148.2	646.0	-99.4	0.00	0.00	0.00
10,300.0	7.31	102.92	10,257.5	-151.0	658.5	-101.3	0.00	0.00	0.00
10,400.0	7.31	102.92	10,356.7	-153.9	670.9	-103.2	0.00	0.00	0.00

Planning Report

Database: Hobbs
 Company: Mewbourne Oil Company
 Project: Lea County, New Mexico NAD 83
 Site: Bilbrey 34/27 W2PA Fed Com #1H
 Well: Sec 34, T21S, R32E
 Wellbore: BHL: 330' FNL & 500' FEL, Sec 27
 Design: Design #1

Local Co-ordinate Reference: Site Bilbrey 34/27 W2PA Fed Com #1H
 TVD Reference: WELL @ 37440.0usft (Original Well Elev)
 MD Reference: WELL @ 37440.0usft (Original Well Elev)
 North Reference: Grid
 Survey Calculation Method: Minimum Curvature

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N-S (usft)	+E-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
10,500.0	7.31	102.92	10,455.9	-156.7	683.3	-105.1	0.00	0.00	0.00
10,600.0	7.31	102.92	10,555.0	-159.6	695.7	-107.0	0.00	0.00	0.00
10,700.0	7.31	102.92	10,654.2	-162.4	708.1	-108.9	0.00	0.00	0.00
10,800.0	7.31	102.92	10,753.4	-165.2	720.5	-110.9	0.00	0.00	0.00
10,900.0	7.31	102.92	10,852.6	-168.1	732.9	-112.8	0.00	0.00	0.00
11,000.0	7.31	102.92	10,951.8	-170.9	745.3	-114.7	0.00	0.00	0.00
11,100.0	7.31	102.92	11,051.0	-173.8	757.7	-116.6	0.00	0.00	0.00
11,200.0	7.31	102.92	11,150.2	-176.6	770.1	-118.5	0.00	0.00	0.00
11,285.3	7.31	102.92	11,234.7	-179.1	780.7	-120.1	0.00	0.00	0.00
11,300.0	7.09	102.92	11,249.4	-179.5	782.5	-120.4	1.50	-1.50	0.00
11,400.0	5.59	102.92	11,348.7	-181.9	793.3	-122.1	1.50	-1.50	0.00
11,500.0	4.09	102.92	11,448.4	-183.8	801.5	-123.3	1.50	-1.50	0.00
11,600.0	2.59	102.92	11,548.2	-185.1	807.2	-124.2	1.50	-1.50	0.00
11,700.0	1.09	102.92	11,648.2	-185.8	810.3	-124.7	1.50	-1.50	0.00
11,772.9	0.00	0.00	11,721.0	-186.0	811.0	-124.8	1.50	-1.50	0.00
KOP @ 11721'									
11,800.0	2.71	359.68	11,748.1	-185.4	811.0	-124.1	10.00	10.00	0.00
11,900.0	12.71	359.68	11,847.1	-172.0	810.9	-110.8	10.00	10.00	0.00
12,000.0	22.71	359.68	11,942.2	-141.6	810.8	-80.5	10.00	10.00	0.00
12,100.0	32.71	359.68	12,030.7	-95.1	810.5	-34.2	10.00	10.00	0.00
12,200.0	42.71	359.68	12,109.7	-34.0	810.2	26.7	10.00	10.00	0.00
12,300.0	52.71	359.68	12,176.9	39.8	809.7	100.3	10.00	10.00	0.00
12,400.0	62.71	359.68	12,230.2	124.3	809.3	184.5	10.00	10.00	0.00
12,413.1	64.02	359.68	12,236.1	136.0	809.2	196.2	10.00	10.00	0.00
FTP: 330' FSL & 500' FEL, Sec 34									
12,500.0	72.71	359.68	12,268.1	216.7	808.8	276.6	10.00	10.00	0.00
12,600.0	82.70	359.68	12,289.4	314.3	808.2	373.9	10.00	10.00	0.00
12,678.6	90.56	359.68	12,294.0	392.7	807.8	452.1	9.99	9.99	0.00
LP: 598' FSL & 500' FEL, Sec 34									
12,700.0	90.56	359.68	12,293.8	414.1	807.7	473.3	0.00	0.00	0.00
12,800.0	90.56	359.68	12,292.8	514.0	807.1	573.0	0.00	0.00	0.00
12,900.0	90.56	359.68	12,291.8	614.0	806.5	672.7	0.00	0.00	0.00
13,000.0	90.56	359.68	12,290.8	714.0	806.0	772.4	0.00	0.00	0.00
13,100.0	90.56	359.68	12,289.9	814.0	805.4	872.0	0.00	0.00	0.00
13,200.0	90.56	359.68	12,288.9	914.0	804.9	971.7	0.00	0.00	0.00
13,300.0	90.56	359.68	12,287.9	1,014.0	804.3	1,071.4	0.00	0.00	0.00
13,400.0	90.56	359.68	12,286.9	1,114.0	803.8	1,171.0	0.00	0.00	0.00
13,500.0	90.56	359.68	12,285.9	1,214.0	803.2	1,270.7	0.00	0.00	0.00
13,600.0	90.56	359.68	12,284.9	1,314.0	802.6	1,370.4	0.00	0.00	0.00
13,700.0	90.56	359.68	12,283.9	1,414.0	802.1	1,470.1	0.00	0.00	0.00
13,800.0	90.56	359.68	12,283.0	1,514.0	801.5	1,569.7	0.00	0.00	0.00
13,900.0	90.56	359.68	12,282.0	1,614.0	801.0	1,669.4	0.00	0.00	0.00
14,000.0	90.56	359.68	12,281.0	1,714.0	800.4	1,769.1	0.00	0.00	0.00
14,100.0	90.56	359.68	12,280.0	1,814.0	799.9	1,868.7	0.00	0.00	0.00
14,200.0	90.56	359.68	12,279.0	1,914.0	799.3	1,968.4	0.00	0.00	0.00
14,300.0	90.56	359.68	12,278.0	2,014.0	798.7	2,068.1	0.00	0.00	0.00
14,400.0	90.56	359.68	12,277.1	2,113.9	798.2	2,167.8	0.00	0.00	0.00
14,500.0	90.56	359.68	12,276.1	2,213.9	797.6	2,267.4	0.00	0.00	0.00
14,600.0	90.56	359.68	12,275.1	2,313.9	797.1	2,367.1	0.00	0.00	0.00
14,700.0	90.56	359.68	12,274.1	2,413.9	796.5	2,466.8	0.00	0.00	0.00
14,800.0	90.56	359.68	12,273.1	2,513.9	796.0	2,566.4	0.00	0.00	0.00
14,900.0	90.56	359.68	12,272.1	2,613.9	795.4	2,666.1	0.00	0.00	0.00
15,000.0	90.56	359.68	12,271.2	2,713.9	794.8	2,765.8	0.00	0.00	0.00

Planning Report

Database: Hobbs
 Company: Mewbourne Oil Company
 Project: Lea County, New Mexico NAD 83
 Site: Bilbrey 34/27 W2PA Fed Com #1H
 Well: Sec 34, T21S, R32E
 Wellbore: BHL: 330' FNL & 500' FEL, Sec 27
 Design: Design #1

Local Co-ordinate Reference:
 TVD Reference:
 MD Reference:
 North Reference:
 Survey Calculation Method:

Site Bilbrey 34/27 W2PA Fed Com #1H
 WELL @ 37440.0usft (Original Well Elev)
 WELL @ 37440.0usft (Original Well Elev)
 Grid
 Minimum Curvature

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
15,100.0	90.56	359.68	12,270.2	2,813.9	794.3	2,865.5	0.00	0.00	0.00
15,200.0	90.56	359.68	12,269.2	2,913.9	793.7	2,965.1	0.00	0.00	0.00
15,300.0	90.56	359.68	12,268.2	3,013.9	793.2	3,064.8	0.00	0.00	0.00
15,400.0	90.56	359.68	12,267.2	3,113.9	792.6	3,164.5	0.00	0.00	0.00
15,500.0	90.56	359.68	12,266.2	3,213.9	792.1	3,264.1	0.00	0.00	0.00
15,600.0	90.56	359.68	12,265.3	3,313.9	791.5	3,363.8	0.00	0.00	0.00
15,700.0	90.56	359.68	12,264.3	3,413.9	790.9	3,463.5	0.00	0.00	0.00
15,800.0	90.56	359.68	12,263.3	3,513.9	790.4	3,563.2	0.00	0.00	0.00
15,900.0	90.56	359.68	12,262.3	3,613.9	789.8	3,662.8	0.00	0.00	0.00
16,000.0	90.56	359.68	12,261.3	3,713.8	789.3	3,762.5	0.00	0.00	0.00
16,100.0	90.56	359.68	12,260.3	3,813.8	788.7	3,862.2	0.00	0.00	0.00
16,200.0	90.56	359.68	12,259.3	3,913.8	788.2	3,961.8	0.00	0.00	0.00
16,300.0	90.56	359.68	12,258.4	4,013.8	787.6	4,061.5	0.00	0.00	0.00
16,400.0	90.56	359.68	12,257.4	4,113.8	787.0	4,161.2	0.00	0.00	0.00
16,500.0	90.56	359.68	12,256.4	4,213.8	786.5	4,260.9	0.00	0.00	0.00
16,600.0	90.56	359.68	12,255.4	4,313.8	785.9	4,360.5	0.00	0.00	0.00
16,700.0	90.56	359.68	12,254.4	4,413.8	785.4	4,460.2	0.00	0.00	0.00
16,800.0	90.56	359.68	12,253.4	4,513.8	784.8	4,559.9	0.00	0.00	0.00
16,900.0	90.56	359.68	12,252.5	4,613.8	784.3	4,659.5	0.00	0.00	0.00
17,000.0	90.56	359.68	12,251.5	4,713.8	783.7	4,759.2	0.00	0.00	0.00
17,100.0	90.56	359.68	12,250.5	4,813.8	783.1	4,858.9	0.00	0.00	0.00
17,200.0	90.56	359.68	12,249.5	4,913.8	782.6	4,958.6	0.00	0.00	0.00
17,300.0	90.56	359.68	12,248.5	5,013.8	782.0	5,058.2	0.00	0.00	0.00
17,400.0	90.56	359.68	12,247.5	5,113.8	781.5	5,157.9	0.00	0.00	0.00
17,500.0	90.56	359.68	12,246.6	5,213.7	780.9	5,257.6	0.00	0.00	0.00
17,600.0	90.56	359.68	12,245.6	5,313.7	780.4	5,357.2	0.00	0.00	0.00
17,700.0	90.56	359.68	12,244.6	5,413.7	779.8	5,456.9	0.00	0.00	0.00
17,800.0	90.56	359.68	12,243.6	5,513.7	779.2	5,556.6	0.00	0.00	0.00
17,900.0	90.56	359.68	12,242.6	5,613.7	778.7	5,656.3	0.00	0.00	0.00
18,000.0	90.56	359.68	12,241.6	5,713.7	778.1	5,755.9	0.00	0.00	0.00
18,100.0	90.56	359.68	12,240.7	5,813.7	777.6	5,855.6	0.00	0.00	0.00
18,200.0	90.56	359.68	12,239.7	5,913.7	777.0	5,955.3	0.00	0.00	0.00
18,300.0	90.56	359.68	12,238.7	6,013.7	776.5	6,054.9	0.00	0.00	0.00
18,400.0	90.56	359.68	12,237.7	6,113.7	775.9	6,154.6	0.00	0.00	0.00
18,500.0	90.56	359.68	12,236.7	6,213.7	775.3	6,254.3	0.00	0.00	0.00
18,600.0	90.56	359.68	12,235.7	6,313.7	774.8	6,354.0	0.00	0.00	0.00
18,700.0	90.56	359.68	12,234.7	6,413.7	774.2	6,453.6	0.00	0.00	0.00
18,800.0	90.56	359.68	12,233.8	6,513.7	773.7	6,553.3	0.00	0.00	0.00
18,900.0	90.56	359.68	12,232.8	6,613.7	773.1	6,653.0	0.00	0.00	0.00
19,000.0	90.56	359.68	12,231.8	6,713.7	772.6	6,752.6	0.00	0.00	0.00
19,100.0	90.56	359.68	12,230.8	6,813.6	772.0	6,852.3	0.00	0.00	0.00
19,200.0	90.56	359.68	12,229.8	6,913.6	771.4	6,952.0	0.00	0.00	0.00
19,300.0	90.56	359.68	12,228.8	7,013.6	770.9	7,051.7	0.00	0.00	0.00
19,400.0	90.56	359.68	12,227.9	7,113.6	770.3	7,151.3	0.00	0.00	0.00
19,500.0	90.56	359.68	12,226.9	7,213.6	769.8	7,251.0	0.00	0.00	0.00
19,600.0	90.56	359.68	12,225.9	7,313.6	769.2	7,350.7	0.00	0.00	0.00
19,700.0	90.56	359.68	12,224.9	7,413.6	768.7	7,450.3	0.00	0.00	0.00
19,800.0	90.56	359.68	12,223.9	7,513.6	768.1	7,550.0	0.00	0.00	0.00
19,900.0	90.56	359.68	12,222.9	7,613.6	767.6	7,649.7	0.00	0.00	0.00
20,000.0	90.56	359.68	12,222.0	7,713.6	767.0	7,749.4	0.00	0.00	0.00
20,100.0	90.56	359.68	12,221.0	7,813.6	766.4	7,849.0	0.00	0.00	0.00
20,200.0	90.56	359.68	12,220.0	7,913.6	765.9	7,948.7	0.00	0.00	0.00
20,300.0	90.56	359.68	12,219.0	8,013.6	765.3	8,048.4	0.00	0.00	0.00
20,400.0	90.56	359.68	12,218.0	8,113.6	764.8	8,148.0	0.00	0.00	0.00

Planning Report

Database: Hobbs
 Company: Mewbourne Oil Company
 Project: Lea County, New Mexico NAD 83
 Site: Bilbrey 34/27 W2PA Fed Com #1H
 Well: Sec 34, T21S, R32E
 Wellbore: BHL: 330' FNL & 500' FEL, Sec 27
 Design: Design #1

Local Co-ordinate Reference: Site Bilbrey 34/27 W2PA Fed Com #1H
 TVD Reference: WELL @ 37440.0usft (Original Well Elev)
 MD Reference: WELL @ 37440.0usft (Original Well Elev)
 North Reference: Grid
 Survey Calculation Method: Minimum Curvature

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
20,500.0	90.56	359.68	12,217.0	8,213.6	764.2	8,247.7	0.00	0.00	0.00
20,600.0	90.56	359.68	12,216.0	8,313.5	763.7	8,347.4	0.00	0.00	0.00
20,700.0	90.56	359.68	12,215.1	8,413.5	763.1	8,447.1	0.00	0.00	0.00
20,800.0	90.56	359.68	12,214.1	8,513.5	762.5	8,546.7	0.00	0.00	0.00
20,900.0	90.56	359.68	12,213.1	8,613.5	762.0	8,646.4	0.00	0.00	0.00
21,000.0	90.56	359.68	12,212.1	8,713.5	761.4	8,746.1	0.00	0.00	0.00
21,100.0	90.56	359.68	12,211.1	8,813.5	760.9	8,845.7	0.00	0.00	0.00
21,200.0	90.56	359.68	12,210.1	8,913.5	760.3	8,945.4	0.00	0.00	0.00
21,300.0	90.56	359.68	12,209.2	9,013.5	759.8	9,045.1	0.00	0.00	0.00
21,400.0	90.56	359.68	12,208.2	9,113.5	759.2	9,144.8	0.00	0.00	0.00
21,500.0	90.56	359.68	12,207.2	9,213.5	758.6	9,244.4	0.00	0.00	0.00
21,600.0	90.56	359.68	12,206.2	9,313.5	758.1	9,344.1	0.00	0.00	0.00
21,700.0	90.56	359.68	12,205.2	9,413.5	757.5	9,443.8	0.00	0.00	0.00
21,800.0	90.56	359.68	12,204.2	9,513.5	757.0	9,543.4	0.00	0.00	0.00
21,900.0	90.56	359.68	12,203.3	9,613.5	756.4	9,643.1	0.00	0.00	0.00
22,000.0	90.56	359.68	12,202.3	9,713.5	755.9	9,742.8	0.00	0.00	0.00
22,100.0	90.56	359.68	12,201.3	9,813.5	755.3	9,842.5	0.00	0.00	0.00
22,200.0	90.56	359.68	12,200.3	9,913.4	754.7	9,942.1	0.00	0.00	0.00
22,300.0	90.56	359.68	12,199.3	10,013.4	754.2	10,041.8	0.00	0.00	0.00
22,332.6	90.56	359.68	12,199.0	10,046.0	754.0	10,074.3	0.00	0.00	0.00

BHL: 330' FNL & 500' FEL, Sec. 27

Design Targets

Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
SL: 205' FSL & 1311' FE - plan hits target center - Point	0.00	0.00	0.0	0.0	0.0	520,301.00	749,610.00	32.4285650	-103.6583087
KOP @ 11721' - plan hits target center - Point	0.00	0.00	11,721.0	-186.0	811.0	520,115.00	750,421.00	32.4280397	-103.6556841
BHL: 330' FNL & 500' FE - plan hits target center - Point	0.00	0.00	12,199.0	10,046.0	754.0	530,347.00	750,364.00	32.4561645	-103.6556585
FTP: 330' FSL & 500' FE - plan hits target center - Point	0.00	0.00	12,236.1	136.0	809.2	520,437.00	750,419.20	32.4289247	-103.6556833
LP: 598' FSL & 500' FEL - plan hits target center - Point	0.00	0.00	12,294.0	392.7	807.8	520,693.70	750,417.80	32.4296303	-103.6556826

PECOS DISTRICT

DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	Mewbourne Oil Company
LEASE NO.:	NMNM086710
WELL NAME & NO.:	Bilbrey 34/27 W2PA Fed Com 1H
SURFACE HOLE FOOTAGE:	205'/S & 1311'/E
BOTTOM HOLE FOOTAGE:	330'/N & 500'/E
LOCATION:	Section 34, T.21 S., R.32 E., NMPM
COUNTY:	Lea County, New Mexico

COA

All previous COAs still apply expect the following:

H2S	<input checked="" type="radio"/> Yes	<input type="radio"/> No	
Potash	<input type="radio"/> None	<input type="radio"/> Secretary	<input checked="" type="radio"/> R-111-P
Cave/Karst Potential	<input checked="" type="radio"/> Low	<input type="radio"/> Medium	<input type="radio"/> High
Variance	<input type="radio"/> None	<input checked="" type="radio"/> Flex Hose	<input type="radio"/> Other
Wellhead	<input type="radio"/> Conventional	<input checked="" type="radio"/> Multibowl	<input type="radio"/> Both
Other	<input type="checkbox"/> 4 String Area	<input type="checkbox"/> Capitan Reef	<input type="checkbox"/> WIPP

A. Hydrogen Sulfide

A Hydrogen Sulfide (H2S) Drilling Plan shall be activated 500 feet prior to drilling into the **Delaware** formation. As a result, the Hydrogen Sulfide area must meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.

B. CASING

1. The 13-3/8 inch surface casing shall be set at approximately **915** feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of **24 hours in the Potash Area** or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
 - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength,

whichever is greater.

- d. If cement falls back, remedial cementing will be done prior to drilling out that string.

2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:
 - a. Cement to surface. If cement does not circulate see B.1.a, c-d above.

Additional cement maybe required. Excess calculates to 24%.

Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

Operator shall filled 1/3rd casing with fluid while running production casing to maintain collapse safety factor

3. The minimum required fill of cement behind the 7 inch production casing is:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- b. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job. **Additional cement maybe required. Excess calculates to 24%.**
 - c. Second stage above DV tool: Cement to surface. If cement does not circulate, contact the appropriate BLM office. **Additional cement maybe required. Excess calculates to 22%.**
4. The minimum required fill of cement behind the 4-1/2 inch production liner is:
 - Cement should tie-back 100' into the previous casing. Operator shall provide method of verification.

C. PRESSURE CONTROL

1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).
2. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **10,000 (10M) psi. Variance approved to use a 5M annular. The annular must be tested to full working pressure (5000 psi.)**

GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)

☒ Chaves and Roosevelt Counties

Call the Roswell Field Office, 2909 West Second St., Roswell NM 88201.

During office hours call (575) 627-0272.

After office hours call (575)

☒ Eddy County

Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220,

(575) 361-2822

☒ Lea County

Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)

393-3612

1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on

which the draw works are located, this does not include the dog house or stairway area.

3. The record of the drilling rate along with the GR/N well log (one log per well pad is acceptable) run from TD to surface (horizontal well – vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the

formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.

7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
4. **If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:**
 - a. **Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.**
 - b. **If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.**
 - c. **Manufacturer representative shall install the test plug for the initial BOP test.**
 - d. **If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.**
 - e. **Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.**

5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
- a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
 - c. The tests shall be done by an independent service company utilizing a test plug. The results of the test shall be reported to the appropriate BLM office.
 - d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
 - e. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
 - f. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes. This test shall be performed prior to the test at full stack pressure.
 - g. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

Waste Minimization Plan (WMP)

In the interest of resource development, submission of additional well gas capture development plan information is deferred but may be required by the BLM Authorized Officer at a later date.

ZS 080918

R111P KFC

13 3/8 Segment	surface csg in a #/ft	17 1/2 Grade	inch hole. Coupling	Joint	Design Factors		SURFACE		
"A"	48.00	H 40	ST&C	7.33	Collapse 1.84	Burst 0.71	Length 915	Weight 43,920	
"B"							0	0	
w/8.4#/g mud, 30min Sfc Csg Test psig: 812				Tail Cmt	does not	circ to sfc.	Totals:	915 43,920	
Comparison of Proposed to Minimum Required Cement Volumes									
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE	Min Dist Hole-Cplg
17 1/2	0.6946	680	1286	690	86	8.80	1408	2M	1.56

Burst Frac Gradient(s) for Segment(s) A, B = , b All > 0.70, OK.

9 5/8 Segment	casing inside the #/ft	13 3/8 Grade	Coupling	Joint	Design Factors		INTERMEDIATE		
					Collapse	Burst	Length	Weight	
"A"	36.00	J 55	LT&C	2.60	1.13	0.58	3,453	124,308	
"B"	40.00	J 55	LT&C	10.43	1.13	0.65	940	37,600	
"C"	40.00	N 80	LT&C	60.02	1.27	0.95	307	12,280	
"D"							0	0	
w/8.4#/g mud, 30min Sfc Csg Test psig:						Totals:	4,700	174,188	
The cement volume(s) are intended to achieve a top of				0	ft from surface or a		915	overlap.	
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE	Min Dist Hole-Cplg
12 1/4	0.3132	980	1922	1549	24	10.00	3355	5M	0.81

Burst Frac Gradient(s) for Segment(s) A, B, C, D = 1.02, 0.9, 1.22, d

All > 0.70, OK.

BRUST FRAC GRADIENT IS GOOD.> .70

7	casing inside the 9 5/8				Design Factors		PRODUCTION		
Segment	#/ft	Grade	Coupling	Joint	Collapse	Burst	Length	Weight	
"A"	26.00	P 110	LT&C	2.17	1.07	1.3	11,773	306,098	
"B"	26.00	P 110	LT&C	119.70	1.03	1.3	727	18,902	
w/8.4#/g mud, 30min Sfc Csg Test psig: 2,590							Totals:	12,500 325,000	
B	would be:				53.85	1.03	if it were a vertical wellbore.		
No Pilot Hole Planned			MTD 12500	Max VTD 12268	Csg VD 12268	Curve KOP 11773	Dogleg° 73	Severity° -1	MEOC 0
The cement volume(s) are intended to achieve a top of					0	ft from surface or a		4700	overlap.
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE	Min Dist Hole-Cplg
8 3/4	0.1503	look	0	1956		9.50	4959	5M	0.55
Setting Depths for D V Tool(s):					4750	sum of sx		Σ CuFt	Σ%excess
% excess cmt by stage:			24	22		1350	2408	23	

MASP is within 10% of 5000psig, need exrta equip?

ALT. COLLAPSE SF: 1.03 *1.5=1.54; CURVE COLLAPSE SF IS TOO CONSERVATIVE.

Tail cmt									
4 1/2		Liner w/top @		11733		Design Factors		LINER	
Segment	#/ft	Grade	Coupling	Joint	Collapse	Burst	Length	Weight	
"A"	13.50	P 110	LT&C	1.93	1.31	1.62	946	12,771	
"B"	13.50	P 110	LT&C	2.22	1.40	1.62	9,654	130,329	
w/8.4#/g mud, 30min Sfc Csg Test psig: 2,684							Totals:	10,600	143,100
A Segment Design Factors would be:				2.36	1.4	if it were a vertical wellbore.			
0521		MTD		Max VTD	Csg VD	Curve KOP	Dogleg°	Severity°	MEOC
		22333		12294	12199	11773	91	10	12679
The cement volume(s) are intended to achieve a top of					11733	ft from surface or a		767	overlap.
Hole	Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Req'd	Min Dist
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE	Hole-Cplg
6 1/8	0.0942	425	1262	2234	44	12.00			0.56
Class 'H' tail cmt yld > 1.20				Capitan Reef est top XXXX.			MASP is within 10% of 5000psig, need exrta equip?		