UNITED STATES

FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018

	DEPART	MENT OF '	THE IN MANA(TERIOR SEMENT	٠ - ١	0	5. Lease Serial No. NMNM119762					
APPLI	CATION FO	R PERMIT	TO DR	ILL OR I	REENTERO		6. If Indian, Allotee	or Tribe	Name			
la. Type of work:	✓ DRILL		REE	INTER 🕌	0 03.77	QJ,	7. If Unit or CA Agreement, Name and No.					
1b. Type of Well:	Oil Well	Gas Well	∐ Oth	ਜ 	- OC - E	11/2	8. Lease Name and	Well No	•			
1c. Type of Completion:	Hydraulic Hydraulic	Fracturing	Sing	tle Zone	REENTEROCO		NANDINA FED.CO	OM 25 3 3226				
2. Name of Operator AMEREDEV OPERAT		72224)					9. API Well No. 30-025-	464	26 (
3a. Add ress 5707 Southwest Parkv	\ vay, Building 1,	, Suite 275 Au			o. <i>(include area cod</i> 700	e)	10. Field and Pool, WC-025 G-09 S20	•	1 1000			
4. Location of Well (Rep.	ort location clea	ırly and in acco	rdance wil	h any State	requirements.*)		11. Sec., T. R. M. or		-			
At surface LOT O	200 FSL / 162	25 FEL / LAT 3	32.080127	72 / LONG	-103.3009212		SEC 31 / T25S / R	36E / N	MP			
At proposed prod. zo	ne LOT B / 20	0 FNL / 1672 !	FEL / LAT	32.10806	5 / LONG -103.30	108						
14. Distance in miles and 6.6 miles	direction from t	nearest town or	post office	••			12. County or Paris LEA	h	13. State NM			
 Distance from proportional location to nearest property or lease line. (Also to nearest drig. 	, ft.	200 feet	1	16. No of ac 20	res in lease	17. Spacii 320	ing Unit dedicated to this well					
 Distance from proporto nearest well, drillin applied for, on this let 	ig, completed,	855 feet		19. Propose o 2290 feet <i>i</i>	1 Depth / 22303 feet		/BIA Bond No. in file MB001478					
21. Elevations (Show who 3013 feet	ether DF, KDB,	RT, GL, etc.)		22. Approxii 19/01/2018	mate date work will	start*	23. Estimated duration 90 days					
			•	24. Attacl	hments							
The following, completed (as applicable)	l in accordance v	with the require	ments of C	Onshore Oil	and Gas Order No. 1	I, and the I	Iydraulic Fracturing	ule per 4	33 CFR 3162.3-3			
Well plat certified by a A Drilling Plan.	registered surve	yor.			4. Bond to cover the Item 20 above).	e operation	s unless covered by a	n existin	g bond on file (see			
3. A Surface Use Plan (if SUPO must be filed wi				Lands, the	Operator certific Such other site sp BLM.		mation and/or plans as	may be	requested by the			
25. Signature					(Printed/Typed)			Date				
(Electronic Submission	1)			Christi	e Hanna / Ph: (73	7)300-472	3	02/23/	2018			
Title Senior Engineering Te	chnician											
Approved by (Signature)				Name	(Printed/Typed)			Date				
(Electronic Submission					Layton / Ph: (575)2	234-5959	09/30/2019					
litle Assistant Field Manag	er Lands & Mir	nerals		1	Office CARLSBAD							
Application approval doe applicant to conduct oper Conditions of approval, i	ations thereon.	·	applicant l	holds legal o	or equitable title to the	hose rights	in the subject lease w	hich wo	uld entitle the			
Title 18 U.S.C. Section 1 of the United States any 1	001 and Title 43	U.S.C. Section						any depa	urtment or agency			
Och Rec	10/03/19	7				1010	Ka,	1110	7			

Approval Date: 09/30/2019

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(Continued on page 2)

*(Instructions on page 2)

INSTRUCTIONS

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

ITEM I: 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 wen, 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 directionany 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.

ITEM 24: If the proposal will involve hydraulic fracturing operations, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

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 wen 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 win 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 conects this information to anow 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 Conection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

(Form 3160-3, page 2)

Additional Operator Remarks

Location of Well

1. SHL: LOT O / 200 FSL / 1625 FEL / TWSP: 25S / RANGE: 36E / SECTION: 31 / LAT: 32.0801272 / LONG: -103.3009212 (TVD: 0 feet, MD: 0 feet)

PPP: NWSE / 1320 FSL / 1664 FEL / TWSP: 25S / RANGE: 36E / SECTION: 31 / LAT: 32.0832081 / LONG: -103.301052 (TVD: 12290 feet, MD: 13260 feet)

BHL: LOT B / 200 FNL / 1672 FEL / TWSP: 25S / RANGE: 36E / SECTION: 30 / LAT: 32.108065 / LONG: -103.30108 (TVD: 12290 feet, MD: 22303 feet)

BLM Point of Contact

Name: Ciji Methola

Title: GIS Support - Adjudicator

Phone: 5752345924

Email: cmethola@blm.gov

(Form 3160-3, page 3)

Review and Appeal Rights

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

(Form 3160-3, page 4)



Application for Permit to Drill

U.S. Department of the Interior Bureau of Land Management

Date Printed: 09/30/2019 03:00 PM

APD Package Report

APD ID: 10400027676 Well Status: AAPD

APD Received Date: 02/23/2018 03:50 PM Well Name: NANDINA FED COM 25 36 3

Operator: AMEREDEV OPERATING LLC Well Number: 126H

APD Package Report Contents

- Form 3160-3

- Operator Certification Report

- Application Report

- Application Attachments

-- Well Plat: 5 file(s)

- Drilling Plan Report

- Drilling Plan Attachments

-- Blowout Prevention Choke Diagram Attachment: 1 file(s)

-- Blowout Prevention BOP Diagram Attachment: 3 file(s)

-- Casing Design Assumptions and Worksheet(s): 12 file(s)

-- Hydrogen sulfide drilling operations plan: 1 file(s)

-- Proposed horizontal/directional/multi-lateral plan submission: 2 file(s)

-- Other Variances: 2 file(s)

- SUPO Report

- SUPO Attachments

-- Existing Road Map: 2 file(s)

-- New Road Map: 2 file(s)

-- Attach Well map: 1 file(s)

-- Production Facilities map: 6 file(s)

-- Water source and transportation map: 2 file(s)

-- Construction Materials source location attachment: 2 file(s)

-- Well Site Layout Diagram: 1 file(s)

-- Recontouring attachment: 1 file(s)

-- Other SUPO Attachment: 1 file(s)

- PWD Report

- PWD Attachments

-- None

- Bond Report
 Bond Attachments
 - -- None

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: Ameredev Operating LLC

LEASE NO.: | NMNM137469

WELL NAME & NO.: | Nandina Fed Com 25 36 31 126H

SURFACE HOLE FOOTAGE: 200'/S & 1625'/E **BOTTOM HOLE FOOTAGE** 200'/N & 1672'/E

LOCATION: | Section 31, T.25 S., R.36 E., NMPM

COUNTY: Lea County, New Mexico



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

A. HYDROGEN SULFIDE

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

B. CASING

- 1. The 13-3/8 inch surface casing shall be set at approximately 1160 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8** hours or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
 - 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.
- ❖ Special Capitan Reef requirements. If lost circulation (50% or greater) occurs below the Base of the Salt, the operator shall do the following:
 - Switch to fresh water mud to protect the Capitan Reef and use fresh water mud until setting the intermediate casing. The appropriate BLM office is to be notified for a PET to witness the switch to fresh water.
 - Daily drilling reports from the Base of the Salt to the setting of the intermediate casing are to be submitted to the BLM CFO engineering staff via e-mail by 0800 hours each morning. Any lost circulation encountered is to be recorded on these drilling reports. The daily drilling report should show mud volume per shift/tour. Failure to submit these reports will result in an Incidence of Non-Compliance being issued for failure to comply with the Conditions of Approval. If not already planned, the operator shall run a caliper survey for the intermediate well bore and submit to the appropriate BLM office.
- 2. The minimum required fill of cement behind the 9-5/8 inch 1st intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above.
- 3. The minimum required fill of cement behind the 7-5/8 inch 2nd intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above. Excess calculates to 21% additional cement might be required.

In the case of lost circulation, operator has proposed to pump down 9 5/8" X 7 5/8" annulus. Operator must run a CBL from TD of the 7 5/8" casing to surface. Submit results to the BLM.

Pilot hole is required to have a plug at the bottom of the hole. If two plugs are set, the BLM is to be contacted (575-361-2822) prior to tag of bottom plug, which must be a minimum of 200' in length. Operator can set one plug from bottom of pilot hole to kick-off point and save the WOC time for tagging the first plug. Note plug tops on subsequent drilling report.

- 4. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - Cement should tie-back at least 50 feet on top of Capitan Reef Top.
 Operator shall provide method of verification. Excess calculates to 23%
 additional cement might be required.

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.

Option 1:

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.

Option 2:

Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. 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.

- 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.

Variance approved to use a 5M annular. The annular must be tested to full working pressure (5000 psi.)

D. SPECIAL REQUIREMENT(S)

Communitization Agreement

• The operator will submit a Communitization Agreement to the Carlsbad Field Office, 620 E Greene St. Carlsbad, New Mexico 88220, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees

- of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

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 intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity 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.

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- 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.

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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.

NMK252018

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PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

Pad 1:

Nandina Fed Com 25 36 31 104H:

Surface Hole Location: 230' FSL & 2328' FWL, Section 31, T. 25 S., R. 36 E. Bottom Hole Location: 50' FNL & 2318' FWL, Section 30, T. 25 S., R. 36 E.

Nandina Fed Com 25 36 31 114H:

Surface Hole Location: 230' FSL & 2348' FWL, Section 31, T. 25 S., R. 36 E. Bottom Hole Location: 50' FNL & 2318' FWL, Section 30, T. 25 S., R. 36 E.

Nandina Fed Com 25 36 31 124H:

Surface Hole Location: 230' FSL & 2368' FWL, Section 31, T. 25 S., R. 36 E. Bottom Hole Location: 50' FNL & 2318' FWL, Section 30, T. 25 S., R. 36 E.

Goldenbell Fed Com 26 36 06 104H:

Surface Hole Location: 230' FSL & 2268' FWL, Section 31, T. 25 S., R. 36 E. Bottom Hole Location: To Be Determined

Goldenbell Fed Com 26 36 06 114H:

Surface Hole Location: 230' FSL & 2288' FWL, Section 31, T. 25 S., R. 36 E. Bottom Hole Location: To Be Determined

Goldenbell Fed Com 26 36 06 124H:

Surface Hole Location: 230' FSL & 2308' FWL, Section 31, T. 25 S., R. 36 E. Bottom Hole Location: To Be Determined

Pad 2:

Nandina Fed Com 25 36 31 106H:

Surface Hole Location: 230' FSL & 390' FWL, Section 31, T. 25 S., R. 36 E. Bottom Hole Location: To Be Determined

Nandina Fed Com 25 36 31 116H:

Surface Hole Location: 230' FSL & 410' FWL, Section 31, T. 25 S., R. 36 E. Bottom Hole Location: To Be Determined

Nandina Fed Com 25 36 31 126H:

Surface Hole Location: 230' FSL & 430' FWL, Section 31, T. 25 S., R. 36 E. Bottom Hole Location: 200' FNL & 380' FWL, Section 30, T. 25 S., R. 36 E.

Goldenbell Fed Com 26 36 06 106H:

Surface Hole Location: 230' FSL & 370' FWL, Section 31, T. 25 S., R. 36 E. Bottom Hole Location: To Be Determined

Goldenbell Fed Com 26 36 06 116H:

Surface Hole Location: 230' FSL & 350' FWL, Section 31, T. 25 S., R. 36 E. Bottom Hole Location: To Be Determined

Goldenbell Fed Com 26 36 06 126H:

Surface Hole Location: 230' FSL & 370' FWL, Section 31, T. 25 S., R. 36 E.

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Bottom Hole Location: To Be Determined

Pad 3:

Goldenbell Fed Com 26 36 06 122H:

Surface Hole Location: 200' FNL & 1040' FWL, Section 31, T. 25 S., R. 36 E. Bottom Hole Location: To Be Determined

Goldenbell Fed Com 26 36 06 112H:

Surface Hole Location: 200' FNL & 1020' FWL, Section 31, T. 25 S., R. 36 E. Bottom Hole Location: To Be Determined

Goldenbell Fed Com 26 36 06 102H:

Surface Hole Location: 200' FNL & 1000' FWL, Section 6, T. 26 S., R. 36 E. Bottom Hole Location: 50' FSL & 1026' FWL, Section 7, T. 26 S., R. 36 E.

Goldenbell Fed Com 26 36 06 091H:

Surface Hole Location: 200' FNL & 980' FWL, Section 31, T. 25 S., R. 36 E. Bottom Hole Location: To Be Determined

Goldenbell Fed Com 26 36 06 081H:

Surface Hole Location: 200' FNL & 970' FWL, Section 31, T. 25 S., R. 36 E. Bottom Hole Location: To Be Determined

Goldenbell Fed Com 26 36 06 071H:

Surface Hole Location: 200' FNL & 950' FWL, Section 31, T. 25 S., R. 36 E. Bottom Hole Location: To Be Determined

Pad 4:

Nandina Fed Com 25 36 31 077H:

Surface Hole Location: 230' FSL & 690' FEL, Section 6, T. 25 S., R. 36 E. Bottom Hole Location: To Be Determined

Nandina Fed Com 25 36 31 097H:

Surface Hole Location: 230' FSL & 670' FEL, Section 6, T. 25 S., R. 36 E. Bottom Hole Location: To Be Determined.

Nandina Fed Com 25 36 31 087H:

Surface Hole Location: 230' FNL & 650' FEL, Section 6, T. 26 S., R. 36 E. Bottom Hole Location: 50' FNL & 660' FEL, Section 30, T. 25 S., R. 36 E.

Goldenbell Fed Com 26 36 06 097H:

Surface Hole Location: 230' FSL & 630' FEL, Section 6, T. 25 S., R. 36 E. Bottom Hole Location: To Be Determined

Goldenbell Fed Com 26 36 06 087H:

Surface Hole Location: 230' FSL & 610' FEL, Section 6, T. 25 S., R. 36 E. Bottom Hole Location: To Be Determined

Goldenbell Fed Com 26 36 06 077H:

Surface Hole Location: 230' FSL & 590' FWL, Section 6, T. 25 S., R. 36 E. Bottom Hole Location: To Be Determined.

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I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

IV. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

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V. SPECIAL REQUIREMENT(S)

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

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

Hydrology:

The entire well pad(s) will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad. The compacted berm shall be constructed at a minimum of 12 inches with impermeable mineral material (e.g. caliche). Topsoil shall not be used to construct the berm. No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad. The integrity of the berm shall be maintained around the surfaced pad throughout the life of the well and around the downsized pad after interim reclamation has been completed. Any water erosion that may occur due to the construction of the well pad during the life of the well will be quickly corrected and proper measures will be taken to prevent future erosion. Stockpiling of topsoil is required. The top soil shall be stockpiled in an appropriate location to prevent loss of soil due to water or wind erosion and not used for berming or erosion control. If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.

Tank battery locations will be lined and bermed. A 20 mil permanent liner will be installed with a 4 oz. felt backing to prevent tears or punctures. Tank battery berms must be large enough to contain 1 ½ times the content of the largest tank or 24 hour production, whichever is greater. Automatic shut off, check valves, or similar systems will be installed for tanks to minimize the effects of catastrophic line failures used in production or drilling.

When crossing ephemeral drainages the pipeline(s) will be buried to a minimum depth of 48 inches from the top of pipe to ground level. Erosion control methods such as gabions and/or rock aprons should be placed on both up and downstream sides of the pipeline

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crossing. In addition, curled (weed free) wood/straw fiber wattles/logs and/or silt fences should be placed on the downstream side for sediment control during construction and maintained until soils and vegetation have stabilized. Water bars should be placed within the ROW to divert and dissipate surface runoff. A pipeline access road is not permitted to cross these ephemeral drainages. Traffic should be diverted to a preexisting route. Additional seeding may be required in floodplains and drainages to restore energy dissipating vegetation.

Prior to pipeline installation/construction a leak detection plan will be developed. The method(s) could incorporate gauges to detect pressure drops, situating valves and lines so they can be visually inspected periodically or installing electronic sensors to alarm when a leak is present. The leak detection plan will incorporate an automatic shut off system that will be installed for proposed pipelines to minimize the effects of an undesirable event.

Any water erosion that may occur due to the construction of overhead electric line and during the life of the power line will be quickly corrected and proper measures will be taken to prevent future erosion. A power pole should not be placed in drainages, playas, wetlands, riparian areas, or floodplains and must span across the features at a distance away that would not promote further erosion.

Temporary Fresh Water Frac Line: once the temporary use exceeds the timeline of 180 days and/or with a 90 day extension status; further analysis will be required if the applicant pursues to turn the temporary ROW into a permanent ROW.

VI. CONSTRUCTION

A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (575) 234-5909 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

B. TOPSOIL

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

C. CLOSED LOOP SYSTEM

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

D. FEDERAL MINERAL MATERIALS PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

E. WELL PAD SURFACING

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

F. EXCLOSURE FENCING (CELLARS & PITS)

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Exclosure Fencing

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

G. ON LEASE ACCESS ROADS

Road Width

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

Surfacing

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

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

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

Crowning

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

Ditching

Ditching shall be required on both sides of the road.

Turnouts

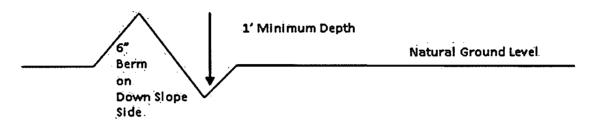
Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

Drainage

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outsloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

Cross Section of a Typical Lead-off Ditch



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

400 foot road with 4% road slope:
$$\frac{400'}{4\%}$$
 + 100' = 200' lead-off ditch interval

Cattle guards

An appropriately sized cattle guard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattle guards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattle guards that are in place and are utilized during lease operations.

Fence Requirement

Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Public Access

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

Construction Steps

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

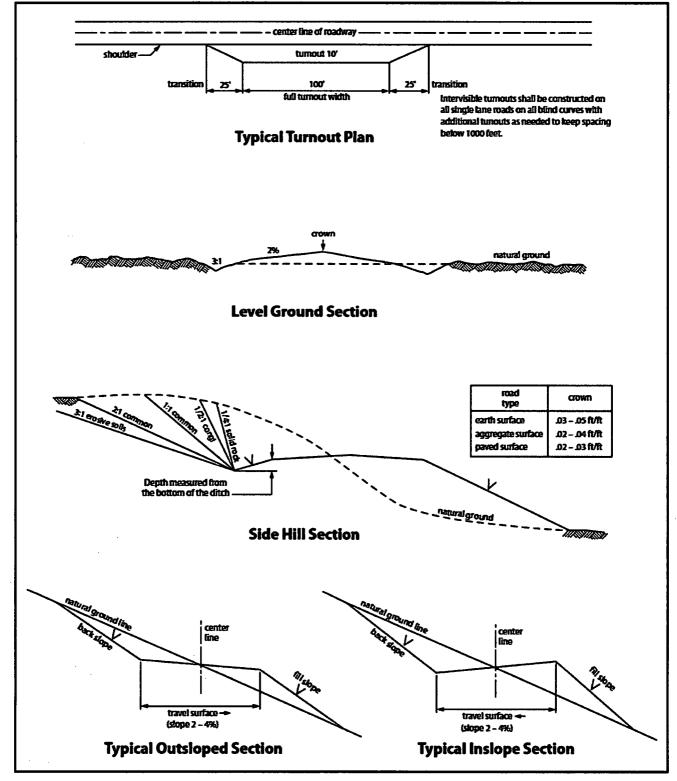


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

VII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

Exclosure Netting (Open-top Tanks)

Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps.

Chemical and Fuel Secondary Containment and Exclosure Screening

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

Open-Vent Exhaust Stack Exclosures

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

Containment Structures

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

Painting Requirement

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

B. PIPELINES

BURIED PIPELINE STIPULATIONS

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

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

- 1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C.6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
- 4. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure

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of holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.

- 5. All construction and maintenance activity will be confined to the authorized right-of-way.
- 6. The pipeline will be buried with a minimum cover of 36 inches between the top of the pipe and ground level.
- 7. The maximum allowable disturbance for construction in this right-of-way will be 30 feet:
 - Blading of vegetation within the right-of-way will be allowed: maximum width of blading operations will not exceed <u>30</u> feet. The trench is included in this area. (Blading is defined as the complete removal of brush and ground vegetation.)
 - Clearing of brush species within the right-of-way will be allowed: maximum width of clearing operations will not exceed 30 feet. The trench and bladed area are included in this area. (Clearing is defined as the removal of brush while leaving ground vegetation (grasses, weeds, etc.) intact. Clearing is best accomplished by holding the blade 4 to 6 inches above the ground surface.)
 - The remaining area of the right-of-way (if any) shall only be disturbed by compressing the vegetation. (Compressing can be caused by vehicle tires, placement of equipment, etc.)
- 8. The holder shall stockpile an adequate amount of topsoil where blading is allowed. The topsoil to be stripped is approximately ___6__ inches in depth. The topsoil will be segregated from other spoil piles from trench construction. The topsoil will be evenly distributed over the bladed area for the preparation of seeding.
- 9. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
- 10. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in rows, piles, or berms, unless otherwise approved by the Authorized Officer. The entire right-of-way shall be recontoured to match the surrounding landscape. The backfilled soil shall be compacted and a 6 inch berm will be left over the ditch line to allow for settling back to grade.
- 11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.

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The holder will reseed all disturbed areas. ding requirements, using the following seed	Seeding will be done according to the attached mix.
() seed mixture 1 () seed mixture 2	() seed mixture 3 () seed mixture 4

(X) seed mixture 2/LPC

13. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "Standard Environmental Colors" – **Shale Green**, Munsell Soil Color No. 5Y 4/2.

() Aplomado Falcon Mixture

- 14. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. All signs and information thereon will be posted in a permanent, conspicuous manner, and will be maintained in a legible condition for the life of the pipeline.
- 15. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder before maintenance begins. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway. As determined necessary during the life of the pipeline, the Authorized Officer may ask the holder to construct temporary deterrence structures.
- 16. Any cultural and/or paleontological resources (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.
- 17. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes associated roads, pipeline corridor and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.
- 18. <u>Escape Ramps</u> The operator will construct and maintain pipeline/utility trenches [that are not otherwise fenced, screened, or netted] to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps, ladders, or other methods of avian and terrestrial wildlife escape in the trenches according to the following criteria:
 - a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench
 - **b.** For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.

VIII. INTERIM RECLAMATION

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

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

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

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

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

IX. FINAL ABANDONMENT & RECLAMATION

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

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

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

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Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well.

Seed Mixture for LPC Sand/Shinnery Sites

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

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

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

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

^{*}Pounds of pure live seed:

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



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

©perator 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: Christie Hanna Signed on: 10/26/2018

Title: Senior Engineering Technician

Street Address: 5707 Southwest Parkway, Building 1, Suite 275

City: Austin State: TX Zip: 78735

Phone: (737)300-4723

Email address:

Email address: channa@ameredev.com

Field Representative

Representative Name:		
Street Address:		
City:	State:	Zip:
Phone:		



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

Application Data Report

APD ID: 10400027676

Submission Date: 02/23/2018

Operator Name: AMEREDEV OPERATING LLC

Well Name: NANDINA FED COM 25 36 31

Well Type: OIL WELL

Well Number: 126H

Well Work Type: Drill

Show Final Text

Section 1 - General

APD ID:

10400027676

Tie to previous NOS? Y

Submission Date: 02/23/2018

BLM Office: CARLSBAD

User: Christie Hanna

Title: Senior Engineering Technician

Federal/Indian APD: FED

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

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? NO

Permitting Agent? YES

APD Operator: AMEREDEV OPERATING LLC

Operator letter of designation:

Operator Info

Operator Organization Name: AMEREDEV OPERATING LLC

Operator Address: 5707 Southwest Parkway, Building 1, Suite 275

Operator PO Box:

Zip: 78735

Operator City: Austin

State: TX

Operator Phone: (737)300-4700

Operator Internet Address:

Section 2 - Well Information

Well in Master Development Plan? NO

Master Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

Well Name: NANDINA FED COM 25 36 31

Well Number: 126H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: WC-025 G-09

Pool Name: WOLFCAMP

S263619C

COUPAGE 2 LICEARI E MATED MATLIDAL CAC COS OIL

Operator Name: AMEREDEV OPERATING LLC

Well Name: NANDINA FED COM 25 36 31

Well Number: 126H

Is the proposed well in an area containing other mineral resources? USEABLE WATER, NATURAL GAS, CO2, OIL

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: 126H

Well Class: HORIZONTAL

Number of Legs: 1

NANDINA

Well Work Type: Drill

Well Type: OIL WELL

Describe Well Type:

Well sub-Type: INFILL

Describe sub-type:

Distance to town: 6.6 Miles Distance to nearest well: 3855 FT Distance to lease line: 200 FT

Reservoir well spacing assigned acres Measurement: 320 Acres

Well plat:

NANDINA_FED_COM_25_36_31_126H___BLM_LEASES_20180814135215.pdf

NANDINA_FED_COM_25_36_31_126H___C_102_SIG_20180814135220.pdf

NANDINA_FED_COM_25_36_31_126H___VICINITY_MAP_20180814135226.pdf

NANDINA_FED_COM_25_36_31_126H___EXHIBIT_2A___2B_20180814135807.pdf

NANDINA FED COM 25 36 31 126H GAS CAPTURE PLAN 20180814140215.pdf

Well work start Date: 09/01/2018

Duration: 90 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

Survey number: 19642

Reference Datum:

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	DVT
SHL Leg #1	200	FSL	162 5	FEL	258	36E	31	Lot O	32.08012 72	- 103.3009 212	LEA	NEW MEXI CO	NEW MEXI CO		NMNM 137469	301 3	0	0

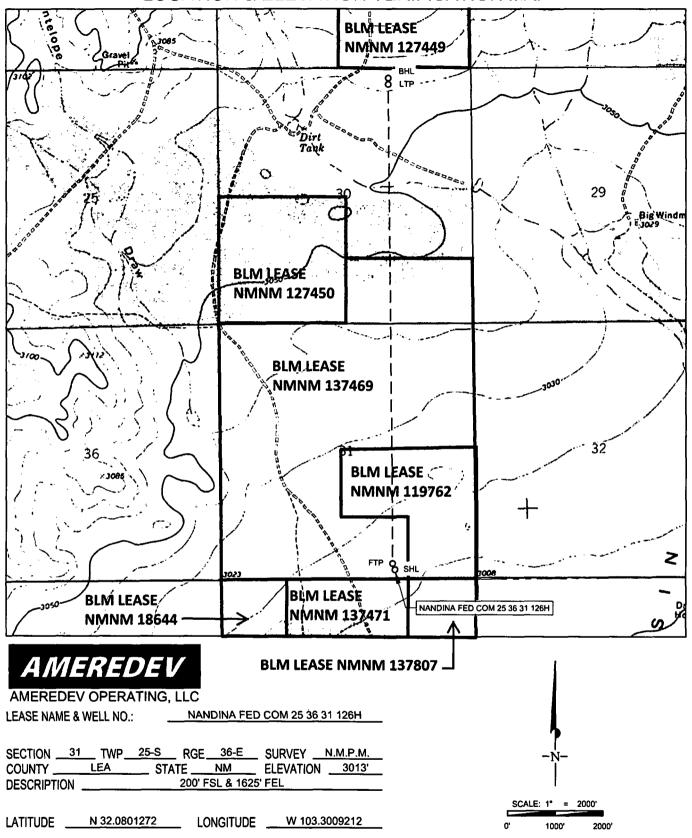
Operator Name: AMEREDEV OPERATING LLC

Well Name: NANDINA FED COM 25 36 31

Well Number: 126H

	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	ΔΛΤ
KOP Leg #1	110	FSL	158 6	FEL	25S	36E	31	Aliquot SWSE	32.07987 99	- 103.3007 945	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 137469	- 870 4	117 18	117 17
PPP Leg #1	132 0	FSL	166 4	FEL	258	36E	31	Aliquot NWSE	32.08320 81	- 103.3010 52	LEA		NEW MEXI CO	F	NMNM 119762	- 927 7	132 60	122 90
EXIT Leg #1	200	FNL	167 2	FEL	258	36E	30	Lot B	32.10806 5	- 103.3010 8	LEA		NEW MEXI CO	F	FEE	- 927 7	223 03	122 90
BHL Leg #1	200	FNL	167 2	FEL	25S	36E	30	Lot B	32.10806 5	- 103.3010 8	LEA		NEW MEXI CO	F	FEE	- 927 7	223 03	122 90

LOCATION & ELEVATION VERIFICATION MAP



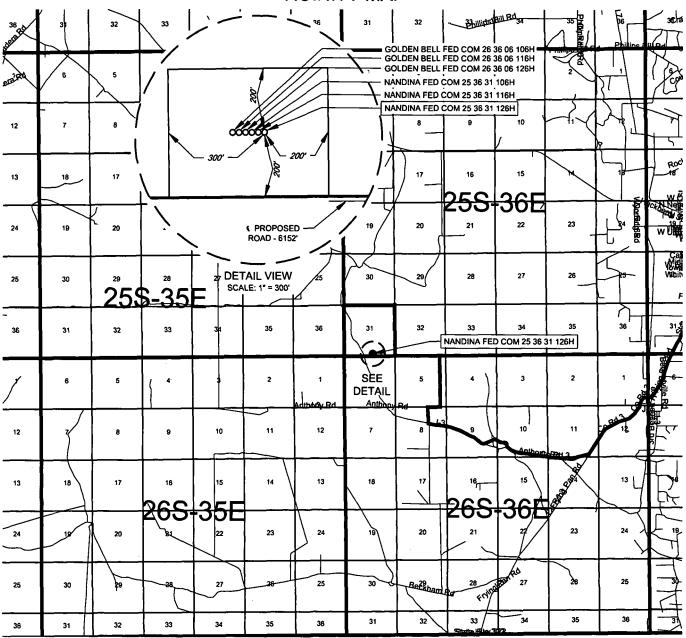
THIS EASEMENT/SERVITUDE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY AMEREDEV OPERATING LLC. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.

ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM OF 1983, EAST ZONE, U.S. SURVEY FEET.



TELEPHONE: (817) 744-7512 - FAX (817) 744-7554
2903 NORTH BIG SPRING - MIDLAND, TEXAS 79705
TELEPHONE: (432) 682-1853 OR (800) 787-1653 - FAX (432) 682-1743
WWW.TOPOGRAPHIC.COM

EXHIBIT 2 VICINITY MAP



AMEREDEV

AMEREDEV OPERATING, LLC

NANDINA FED COM 25 36 31 126H LEASE NAME & WELL NO .:

SECTION __31 TWP __25-S 36-E SURVEY N.M.P.M. LEA COUNTY STATE NM 200' FSL & 1625' FEL DESCRIPTION

DISTANCE & DIRECTION

FROM INT. OF 3RD ST./NM-205/FRYING PAN RD. & NM-128, HEAD SOUTH ON 3RD ST./NM-205/FRYING PAN RD. ±5.6 MILES, THENCE WEST (RIGHT) ON ANTHONY RD. ±3.4 MILES, THENCE NORTH (RIGHT) TO CONTINUE ON ANTHONY RD. ±0.3 MILES, THENCE EAST (RIGHT) ON PIPELINE RD. ±0.3 MILES, THENCE NORTH (LEFT) ON A LEASE RD. ±1.0 MILES, THENCE WEST (LEFT) ON A LEASE RD. ±6152 FEET TO A POINT ±320 FEET SOUTHEAST OF THE LOCATION

THIS EASEMENT/SERVITUDE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY AMEREDEV OPERATING LLC. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.

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AMEREDEV OPERATING, LLC EXHIBIT 2A

SECTION 31, TOWNSHIP 25-S, RANGE 36-E, N.M.P.M. LEA COUNTY, NEW MEXICO

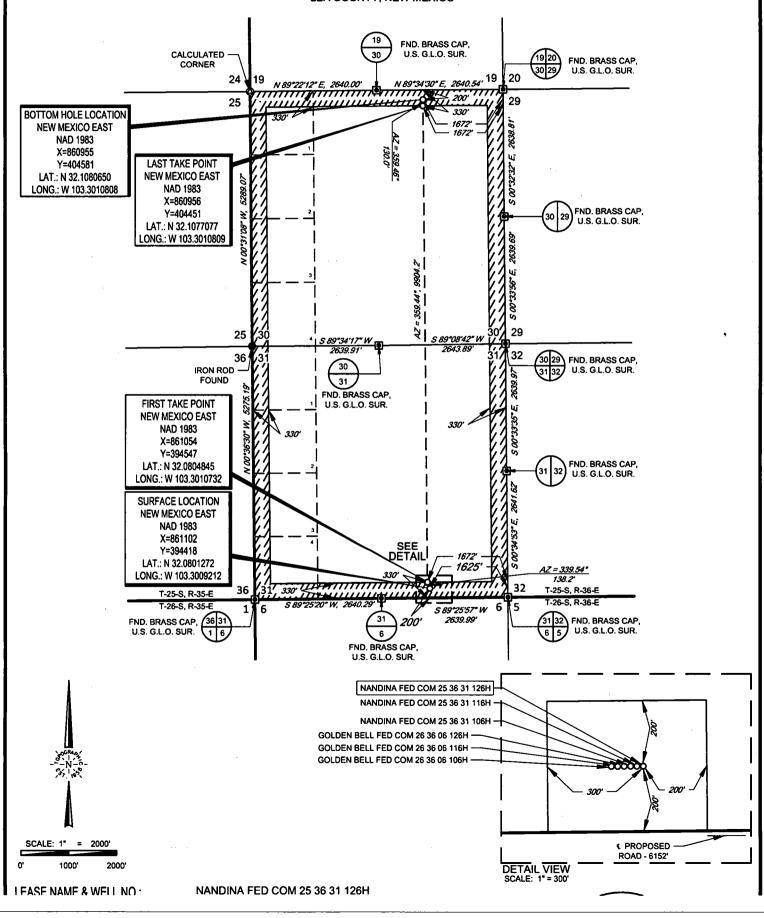
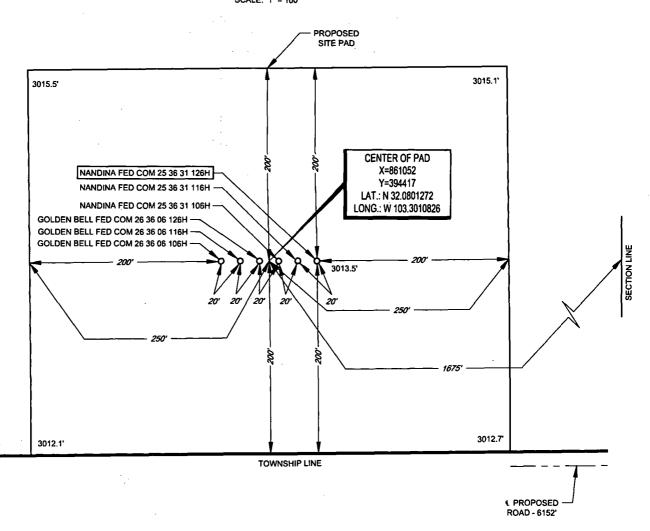


EXHIBIT 2B



AMEREDEV OPERATING, LLC

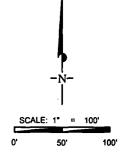
SECTION 31, TOWNSHIP 25-S, RANGE 36-E, N.M.P.M. LEA COUNTY, NEW MEXICO DETAIL VIEW SCALE: 1" = 100"



LEASE NAME & WELL NO.: NANDINA FED COM 25 36 31 126H

126H LATITUDE N 32.0801272 126H LONGITUDE W 103.3009212

CENTER OF PAD IS 200' FSL & 1675' FEL



ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM OF 1983, EAST ZONE, U.S. SURVEY FEET

THIS PROPOSED PAD SITE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY AMEREDEV OPERATING LLC. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.



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

Drilling Plan Data Report

09/30/2019

APD ID: 10400027676

Submission Date: 02/23/2018

Operator Name: AMEREDEV OPERATING LLC

Well Name: NANDINA FED COM 25 36 31

Well Number: 126H

Show Final Text

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

Formation			True Vertical	Measured		-	Producing
ID	Formation Name	Elevation	Depth	Depth	Lithologies	Mineral Resources	Formation
1	RUSTLER ANHYDRITE	3013	1035	1035	ANHYDRITE	NONE	N
2	SALADO	1501	1512	1512	SALT	NONE	N
3	TANSILL	-382	3395	3395	LIMESTONE	NONE	N
4	CAPITAN REEF	-793	3806	3806	LIMESTONE	USEABLE WATER	N
5	LAMAR	-2027	5040	5040	LIMESTONE	NONE	N
6	BELL CANYON	-2134	5147	5147	SANDSTONE	NATURAL GAS,OIL	N
7	BRUSHY CANYON	-4209	7222	7222	SANDSTONE	NATURAL GAS,OIL	N
8	BONE SPRING LIME	-5316	8329	8329	LIMESTONE	NONE	N
9	BONE SPRING 1ST	-6656	9669	9669	SANDSTONE	NATURAL GAS,OIL	N
10	BONE SPRING 2ND	-7210	10223	10223	SANDSTONE	NATURAL GAS,OIL	N
11	BONE SPRING 3RD	-7744	10757	10757	LIMESTONE	NATURAL GAS,OIL	N
12	BONE SPRING 3RD	-8345	11358	11358	SANDSTONE	NATURAL GAS,OIL	N
13	WOLFCAMP	-8621	11634	11634	SHALE	NATURAL GAS,OIL	N
14	WOLFCAMP	-8927	11940	11940	SHALE	NATURAL GAS,OIL	Y

Section 2 - Blowout Prevention

Well Name: NANDINA FED COM 25 36 31

Well Number: 126H

Pressure Rating (PSI): 10M

Rating Depth: 15000

Equipment: 10M BOPE SYSTEM WILL BE USED AFTER THE SURFACE CASING IS SET. A KELLY COCK WILL BE KEPT IN THE DRILL STRING AT ALL TIMES. A FULL OPENING DRILL PIPE STABBING VALVE WITH PROPER DRILL STRING AND ALL TIMES.

PIPE CONNECTIONS WILL BE ON THE RIG FLOOR AT ALL TIMES.

Requesting Variance? YES

Variance request: Co-Flex Choke Line

Testing Procedure: See attachment

Choke Diagram Attachment:

10M_Choke_Manifold_20180815142738.pdf

BOP Diagram Attachment:

5M_BOP_System_20181026130824.pdf

Pressure_Control_Plan_Pad_Well_MB4_Preset_BLM__002__20181026130824.pdf

4_String_MB_Ameredev_Wellhead_Drawing_net_REV_20181026130835.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	1160	0	1160	3013		1160	J-55		OTHER - BTC	1.88	0.9	DRY	14.3 8	DRY	13.5
2	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	5090	0	5087	3013		l .	HCL -80	1	OTHER - BTC	1.39	0.9	DRY	5.12	DRY	4.5
3	INTERMED IATE	8.75	7.625	NEW	API	N	0	11720	0	11717	3013		11720	HCP -110		OTHER - FJM	1.05	1.19	DRY	1.85	DRY	2.7
	PRODUCTI ON	6.75	5.5	NEW	API	N	0	22299	0	12290	3013		22299	P- 110		OTHER - CYHP TMK- UP SF TORQ	1.68	1.8	DRY	2.66	DRY	2.96

Casing Attachments

Well Name: NANDINA FED COM 25 36 31

Well Number: 126H

Casing	Attac	hment	S
--------	-------	-------	---

Casing ID: 1

String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

NANDINA_FED_COM_25_36_31_126H___CASING_DESIGN_ASSUMPTIONS_20180814150753.pdf

13.375_54.50_J55_SEAH_20181026131557.pdf

NANDINA_FED_COM_25_36_31_126H___WELLBORE_SCHEMATIC_20181026131608.pdf

Casing ID: 2

String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

NANDINA_FED_COM_25_36_31_126H___CASING_DESIGN_ASSUMPTIONS_20180814151047.pdf

NANDINA_FED_COM_25_36_31_126H___WELLBORE_SCHEMATIC_20181026131956.pdf

9625_40_SeAH80HC_4100_Collapse_20181026132007.pdf

Well Name: NANDINA FED COM 25 36 31

Well Number: 126H

Casing Attachments

Casing ID: 3

String Type:INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

NANDINA_FED_COM_25_36_31_126H___CASING_DESIGN_ASSUMPTIONS_20180814151258.pdf
7.625_29.70_P110HC_LIBERTY_FJM_20181026132021.pdf
NANDINA_FED_COM_25_36_31_126H___WELLBORE_SCHEMATIC_20181026132029.pdf

Casing ID: 4

String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

NANDINA_FED_COM_25_36_31_126H___CASING_DESIGN_ASSUMPTIONS_20180814151530.pdf

NANDINA_FED_COM_25_36_31_126H___WELLBORE_SCHEMATIC_20181026132105.pdf

TMK_UP_SF_TORQ____5.500in_x_20.00__P_110_CYHP_20181026132114.pdf

Section 4 - Cement

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	776	710	1.89	12.9	1343. 32	100	Class C	Bentonite, Retarder, Kolseal, Defoamer, Celloflake

Well Name: NANDINA FED COM 25 36 31 Well

Well Number: 126H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Tail		776	1160	200	1.33	14.8	266.4	100	Class C	None
INTERMEDIATE	Lead		0	3598	1025	1.88	12.9	1924. 95	50	Class C	Bentonite, Salt, Kolseal, Defoamer, Celloflake
INTERMEDIATE	Tail		3598	5090	350	1.33	14.8	466.9	50	Class C	None
INTERMEDIATE	Lead		3756	1048 8	307	2.85	11	873.4 2	25	Class H	Bentonite, Retarder, Kolseal, Defoamer, Celloflake, Anti-settling Expansion Additive
INTERMEDIATE	Tail		1048 8	1172 0	100	1.24	14.5	123.7	25	Class H	Bentonite, Retarder, Dispersant, Fluid Loss
PRODUCTION	Lead		1122 0	2229 9	945	1.22	14.5	1155. 74	25	Class H	Retarder, Kolseal, Defoamer, Celloflake, Expansion Additive

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

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

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

Describe what will be on location to control well or mitigate other conditions: All necessary supplies (e. g., bentonite, cedar bark) for fluid control will be on site.

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 pump rate.

Circulating Medium Table

Mud Typ Max Weight Max Weight Max Weight Max Weight Max Weight Max Weight PH PH Filtration Additional (

Well Name: NANDINA FED COM 25 36 31

Well Number: 126H

Top Depth	Bottom Depth	Mud Type	Min Weight (ibs/gal)	Max Weight (Ibs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	Н	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	1160	WATER-BASED MUD	8.6	10				·			
1160	5087	SALT SATURATED	10	11.5							
5087	1171 7	OTHER : CUT BRINE	8.9	10.5							
1171 7	1229 0	OIL-BASED MUD	11.5	12.5							

Section 6 - Test, Logging, Coring

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

A directional survey, measurement while drilling and a mudlog/geologic lithology log will all be run from surface to TD.

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

DS,MWD,MUDLOG

Coring operation description for the well:

No coring will be done on this well.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 5000

Anticipated Surface Pressure: 2296.19

Anticipated Bottom Hole Temperature(F): 160

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:

H2S_Plan_20180814155548.pdf

Well Name: NANDINA FED COM 25 36 31

Well Number: 126H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Nandina_Fed_Com_25_36_31_126H_Plan_1_20180814155607.pdf

Pressure_Control_Plan_Pad_Well_MB4_Preset_BLM__002__20181026132716.pdf

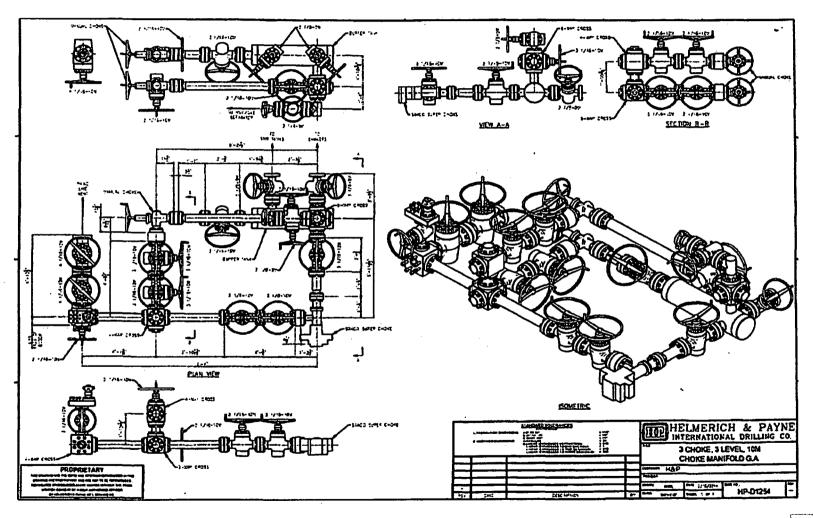
Other proposed operations facets description:

Other proposed operations facets attachment:

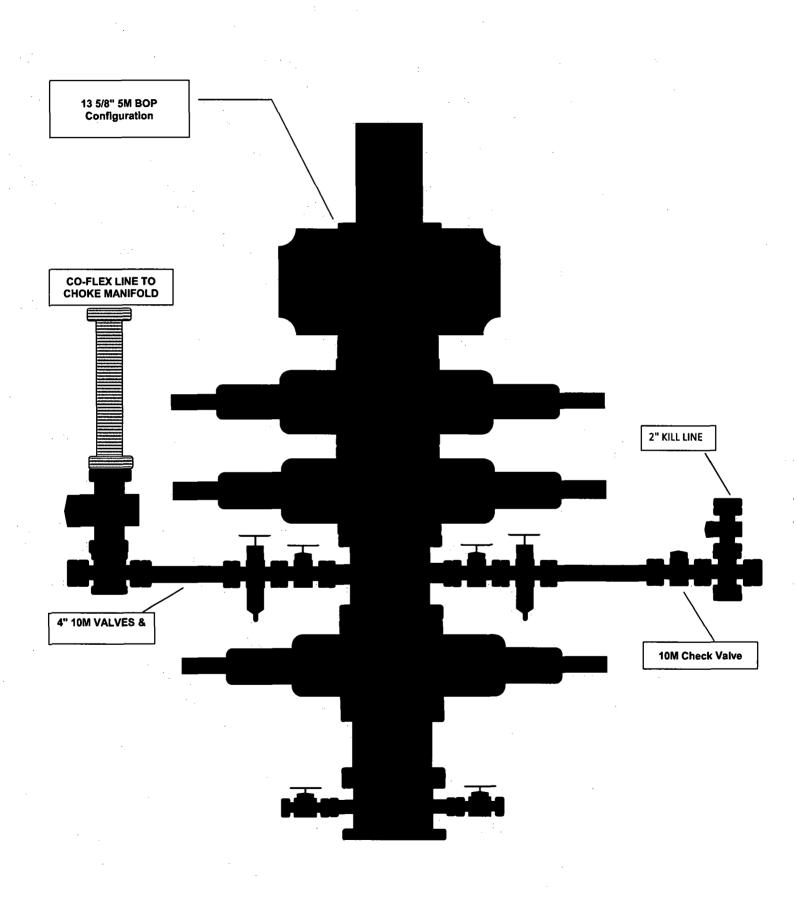
Other Variance attachment:

10M Choke Manifold

10M Choke Manifold









Pressure Control Plan

Pressure Control Equipment

- Ameredev will utilize a drilling rig not capable of drilling to TD to preset Surface Casing.
- Following setting of 13-3/8" Surface Casing Ameredev will install 13-5/8 MB4 Multi Bowl Casing Head by welding on a 13-5/8 SOW x 13-5/8" 5M in combination with 13-5/8 5M x 13-5/8 10M B-Sec to Land Intm #1 and a 13-5/8 10M x 13-5/8 10M shouldered to land C-Sec to Land Intm #2 (Installation procedure witnessed and verified by a manufacturer's representative).
- Casing will be tested to 1500psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No. 2.
- Ameredev will install Dry Hole Cap and install Pressure gauges to monitor. Ameredev will Suspend Operations to Mob to Adjacent Wells and Drill Surface
- Ameredev will Mobilize Rig capable of drilling to TD. (Rig Capable of Drilling to TD will not Mobilize until all wells on Drilling Pad have reached TD and Tubing Head installed and Tested) Ameredev will install a 5M System Blowout Preventer (BOPE) with a 5M Annular Preventer and related equipment (BOPE). Full testing will be performed utilizing a full isolation test plug and limited to 5,000psi MOP of MB4 Multi Bowl Casing Head. Pressure will be held for 10 min or until provisions of test are met on all valves and rams. The 5M Annular Preventer will be tested to 50% of approved working pressure (2,500psi). Casing will be tested to 1500psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No. 2.</p>
- Setting of 9-5/8" Intermediate #1 will be done by landing a wellhead hanger in the 13-5/8" 5M Bowl, Cementing and setting Well Head Packing seals and testing same. (Installation procedure witnessed and verified by a manufacturer's representative) Casing will be tested to 1500psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No. 2.</p>
- Full testing will be performed utilizing a full isolation test plug and limited to 5,000psi MOP of MB4 Multi Bowl Casing Head. Pressure will be held for 10 min or until provisions of test are met on all valves and rams. The 5M Annular Preventer will be tested to 50% of approved working pressure (2,500psi). Casing will be tested to 1500psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No. 2.</p>



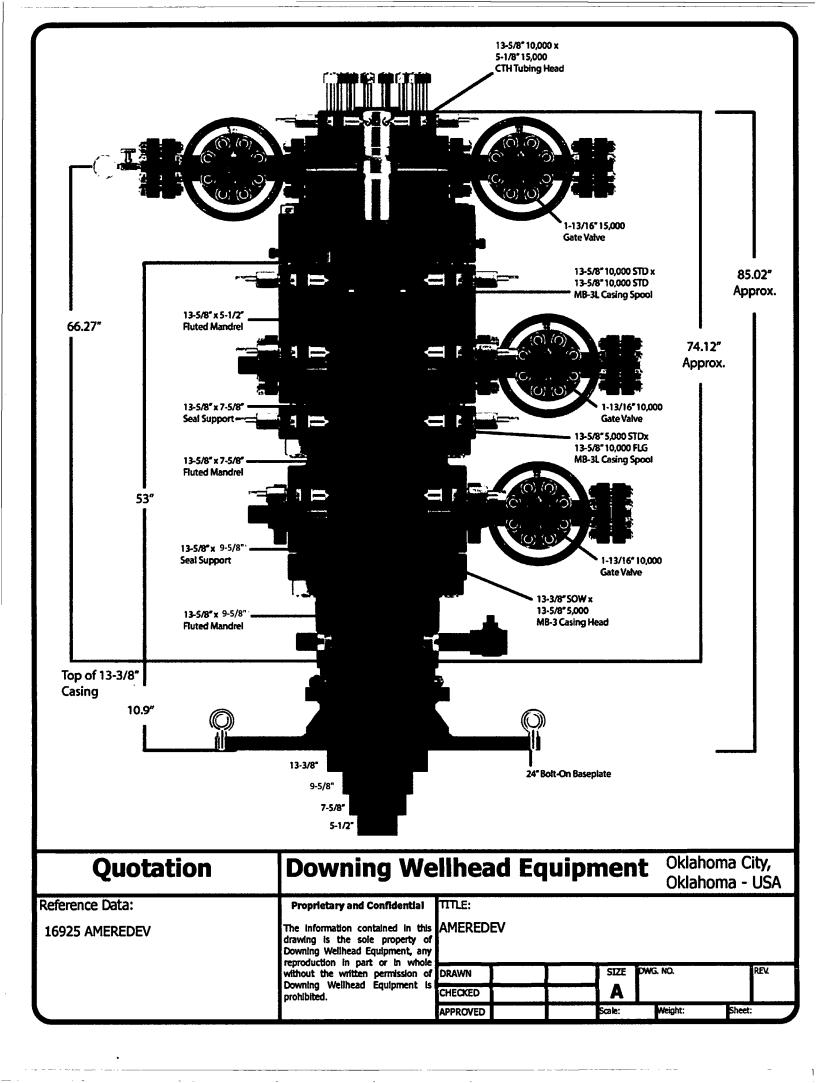
Pressure Control Plan

- Before drilling >20ft of new formation under the 9-5/8" Casing Shoe a pressure integrity test of the Casing Shoe will be performed to minimum of the MWE anticipated to control formation pressure to the next casing depth.
- Setting of 7-5/8" Intermediate #2 will be done by landing a wellhead hanger in the 13-5/8" 5M Bowl, Cementing and setting Well Head Packing seals and testing same. (Installation procedure witnessed and verified by a manufacturer's representative) Casing will be tested to 1500psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No. 2.
- Full testing will be performed utilizing a full isolation test plug and limited to 10,000psi MOP of MB4 Multi Bowl Casing Head. Pressure will be held for 10 min or until provisions of test are met on all valves and rams. The 5M Annular Preventer will be tested to 100% of approved working pressure (5,000psi). Casing will be tested to 1500psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No.
 2.
- Before drilling >20ft of new formation under the 7-5/8" Casing Shoe a pressure integrity test of
 the Casing Shoe will be performed to minimum of the MWE anticipated to control formation
 pressure to the next casing depth.
- Following setting of 5-1/2" Production Casing and adequate WOC time Ameredev will break 5M System Blowout Preventer (BOP) from 10M DOL-2 Casing Head, install annulus casing slips and test same (Installation procedure witnessed and verified by a manufacturer's representative) and install 11" 10M x 5-1/8" 15M Tubing Head (Installation procedure witnessed and verified by a manufacturer's representative). Ameredev will test head to 70% casing design and install Dry Hole cap with needle valve and pressure gauge to monitor well awaiting completion.
- Slow pump speeds will be taken daily by each crew and recorded on Daily Drilling Report after mudding up.
- A choke manifold and accumulator with floor and remote operating stations will be functional and in place after installation of BOPE, as well as full functioning mud gas separator.
- Weekly BOPE pit level drills will be conducted by each crew and recorded on Daily Drilling Report.
- BOP will be fully operated when out of hole and will be documented on the daily drilling log.
- All B.O.P.s and associated equipment will be tested in accordance with Onshore Order #2
- All B.O.P. testing will be done by an independent service company.



Pressure Control Plan

- The B.O.P. will be tested within 21 days of the original test if drilling takes more time than planned.
- Ameredev requests a variance to connect the B.O.P. choke outlet to the choke manifold using a
 co-flex hose with a 10,000 psi working pressure that has been tested to 15,000psi and is built to
 API Spec 16C. Once the flex line is installed it will be tied down with safety clamps. (certifications
 will be sent to Carlsbad BLM Office prior to install)



Casing Design and Safety Factor Check

	Casing Specifications										
Segment	Hole ID	Depth	OD	Weight	Grade	Coupling					
Surface	17.5	1,160'	13.375	54.5	J-55	BTC					
Int #1	12.25	5,090'	9.625	40	HCL-80	BTC					
Int #2	8.75	11,720'	7.625	29.7	HCP-110	FJM					
Prod Segment A	6.75	11,720'	5.5	20	CYHP-110	TMK UPSF					
Prod Segment B	6.75	22,299'	5.5	20	CYHP-110	TMK UPSF					

	Chec	k Surface (Casing						
OD Cplg	Body	Joint	Collapse	Burst					
inches	1000 lbs	1000 lbs	psi	psi					
14.38	853	909	1,130	2,730					
	S	afety Facto	ors						
1.56	13.50	14.38	1.88	0.90					
Check Int #1 Casing									
OD Cplg	Body	Joint	Collapse	Burst					
inches	1000 lbs	1000 lbs	psi	psi					
10.625	916	1042	4230	5750					
	S	afety Facto	ors						
0.81	4.50	5.12	1.39	0.90					
	Che	ck Int #2 C	asing						
OD Cplg	Body	Joint	Collapse	Burst					
inches	1000 lbs	1000 lbs	psi	psi					
7.625	940	558	6700	9460					
	S	afety Facto	ors						
0.56	2.70	1.85	1.05	1.19					
	Check Pro	od Casing,	Segment A						
OD Cplg	Body	Joint	Collapse	Burst					
inches	1000 lbs	1000 lbs	psi	psi					
5.777	728	655	12780	14360					
	S	afety Facto	ors						
0.49	2.96	2.66	1.68	1.80					
Check Prod Casing, Segment B									
OD Cplg	Body	Joint	Collapse	Burst					
inches	1000 lbs	1000 lbs	psi	psi					
5.777	728	655	12780	14360					
		afety Facto		···-·					
0.49	63.86	57.46	1.60	1.80					

SěAH

13-3/8" 54.50# .380 J-55

Dimensions (Nominal)

Outside Diameter	13.375	in.
Wall	0.380	in.
Inside Diameter	12.615	in.
Drift	12.459	in.
Weight, T&C	54.500	lbs/ft
Weight, PE	52.790	lbs/ft

Performance Ratings, Minimum

Collapse, PE	1130	psı
Internal Yields Pressure	•	
PE .	2730	psi
STC	2730	PSI
ВТС	2730	psi
Yield Strength, Pipe Body	853	1000 lbs
Joint Strength, STC	514	1000 lbs
Joint Strength, BTC	909	1000 lbs

Note: SeAH Steel has produced this specification sheet for general information only. SeAH does not assume liability or responsibility for any loss or injury resulting from the use of information or data contained herein. All applications for the material described are at the customer's own risk and responsibility.



Wellbore Schematic

Well: Nandina Fed Com 25 36 31 126H

SHL: Sec. 31 25S-36E 200' FSL & 1625' FEL

BHL: Sec. 30 25S-36E 200' FNL & 1672' FEL

Lea, NM

Wellhead: A - 13-5/8" 5M x 13-5/8" SOW

B - 13-5/8" 5M x 13-5/8" 10M C - 13-5/8" 10M x 13-5/8" 10M

Tubing Spool - 5-1/8" 15M x 13-3/8" 10M

Tree:

2-9/16" 10M

Tubing: 2-7/8" L-80 6.5# 8rd EUE

Co. Well ID: xxxxx

AFE No.: xxxx-xxx

API No.: XXXXXXXXXX

GL: 3,013'

Field: Delaware_WCB

Objective: Wolfcamp B

TVD: 12,290' **MD:** 22,299'

Rig: TBD

E-Mail: Wellsite2@ameredev.com

Hole Size	Formation Tops	Logs	Cement	MW
17.5"	Rustler 1,035' TVD 13.375" 54.5# J-55 BTC 1,160' MD/TVD		910 Sacks TOC 0' 100% Excess	8.6 - 10 ppg WBM
12.25"	Salado 1,512' TVD Tansill 3,395' TVD Capitan Reef 3,806' TVD Lamar 5,040' TVD 9.625" 40# L-80HC BTC 5,090' MD/5,087' TVD		1375 Sacks TOC 0' 50% Excess	10 - 11.5 ppg Brine
8.75"	Bell Canyon 5,147' TVD Brushy Canyon 7,222' TVD Bone Spring Lime 8,329' TVD First Bone Spring 9,669' TVD Second Bone Spring 10,223' TVD Third Bone Spring Upper 10,757' TVD Third Bone Spring 11,358' TVD Wolfcamp 11,634' TVD 7.625" 29.7#P-110HC FJM 11,720' MD/11,717' TVD	Triple Combo	407 Sacks TOC 3756' 25% Excess	8.9 - 10.5 Cut Brine
10° Build KOP 11,720' MD // 11,717' TVD 6.75"	Wolfcamp B 11,940' TVD 5.5" 20# P-110CYHP TMK UP SF TORQ 22,299' MD Target Wolfcamp B 12290' TVD // 22299' MD	Triple Combo	945 Sacks #VALUE! 25% Excess	11.5 - 12.5 ppg OBM

Casing Design and Safety Factor Check

Casing Specifications							
Segment Hole ID Depth OD Weight Grade					Coupling		
Surface	17.5	1,160'	13.375	54.5	J-55	BTC	
Int #1	12.25	5,090'	9.625	40	HCL-80	ВТС	
int #2	8.75	11,720'	7.625	29.7	HCP-110	FJM	
Prod Segment A	6.75	11,720'	5.5	20	CYHP-110	TMK UPSF	
Prod Segment B	6.75	22,299'	5.5	20	CYHP-110	TMK UPSF	

Check Surface Casing							
OD Cplg	Body	Joint	Collapse	Burst			
inches	1000 lbs	1000 lbs	psi	psi			
14.38	853	909	1,130	2,730			
Safety Factors							
1.56	13.50	14.38	1.88	0.90			
	Che	ck Int #1 C	asing				
OD Cplg Body Joint Collapse Burst							
inches	1000 lbs	1000 lbs	psi	psi			
10.625	916	1042	4230	5750			
	S	afety Facto	ors				
0.81	4.50	5.12	1.39	0.90			
	Che	ck Int #2 C	asing				
OD Cplg	Body	Joint	Collapse	Burst			
inches	1000 lbs	1000 lbs	psi	psi			
7.625	940	558	6700	9460			
	S	afety Facto	ors				
0.56	2.70	1.85	1.05	1.19			
	Check Pro	od Casing,	Segment A				
OD Cplg	Body	Joint	Collapse	Burst			
inches	1000 lbs	1000 lbs	psi	psi			
5.777	728	655	12780	14360			
		afety Facto	ors				
0.49	2.96	2.66	1.68	1.80			
	r	od Casing,	Segment E	}			
OD Cplg	Body	Joint	Collapse	Burst			
inches	1000 lbs	1000 lbs	psi	psi			
5.777	728	655	12780	14360			
		afety Fact					
0.49	63.86	57.46	1.60	1.80			



Wellbore Schematic

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Nandina Fed Com 25 36 31 126H

SHL:

Sec. 31 25S-36E 200' FSL & 1625' FEL

BHL:

Sec. 30 25S-36E 200' FNL & 1672' FEL

Lea, NM

Wellhead: A - 13-5/8" 5M x 13-5/8" SOW

B - 13-5/8" 5M x 13-5/8" 10M C - 13-5/8" 10M x 13-5/8" 10M

Tubing Spool - 5-1/8" 15M x 13-3/8" 10M

Tree:

2-9/16" 10M

Tubing:

2-7/8" L-80 6.5# 8rd EUE

Co. Well ID: xxxxx

AFE No.: xxxx-xxx

API No.: XXXXXXXXXX

GL: 3,013'

Field: Delaware_WCB

Objective: Wolfcamp B

TVD: 12,290'

MD: 22,299'

Rig: TBD

E-Mail: Wellsite2@ameredev.com

Hole Size	Formation Tops	Logs	Cement	MW
17.5"	Rustler 1,035' TVD 13.375" 54.5# J-55 BTC 1,160' MD/TVD		910 Sacks TOC 0' 100% Excess	8.6 - 10 ppg WBM
12.25"	Salado 1,512' TVD Tansill 3,395' TVD Capitan Reef 3,806' TVD Lamar 5,040' TVD 9.625" 40# L-80HC BTC 5,090' MD/5,087' TVD		1375 Sacks TOC 0' 50% Excess	10 - 11.5 ppg Brine
8.75"	Bell Canyon 5,147' TVD Brushy Canyon 7,222' TVD Bone Spring Lime 8,329' TVD First Bone Spring 9,669' TVD Second Bone Spring 10,223' TVD Third Bone Spring Upper 10,757' TVD Third Bone Spring 11,358' TVD Wolfcamp 11,634' TVD 7.625" 29.7#P-110HC FJM 11,720' MD/11,717' TVD	Triple Combo	407 Sacks TOC 3756' 25% Excess	8.9 - 10.5 Cut Brine
10° Build KOP 11,720' MD // 11,717' TVD 6.75"	Wolfcamp B 11,940' TVD 5.5" 20# P-110CYHP TMK UP SF TORQ 22,299' MD Target Wolfcamp B 12290' TVD // 22299' MD	Triple Combo	945 Sacks #VALUE! 25% Excess	11.5 - 12.5 ppg OBM

SěAH

9.625"

<u>40#</u>

<u>.395"</u>

SEAH-80 HIGH COLLAPSE

(SEAH-80 IS A NON HEAT TREATED PRODUCT)

Dimensions (Nominal)

Outside Diameter	9.625	in.
Wall	0.395	in.
Inside Diameter	8.835	in.
Drift	8.750	in.
Weight, T&C	40.000	lbs./ft.
Weight, PE	38.970	lbs./ft.

Performance Properties

BTC

Collapse	4100	psi
Internal Yield Pressure at Minimum Yield		
PE	5750	psi
LTC	5750	psi
ВТС	5750	psi
Yield Strength, Pipe Body	916	1000 lbs.
Joint Strength		
LTC	717	1000 lbs.

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915

1000 lbs.

Casing Design and Safety Factor Check

	Casing Specifications							
Segment	Segment Hole ID Depth OD Weight Grade C							
Surface	17.5	1,160'	13.375	54.5	J-55	ВТС		
Int #1	12.25	5,090'	9.625	40	HCL-80	втс		
Int #2	8.75	11,720'	7.625	29.7	HCP-110	FJM		
Prod Segment A	6.75	11,720'	5.5	20	CYHP-110	TMK UPSF		
Prod Segment B	6.75	22,299'	5.5	20	CYHP-110	TMK UPSF		

Check Surface Casing							
OD Cplg	Body	Joint	Collapse	Burst			
inches	1000 lbs	1000 lbs	psi	psi			
14.38	853	909	1,130	2,730			
Safety Factors							
1.56	13.50	14.38	1.88	0.90			
	Check Int #1 Casing						
OD Cplg	Body	Joint	Collapse	Burst			
inches	1000 lbs	1000 lbs	psi	psi			
10.625	916	1042	4230	5750			
	S	afety Facto	ors				
0.81	4.50	5.12	1.39	0.90			
	Che	ck Int #2 C	asing				
OD Cplg	Body	Joint	Collapse	Burst			
inches	1000 lbs	1000 lbs	psi	psi			
7.625	940	558	6700	9460			
	S	afety Facto	ors				
0.56	2.70	1.85	1.05	1.19			
	Check Pro	od Casing,	Segment A				
OD Cplg	Body	Joint	Collapse	Burst			
inches	1000 lbs	1000 lbs	psi	psi			
5.777	728	655	12780	14360			
		afety Facto					
0.49	2.96	2.66	1.68	1.80			
	Check Pro	od Casing,	Segment E				
OD Cplg	Body	Joint	Collapse	Burst			
inches	1000 lbs	1000 lbs	psi	psi			
5.777	728	655	12780	14360			
		afety Facto					
0.49	63.86	57.46	1.60	1.80			



U. S. Steel Tubular Products

7.625" 29.70lbs/ft (0.375" Wall) P110 HC USS-LIBERTY FJM®

		·····	
MECHANICAL PROPERTIES	Pipe	USS-LIBERTY FJM [®]	
Minimum Yield Strength	110,000	-	psi
Maximum Yield Strength	140,000	<u>-</u>	psi
Minimum Tensile Strength	125,000		psi
DIMENSIONS	Pipe	USS-LIBERTY FJM®	
Outside Diameter	7.625	7.625	in.
Wall Thickness	0.375		in.
Inside Diameter	6.875	6.789	in.
Standard Drift	6.750	6.750	in.
Alternate Drift			in.
Nominal Linear Weight, T&C	29.70		lbs/ft
Plain End Weight	29.06	-	lbs/ft
SECTION AREA	Pipe	USS-LIBERTY FJM [®]	·
Critical Area	8.541	5.074	sq. in,
Joint Efficiency	-	59.4	%
FERFORDANCE	87.00e	CEST FEALA bring	
Minimum Collapse Pressure	6,700	6,700	psi
Minimum Internal Yield Pressure	9,460	9,460	psi
Minimum Pipe Body Yield Strength	940,000	-	lbs
Joint Strength	-	558,000	lbs
Compression Rating	-	558,000	lbs
Reference Length		12,810	ft
Maximum Uniaxial Bend Rating	-	39.3	deg/100 ft
Make-Up Loss	_	3.92	in.
Minimum Make-Up Torque		10,800	ft-lbs
Maximum Make-Up Torque	_	15,250	ft-lbs

Other than proprietary collapse and connection values, performance properties have been calculated using standard equations defined by API 5C3 and do not incorporate any additional design or safety factors. Calculations assume nominal pipe OD, nominal wall thickness and Specified Minimum Yield Strength (SMYS).

- 2. Compressive & Tensile Connection Efficiencies are calculated by dividing the connection critical area by the pipe body area.
- 3. Uniaxial bending rating shown is structural only, and equal to compression efficiency.
- 4. USS-LIBERTY FJM™ connections are optimized for each combination of OD and wall thickness and cannot be interchanged.
- 5. Torques have been calculated assuming a thread compound friction factor of 1.0 and are recommended only. Field make-up torques may require adjustment based on actual field conditions (e.g. make-up speed, temperature, thread compound, etc.).
- 6. Reference length is calculated by joint strength divided by nominal plain end weight with 1.5 safety factor.
- 7. Connection external pressure leak resistance has been verified to 100% API pipe body collapse pressure following the guidelines of API 5C5 Cal III.

Legal Notice

USS-LIBERTY FJM® is a trademark of U. S. Steel Corporation. All material contained in this publication is for general information only. This material should not therefore be used or relied upon for any specific application without independent competent professional examination and verification of accuracy, suitability and applicability. Anyone making use of this material does so at their own risk and assumes any and all liability resulting from such use. U.S. Steel disclaims any and all expressed or implied warranties of fitness for any general or particular application.



Wellbore Schematic

Well:

Nandina Fed Com 25 36 31 126H

SHL:

Sec. 31 25S-36E 200' FSL & 1625' FEL

BHL:

Sec. 30 25S-36E 200' FNL & 1672' FEL

Lea, NM

Wellhead: A - 13-5/8" 5M x 13-5/8" SOW

B - 13-5/8" 5M x 13-5/8" 10M C - 13-5/8" 10M x 13-5/8" 10M

Tubing Spool - 5-1/8" 15M x 13-3/8" 10M

Tree:

2-9/16" 10M

Tubing:

2-7/8" L-80 6.5# 8rd EUE

Co. Well ID: xxxxx

AFE No.: XXXX-XXX

API No.: XXXXXXXXXXX

GL: 3,013'

Field: Delaware_WCB

Objective: Wolfcamp B

TVD: 12,290'

MD: 22,299'

Rig: TBD

E-Mail: Wellsite2@ameredev.com

Hole Size	Formation Tops	Logs	Cement	MW
17.5"	Rustler 1,035' TVD 13.375" 54.5# J-55 BTC 1,160' MD/TVD		910 Sacks TOC 0' 100% Excess	8.6 - 10 ppg WBM
12.25"	Salado 1,512' TVD Tansill 3,395' TVD Capitan Reef 3,806' TVD Lamar 5,040' TVD 9.625" 40# L-80HC BTC 5,090' MD/5,087' TVD		1375 Sacks TOC 0' 50% Excess	10 - 11.5 ppg Brine
8.75"	Bell Canyon 5,147' TVD Brushy Canyon 7,222' TVD Bone Spring Lime 8,329' TVD First Bone Spring 9,669' TVD Second Bone Spring 10,223' TVD Third Bone Spring Upper 10,757' TVD Third Bone Spring 11,358' TVD Wolfcamp 11,634' TVD 7.625" 29.7#P-110HC FJM 11,720' MD/11,717' TVD	Triple Combo	407 Sacks TOC 3756' 25% Excess	8.9 - 10.5 Cut Brine
10° Build KOP 11,720' MD // 11,717' TVD 6.75"	Wolfcamp B 11,940' TVD 5.5" 20# P-110CYHP TMK UP SF TORQ 22,299' MD Target Wolfcamp B 12290' TVD // 22299' MD	Triple Combo	945 Sacks #VALUE! 25% Excess	11.5 - 12.5 ppg OBM

Casing Design and Safety Factor Check

	Casing Specifications							
Segment	Hole ID	Depth	OD	Weight	Grade	Coupling		
Surface	17.5	1,160'	13.375	54.5	J-55	BTC		
Int #1	12.25	5,090'	9.625	40	HCL-80	BTC		
Int #2	8.75	11,720'	7.625	29.7	HCP-110	FJM		
Prod Segment A	6.75	11,720'	5.5	20	CYHP-110	TMK UPSF		
Prod Segment B	6.75	22,299'	5.5	20	CYHP-110	TMK UPSF		

Check Surface Casing							
OD Cplg	Body	Joint	Collapse	Burst			
inches	1000 lbs	1000 lbs	psi	psi			
14.38	. 853	909	1,130	2,730			
	S	afety Facto	ors				
1.56	13.50	14.38	1.88	0.90			
Check Int #1 Casing							
OD Cplg	Body	Joint	Collapse	Burst			
inches	1000 lbs	1000 lbs	psi	psi			
10.625	916	1042	4230	5750			
	S	afety Facto	ors				
0.81	0.81 4.50 5.12 1.39 0.90						
	Che	ck Int #2 C	asing				
OD Cplg	Body	Joint	Collapse	Burst			
inches	1000 lbs	1000 lbs	psi	psi			
7.625	940	558	6700	9460			
	S	afety Facto	ors				
0.56	2.70	1.85	1.05	1.19			
	Check Pro	od Casing,	Segment A	1			
OD Cplg	Body	Joint	Collapse	Burst			
inches	1000 lbs	1000 lbs	psi	psi			
5.777	728	655	12780	14360			
		afety Facto	ors				
0.49	2.96	2.66	1.68	1.80			
	Check Pro	od Casing,	Segment E	3			
OD Cplg	Body	Joint	Collapse	Burst			
inches	1000 lbs	1000 lbs	psi	psi			
5.777	728	655	12780	14360			
	S	afety Facto	ors				
0.49	63.86	57.46	1.60	1.80			



Wellbore Schematic

Well:

Nandina Fed Com 25 36 31 126H

SHL:

Sec. 31 25S-36E 200' FSL & 1625' FEL

BHL:

Sec. 30 25S-36E 200' FNL & 1672' FEL

Wellhead: A - 13-5/8" 5M x 13-5/8" SOW

B - 13-5/8" 5M x 13-5/8" 10M C - 13-5/8" 10M x 13-5/8" 10M

Tubing Spool - 5-1/8" 15M x 13-3/8" 10M

Tree:

2-9/16" 10M

Tubing:

2-7/8" L-80 6.5# 8rd EUE

Co. Well ID: xxxxx

AFE No.: XXXX-XXX

API No.: XXXXXXXXXX

GL: 3,013'

Field: Delaware_WCB

Objective: Wolfcamp B

TVD: 12,290'

MD: 22,299'

Rig: TBD

E-Mail: Wellsite2@ameredev.com

_			wainere		
Hole Size	Formation Tops	Logs	Ceme	nt	MW
17.5"	Rustler 1,035' TVD 13.375" 54.5# J-55 BTC 1,160' MD/TVD		910 Sacks TOC 0'	100% Excess	8.6 - 10 ppg WBM
12.25"	Salado 1,512' TVD Tansill 3,395' TVD Capitan Reef 3,806' TVD Lamar 5,040' TVD 9.625" 40# L-80HC BTC 5,090' MD/5,087' TVD			50% Excess	10 - 11.5 ppg Brine
8.75"	Bell Canyon 5,147' TVD Brushy Canyon 7,222' TVD Bone Spring Lime 8,329' TVD First Bone Spring 9,669' TVD Second Bone Spring 10,223' TVD Third Bone Spring Upper 10,757' TVD Third Bone Spring 11,358' TVD Wolfcamp 11,634' TVD 7.625" 29.7#P-110HC FJM 11,720' MD/11,717' TVD	Triple Combo	407 Sacks TOC 3756'	25% Excess	8.9 - 10.5 Cut Brine
10° Build K 11,720' M 11,717' T 6.75"	0#	Triple Combo	945 Sacks #VALUE!	25% Excess	11.5 - 12.5 ppg OBM

PERFORMANCE DATA

TMK UP SF TORQ™ Technical Data Sheet

Nom. Pipe Body Area

5.500 in

20.00 lbs/ft

P-110 CYHP

Tubular Parameters	\\\\				
Size	5.500	in	Minimum Yield	125,000	psi
Nominal Weight	20.00	lbs/ft	Minimum Tensile	135,000	psi
Grade	P-110 CYHP		Yield Load	728,000	lbs
PE Weight	19.81	lbs/ft	Tensile Load	786,000	lbs
Wall Thickness	0.361	in	Min. Internal Yield Pressure	14,360	psi
Nominal ID	4.778	in	Collapse Pressure	12,780	psi
Drift Diameter	4.653	in			•

5.828

Connection Parameters		
Connection OD	5.777	in
Connection ID	4.734	in
Make-Up Loss	5.823	in
Critical Section Area	5.875	in²
Tension Efficiency	90.0	%
Compression Efficiency	90.0	%
Yield Load In Tension	655,000	ibs
Min. Internal Yield Pressure	14,360	psi
Collapse Pressure	12,780	psi
Uniaxial Bending	93.8	°/ 100 ft

Make-Up Torques		
Min. Make-Up Torque	15,700	ft-lbs
Opt. Make-Up Torque	19,600	ft-lbs
Max. Make-Up Torque	21,600	ft-lbs
Operating Torque	29,000	ft-lbs
Yield Torque	37,000	ft-lbs
	•	•

Printed on: January-10-2018



NOTE:

The content of this Technical Data Sheet is for general information only and does not guarantee performance or imply fitness for a particular purpose, which only a competent drilling professional can determine considering the specific installation and operation parameters. Information that is printed or downloaded is no longer controlled by TMK IPSCO and might not be the latest information. Anyone using the information herein does so at their own risk. To verify that you have the latest TMK IPSCO technical information, please contact TMK IPSCO Technical Sales toll-free at 1-888-258-2000.





H₂S Drilling Operation Plan

1. All Company and Contract personnel admitted on location must be trained by a qualified H₂S safety instructor to the following:

- a. Characteristics of H₂S
- b. Physical effects and hazards
- c. Principal and operation of H₂s detectors, warning system and briefing areas
- d. Evacuation procedure, routes and first aid
- e. Proper use of safety equipment and life support systems
- f. Essential personnel meeting Medical Evaluation criteria will receive additional training on the proper use of 30 minute pressure demand air packs.

2. Briefing Area:

- a. Two perpendicular areas will be designated by signs and readily accessible.
- b. Upon location entry there will be a designated area to establish all safety compliance criteria (1.) has been met.

3. H₂S Detection and Alarm Systems:

- a. H_2S sensors/detectors shall be located on the drilling rig floor, in the base of the sub structure/cellar area, and on the mud pits in the shale shaker area. Additional H_2S detectors may be placed as deemed necessary. All detectors will be set to initiate visual alarm at 10 ppm and visual with audible at 14 ppm and all equipment will be calibrated every 30 days or as needed.
- b. An audio alarm will be installed on the derrick floor and in the top doghouse.

4. Protective Equipment for Essential Personnel:

a. **Breathing Apparatus:**

- i. Rescue Packs (SCBA) 1 Unit shall be placed at each briefing area.
- ii. Two (SCBA) Units will be stored in safety trailer on location.
- iii. Work/Escape packs 1 Unit will be available on rig floor in doghouse for emergency evacuation for driller.

b. Auxiliary Rescue Equipment:

- i. Stretcher
- ii. 2 OSHA full body harnesses
- iii. 100 ft. 5/8" OSHA approved rope
- iv. 1 20# class ABC fire extinguisher

5. Windsock and/or Wind Streamers:

- a. Windsock at mud pit area should be high enough to be visible.
- b. Windsock on the rig floor should be high enough to be visible.

6. Communication:

- a. While working under mask scripting boards will be used for communication where applicable.
- b. Hand signals will be used when script boards are not applicable.



H₂S Drilling Operation Plan

- c. Two way radios will be used to communicate off location in case of emergency help is required. In most cases cellular telephones will be available at Drilling Foreman's Office.
- 7. <u>Drill Stem Testing:</u> No Planned DST at this time.

8. Mud program:

a. If H2S is encountered, mud system will be altered if necessary to maintain control of formation. A mud gas separator will be brought into service along with H2S scavengers if necessary.

9. Metallurgy:

- a. All drill strings, casing, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold and lines, and valves shall be suitable for H₂S service.
- b. Drilling Contractor supervisor will be required to be familiar with the effect H₂S has on tubular goods and other mechanical equipment provided through contractor.



H₂S Contingency Plan

Emergency Procedures

In the event of a release of H₂S, the first responder(s) must:

- Isolate the area and prevent entry by other persons into the 100 ppm ROE.
- Evacuate any public places encompassed by the 100 ppm ROE.
- Be equipped with H₂S monitors and air packs in order to control the release.
- Use the "buddy system" to ensure no injuries occur during the response.
- Take precautions to avoid personal injury during this operation.
- Contact Operator and/or local officials the aid in operation. See list of phone numbers attached.
- Have received training in the:
 - o Detection of H₂S and
 - o Measures for protection against the gas,
 - Equipment used for protection and emergency response.

Ignition of Gas Source

Should control of the well be considered lost and ignition considered, take care to protect against exposure to Sulfur Dioxide (SO₂). Intentional ignition must be coordinated with the NMOCD and local officials. Additionally, the NM State Police may become involved. NM State Police shall be the Incident Command on scene of any major release. Take care to protect downwind whenever there is an ignition of the gas.

Characteristics of H₂S and SO₂

Common Name	Chemical Formula	Specific Gravity	Threshold Limit	Hazardous Limit	Lethal Concentration
Hydrogen Sulfide	H ₂ S	1.189 Air=1	10 ppm	100 ppm/hr	600 ppm
Sulfur Dioxide	SO₂	2.21 Air=1	2 ppm	N/A	1000 ppm

Contacting Authorities

Ameredev Operating LLC personnel must liaise with local and state agencies to ensure a proper response to a major release. Additionally, the OCD must be notified of the release as soon as possible but no later than 4 hours. Agencies will ask for information such as type and volume of release, wind direction, location of release, etc. Be prepared with all information available including direction to site. The following call list of essential and potential responders has been prepared for use during a release. Ameredev Operating LLC's response must be in coordination with the State of New Mexico's "Hazardous Materials Emergency Response Plan" (HMER)



H₂S Contingency Plan

Ameredev Operating LLC – Emergency Phone 737-300-4799 Key Personnel:								
Floyd Hammond	Chief Operating officer	737-300-4724	512-783-6810					
Zachary Boyd	Operations Superintendent	737-300-4725	432-385-6996					
Blake Estrada	Construction Foreman	·	432-385-5831					

<u>Artesia</u>			
Ambulance	911		
State Police	575-746-2703		
City Police	575-746-2703		
Sheriff's Office	575-746-9888		
Fire Department	575-746-2701		
Local Emergency Planning Committee	575-746-2122		
New Mexico Oil Conservation Division	575-748-1283		
<u>Carlsbad</u>			
Ambulance	911		
State Police	575-885-3137		
City Police	575-885-2111		
Sheriff's Office	575-887-7551		
Fire Department	575-887-3798		
Local Emergency Planning Committee	575-887-6544		
US Bureau of Land Management	575-887-6544		
Santa Fe			
New Mexico Emergency Response Commission (Santa Fe)	505-476-9600		
New Mexico Emergency Response Commission (Santa Fe) 24 Hrs	505-827-9126		
New Mexico State Emergency Operations Center	505-476-9635		
<u>National</u>			
National Emergency Response Center (Washington, D.C.)	800-424-8802		
<u>Medical</u>			
Flight for Life - 4000 24th St.; Lubbock, TX	806-743-9911		
Aerocare - R3, Box 49F; Lubbock, TX	806-747-8923		
Med Flight Air Amb - 2301 Yale Blvd S.E., #D3; Albuquerque, NM	505-842-4433		
.'SB Air Med Service - 2505 Clark Carr Loop S.E.; Albuquerque, NM	505-842-4949		

AMEREDEV

Ameredev Operating, LLC

Lea County, NM (NAD83 NME) (Nandina Fed) Sec-31_T-25-S_R-36-E Nandina Fed Com 25-36-31#126H

OWB

Plan: Plan #1

Standard Planning Report

10 August, 2018





Planning Report



Database:

EDM5000

Company:

Ameredev Operating, LLC

Project: Site:

Lea County, NM (NAD83 NME) (Nandina Fed) Sec-31 T-25-S R-36-E

Well:

Nandina Fed Com 25-36-31 #126H

Wellbore: Design:

Plan #1

OWB

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference: **Survey Calculation Method:** Well Nandina Fed Com 25-36-31 #126H

KB @ 3040.0usft (Rig) KB @ 3040.0usft (Rig)

Grid

Minimum Curvature

Project

Lea County, NM (NAD83 NME)

Map System:

US State Plane 1983

Geo Datum: Map Zone:

North American Datum 1983 New Mexico Eastern Zone

System Datum:

Mean Sea Level

Site

(Nandina Fed) Sec-31 T-25-S R-36-E

Site Position:

Мар

Northina: Easting:

394,412.00 usft 860.517.00 usft

Latitude:

Longitude:

32° 4' 48,458 N

Position Uncertainty:

0.0 usft

Slot Radius:

13-3/16 "

Grid Convergence:

103° 18' 10.115 W

0.55°

Well

From:

Nandina Fed Com 25-36-31 #126H

IGRF2015

Well Position

6.0 usft 585.0 usft Northing: Easting:

394,418.00 usft 861,102.00 usft

6.69

Latitude: Longitude:

32° 4' 48.462 N 103° 18' 3.315 W

Position Uncertainty

0.0 usft

Wellhead Elevation:

Ground Level:

59.96

3,013.0 usft

Wellbore

OWB

+N/-S

+E/-W

Magnetics Model Name Sample Date

08/07/18

Declination (°)

Dip Angle (°)

Field Strength

(nT) 47,766,59401665

Design

Plan #1

Audit Notes:

Version:

Phase:

PROTOTYPE

Tie On Depth:

0.0

Vertical Section:

Depth From (TVD)

+N/-S (usft)

+E/-W (usft)

Direction

(usft) 0.0

0.0

0.0

(°) 359.17

Plan Survey Tool Program Depth From

(usft)

Depth To (usft)

Survey (Wellbore)

Date 08/10/18

Tool Name

Remarks

1

0.0

22,299.7 Plan #1 (OWB) MWD

MWD - Standard



Planning Report



Database:

EDM5000

Company:

Ameredev Operating, LLC

Project: Site: Lea County, NM (NAD83 NME) (Nandina Fed) Sec-31_T-25-S_R-36-E

Well:

Nandina Fed Com 25-36-31 #126H

Wellbore: Design: OWB Plan #1 Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference: Survey Calculation Method: Well Nandina Fed Com 25-36-31 #126H

KB @ 3040.0usft (Rig) KB @ 3040.0usft (Rig)

Grid

Minimum Curvature

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	
1,500.0	0.00	0.00	1,500.0	0.0	0.0	0.00	0.00	0.00	0.00	
1,650.2	3.00	130.50	1,650.2	-2.6	3.0	2.00	2.00	0.00	130.50	
3,767.8	3.00	130.50	3,764.8	-74.6	87.4	0.00	0.00	0.00	0.00	
3,918.0	0.00	0.00	3,915.0	-77.2	90.4	2.00	-2.00	0.00	180.00	
11,720.0	0.00	0.00	11,717.0	-77.2	90.4	0.00	0.00	0.00	0.00	
12,620.0	90.00	349.70	12,290.0	486.5	-12.0	10.00	10.00	0.00	349.70	
13,107.3	90.00	359.44	12,290.0	971.0	-58.1	2.00	0.00	2.00	90.00	
22,169.7	90.00	359.44	12,290.0	10,033.0	-146.0	0.00	0.00	0.00	0.00	LTP (Nandina Fed
22,299.7	90.00	359.44	12,290.0	10,163.0	-147.3	0.00	0.00	0.00		PBHL (Nandina F



Planning Report



Database: Company:

EDM5000

Company Project: Ameredev Operating, LLC Lea County, NM (NAD83 NME) (Nandina Fed) Sec-31_T-25-S_R-36-E

Site: Well:

Nandina Fed Com 25-36-31 #126H

Wellbore: Design: OWB Plan #1 Local Co-ordinate Reference:

TVD Reference:

MD Reference: North Reference:

Survey Calculation Method:

Well Nandina Fed Com 25-36-31 #126H

KB @ 3040.0usft (Rig)

KB @ 3040.0usft (Rig) Grid

Minimum Curvature

lanned 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	0.0	0.0	0.0	0.0	0.00	0.00	0.00
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00
200.0		0.00	200.0	0.0	0.0	0.0	0.00	0.00	0.00
300.0		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	600.0	0.0	0.0	0.0	0.00	0.00	0.00
700.0		0.00	700.0	0.0	0.0	0.0	0.00	0.00	0.00
800.0		0.00	800.0	0.0	0.0	0.0	0.00	0.00	0.00
900.0		0.00	900.0	0.0	0.0	0.0	0.00	0.00	0.00
1,000.0		0.00	1,000.0	0.0	0.0	0.0	0.00	0.00	0.00
1,035.0 Rustler		0.00	1,035.0	0.0	0.0	0.0	0.00	0.00	0.00
1,100.0		0.00	1,100.0	0.0	0.0	0.0	0.00	0.00	0.00
1,160.0 13.375"	0.00	0.00	1,160.0	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	1,400.0	0.0	0.0	0.0	0.00	0.00	0.00
1,500.0		0.00	1,500.0	0.0	0.0	0.0	0.00	0.00	0.00
BUILD - 2		0.00	1,500.0	0.0	0.0	0.0	0.00	0.00	0.00
1,512.0		130.50	1,512.0	0.0	0.0	0.0	2.00	2.00	0.00
Salado	2.00	120 50	1 600 0	4.4	4.2	10	2.00	2.00	0.00
1,600.0		130.50	1,600.0	-1.1	1.3	-1.2	2.00	2.00	0.00
1,650.2 HOLD - 2	3.00 117.6 at 1650.2	130.50 MD	1,650.2	-2.6	3.0	-2.6	2.00	2.00	0.00
1,700.0	3.00	130.50	1,699.9	-4.3	5.0	-4.3	0.00	0.00	0.00
1,800.0	3.00	130.50	1,799.7	- 7.7	9.0	-7.8	0.00	0.00	0.00
1,900.0		130.50	1,899.6	-11.1	13.0	-11.2	0.00	0.00	0.00
2,000.0	3.00	130.50	1,999.5	-14.5	16.9	-14.7	0.00	0.00	0.00
2,100.0	3.00	130.50	2,099.3	-17.9	20.9	-18.2	0.00	0.00	0.00
2,200.0	3.00	130.50	2,199.2	-21.3	24.9	-21.6	0.00	0.00	0.00
2,300.0		130.50	2,299.0	-24.7	28.9	-25.1	0.00	0.00	0.00
2,400.0		130.50	2,398.9	-28.1	32.9	-28.6	0.00	0.00	0.00
2,500.0	3.00	130.50	2,498.8	-31.5	36.9	-32.0	0.00	0.00	0.00
2,600.0		130.50	2,598.6	-34.9	40.9	-35.5	0.00	0.00	0.00
2,700.0	3.00	130.50	2,698.5	-38.3	44.8	-38.9	0.00	0.00	0.00
2,800.0		130.50	2,798.4	-41.7	48.8	-42.4	0.00	0.00	0.00
2,900.0		130.50	2,898.2	-45.1	52.8	-45.9	0.00	0.00	0.00
3,000.0	3.00	130.50	2,998.1	-48.5	56.8	-49.3	0.00	0.00	0.00
3,100.0		130.50	3,097.9	-51.9	60.8	-52.8	0.00	0.00	0.00
3,200.0		130.50	3,197.8	-55.3	64.8	-56.2	0.00	0.00	0.00
3,300.0		130.50	3,297.7	-58.7	68.8	-59.7	0.00	0.00	0.00
3,397.5	3.00	130.50	3,395.0	-62.0	72.6	-63.1	0.00	0.00	0.00
Tansill			_						
3,400.0		130.50	3,397.5	-62.1	72.7	-63.2	0.00	0.00	0.00
3,500.0		130.50	3,497.4	-65.5	76.7	-66.6	0.00	0.00	0.00
3,600.0		130.50	3,597.3	- 68.9	80.7	-70.1	0.00	0.00	0.00
3,700.0		130.50	3,697.1	-72.3	84.7	-73.6	0.00	0.00	0.00
3,767.8		130.50	3,764.8	-74.6	87.4	-75.9	0.00	0.00	0.00
DROP -2.			-						
3,800.0		130.50	3,797.0	-75.6	88.6	-76.9	2.00	-2.00	0.00
3,809.0	2.18	130.50	3,806.0	-75.9	88.8	-77.1	2.00	-2.00	0.00





Database: Company:

EDM5000

Project:

Ameredev Operating, LLC Lea County, NM (NAD83 NME) (Nandina Fed) Sec-31_T-25-S_R-36-E

Site: Well:

Nandina Fed Com 25-36-31 #126H

Wellbore: Design: OWB Plan #1 Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference:

Survey Calculation Method:

Well Nandina Fed Com 25-36-31 #126H

KB @ 3040.0usft (Rig) KB @ 3040.0usft (Rig)

Grid

d 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)
Capitan									•
3,900.0 3,918.0	0.36 0.00	130.50 0.00	3,897.0 3,915.0	-77.2 -77.2	90.4 90.4	-78.5 -78.5	2.00 2.00	-2.00 -2.00	0.00 0.00
	02.0 at 3918.0		.,.						
4,000.0	0.00	0.00	3,997.0	-77.2	90.4	-78.5	0.00	0.00	0.00
4,100.0	0.00	0.00	4,097.0	-77.2	90.4	-78.5	0.00	0.00	0.00
4,200.0	0.00	0.00	4,197.0	-77.2	90.4	-78.5	0.00	0.00	0.00
4,300.0	0.00	0.00	4,297.0	-77.2	90.4	-78.5	0.00	0.00	0.00
4,400.0	0.00	0.00	4,397.0	-77.2	90.4	-78.5	0.00	0.00	0.00
4,500.0	0.00	0.00	4,497.0	-77.2	90.4	-78.5	0.00	0.00	0.00
4,600.0	0.00	0.00	4,597.0	-77.2	90.4	<i>-</i> 78.5	0.00	0.00	0.00
4,700.0	0.00	0.00	4,697.0	-77.2	90.4	-78.5	0.00	0.00	0.00
4,800.0	0.00	0.00	4,797.0	-77.2	90.4	-78.5	0.00	0.00	0.00
4,900.0	0.00	0.00	4,897.0	-77.2	90.4	-78.5	0.00	0.00	0.00
5,000.0	0.00	0.00	4,997.0	-77.2	90.4	-78.5	0.00	0.00	0.00
5,043.0	0.00	0.00	5,040.0	-77.2	90.4	-78.5	0.00	0.00	0.00
Lamar									
5,093.0 9.625"	0.00	0.00	5,090.0	-77.2	90.4	-78.5	0.00	0.00	0.00
5.100.0	0.00	0.00	5,097.0	-77.2	90.4	-78.5	0.00	0.00	0.00
5,150.0	0.00	0.00	5,147.0	-77.2	90.4	-78.5	0.00	0.00	0.00
Beli Canyo		0.00	3,147.0	-11.2	30.4	-70.5	0.00	0.00	0.00
5,200.0	0.00	0.00	5,197.0	-77.2	90.4	-78.5	0.00	0.00	0.00
5,300.0	0.00	0.00	5,297.0	-77.2	90.4	-78.5	0.00	0.00	0.00
5,400.0	0.00	0.00	5,397.0	-77.2	90.4	-78.5	0.00	0.00	0.00
5,500.0	0.00	0.00	5,497.0 5,597.0	-77.2 77.0	90.4	-78.5	0.00	0.00	0.00
5,600.0 5,700.0	0.00 0.00	0.00 0.00	5,597.0 5,697.0	-77.2 -77.2	90.4 90.4	-78.5 79.5	0.00	0.00	0.00
5,800.0	0.00	0.00	5,797.0	-77.2 -77.2	90.4	-78.5 -78.5	0.00 0.00	0.00 0.00	0.00 0.00
5,900.0	0.00	0.00	5,897.0	-77.2	90.4	-78.5			
6,000.0	0.00	0.00	5,997.0	-77.2 -77.2	90.4	-78.5 -78.5	0.00 0.00	0.00 0.00	0.00 0.00
6,100.0	0.00	0.00	6,097.0	-77.2	90.4	-78.5	0.00	0.00	0.00
6,200.0	0.00	0.00	6,197.0	-77.2	90.4	-78.5	0.00	0.00	0.00
6,300.0	0.00	0.00	6,297.0	-77.2	90.4	-78.5	0.00	0.00	0.00
6,400.0 6,500.0	0.00	0.00 0.00	6,397.0 6,497.0	-77.2 -77.2	90.4 90.4	-78.5 -78.5	0.00 0.00	0.00	0.00
6,600.0	0.00	0.00	6,597.0	-77.2 -77.2	90.4	-78.5 -78.5	0.00	0.00 0.00	0.00 0.00
6,700.0	0.00	0.00	6,697.0	-77.2 -77.2	90.4	-78.5 -78.5	0.00	0.00	0.00
6,800.0	0.00	0.00	6,797.0	-77.2 -77.2	90.4	-78.5 -78.5	0.00	0.00	0.00
6,900.0	0.00	0.00	6,897.0	-77.2	90.4	-78.5	0.00	0.00	0.00
7,000.0	0.00	0.00	6,997.0	-77.2 77.2	90.4	-78.5	0.00	0.00	0.00
7,100.0	0.00	0.00	7,097.0	-77.2	90.4	-78.5	0.00	0.00	0.00
7,200.0 7,225.0	0.00 0.00	0.00 0.00	7,197.0 7,222.0	-77.2 -77.2	90.4 90.4	-78.5 -78.5	0.00 0.00	0.00 0.00	0.00 0.00
Brushy Ca		0.00	1,222.0	-11.2	90.4	-70.5	0.00	0.00	0.00
7,300.0	0.00	0.00	7,297.0	-77.2	90.4	-78.5	0.00	0.00	0.00
7,300.0	0.00	0.00	7,297.0 7,397.0	-77.2 -77.2	90.4	-78.5 -78.5	0.00	0.00	0.00
7,500.0	0.00	0.00	7,397.0 7,497.0	-77.2 -77.2	90.4	-78.5 -78.5	0.00	0.00	0.00
7,500.0 7,600.0	0.00	0.00	7,497.0 7,597.0	-77.2 -77.2		-78.5 -78.5		0.00	0.00
7,700.0	0.00	0.00	7,597.0 7,697.0	-77.2 -77.2	90.4 90.4	-78.5 -78.5	0.00 0.00	0.00	0.00
-									
7,800.0 7,900.0	0.00 0.00	0.00 0.00	7,797.0 7,897.0	-77.2 -77.2	90.4 90.4	-78.5 -78.5	0.00 0.00	0.00	0.00 0.00
	0.00	ለ በሰ	7 007 1	77 0	DO 4	70 5	0.00	0.00	





Database:

EDM5000

Company: Project: Ameredev Operating, LLC Lea County, NM (NAD83 NME)

Site: Well: (Nandina Fed) Sec-31_T-25-S_R-36-E Nandina Fed Com 25-36-31 #126H

Wellbore: Design: OWB Plan #1 Local Co-ordinate Reference:

TVD Reference:

MD Reference: North Reference:

Survey Calculation Method:

Well Nandina Fed Com 25-36-31 #126H

KB @ 3040.0usft (Rig) KB @ 3040.0usft (Rig)

Grid

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)
8,100.0 8,200.0	0.00 0.00	0.00 0.00	8,097.0 8,197.0	-77.2 -77.2	90.4 90.4	-78.5 -78.5	0.00 0.00	0.00 0.00	0.00 0.00
8,300.0	0.00	0.00	8,297.0	-77.2	90.4	-78.5	0.00	0.00	0.00
8,332.0	0.00	0.00	8,329.0	-77.2	90.4	-78.5	0.00	0.00	0.00
Bone Spri 8,400.0	ng Lime 0.00	0.00	8,397.0	-77.2	90.4	-78.5	0.00	0.00	0.00
8,500.0	0.00	0.00	8,497.0	-77.2 -77.2	90.4	-78.5	0.00	0.00	0.00
8,600.0	0.00	0.00	8,597.0	-77.2	90.4	-78.5	0.00	0.00	0.00
8,700.0	0.00	0.00	8,697.0	-77.2	90.4	-78.5	0.00	0.00	0.00
8,800.0	0.00	0.00	8,797.0	-77.2	90.4	-78.5	0.00	0.00	0.00
8,900.0	0.00	0.00	8,897.0	-77.2	90.4	-78.5	0.00	0.00	0.00
9,000.0	0.00	0.00	8,997.0	-77.2	90.4	-78.5	0.00	0.00	0.00
9,100.0	0.00	0.00	9,097.0	-77.2	90.4	-78.5	0.00	0.00	0.00
9,200.0	0.00	0.00	9,197.0	-77.2	90.4	-78.5	0.00	0.00	0.00
9,300.0	0.00	0.00	9,297.0	-77.2	90.4	-78.5	0.00	0.00	0.00
9,400.0	0.00	0.00	9,397.0	-77.2	90.4	-78.5	0.00	0.00	0.00
9,500.0	0.00	0.00	9,497.0	-77.2	90.4	-78.5	0.00	0.00	0.00
9,600.0	0.00	0.00	9,597.0	-77.2	90.4	-78.5	0.00	0.00	0.00
9,672.0	0.00	0.00	9,669.0	-77.2	90.4	-78.5	0.00	0.00	0.00
First Bone 9,700.0	e Spring 0.00	0.00	9,697.0	-77.2	90.4	-78.5	0.00	0.00	0.00
9,800.0	0.00	0.00	9,797.0	-77.2 -77.2	90.4	-78.5	0.00	0.00	0.00
9,900.0	0.00	0.00	9,897.0	-77.2	90.4	-78.5	0.00	0.00	0.00
10,000.0	0.00	0.00	9,997.0	-77.2	90.4	-78.5	0.00	0.00	0.00
10,100.0	0.00	0.00	10,097.0	-77.2	90.4	-78.5	0.00	0.00	0.00
10,200.0	0.00	0.00	10,197.0	-77.2	90.4	-78.5	0.00	0.00	0.00
10,226.0	0.00	0.00	10,223.0	-77.2	90.4	-78.5	0.00	0.00	0.00
Second B	one Spring								
10,300.0	0.00	0.00	10,297.0	-77.2	90.4	-78.5	0.00	0.00	0.00
10,400.0	0.00	0.00	10,397.0	-77.2	90.4	-78.5	0.00	0.00	0.00
10,500.0	0.00	0.00	10,497.0	-77.2	90.4	<i>-</i> 78.5	0.00	0.00	0.00
10,600.0	0.00	0.00	10,597.0	-77.2	90.4	-78.5	0.00	0.00	0.00
10,700.0	0.00	0.00	10,697.0	-77.2	90.4	-78.5	0.00	0.00	0.00
10,760.0	0.00	0.00	10,757.0	-77.2	90.4	<i>-</i> 78.5	0.00	0.00	0.00
10,800.0	e Spring Uppe 0.00	r 0.00	10,797.0	-77.2	90.4	-78.5	0.00	0.00	0.00
10,900.0	0.00	0.00	10,897.0	-77.2	90.4	-78.5	0.00	0.00	0.00
11,000.0	0.00	0.00	10,997.0	-77.2	90.4	-78.5	0.00	0.00	0.00
11,100.0	0.00	0.00	11,097.0	-77. 2	90.4	-78.5	0.00	0.00	0.00
11,200.0	0.00	0.00	11,197.0	-77.2	90.4	-78.5	0.00	0.00	0.00
11,300.0	0.00	0.00	11,297.0	-77.2	90.4	-78.5	0.00	0.00	0.00
11,361.0	0.00	0.00	11,358.0	-77.2	90.4	-78.5	0.00	0.00	0.00
Third Bon									
11,400.0	0.00	0.00	11,397.0	-77.2	90.4	-78.5	0.00	0.00	0.00
11,500.0	0.00	0.00	11,497.0	-77.2	90.4	-78.5	0.00	0.00	0.00
11,600.0	0.00	0.00	11,597.0	-77.2	90.4	-78.5	0.00	0.00	0.00
11,637.0 Wolfcamp	0.00	0.00	11,634.0	-77.2	90.4	-78.5	0.00	0.00	0.00
•		2.25	44.00= 0	^					
11,700.0	0.00	0.00	11,697.0	-77.2	90.4	-78.5	0.00	0.00	0.00
11,720.0	0.00	0.00	11,717.0	-77.2	90.4	-78.5	0.00	0.00	0.00
	ld 10.00 - 7.625		44 740 0	70.4	00.0		40.00	40.00	0.00
11,750.0	3.00	349.70	11,746.9 11,796.7	-76.4 -71.7	90.3 89.4	-77.7 -73.0	10.00 10.00	10.00 10.00	0.00 0.00





Database:

EDM5000

Company:

Ameredev Operating, LLC

Project: Site: Lea County, NM (NAD83 NME) (Nandina Fed) Sec-31_T-25-S_R-36-E

Well:

Nandina Fed Com 25-36-31 #126H

Wellbore: Design: OWB Plan #1 Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well Nandina Fed Com 25-36-31 #126H

KB @ 3040.0usft (Rig) KB @ 3040.0usft (Rig)

Grid

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)
11,850.0	0 13.00	349.70	11,845.8	-62.8	87.8	-64.0	10.00	10.00	0.00
11,900.0		349.70	11,894.0	-49.6	85.4	-50.9	10.00	10.00	0.00
11,949.	1 22.91	349.70	11,940.0	-32.8	82.3	-33.9	10.00	10.00	0.00
Wolfcam									
11,950.0		349.70	11,940.8	-32.4	82.3	-33.6	10.00	10.00	0.00
12,000.0		349.70	11,985.9	-11.2	78.4	-12.4	10.00	10.00	0.00
12,050.0	0 33.00	349.70	12,029.0	13.7	73.9	12.6	10.00	10.00	0.00
12,100.0	0 38.00	349.70	12,069.7	42.3	68.7	41.3	10.00	10.00	0.00
12,150.0		349.70	12,107.7	74.2	62.9	73.3	10.00	10.00	0.00
12,200.0		349.70	12,142.8	109.3	56.5	108.5	10.00	10.00	0.00
12,250.0	0 53.00	349.70	12,174.6	147.2	49.6	146.5	10.00	10.00	0.00
12,300.0	58.00	349.70	12,202.9	187.8	42.2	187.1	10.00	10.00	0.00
12,306.6	58.66	349.70	12,206.4	193.3	41.2	192.7	10.00	10.00	0.00
	ndina Fed Com								
12,350.0		349.70	12,227.5	230.6	34.5	230.0	10.00	10.00	0.00
12,400.0		349.70	12,248.2	275.3	26.3	274.9	10.00	10.00	0.00
12,450.0		349.70	12,264.9	321.7	17.9	321.4	10.00	10.00	0.00
12,500.0	0 78.00	349.70	12,277.4	369.3	9.3	369.1	10.00	10.00	0.00
12,550.0		349.70	12,285.7	417.8	0.4	417.7	10.00	10.00	0.00
12,600.0		349.70	12,289.6	466.8	-8.5	466.9	10.00	10.00	0.00
12,620.0		349.70	12,290.0	486.5	-12.0	486.6	10.00	10.00	0.00
	RN - DLS 2.00 TI								
12,700.0		351.30	12,290.0	565.4	-25.2	565.7	2.00	0.00	2.00
12,800.0	0 90.00	353.30	12,290.0	664.5	-38.6	665.0	2.00	0.00	2.00
12,900.0	0 90.00	355.30	12,290.0	764.0	-48.6	764.6	2.00	0.00	2.00
13,000.0		357,30	12,290.0	863.8	-55.0	864.5	2.00	0.00	2.00
13,107.		359.44	12,290.0	971.0	-58.1	971.7	2.00	0.00	2.00
HOLD - 9	9062.5 at 13107.	3 MD							
13,200.0		359.44	12,290.0	1,063.7	-59.0	1,064.4	0.00	0.00	0.00
13,255.4	4 90.00	359.44	12,290.0	1,119.1	-59.5	1,119.8	0.00	0.00	0.00
Sec 31 1	320' FSL -9244'	FNL, 1672' FE	ĒL						
13,300.0	0 90.00	359.44	12,290.0	1,163.7	-59.9	1,164.4	0.00	0.00	0.00
13,400.0	0 90.00	359.44	12,290.0	1,263.7	-60.9	1,264.4	0.00	0.00	0.00
13,500.0	0 90.00	359.44	12,290.0	1,363.7	-61.9	1,364.4	0.00	0.00	0.00
13,600.0		359.44	12,290.0	1,463.7	-62.9	1,464.4	0.00	0.00	0.00
13,700.0	0 90.00	359.44	12,290.0	1,563.7	-63.8	1,564.4	0.00	0.00	0.00
13,800.0	0 90.00	359.44	12,290.0	1,663.7	-64.8	1,664.4	0.00	0.00	0.00
13,900.0		359.44	12,290.0	1,763.7	-65.8	1,764.4	0.00	0.00	0.00
14,000.0		359.44	12,290.0	1,863.7	-66.7		0.00	0.00	0.00
14,100.0	0 90.00	359.44	12,290.0	1,963.7	-67.7	1,964.4	0.00	0.00	0.00
14,200.0		359.44	12,290.0	2,063.7	-68.7	2,064.4	0.00	0.00	0.00
14,300.6		359.44	12,290.0	2,163.7	-69.6	2,164.4	0.00	0.00	0.00
14,400.6		359.44	12,290.0	2,263.6	-70.6	2,264.4	0.00	0.00	0.00
14,500.0		359.44	12,290.0	2,363.6	-71.6	2,364.4	0.00	0.00	0.00
14,575.4		359.44	12,290.0	2,439.0	-72.3	2,439.8	0.00	0.00	0.00
	640' FSL - 7924'	•			_				
14,600.		359.44	12,290.0	2,463.6	-72.6	2,464.4	0.00	0.00	0.00
14,700.0		359.44	12,290.0	2,563.6	-73.5	2,564.4	0.00	0.00	0.00
14,800.0		359.44	12,290.0	2,663.6	-74.5	2,664.4	0.00	0.00	0.00
14,900.0		359.44	12,290.0	2,763.6	-75.5	2,764.4	0.00	0.00	0.00
15,000.0		359.44	12,290.0	2,863.6	-76.4	2,864.4	0.00	0.00	0.00
15,100.	0 90.00	359.44	12,290.0	2,963.6	-77.4	2,964.4	0.00	0.00	0.00
15,200.0	0 90.00	359.44	12,290.0	3,063.6	-78.4	3,064.4	0.00	0.00	0.00





Database:

EDM5000

Company:

Ameredev Operating, LLC

Project: Site:

Lea County, NM (NAD83 NME) (Nandina Fed) Sec-31_T-25-S_R-36-E

Well:

Nandina Fed Com 25-36-31 #126H

Wellbore: Design:

OWB Plan #1

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Well Nandina Fed Com 25-36-31 #126H

KB @ 3040.0usft (Rig) KB @ 3040.0usft (Rig)

Grid

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)
15,300.0	90.00	359.44	12,290.0	3,163.6	-79.4	3,164.4	0.00	0.00	0.00
15,400.0	90.00	359.44	12,290.0	3,263.6	-80.3	3,264.4	0.00	0.00	0.00
15,500.0	90.00	359.44	12,290.0	3,363.6	-81.3	3,364.4	0.00	0.00	0.00
15,600.0	90.00	359.44	12,290.0	3,463.6	-82.3	3,464.4	0.00	0.00	0.00
15,700.0	90.00	359.44	12,290.0	3,563.6	-83.2	3,564.4	0.00	0.00	0.00
15,800.0	90.00	359.44	12,290.0	3,663.6	-84.2	3,664.4	0.00	0.00	0.00
15,900.0	90.00	359.44	12,290.0	3,763.6	-85.2	3,764.4	0.00	0.00	0.00
16,000.0	90.00	359.44	12,290.0	3,863.6	-86.1	3,864.4	0.00	0.00	0.00
16,100.0	90.00	359.44	12,290.0	3,963.6	-87.1	3,964.4	0.00	0.00	0.00
16,200.0	90.00	359.44	12,290.0	4,063.6	-88.1	4,064.4	0.00	0.00	0.00
16,300.0	90.00	359.44	12,290.0	4,163.6	-89.1	4,164.4	0.00	0.00	0.00
16,400.0	90.00	359.44	12,290.0	4,263.6	-90.0	4,264.4	0.00	0.00	0.00
16,500.0	90.00	359.44	12,290.0	4,363.5	-91.0	4,364.4	0.00	0.00	0.00
16,600.0	90.00	359.44	12,290.0	4,463.5	-92.0	4,464.4	0.00	0.00	0.00
16,700.0	90.00	359.44	12,290.0	4,563.5	-92.9	4,564.4	0.00	0.00	0.00
16,800.0	90.00	359.44	12,290.0	4,663.5	-93.9	4.664.4	0.00	0.00	0.00
16,900.0	90.00	359.44	12,290.0	4,763.5	-94.9	4,764.4	0.00	0.00	0.00
17,000.0	90.00	359.44	12,290.0	4,863.5	-95.8	4,864.4	0.00	0.00	0.00
17,100.0	90.00	359.44	12,290.0	4,963.5	-96.8	4,964.4	0.00	0.00	0.00
17,200.0 17,214.8	90.00 90.00	359.44 359.44	12,290.0 12,290.0	5,063.5 5,078.3	-97.8 -97.9	5,064.4 5,079.2	0.00 0.00	0.00 0.00	0.00 0.00
•	30 Cross -5284		•	0,070.0	07.0	0,010.2	0.00	0.00	0.00
17,300.0	90.00	359.44	12,290.0	5,163.5	-98.8	5,164.4	0.00	0.00	0.00
17,400.0	90.00	359.44	12,290.0	5,263.5	-99.7	5,264.4	0.00	0.00	0.00
17,500.0	90.00	359.44	12,290.0	5,363.5	-100.7	5,364.4	0.00	0.00	0.00
17,600.0	90.00	359.44	12,290.0	5,463.5	-101.7	5,464.4	0.00	0.00	0.00
17,700.0	90.00	359.44	12,290.0	5,563.5	-102.6	5,564.4	0.00	0.00	0.00
17,700.0	90.00	359.44	12,290.0	5,663.5	-102.6	5,664.4	0.00	0.00	0.00
17,900.0	90.00	359.44	12,290.0	5,763.5	-104.6	5,764.4	0.00	0.00	0.00
18,000.0	90.00	359.44	12,290.0	5,863.5	-105.5	5,864.4	0.00	0.00	0.00
18,100.0	90.00	359.44	12,290.0	5,963.5	-106.5	5.964.4	0.00	0.00	0.00
18,200.0	90.00	359.44	12,290.0	6,063.5	-107.5	6,064.4	0.00	0.00	0.00
18,300.0	90.00	359.44	12,290.0	6,163.5	-108.5	6,164.4	0.00	0.00	0.00
18,400.0	90.00	359.44	12,290.0	6,263.5	-109.4	6,264.4	0.00	0.00	0.00
18,500.0	90.00	359.44	12,290.0	6,363.5	-110.4	6,364.4	0.00	0.00	0.00
18,534.8	90.00	359.44	12,290.0	6,398.3	-110.7	6,399.2	0.00	0.00	0.00
•	20' FSL -3964'			0,000.0		0,000.2	0.00	0.00	0.00
18,600.0	90.00	359.44	12,290.0	6,463.4	-111.4	6,464.4	0.00	0.00	0.00
18,700.0	90.00	359.44	12,290.0	6,563.4	-112.3	6,564.4	0.00	0.00	0.00
18,800.0	90.00	359.44	12,290.0	6,663.4	-113.3	6,664.4	0.00	0.00	0.00
18,900.0	90.00	359.44	12,290.0	6,763.4	-114.3	6,764.4	0.00	0.00	0.00
19,000.0	90.00	359.44	12,290.0	6,863.4	-115.2	6,864.4	0.00	0.00	0.00
19,100.0	90.00	359.44	12,290.0	6,963.4	-116.2	6,964.4	0.00	0.00	0.00
19,200.0	90.00	359.44	12,290.0	7,063.4	-117.2	7,064.4	0.00	0.00	0.00
19,300.0	90.00	359.44	12,290.0	7,163.4	-118.2	7,164.4	0.00	0.00	0.00
19,400.0	90.00	359.44	12,290.0	7,263.4	-119.1	7,264.4	0.00	0.00	0.00
19,500.0	90.00	359.44	12,290.0	7,363.4	-120.1	7,364.4	0.00	0.00	0.00
19,600.0	90.00	359.44	12,290.0	7,463.4	-121.1	7,464.4	0.00	0.00	0.00
19,700.0	90.00	359.44	12,290.0	7,563.4	-122.0	7,564.4	0.00	0.00	0.00
19,800.0	90.00	359.44	12,290.0	7,663.4	-123.0	7,664.4	0.00	0.00	0.00
19,900.0	90.00	359.44	12,290.0	7,763.4	-124.0	7,764.4	0.00	0.00	0.00
20,000.0	90.00	359.44	12,290.0	7,863.4	-124.9	7.864.4	0.00	0.00	0.00
20,000.0	90.00	359,44 359,44	12,290.0	7,863.4 7,963.4	-124.9	7,864.4 7,964.4	0.00	0.00	0.00
20,200.0	90.00	359.44	12,290.0	8,063.4	-126.9	8,064.4	0.00	0.00	0.00





Database:

EDM5000

Company:

Ameredev Operating, LLC

Project:

Lea County, NM (NAD83 NME) (Nandina Fed) Sec-31_T-25-S_R-36-E

Site: Well:

Nandina Fed Com 25-36-31 #126H

Wellbore: Design:

OWB Plan #1 Local Co-ordinate Reference:

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North Reference: **Survey Calculation Method:** Well Nandina Fed Com 25-36-31 #126H

KB @ 3040.0usft (Rig) KB @ 3040.0usft (Rig)

Grid

Minimum Curvature

ed 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)
20,300.0	90.00	359.44	12,290.0	8,163.4	-127.9	8,164.4	0.00	0.00	0.00
20,400.0	90.00	359.44	12,290.0	8,263.4	-128.8	8,264.4	0.00	0.00	0.00
20,500.0	90.00	359.44	12,290.0	8,363.4	-129.8	8,364.4	0.00	0.00	0.00
20,600.0	90.00	359.44	12,290.0	8,463.4	-130.8	8,464.4	0.00	0.00	0.00
20,700.0	90.00	359.44	12,290.0	8,563.3	-131.7	8,564.4	0.00	0.00	0.00
20.800.0	90.00	359.44	12,290.0	8,663.3	-132.7	8.664.4	0.00	0.00	0.00
20,900.0	90.00	359.44	12,290.0	8,763.3	-133.7	8,764.4	0.00	0.00	0.00
21,000.0	90.00	359.44	12,290.0	8,863.3	-134.7	8,864.4	0.00	0.00	0.00
21,100.0	90.00	359.44	12,290.0	8,963.3	-135.6	8,964.4	0.00	0.00	0.00
21,200.0	90.00	359.44	12,290.0	9,063.3	-136.6	9,064.4	0.00	0.00	0.00
21,300.0	90.00	359.44	12,290.0	9,163.3	-137.6	9,164.4	0.00	0.00	0.00
21,400.0	90.00	359.44	12,290.0	9,263.3	-138.5	9,264.4	0.00	0.00	0.00
21,500.0	90.00	359.44	12,290.0	9,363.3	-139.5	9,364.3	0.00	0.00	0.00
21,600.0	90.00	359.44	12,290.0	9,463.3	-140,5	9,464.3	0.00	0.00	0.00
21,700.0	90.00	359,44	12,290,0	9,563.3	-141.4	9,564.3	0.00	0.00	0.00
21.800.0	90.00	359.44	12,290.0	9,663.3	-142.4	9,664.3	0.00	0.00	0.00
21,900.0	90.00	359.44	12,290.0	9,763.3	-143.4	9,764.3	0.00	0.00	0.00
22,000.0	90.00	359.44	12,290.0	9,863.3	-144.4	9,864.3	0.00	0.00	0.00
22,100.0	90.00	359.44	12,290.0	9,963.3	-145.3	9,964.3	0.00	0.00	0.00
22,169.7	90.00	359.44	12,290.0	10,033.0	-146.0	10,034.1	0.00	0.00	0.00
LTP - 130.	0 hold at 22169	9.7 MD - LTP	(Nandina Fed	Com 25-36-3	1 #126H)				
22,200.0	90.00	359.44	12,290.0	10,063.3	-146.3	10,064.3	0.00	0.00	0.00

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
LTP (Nandina Fed Co - plan hits target o - Point		0.00	12,290.0	10,033.0	-146.0	404,451.00	860,956.00	32° 6' 27.749 N	103° 18' 3.896 W
FTP (Nandina Fed Co - plan misses targ - Point		0.00 138.2usft a	12,290.0 at 12306.6u	129.0 sft MD (1220	-48.0 06.4 TVD, 19	394,547.00 3.3 N, 41.2 E)	861,054.00	32° 4' 49.743 N	103° 18' 3.859 W
PBHL (Nandina Fed 0 - plan misses targ - Point		0.00 0.3usft at 2	,	10,163.0 MD (12290.	-147.0 0 TVD, 1016	404,581.00 3.0 N, -147.3 E)	860,955.00	32° 6′ 29.035 N	103° 18' 3.893 W

10,163.0

-147.3

10,164.1

0.00

0.00

0.00

Casing Points							
	Measured Depth (usft)	Vertical Depth (usft)		Name	Casing Diameter (")	Hole Diameter (")	
	1,160.0	1,160.0	13.375"		13-3/8	17-1/2	
	5,093.0	5,090.0	9.625"		9-5/8	12-1/4	
	11,720.0	11,717.0	7.625"		7-5/8	8-3/4	
	12,620.0	12,290.0	5.5"		5-1/2	6-3/4	

22,299.7

90.00

359.44

12,290.0

PBHL at 22299.7 - 200' FNL, 1672' FEL - PBHL (Nandina Fed Com 25-36-31 #126H)





Database:

EDM5000

Company: Project: Ameredev Operating, LLC Lea County, NM (NAD83 NME)

Site: Well: (Nandina Fed) Sec-31_T-25-S_R-36-E Nandina Fed Com 25-36-31 #126H

Wellbore: Design: OWB Plan #1 Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well Nandina Fed Com 25-36-31 #126H

KB @ 3040.0usft (Rig)

KB @ 3040.0usft (Rig) Grid

Formations							
	Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)	
	1,035.0	1,035.0	Rustler				
	1,512.0	1,512.0	Salado				
	3,397.5	3,395.0	Tansill				
	3,809.0	3,806.0	Capitan				
	5,043.0	5,040.0	Lamar				
	5,150.0	5,147.0	Bell Canyon				
	7,225.0	7,222.0	Brushy Canyon				
	8,332.0	8,329.0	Bone Spring Lime				
	9,672.0	9,669.0	First Bone Spring				
	10,226.0	10,223.0	Second Bone Spring				
:	10,760.0	10,757.0	Third Bone Spring Upper				
	11,361.0	11,358.0	Third Bone Spring				
	11,637.0	11,634.0	Wolfcamp				
	11,949.1	11,940.0	Wolfcamp B				

Plan Anno	otations				
	Measured Vertical		Local Coor	dinates	
	Depth (usft)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment
	1,500.0	1,500.0	. 0.0	0.0	BUILD - 2.00
1	1,650.2	1,650.2	-2.6	3.0	HOLD - 2117.6 at 1650.2 MD
1	3,767.8	3,764.8	-74.6	87.4	DROP -2.00
1	3,918.0	3,915.0	-77.2	90.4	HOLD - 7802.0 at 3918.0 MD
ł	11,720.0	11,717.0	-77.2	90.4	KOP - Build 10.00
	12,620.0	12,290.0	486.5	-12.0	EOC/TURN - DLS 2,00 TFO 90,00
	13,107,3	12,290.0	971.0	-58.1	HOLD - 9062.5 at 13107.3 MD
1	13,255,4	12,290.0	1,119.1	-59.5	Sec 31 1320' FSL -9244' FNL, 1672' FEL
	14,575,4	12,290.0	2,439.0	-72.3	Sec 31 2640' FSL - 7924' FNL, 1672' FEL
	17,214.8	12,290.0	5,078.3	-97.9	Sec 31 & 30 Cross -5284' FNL, 1672' FEL
	18,534.8	12,290.0	6,398.3	-110.7	Sec 30 1320' FSL -3964' FNL, 1672' FEL
	22,169,7	12,290.0	10.033.0	-146.0	LTP - 130.0 hold at 22169.7 MD
	22,299.7	12,290.0	10,163.0	-147.3	PBHL at 22299.7 - 200' FNL, 1672' FEL



Pressure Control Plan

Pressure Control Equipment

- Ameredev will utilize a drilling rig not capable of drilling to TD to preset Surface Casing.
- Following setting of 13-3/8" Surface Casing Ameredev will install 13-5/8 MB4 Multi Bowl Casing Head by welding on a 13-5/8 SOW x 13-5/8" 5M in combination with 13-5/8 5M x 13-5/8 10M B-Sec to Land Intm #1 and a 13-5/8 10M x 13-5/8 10M shouldered to land C-Sec to Land Intm #2 (Installation procedure witnessed and verified by a manufacturer's representative).
- Casing will be tested to 1500psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No. 2.
- Ameredev will install Dry Hole Cap and install Pressure gauges to monitor. Ameredev will Suspend Operations to Mob to Adjacent Wells and Drill Surface
- Ameredev will Mobilize Rig capable of drilling to TD. (Rig Capable of Drilling to TD will not Mobilize until all wells on Drilling Pad have reached TD and Tubing Head installed and Tested) Ameredev will install a 5M System Blowout Preventer (BOPE) with a 5M Annular Preventer and related equipment (BOPE). Full testing will be performed utilizing a full isolation test plug and limited to 5,000psi MOP of MB4 Multi Bowl Casing Head. Pressure will be held for 10 min or until provisions of test are met on all valves and rams. The 5M Annular Preventer will be tested to 50% of approved working pressure (2,500psi). Casing will be tested to 1500psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No. 2.</p>
- Setting of 9-5/8" Intermediate #1 will be done by landing a wellhead hanger in the 13-5/8" 5M Bowl, Cementing and setting Well Head Packing seals and testing same. (Installation procedure witnessed and verified by a manufacturer's representative) Casing will be tested to 1500psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No. 2.
- Full testing will be performed utilizing a full isolation test plug and limited to 5,000psi MOP of MB4 Multi Bowl Casing Head. Pressure will be held for 10 min or until provisions of test are met on all valves and rams. The 5M Annular Preventer will be tested to 50% of approved working pressure (2,500psi). Casing will be tested to 1500psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No. 2.



Pressure Control Plan

- Before drilling >20ft of new formation under the 9-5/8" Casing Shoe a pressure integrity test of the Casing Shoe will be performed to minimum of the MWE anticipated to control formation pressure to the next casing depth.
- Setting of 7-5/8" Intermediate #2 will be done by landing a wellhead hanger in the 13-5/8" 5M Bowl, Cementing and setting Well Head Packing seals and testing same. (Installation procedure witnessed and verified by a manufacturer's representative) Casing will be tested to 1500psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No. 2.
- Full testing will be performed utilizing a full isolation test plug and limited to 10,000psi MOP of MB4 Multi Bowl Casing Head. Pressure will be held for 10 min or until provisions of test are met on all valves and rams. The 5M Annular Preventer will be tested to 100% of approved working pressure (5,000psi). Casing will be tested to 1500psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No. 2.
- Before drilling >20ft of new formation under the 7-5/8" Casing Shoe a pressure integrity test of the Casing Shoe will be performed to minimum of the MWE anticipated to control formation pressure to the next casing depth.
- Following setting of 5-1/2" Production Casing and adequate WOC time Ameredev will break 5M System Blowout Preventer (BOP) from 10M DOL-2 Casing Head, install annulus casing slips and test same (Installation procedure witnessed and verified by a manufacturer's representative) and install 11" 10M x 5-1/8" 15M Tubing Head (Installation procedure witnessed and verified by a manufacturer's representative). Ameredev will test head to 70% casing design and install Dry Hole cap with needle valve and pressure gauge to monitor well awaiting completion.
- Slow pump speeds will be taken daily by each crew and recorded on Daily Drilling Report after mudding up.
- A choke manifold and accumulator with floor and remote operating stations will be functional and in place after installation of BOPE, as well as full functioning mud gas separator.
- Weekly BOPE pit level drills will be conducted by each crew and recorded on Daily Drilling Report.
- BOP will be fully operated when out of hole and will be documented on the daily drilling log.
- All B.O.P.s and associated equipment will be tested in accordance with Onshore Order #2
- All B.O.P. testing will be done by an independent service company.



Pressure Control Plan

- The B.O.P. will be tested within 21 days of the original test if drilling takes more time than planned.
- Ameredev requests a variance to connect the B.O.P. choke outlet to the choke manifold using a
 co-flex hose with a 10,000 psi working pressure that has been tested to 15,000psi and is built to
 API Spec 16C. Once the flex line is installed it will be tied down with safety clamps. (certifications
 will be sent to Carlsbad BLM Office prior to install)



Requested Exceptions

- Variance is requested to connect the BOP choke outlet to the choke manifold using a co-flex line (instead of using a 4" OD steel line) with a 10,000 psi working pressure that has been tested to 15,000 psi and is built to API Spec 16C. Once the flex line is installed it will be tied down with safety clamps.
- Variance is requested to allow Option of rig not capable of reaching TD presetting Surface
- Variance is requested to wave any centralizer requirements on the 5-1/2 Casing. Ameredev will
 utilize cement expansion additives in the cement slurry to maximize cement bond and zonal
 isolation.
- Variance is requested to wave any centralizer requirements on the 7-5/8 Casing. Ameredev will
 utilize cement expansion additives in the cement slurry to maximize cement bond and zonal
 isolation.
- Variance is requested to allow Temporary Postponement of Operations on well to Skid to adjacent well.
- Variance is requested to Allow use of Multi Bowl Well Head System
- Variance is requested to Allow adjustment of Casing Design Safety Factor on conditions that Ameredev keeps minimum of 1/3 casing capacity filled with OMW drilling fluids
- Variance is requested to Drill Surface Casing to Base Salt with >100K Chlorides on the conditions that 50% Returns will be maintained



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



APD ID: 10400027676

Submission Date: 02/23/2018

Operator Name: AMEREDEV OPERATING LLC

Well Name: NANDINA FED COM 25 36 31

Well Type: OIL WELL

Well Number: 126H

Well Work Type: Drill



Show Final Text

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

NANDINA_FED_COM_25_36_31_126H___WELL_PAD_ACCESS_20180815134346.pdf

NAN_GB__6N_Road_Plats_20180815134403.pdf

Existing Road Purpose: ACCESS

Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

NAN_GB__6N_Road_Plats_20180815134501.pdf

NANDINA_FED_COM_25_36_31_126H___WELL_PAD_ACCESS_20180815134513.pdf

New road type: RESOURCE

Length: 8139

Feet

Width (ft.): 30

Max slope (%): 2

Max grade (%): 2

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 20

New road access erosion control: Crowned and ditched

New road access plan or profile prepared? NO

New road access plan attachment:

Well Name: NANDINA FED COM 25 36 31 Well Number: 126H

Access road engineering design? NO

Access road engineering design attachment:

Turnout? N

Access surfacing type: OTHER

Access topsoil source: ONSITE

Access surfacing type description: Caliche

Access onsite topsoil source depth: 6

Offsite topsoil source description:

Onsite topsoil removal process: Grader

Access other construction information: NM One Call (811) will be notified before construction start.

Access miscellaneous information:

Number of access turnouts: 5

Access turnout map:

Drainage Control

New road drainage crossing: OTHER

Drainage Control comments: Crowned and ditched

Road Drainage Control Structures (DCS) description: None

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

NANDINA_FED_COM_25_36_31_126H___1_MI_RADIUS_WELLS_20180815134724.pdf

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

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description: A multiple well pad will be located on section 31, and will measure 400'x500'. The top 6" of soil and brush will be stockpiled North of the well pad. A 4" Poly Flowline will be run approximately 255' from the Nandina Fed Com 25 36 31 126H to the Nandina CTB that will be north of the well pad. A 12" poly water line will be run from the Nandina CTB to a planned line that will be installed taking our produced water in the area to an SWD that is operated by OWL. The new line will be approximately 6,589'. A power line will be run parallel to the water line and will connect into a power line that we will be installing for a well in the area. The power line will be approximately 6,590'. The Nandina CTB will be 500'x525' and will include a separator, Heat Exchanger, VRU, VRT, meter run and a tank battery. The new production

Well Name: NANDINA FED COM 25 36 31

Well Number: 126H

plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

Production Facilities map:

BO_NAN_GB_7N_PAD_SITE_S_20180815134845.pdf

EP_NORTH_ELECTRIC_SEC_31_REV3_S_20180815134849.pdf

EP_NORTH_WATER_SEC_31_REV3_S_20180815134851.pdf

Nandina_CTB_Plat_20180815134856.pdf

NAN_GB__6N_Road_Plats_20180815134854.pdf

NANDINA_FED_COM_25_36_31_126H___WELL___FACILITIES_MAP_20180815135141.pdf

Section 5 - Location and Types of Water Supply

Water Source Table

Water source type: GW WELL

Water source use type:

SURFACE CASING

INTERMEDIATE/PRODUCTION

CASING

STIMULATION

DUST CONTROL

Source latitude:

Source longitude:

Source datum:

Water source permit type:

PRIVATE CONTRACT

Water source transport method:

PIPELINE

TRUCKING

Source land ownership: PRIVATE

Source transportation land ownership: FEDERAL

Water source volume (barrels): 20000

Source volume (acre-feet): 2.577862

Source volume (gal): 840000

Water source and transportation map:

NANDINA FED COM 25 36 31 126H WATER MAP 20180815135504.pdf

NANDINA_FED_COM_25_36_31_126H___WATER_WELLS_LIST_20180815135510.pdf

Water source comments: Water will be trucked or surface piped from existing water wells on private land. See attached list of available wells.

New water well? NO

A1 187 4 187 111 6

Well Name: NANDINA FED COM 25 36 31

Well Number: 126H

Well latitude:

Well Longitude:

Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

Aquifer comments:

Aguifer documentation:

Well depth (ft):

Well casing type:

Well casing outside diameter (in.):

Well casing inside diameter (in.):

New water well casing?

Used casing source:

Drilling method:

Drill material:

Grout material:

Grout depth:

Casing length (ft.):

Casing top depth (ft.):

Well Production type:

Completion Method:

Water well additional information:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Using any construction materials: YES

Construction Materials description: NM One Call (811) will be notified before construction start. Top 6" of soil and brush will be stockpiled north of the pad. V-door will face east. Closed loop drilling system will be used. Caliche will be hauled from existing caliche pits on private and state land.

Construction Materials source location attachment:

NANDINA_FED_COM_25_36_31_126H___CALICHE_MAP_20180815135643.pdf

Pages_from_NANDINA_FED_COM_25_36_31_126H___WELL_SITE_DIAGRAM_20180815140403.pdf

Section 7 - Methods for Handling Waste

Waste type: DRILLING

Waste content description: Cuttings, mud, salts, and other chemicals

Amount of waste: 2000

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: R360's state approved (NM-01-0006) disposal site at Halfway, NM

Well Name: NANDINA FED COM 25 36 31

Well Number: 126H

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.)

Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

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

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? YES

Description of cuttings location Steel tanks on pad

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:

NANDINA_FED_COM_25_36_31_126H___WELL_SITE_DIAGRAM_20181026133637.pdf

Comments:

Well Name: NANDINA FED COM 25 36 31 Well Number: 126H

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance

Multiple Well Pad Name: NANDINA

Multiple Well Pad Number: 126H

Recontouring attachment:

NANDINA_FED_COM_25_36_31_126H WELL_SITE_DIAGRAM_20181026134008.pdf

Drainage/Erosion control construction: Crowned and ditched

Drainage/Erosion control reclamation: Harrowed on the contour

Well pad proposed disturbance

(acres): 4.59

Road proposed disturbance (acres):

Powerline proposed disturbance

(acres): 4.53

Pipeline proposed disturbance

(acres): 4.53

Other proposed disturbance (acres):

6.03

Total proposed disturbance: 25.29

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

0.79

Road interim reclamation (acres): 0

Powerline interim reclamation (acres):

Pipeline interim reclamation (acres): 0

Other interim reclamation (acres): 0

Total interim reclamation: 0.79

(acres): 3.8

Road long term disturbance (acres):

Powerline long term disturbance

(acres): 4.53

Pipeline long term disturbance

(acres): 4.53

Other long term disturbance (acres):

6.03

Total long term disturbance: 24.5

Disturbance Comments:

Reconstruction method: Interim reclamation will be completed within 6 months of completing the well. Interim reclamation will consist of shrinking the pad 17% (.79 acre) by removing caliche and reclaiming 40' wide swaths on the north and east sides of the pad. This will leave 3.8 acres for producing three wells, with tractor-trailer turn around. Disturbed areas will be contoured to match pre-construction grades. Soil and brush will be evenly spread over disturbed areas and harrowed on the contour. Disturbed areas will be seeded in accordance with the surface owner's requirements.

Topsoil redistribution: Enough stockpiled topsoil will be retained to cover the remainder of the pad when the well is plugged. New road will be similarly reclaimed within 6 months of plugging. Noxious weeds will be controlled.

Soil treatment: None

Existing Vegetation at the well pad:

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road:

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline:

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances:

Existing Vegetation Community at other disturbances attachment:

e ii Name: NANDINA FED (COM 25 36 31	Well Number: 120	3H
		<u> </u>	
n native seed used? NO			
n native seed description: edling transplant descript			
l seedlings be transplant			
i seediiligs be transplante	ed for this project? NO		
edling transplant descript	ion attachment:		
I seed be harvested for us	se in site reclamation?	NO	
ed harvest description:	•	• .	
ed harvest description att	achment:		
	٠.		
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 S	ummary	Total pounds/Acre:	
Seed Type	Pounds/Acre		
ed reclamation attachmen	t:		
Operator Contact/I	Responsible Offic	ial Contact Info	: :
		Last Name:	
irst Name:			

Seed BMP:

Seed method:

Existing invasive species? NO

Well Name: NANDINA FED COM 25 36 31

Well Number: 126H

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: To BLM standards

Weed treatment plan attachment:

Monitoring plan description: To BLM standards

Monitoring plan attachment:

Success standards: To BLM satisfaction

Pit closure description: No pit

Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: WELL PAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

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:

Operator Name: AMEREDEV OP	PERATING LLC	•
Well Name: NANDINA FED COM	25 36 31	Well Number: 126H
Disturbance type: EXISTING ACC	CESS ROAD	
Describe:		
Surface Owner: BUREAU OF LAN	ND MANAGEMENT	
Other surface owner description	:	:
BIA Local Office:		
BOR Local Office:		
COE Local Office:	•	
DOD Local Office:		i
NPS Local Office:		
State Local Office:		
Military Local Office:		
USFWS Local Office:	e e e e e e e e e e e e e e e e e e e	
Other Local Office:		
USFS Region:		
USFS Forest/Grassland:	· ·	USFS Ranger District:
	,	
Disturbance type: NEW ACCESS	ROAD	
Describe:		
Surface Owner: BUREAU OF LAN	ND MANAGEMENT	
Other surface owner description	:	
BIA Local Office:		. :
BOR Local Office:		
COE Local Office:	e .	
DOD Local Office:	÷	
NPS Local Office:		
State Local Office:	*.	. •
Military Local Office:		
USFWS Local Office:		
Other Local Office:		
USFS Region:		

USFS Ranger District:

USFS Forest/Grassland:

Well Name: NANDINA FED COM 25 36 31	Well Number: 126H
<u> </u>	* · · · · · · · · · · · · · · · · · · ·
Disturbance type: OTHER	
Describe: Power Line	
Surface Owner: BUREAU OF LAND MANAGEMENT	
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:
	•
. 1.	
Disturbance type: PIPELINE	
Describe:	
Surface Owner: BUREAU OF LAND MANAGEMENT	
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: NANDINA FED COM 25 36 31

Well Number: 126H

Section 12 - Other Information

Right of Way needed? YES

Use APD as ROW? YES

ROW Type(s): 281001 ROW - ROADS,285003 ROW - POWER TRANS,288103 ROW - Salt Water Disposal Pipeline/Facility,289001 ROW- O&G Well Pad

ROW Applications

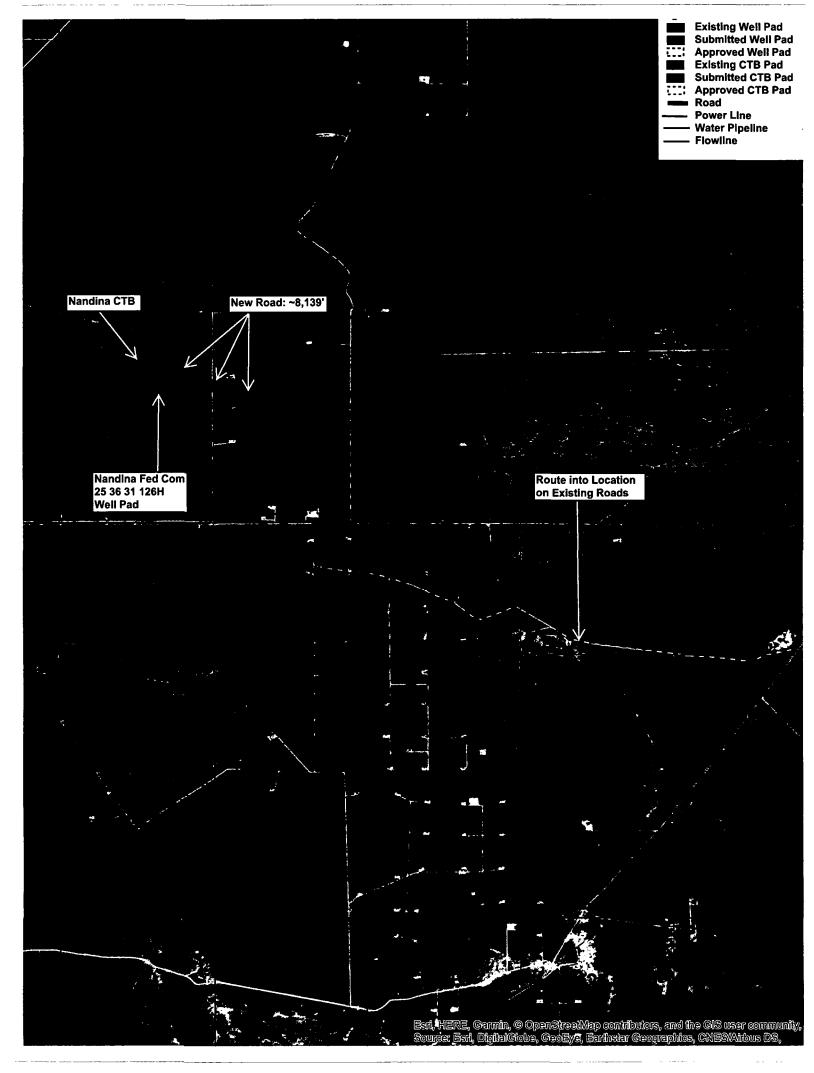
SUPO Additional Information:

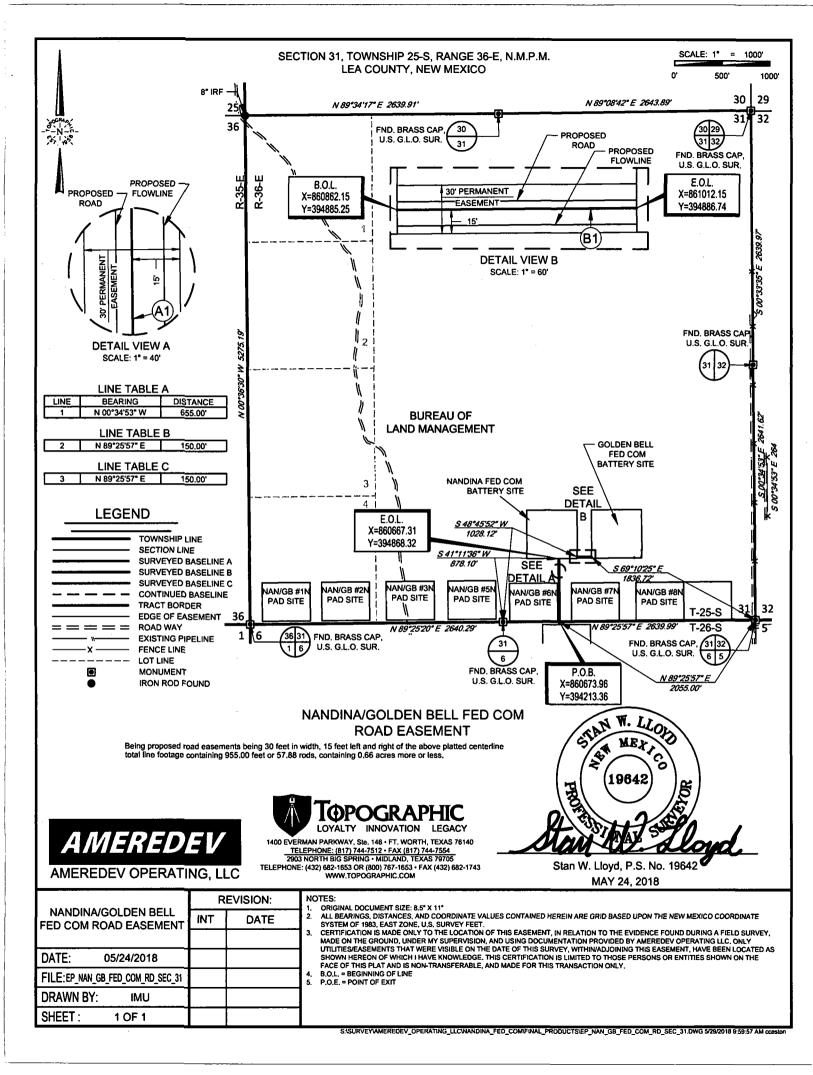
Use a previously conducted onsite? YES

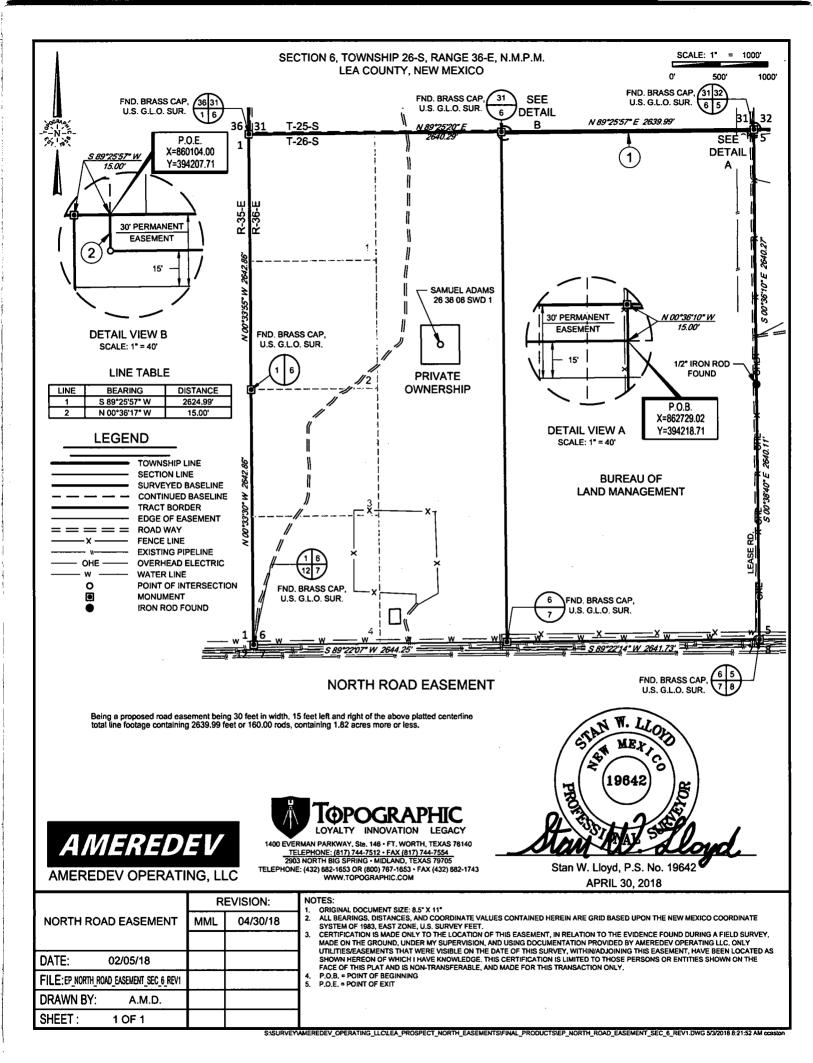
Previous Onsite information: On-site inspection was held with Jeff Robertson (BLM) on 5/23/18. Ameredev made a donation with the MOU fund in lieu of an archaeology report.

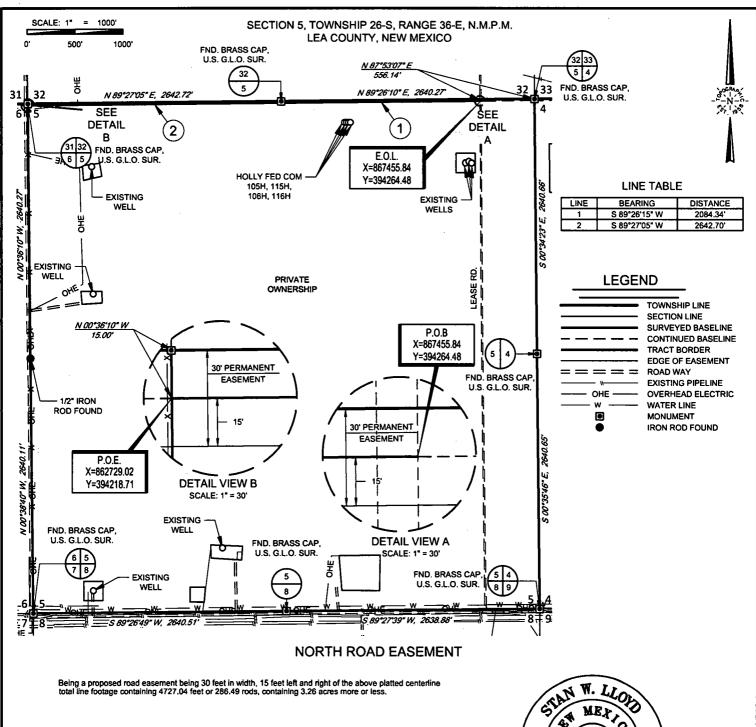
Other SUPO Attachment

NANDINA_FED_COM_25_36_31_126H___SURFACE_USE_PLAN_20180815141302.pdf













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NOVEMBER 03, 2017

	REVISION:	
NORTH ROAD EASEMENT	AMD	02/05/2018
DATE: 11/03/17		
FILE:EP_ROAD_EASEMENT_SEC_5_REV1		
DRAWN BY: MML		
SHEET: 1 OF 1		

1.

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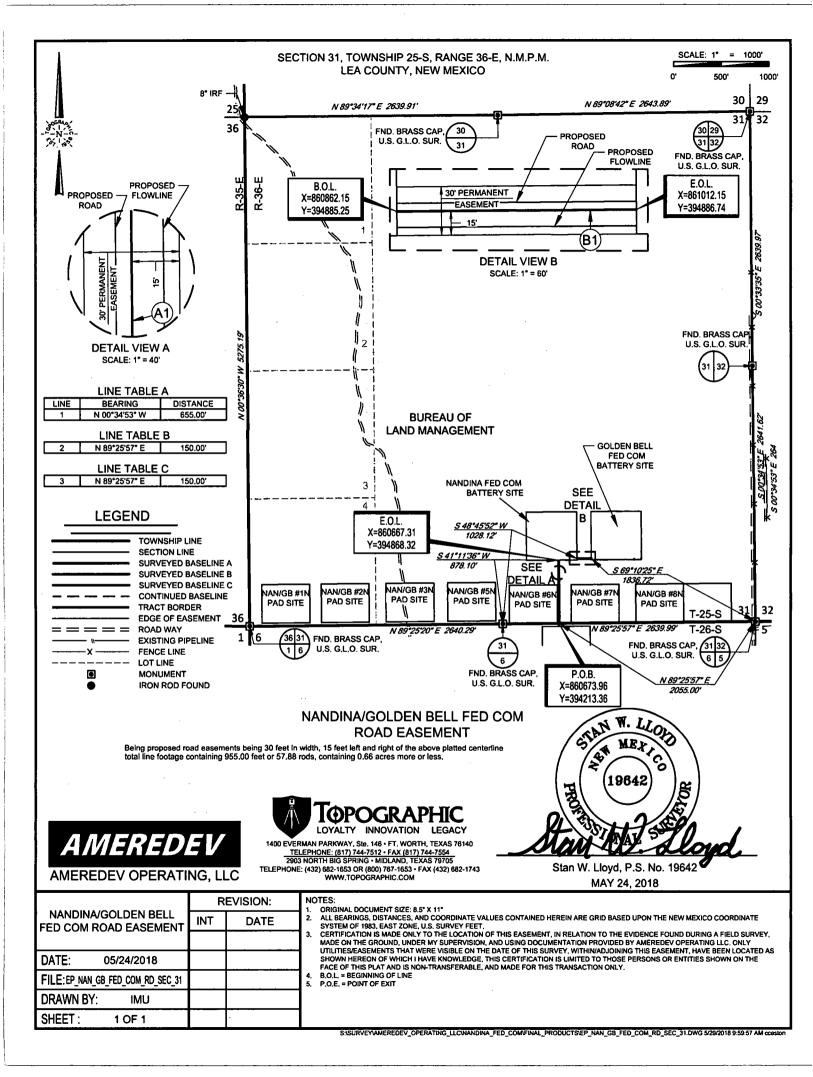
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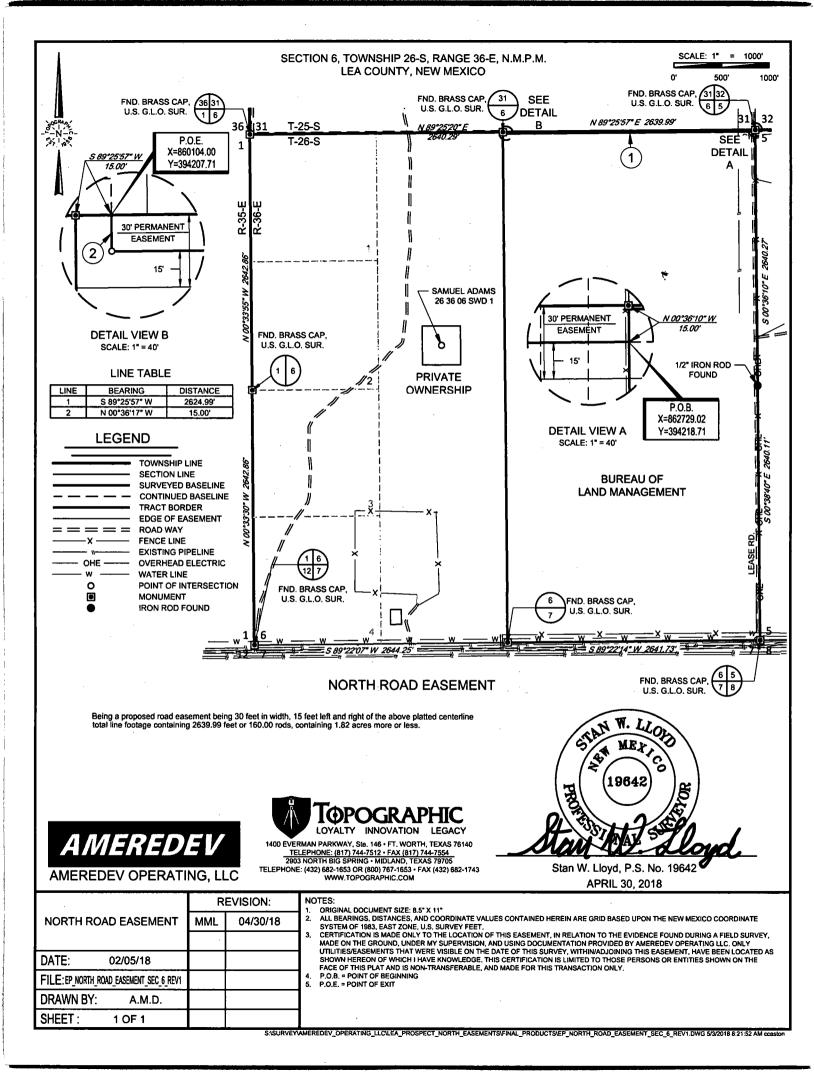
CERTIFICATION IS MADE ONLY TO THE LOCATION OF THIS EASEMENT, IN RELATION TO THE EVIDENCE FOUND DURING A FIELD SURVEY, MADE ON THE GROUND, UNDER MY SUPERVISION, AND USING DOCUMENTATION PROVIDED BY AMEREDEV OPERATING LLC. ONLY UTILITIES/EASEMENTS THAT WERE VISIBLE ON THE DATE OF THIS SURVEY, WITHINADJOINING THIS EASEMENT, HAVE BEEN LOCATED AS SHOWN HEREON OF WHICH I HAVE KNOWLEDGE. THIS CERTIFICATION IS LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE, AND MADE FOR THIS TRANSACTION ONLY.

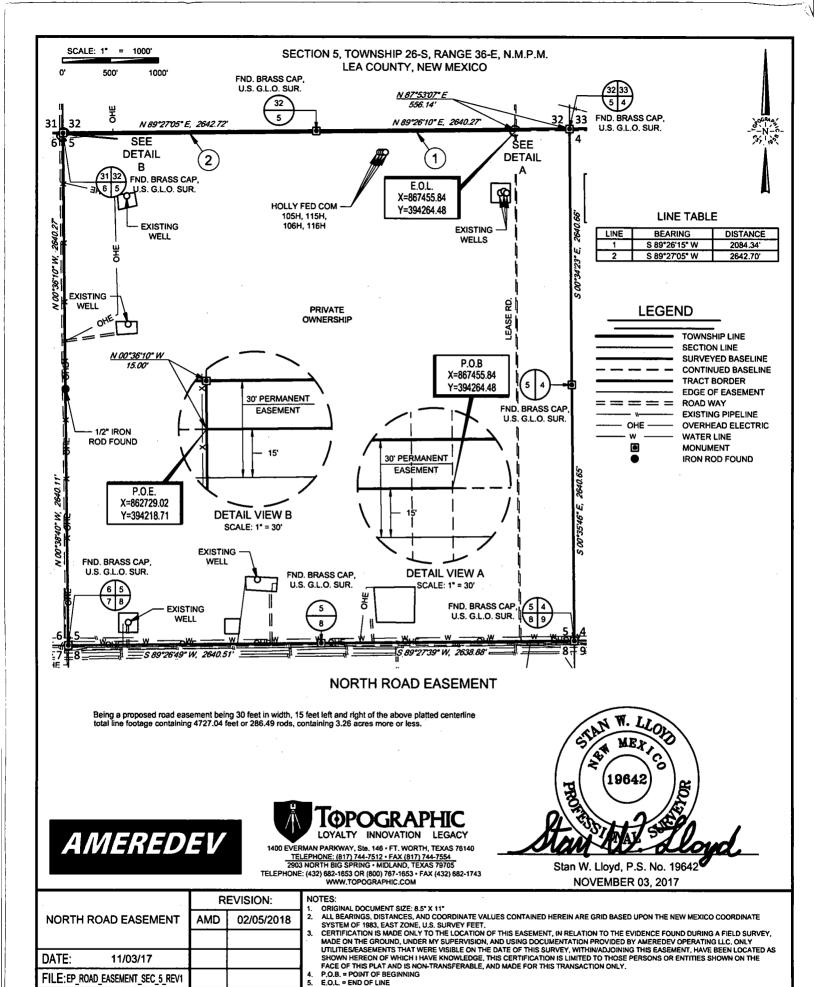
P.O.B. & POINT OF BEGINNING

E.O.L. = END OF LINE

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DRAWN BY:

SHEET:

MML

1 OF 1

SISURVEYAMEREDEV_OPERATING_LLCUEA_PROSPECT_NORTH_EASEMENTS/FINAL_PRODUCTS/EP_ROAD_EASEMENT_SEC_5_REV1.DWG 2/8/2018 1:00:43 PM bgregor

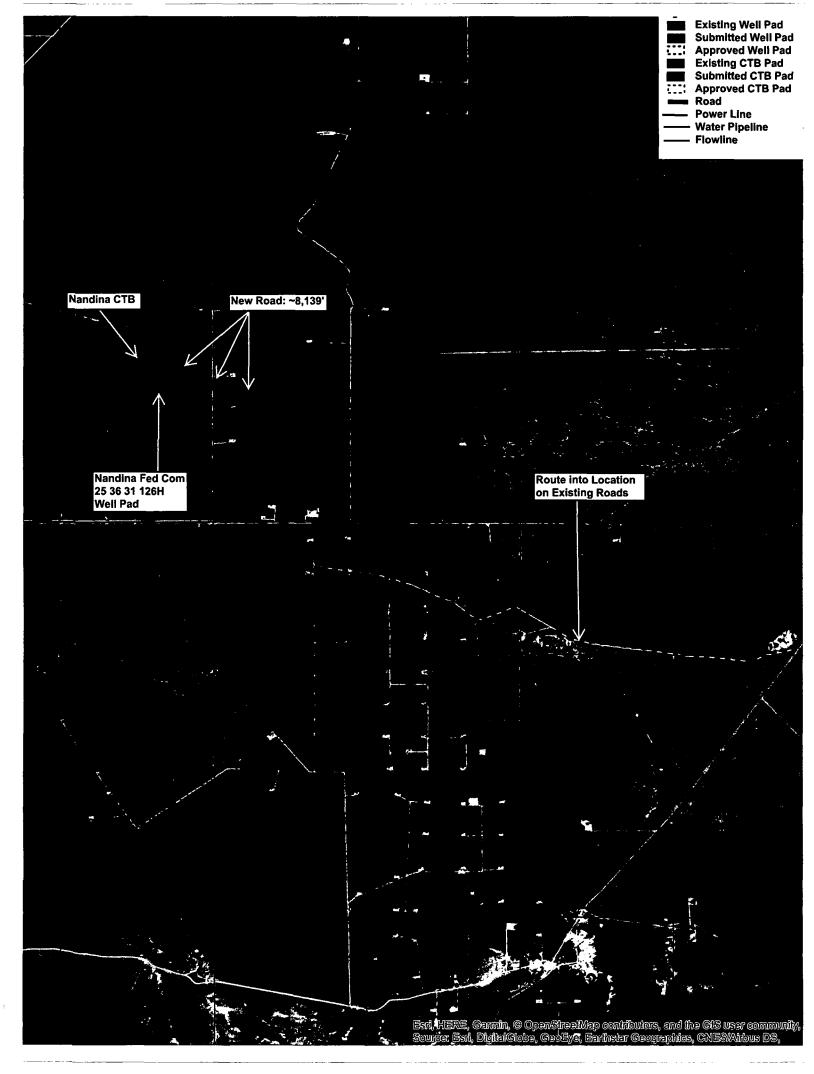






Exhibit 2 – One Mile Radius Existing Wells depicts all known wells within a one mile radius of the Nandina Fed Com 25 36 31 126H. See Exhibit 2a – One Mile Radius Wells List for a list of wells depicted.

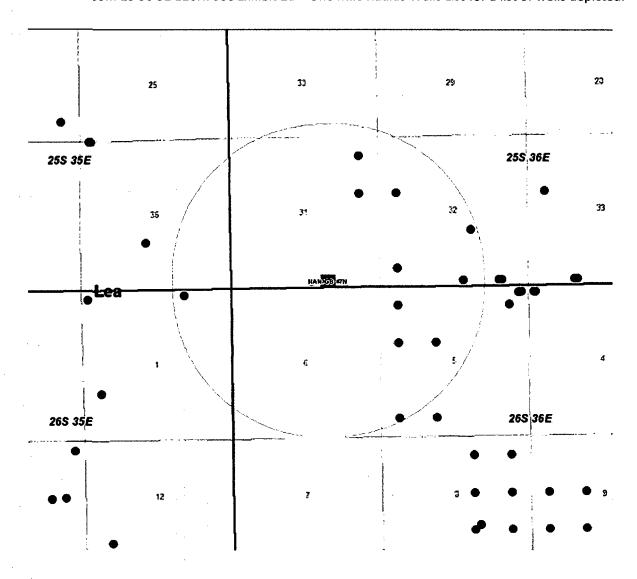


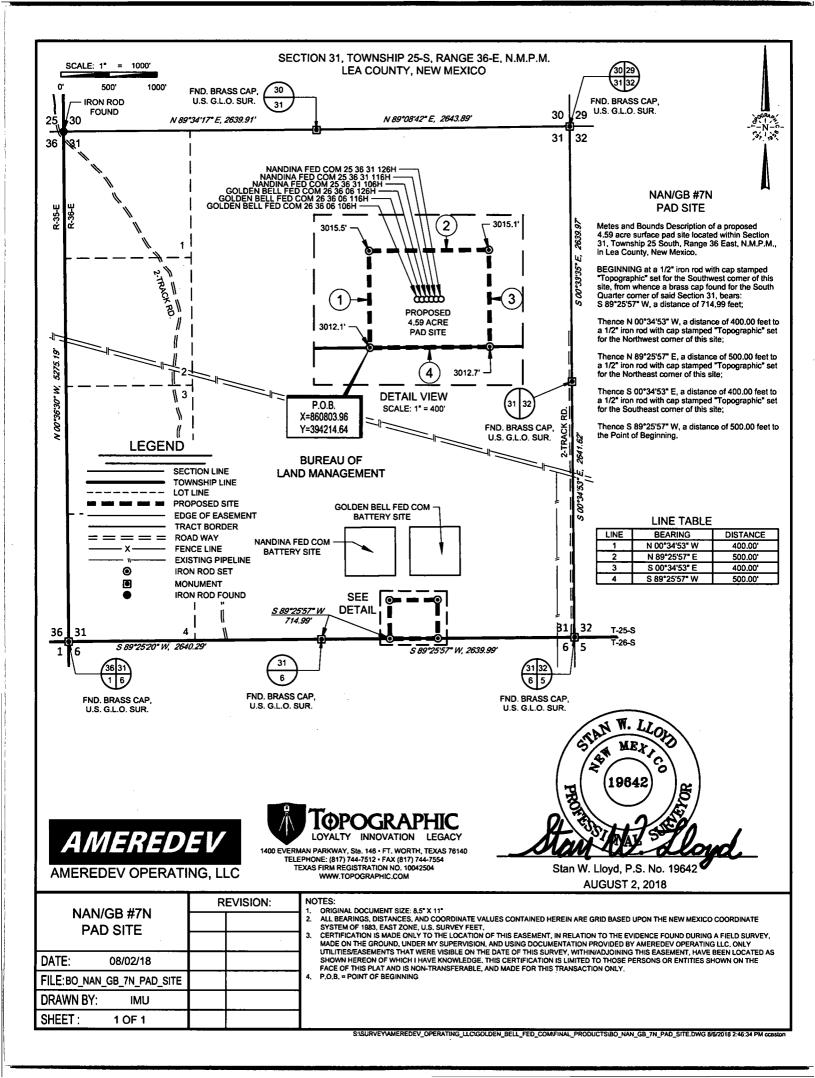
Exhibit 2 - One Mile Radius Existing Wells

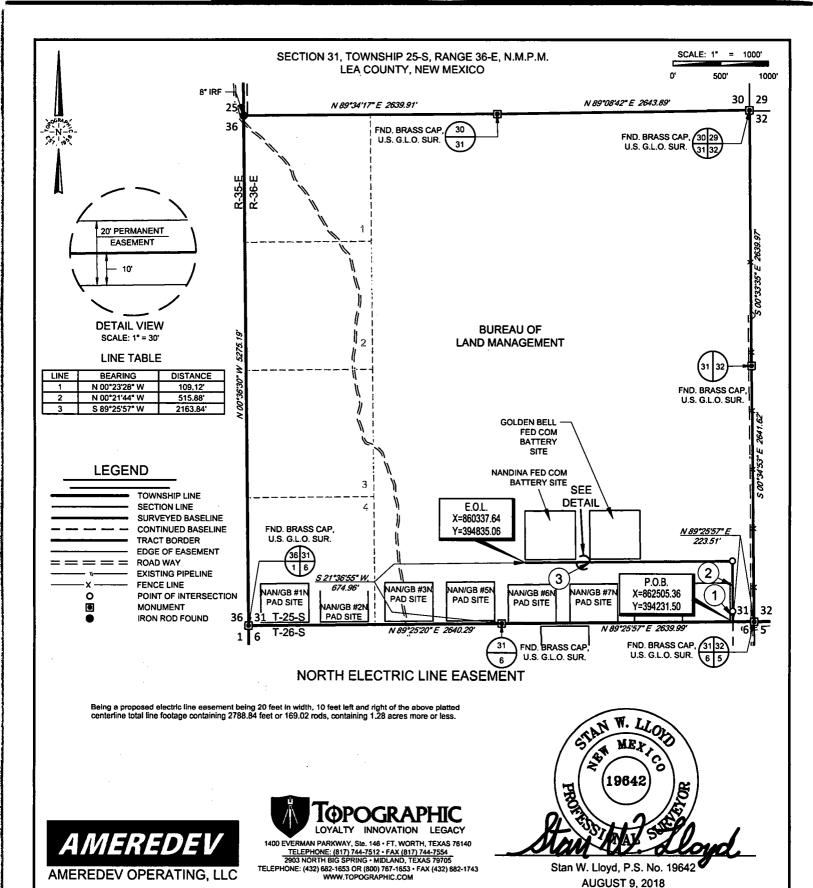




WELL NAME	STATUS	TD
SAND HILLS UNIT - 9	DH\$O	3386
SPOTTED TAIL FED - 2	ABDNLOC	0
SPOTTED TAIL FED - 1	OIL	3336
STANDING BEAR - 1	PLUGOIL	3280
SITTING BULL - 1	OIL	3379
SITTING BULL - 1	OIL	3368
SITTING BULL - 2	DRY	3746
BUSSELL FEDERAL - 1	ABDNLOC	0
STANDING BEAR FED - 2	PLUGOIL	3311
REDBUD 25-36-32 STA - 105H	START	0
REDBUD 25-36-32 STA - 115H	PILOT	13503
REDBUD 25-36-32 STA - 115H	START	0
USHANKA FEDERAL COM - 023H	PILOT	12500
USHANKA FEDERAL COM - 023H	AT-TD	19355
	SAND HILLS UNIT - 9 SPOTTED TAIL FED - 2 SPOTTED TAIL FED - 1 STANDING BEAR - 1 SITTING BULL - 1 SITTING BULL - 1 SITTING BULL - 2 BUSSELL FEDERAL - 1 STANDING BEAR FED - 2 REDBUD 25-36-32 STA - 105H REDBUD 25-36-32 STA - 115H REDBUD 25-36-32 STA - 115H USHANKA FEDERAL COM - 023H	SAND HILLS UNIT - 9 SPOTTED TAIL FED - 2 SPOTTED TAIL FED - 1 STANDING BEAR - 1 SITTING BULL - 1 SITTING BULL - 1 SITTING BULL - 2 BUSSELL FEDERAL - 1 STANDING BEAR FED - 2 REDBUD 25-36-32 STA - 105H REDBUD 25-36-32 STA - 115H REDBUD 25-36-32 STA - 115H USHANKA FEDERAL COM - 023H DHSO ABDNLOC DRY BUSSELL FEDERAL - 1 START PILOT REDBUD 25-36-32 STA - 115H USHANKA FEDERAL COM - 023H PILOT

Exhibit 2a - One Mile Radius Existing Wells List





REVISION: NORTH ELECTRIC LINE MML 04/30/18 **EASEMENT** ACC 07/11/18 DATE: 02/05/18 AMD 08/09/18 FILE: EP NORTH ELECTRIC SEC 31 REV3 DRAWN BY: A.M.D. SHEET: 1 OF 1

NOTES:

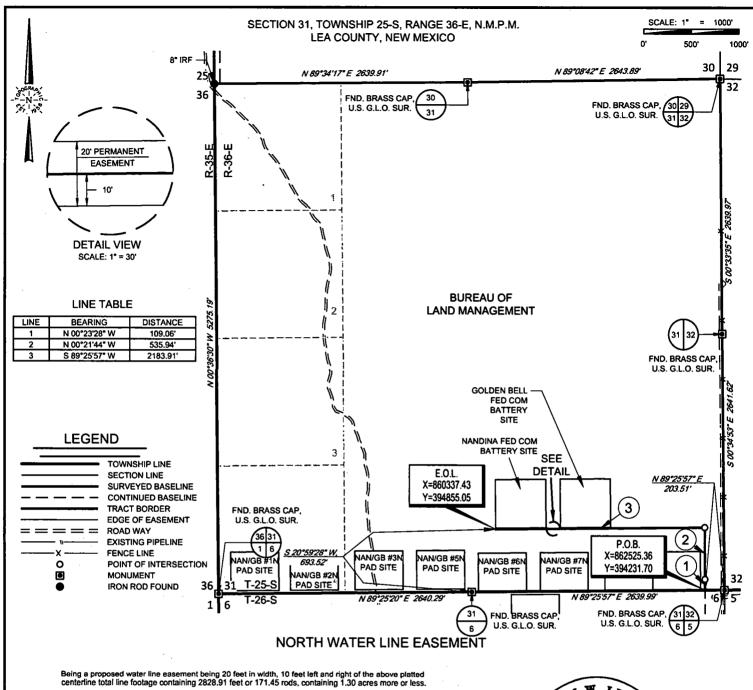
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CRIGINAL DOCUMENT SIZE: 8.3 A 1 TO ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREIN ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM OF 1983, EAST ZONE, U.S. SURVEY FEET.

CERTIFICATION IS MADE ONLY TO THE LOCATION OF THIS EASEMENT, IN RELATION TO THE EVIDENCE FOUND DURING A FIELD SURVEY.

MADE ON THE GROUND, UNDER MY SUPERVISION, AND USING DOCUMENTATION PROVIDED BY AMEREDEV OPERATING LLC. ONLY UTILITIES/EASEMENTS THAT WERE VISIBLE ON THE DATE OF THIS SURVEY, WITHIN/ADJOINING THIS EASEMENT, HAVE BEEN LOCATED AS SHOWN HEREON OF WHICH I HAVE KNOWLEDGE. THIS CERTIFICATION IS LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE, AND MADE FOR THIS TRANSACTION ONLY.

P.O.B. = POINT OF BEGINNING E.O.L. = END OF LINE







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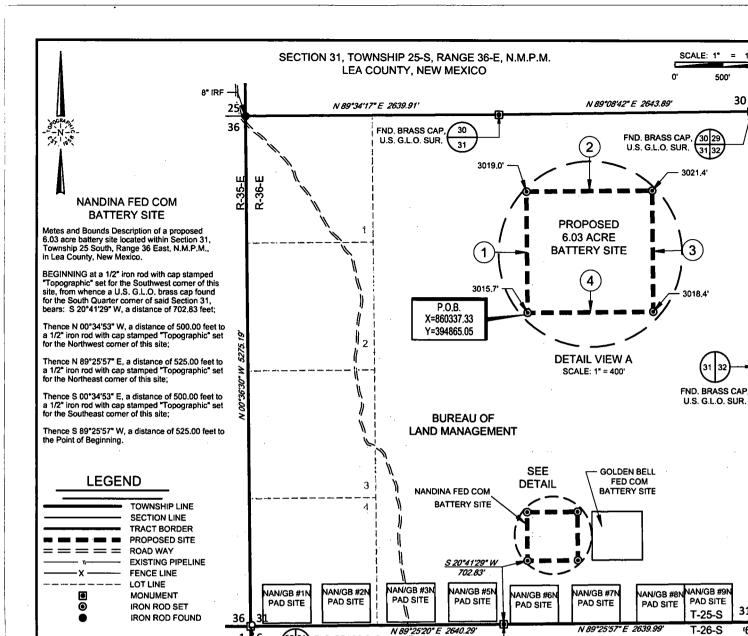
Stan W. Lloyd, P.S. No. 19642 **AUGUST 9, 2018**

	REVISION:		Ī
NORTH WATER LINE EASEMENT	MML	04/30/18	1
E IOLINEI I	ACC	07/11/18	1
DATE: 02/05/18	AMD	08/08/18	1
FILE:EP_NORTH_WATER_SEC_31_REV3			1
DRAWN BY: A.M.D.			
SHEET: 1 OF 1			1

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ORIGINAL DOCUMENT SIZE: 8.5" X 11"
ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREIN ARE GRID BASED UPON THE NEW MEXICO COORDINATE
SYSTEM OF 1883, EAST ZONE, U.S. SURVEY FEET.
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MADE ON THE GROUND, UNDER MY SUPERVISION, AND USING DOCUMENTATION PROVIDED BY AMEREDEV OPERATING LLC, ONLY
UTILITIES/EASEMENTS THAT WERE VISIBLE ON THE DATE OF THIS SURVEY, WITHIN/ADJOINING THIS EASEMENT, HAVE BEEN LOCATED AS
SHOWN HEREON OF WHICH I HAVE KNOWLEDGE. THIS CERTIFICATION IS LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE
FACE OF THIS PLAT AND IS NON-TRANSFERABLE, AND MADE FOR THIS TRANSACTION ONLY.

P.O.B. = POINT OF BEGINNING P.O.E. = POINT OF EXIT



LINE TABLE

LINE	BEARING	DISTANCE
1	N 00°34'53" W	500.00'
2	N 89°25'57" E	525.00'
3	\$ 00°34'53" E	500.00'
4	S 89°25'57" W	525.00

LOYALTY INNOVATION LEGACY 1400 EVERMAN PARKWAY, Ste. 146 • FT. WORTH, TEXAS 76140 Stan W. Lloyd, P.S. No. 19642

AMEREDEV AMEREDEV OPERATING, LLC

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FND. BRASS CAP,

U.S. G.L.O. SUR.

REVISION: NOTES: ORIGINAL DOCUMENT SIZE: 8.5° X 11°
ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREIN ARE GRID BASED UPON THE NEW MEXICO COORDINATE
SYSTEM OF 1983, EAST ZONE, U.S. SURVEY FEET.
CERTIFICATION IS MADE ONLY TO THE LOCATION OF THIS EASEMENT, IN RELATION TO THE EVIDENCE FOUND DURING A FIELD SURVEY, NANDINA FED COM INT DATE **BATTERY SITE** MADE ON THE GROUND, UNDER MY SUPERVISION, AND USING DOCUMENTATION PROVIDED BY AMEREDEV OPERATING LLC. ONLY UTILITIES/EASEMENTS THAT WERE VISIBLE ON THE DATE OF THIS SURVEY, WITHINADJOINING THIS EASEMENT, HAVE BEEN LOCATED AS SHOWN HEREON OF WHICH I HAVE KNOWLEDGE, THIS CERTIFICATION IS LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE, AND MADE FOR THIS TRANSACTION ONLY. DATE: 05/24/2018 P.O.B. = POINT OF BEGINNING FILE: BO NANDINA FED COM BATTERY SITE DRAWN BY: IMU SHEET: 1 OF 1

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FND. BRASS CAP.

U.S. G.L.O. SUR.

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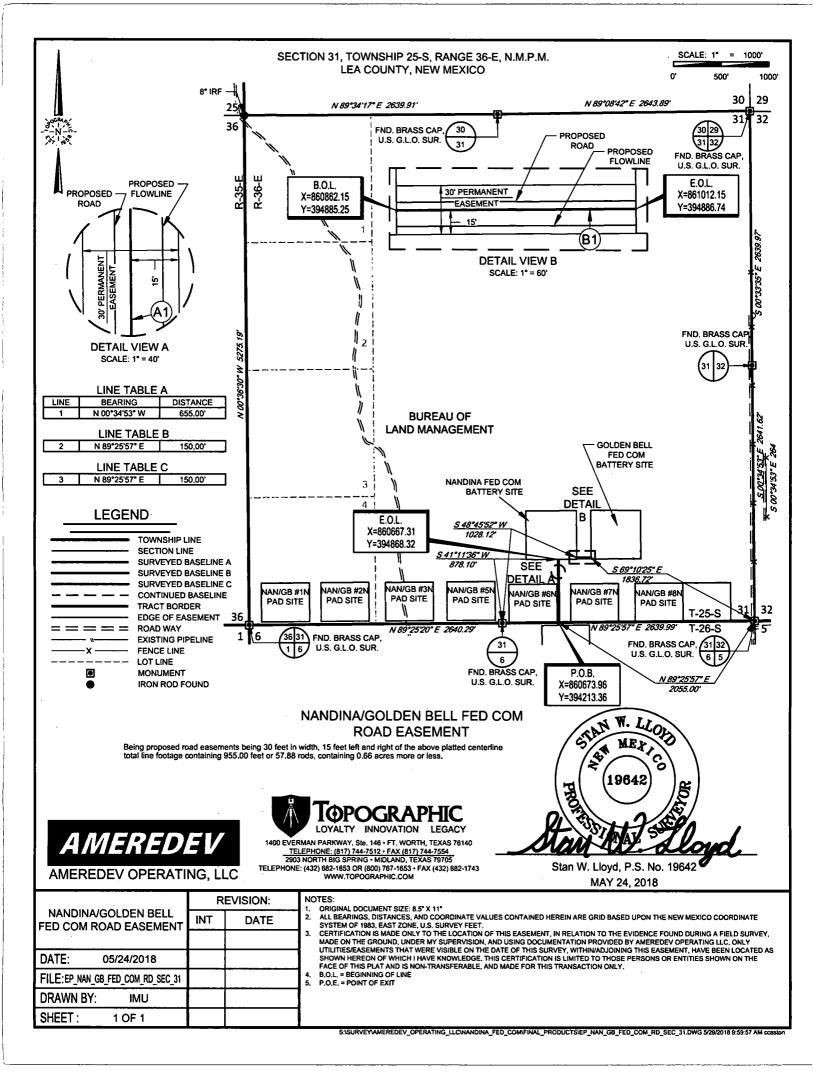
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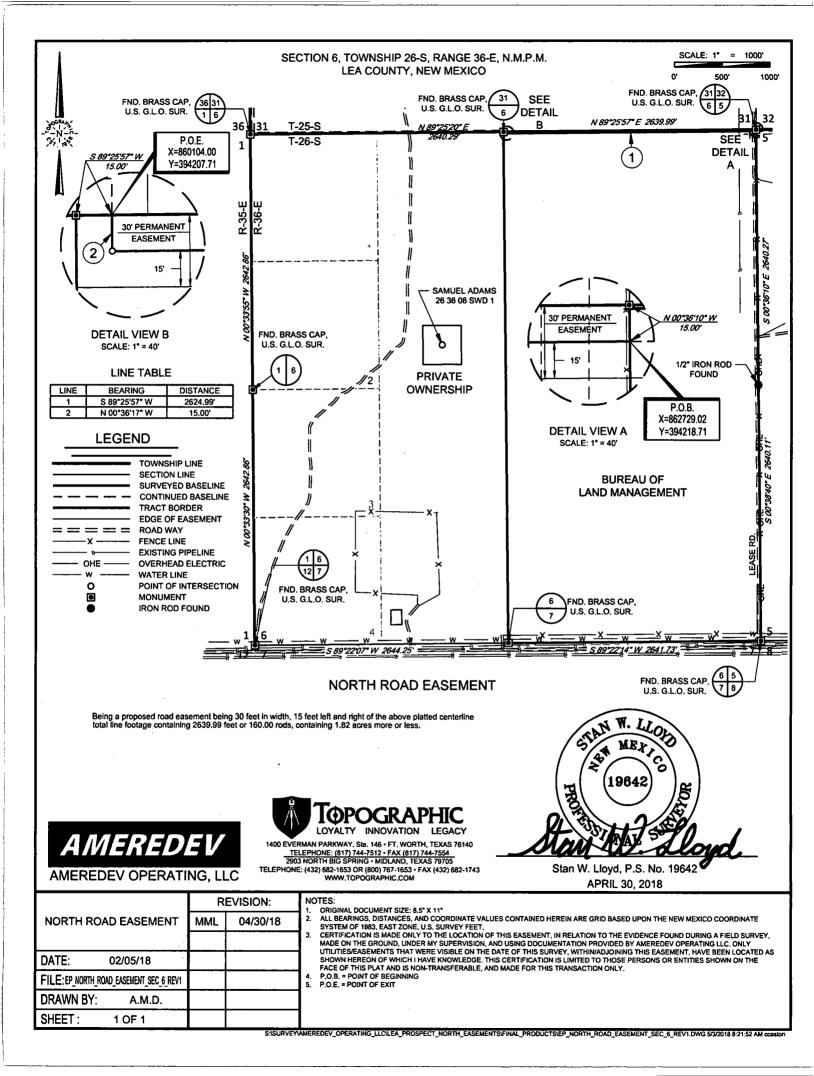
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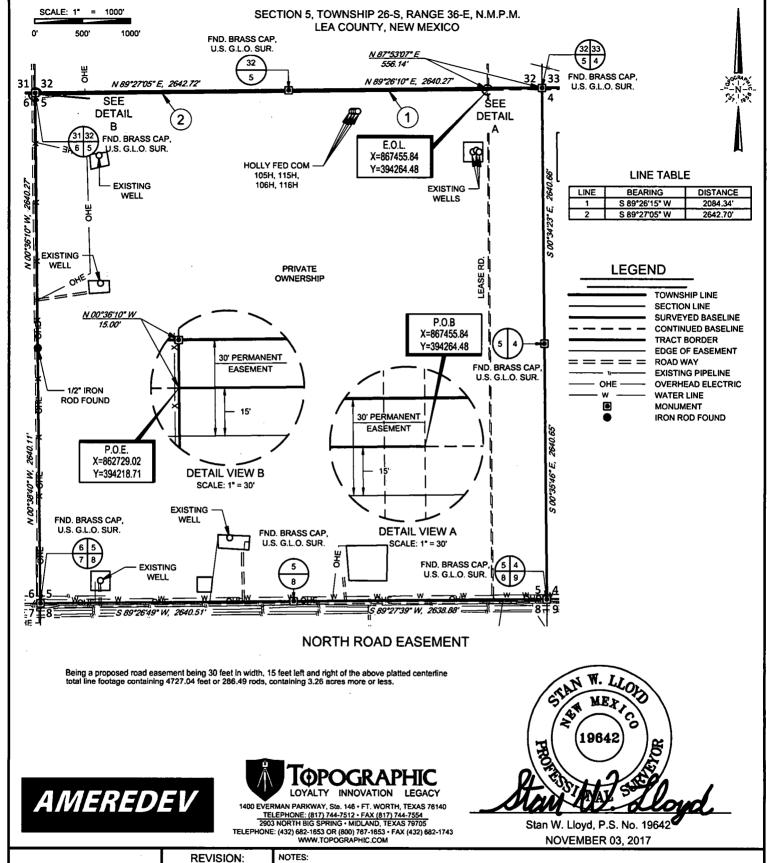
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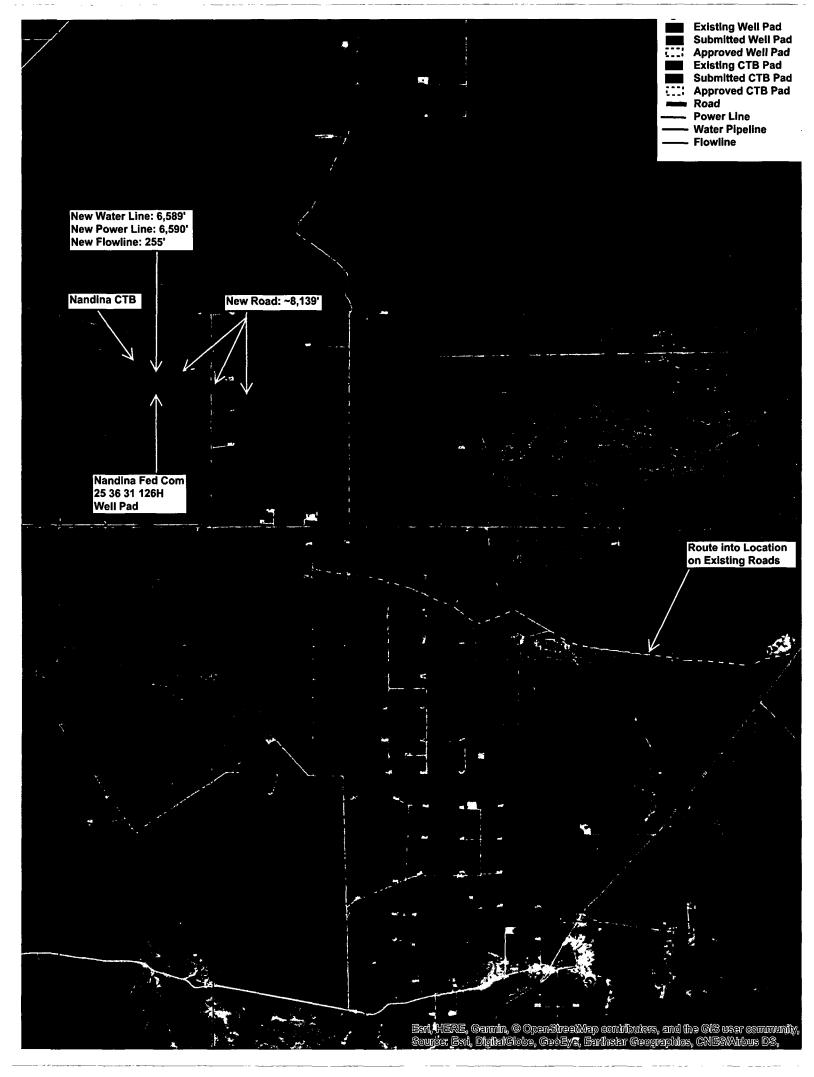
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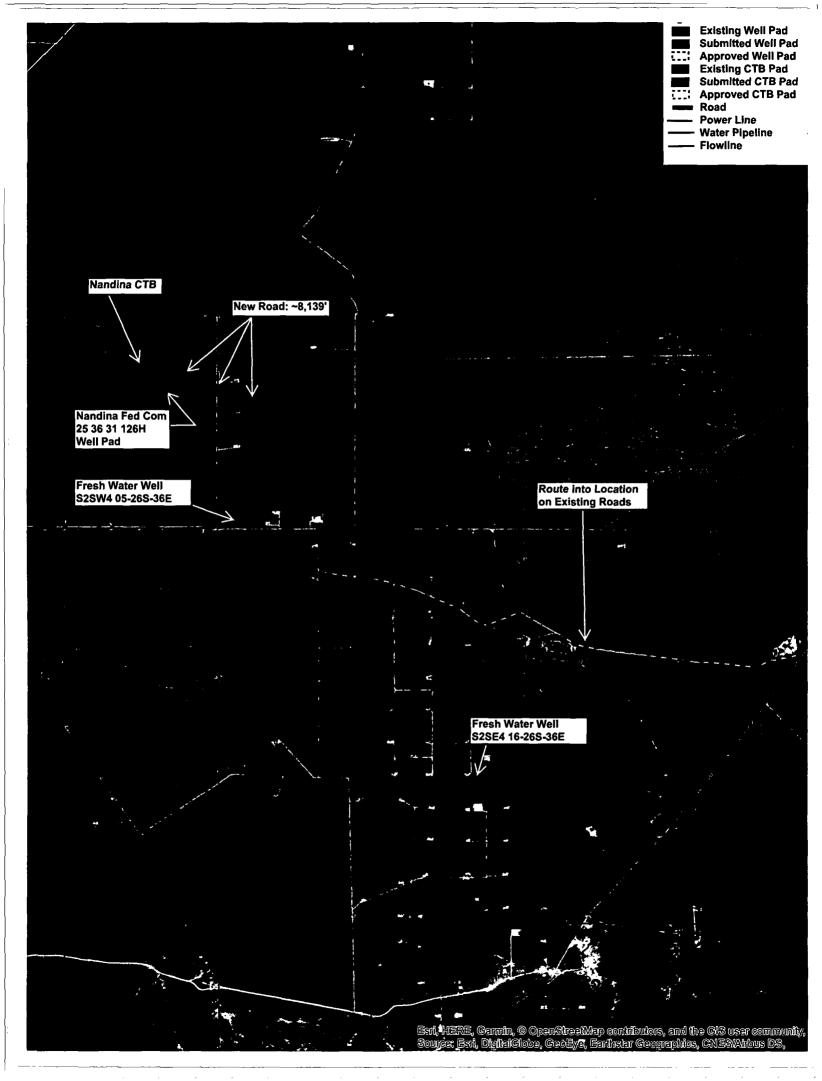
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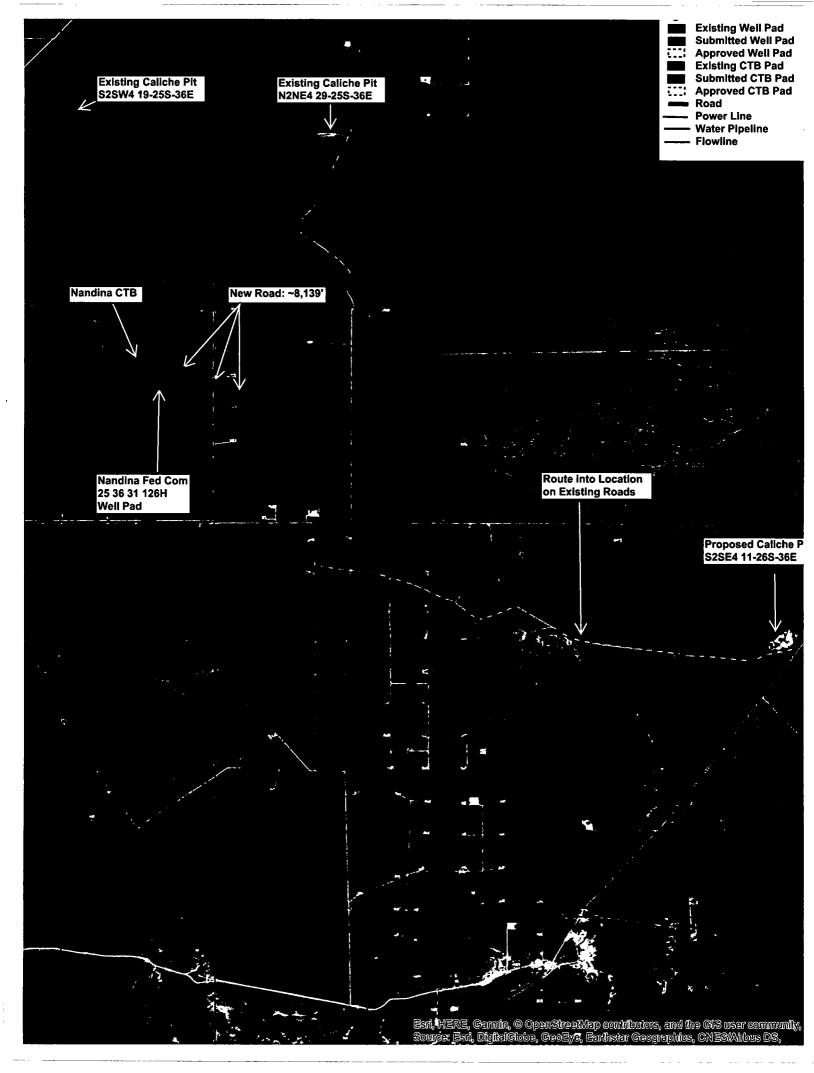






Permit #	Well Name	Location (Lat/Lon)
CP 1049 POD 2	Bennett	32°04′14.32″ N, 103°12′32.30″ W
CP 1378	S. Eppenour	32°05′40.62″ N, 103°13′ 35.26″ W
CP 1285	Sec. 5	32°03′56.50″ N, 103°17′37.04″ W
CP 857	Capped	32°04′39.70″ N, 103°16′51.13″ W
C 2287	#1	32°03′59.0″ N, 103°33′16.8″ W
C 2286	#2	32°03′59.2″ N, 103°33′15.2″ W
C 2290	#3	32°04′1.0″ N, 103°33′ 12.6″ W
C 2285	#4	32°04′3.7″ N, 103°33′9.7″ W
C 2288	#5	32°04′0.5″ N, 103°33′8.4″ W
C 2294	Garden	32°03′3.2″ N, 103°32′38.1″ W
C 2293	House	32°03′2.3″ N, 103°32′36.8″ W
J-11-S-3	Farm Well #2	32°03′08.4″ N, 103°16′35.2″ W
J-11-S-2	Farm Well #3	32°03′11.5″ N, 103°17′02.0″ W
J-11-S	Farm Well #4	32°03′24.6″ N, 103°17′02.1″ W
CP 1170 POD 1	CB 1	32°03′57.2″ N, 103°18′45.3″ W
CP 1170 POD 5		32°07′17.1″ N, 103°17′48.0″ W
CP 1263 POD 5	CB 2	32°03′56.27″ N, 103°18′27.4″ W
CP 1263 POD 3	CB 3	32°03′54.90″ N, 103°18′16.74″ W
CP 1351 POD 1	CB 4	32°03′57.16″ N, 103°17′45.13″ W
CP 1351 POD 2	CB 5	32°03′30.70″ N, 103°17′45.70″ W
J 26	Ryan	32°01′20.41″ N, 103°15′49.46″ W
13		32°02′41.5″ N, 103°18′55.8″ W
	•	•

Exhibit 4 – Water Wells





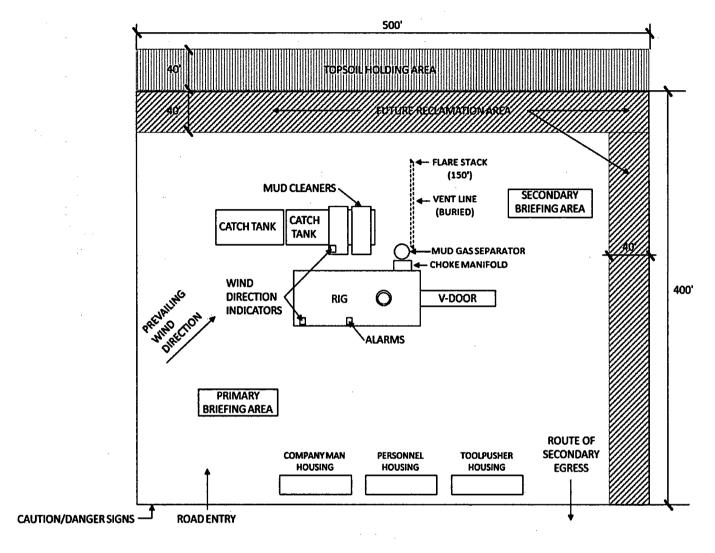


Exhibit 5 - Enlarged Well Site Diagram



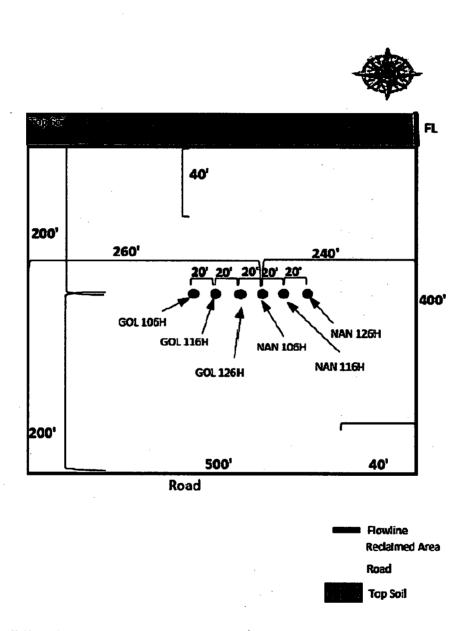


Exhibit 3 – Well Site Diagram



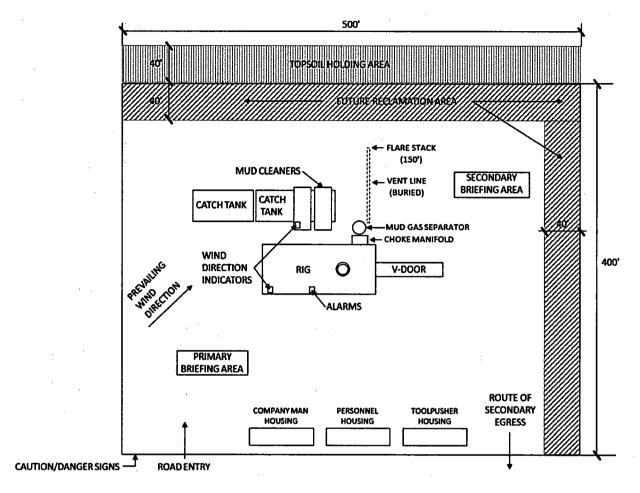
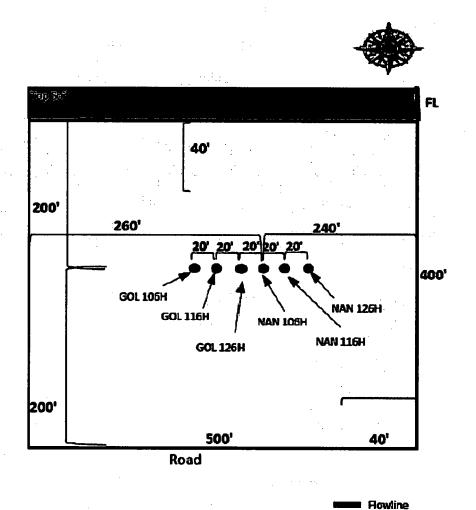


Exhibit 5 - Enlarged Well Site Diagram





Reclaimed Area

Road Top Soil

Exhibit 3 – Well Site Diagram



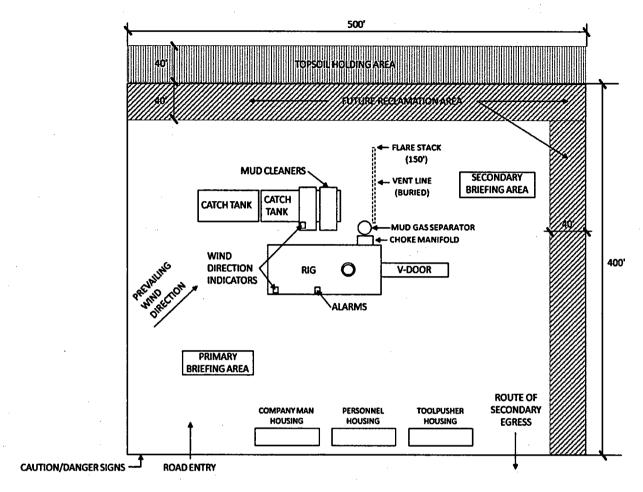


Exhibit 5 - Enlarged Well Site Diagram



Surface Use Plan of Operations

Introduction

The following Surface Use Plan of Operations will be implemented by Ameredev Operating, LLC (Ameredev), after APD approval. No disturbance will be created other than those described in this surface use plan. If any additional surface disturbance becomes necessary after APD approval, the appropriate BLM approved sundry notice or right of way application will be acquired prior to such disturbance. This Surface Use Plan includes Ameredev's well pad, battery site, electrical, water and flow lines, and access roads.

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

Directions to proposed pad:

At the intersection of NM-205 & 3rd St/NM-128/Frying Pan Rd, Head south on 3rd St/NM-128/Frying Pan Road approximately 5.6 miles. Turn west (right) on Anthony Road and proceed approximately 3.4 miles. Follow Anthony Road North (right) and proceed approximately .3 miles. Turn east (right) on Pipeline Road and proceed approximately .3 miles. Turn north (left) on unnamed lease road and proceed approximately 1 mile. Turn west (left) on unnamed lease road and proceed 6,152 ft. Location is on the North side of the road. See *Exhibit 1 – Well Pad Access* for a map of the route.



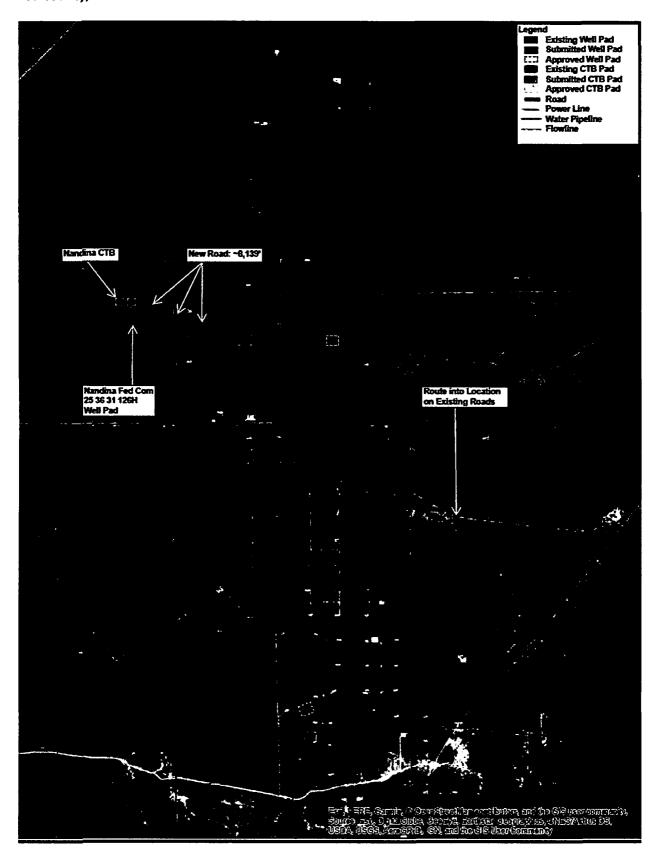




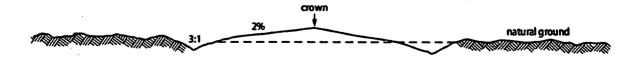
Exhibit 1 - Well Pad Access

Section 1 - Existing Roads

- A. The existing access road route to the proposed project is depicted on *Exhibit 1 Well Pad Access*. Improvements to the driving surface will be done where necessary. No new surface disturbance will be done, unless otherwise noted in the New or Reconstructed Access Roads section of this surface use plan.
- B. Right-Of-Way will be acquired before construction begins.
- C. The operator will improve or maintain existing roads in a condition the same as or better than before operations begin. The operator will repair pot holes, clear ditches, repair the crown, etc. All existing structures on the entire access route such as cattle guards, other range improvement projects, culverts, etc. will be properly repaired or replaced if they are damaged or have deteriorated beyond practical use.
- D. Operator will prevent and abate fugitive dust as needed, whether created by vehicular traffic, equipment operations, or wind events. BLM written approval will be acquired before application of surfactants, binding agents, or other dust suppression chemicals on roadways.

Section 2 - New or Reconstructed Access Roads

- A. Sections of new access road will be needed for this proposed project. See Exhibit 1 Well Pad Access, for locations.
- **B.** The total length of new access road needed to be constructed for this proposed project is approximately 8,139 feet.
- **C.** New access roads will be constructed with 6 inches of compacted caliche.
- **D.** The maximum driving width of the access road will be 20 feet. The maximum width of surface disturbance when constructing the access road will not exceed 30 feet. All areas outside of the driving surface will be revegetated.
- **E.** When the road travels on fairly level ground, the road will be crowned and ditched with a maximum 2% slope from the tip of the road crown to the edge of the driving surface. Ditches will be constructed on each side of the road. The ditches will be 3 feet wide with 3:1 slopes. See road cross section diagram below:



- F. No turnouts will be constructed on the new portions of access road.
- G. No cattle guards will be installed on the new portions of access road.
- H. Right-of-way will be acquired before construction begins.



- I. No culverts or low water crossings will be constructed for the new portions of access road.
- J. Since the access road is on level ground, no lead-off ditches will be constructed for the new portions of access road.
- K. Any sharp turns in the in the new road will be rounded to facilitate turning by trucks.
- L. Newly constructed or reconstructed roads, on surface under the jurisdiction of the Bureau of Land Management, 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.
- **M.** All topsoil and fragmented rock removed in excavation will be used as directed in approved plan.

Section 3 – Location of Existing Wells

Exhibit 2 – One Mile Radius Existing Wells depicts all known wells within a one mile radius of the Nandina Fed Com 25 36 31 126H. See Exhibit 2a – One Mile Radius Wells List for a list of wells depicted.

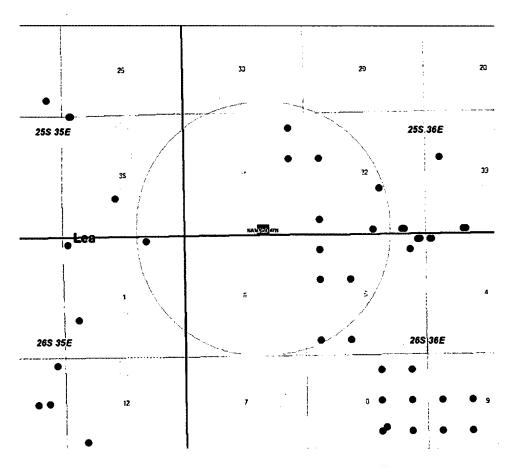


Exhibit 2 - One Mile Radius Existing Wells





API	WELL NAME	STATUS	TD
30025098400000	SAND HILLS UNIT - 9	DHSO	3386
30025261530000	SPOTTED TAIL FED - 2	ABDNLOC	0
30025260100000	SPOTTED TAIL FED - 1	OIL	3336
30025260090000	STANDING BEAR - 1	PLUGOIL	3280
30025260170000	SITTING BULL - 1	OIL	3379
30025260270000	SITTING BULL - 1	OIL	3368
30025268920000	SITTING BULL - 2	DRY	3746
30025259400000	BUSSELL FEDERAL - 1	ABDNLOC	0
30025268760000	STANDING BEAR FED - 2	PLUGOIL	3311
30025444700000	REDBUD 25-36-32 STA - 105H	START	0
30025444710000	REDBUD 25-36-32 STA - 115H	PILOT	13503
30025444710100	REDBUD 25-36-32 STA - 115H	START	0
30025445050000	USHANKA FEDERAL COM - 023H	PILOT	12500
30025445050100	USHANKA FEDERAL COM - 023H	AT-TD	19355

Exhibit 2a - One Mile Radius Existing Wells List

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

- A. The multiple well pad will be located on Section 31, and will measure 400'x500'. Should any type of production facilities be located on the well pad, they will be strategically placed to allow for maximum interim reclamation, re-contouring, and revegetation of the well location.
- **B.** Production from the proposed well will be transported to a new production facility named Nandina CTB, north of the well pad.
- C. A 4" poly flowline will be run approximately 255' from the Nandina Fed Com 25 36 31 126H to the Nandina CTB that will be north of the well pad. A 12" poly water line will be run from the Nandina CTB to a planned line that will be installed taking our produced water in the area to an SWD that is operated by OWL. The new line will be approximately 6,589'. A power line will be run parallel to the water line and will connect into a power line that we will be installing for a well in the area. The power line will be approximately 6,590'. The Nandina CTB will be 500'x525' and will include a separator, Heat Exchanger, VRU, VRT, meter run and a tank battery. The new production facility will have a secondary containment structure that is constructed to hold the capacity of 1-1/2 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.
- D. All permanent (lasting more than six months) above ground structures including but not limited to pump jacks, storage tanks, barrels, pipeline risers, meter housing, etc., that are not subject to safety requirements will be painted a non-reflective paint color, Shale Green, from the BLM





- Standard Environmental Colors chart, unless another color is required in the APD Conditions of Approval.
- E. If any plans change regarding the production facility or other infrastructure (pipeline, electrical lines, etc.), Ameredev will submit a sundry notice or right-of-way (if applicable) prior to installation or construction.

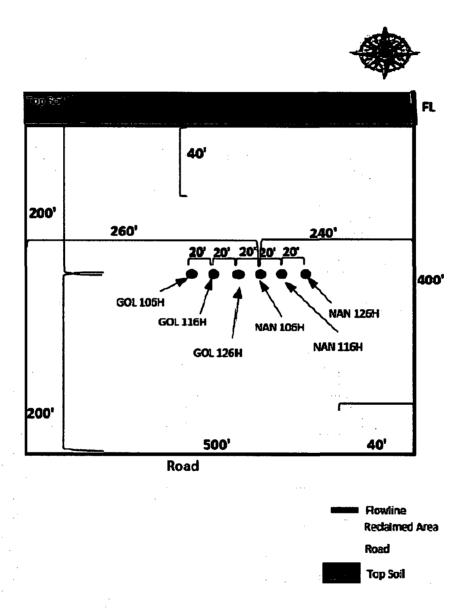


Exhibit 3 - Well Site Diagram





Section 5 - Location and Types of Water Supply

A. This location will be drilled using a combination of water and mud systems (outlined in the Drilling Program). The water will be obtained from preexisting water wells, by running a pump directly to the drilling rig. See *Exhibit 4 - Water Wells*, for a list of available water wells. In cases where a polyline is used to transport water for drilling or completion purposes, the existing and proposed roads into location will be utilized.

Permit #	Well Name	Location (Lat/Lon)
CP 1049 POD 2	Bennett	32°04′14.32″ N, 103°12′32.30″ W
CP 1378	S. Eppenour	32°05′40.62″ N, 103°13′ 35.26″ W
CP 1285	Sec. 5	32°03′56.50″ N, 103°17′37.04″ W
CP 857	Capped	32°04′39.70″ N, 103°16′51.13″ W
C 2287	#1	32°03′59.0″ N, 103°33′16.8″ W
C 2286	#2	32°03′59.2″ N, 103°33′15.2″ W
C 2290	#3	32°04′1.0″ N, 103°33′ 12.6″ W
C 2285	#4	32°04′3.7″ N, 103°33′9.7″ W
C 2288	#5	32°04′0.5″ N, 103°33′8.4″ W
C 2294	Garden	32°03′3.2″ N, 103°32′38.1″ W
C 2293	House	32°03′2.3″ N, 103°32′36.8″ W
J-11-S-3	Farm Well #2	32°03′08.4″ N, 103°16′35.2″ W
J-11-S-2	Farm Well #3	32°03′11.5″ N, 103°17′02.0″ W
J-11-S	Farm Well #4	32°03′24.6″ N, 103°17′02.1″ W
CP 1170 POD 1	CB 1	32°03′57.2″ N, 103°18′45.3″ W
CP 1170 POD 5		32°07′17.1″ N, 103°17′48.0″ W
CP 1263 POD 5	CB 2	32°03′56.27″ N, 103°18′27.4″ W
CP 1263 POD 3	CB 3	32°03′54.90″ N, 103°18′16.74″ W
CP 1351 POD 1	CB 4	32°03′57.16″ N, 103°17′45.13″ W
CP 1351 POD 2	CB 5	32°03′30.70″ N, 103°17′45.70″ W
J 26	Ryan	32°01′20.41″ N, 103°15′49.46″ W
J 3		32°02′41.5″ N, 103°18′55.8″ W

Exhibit 4 - Water Wells



<u>Section 6 – Construction/Construction Materials</u>

- A. Caliche will be obtained from the caliche pit located at Lat: 32° 6'28.78"N, Long: 103°16'58.77"W, the caliche pit at Lat: 32° 6'33.14"N, Long: 103°18'44.16"W, or the caliche pit at Lat: 32° 3'8.30"N, Long: 103°13'57.00"W.
- **B.** Caliche utilized for the drilling pad will be obtained either from the locations listed above, 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 the BLM prior to excavating any caliche on Federal Lands. Amount will vary for each pad. The procedure for "flipping" a well location is as follows:
 - 1. An adequate amount of topsoil/root zone (usually top 6 inches of soil) will be stripped from the proposed well location and stockpiled along the side of the well location as depicted on the *Exhibit 3 Well Site Diagram*.
 - 2. An area will be used within the proposed well site dimensions to excavate caliche.
 - 3. Subsoil will be removed and stockpiled within the surveyed well pad dimensions.
 - **4.** Once caliche/surfacing mineral is found, the mineral material will be excavated and stock piled within the approved drilling pad dimensions.
 - 5. Subsoil will then be pushed back in the excavated hole and caliche will be spread accordingly across the entire well pad and road (if available).
 - **6.** Neither caliche, nor subsoil will be stockpiled outside of the well pad dimensions. Topsoil will be stockpiled along the edge of the pad as depicted in *Exhibit 5 Enlarged Well Site Diagram*.
 - 7. In the event that no caliche is found onsite, caliche will be hauled in from a BLM approved caliche pit or other established mineral pit. A BLM mineral material permit will be acquired prior to obtaining any mineral material from BLM pits or federal land.





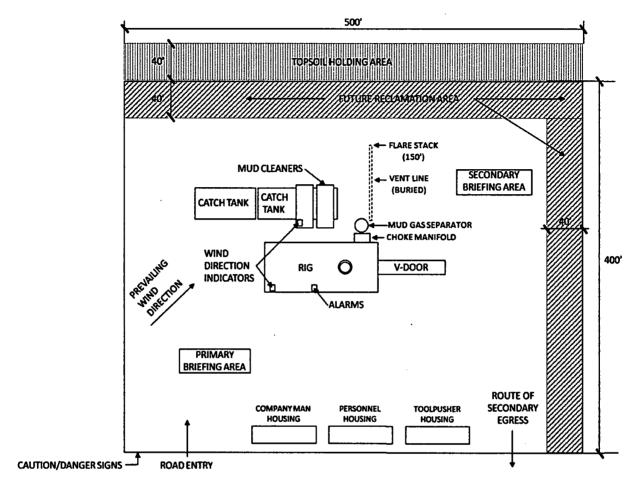


Exhibit 5 - Enlarged Well Site Diagram

Section 7 - Methods of Handling Waste

- A. Drill cuttings, mud, salts and other chemicals will be properly disposed of into steel tanks on site and hauled to a State approved commercial disposal facility.
- **B.** Garbage and trash produced during drilling and completion operations will be collected in a portable metal trash container and disposed of properly at a state approved disposal facility. All trash on and around the well site will be collected for disposal.
- **C.** Human waste and grey water will be properly contained and disposed of properly at a state approved disposal facility.
- **D.** 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 commercial disposal facility.



Section 8 - Ancillary Facilities

A. No ancillary facilities will be needed for the proposed project.

Section 9 - Well Site Layout

- A. See Exhibit 3 Well Site Diagram and Exhibit 5 Enlarged Well Site Diagram. The following information is presented:
 - 1. Reasonable scale
 - 2. Well pad dimensions/orientation
 - 3. Drilling rig components/layout
 - 4. Proposed access road
 - 5. Topsoil stockpile
- **B.** The proposed drilling pad was staked and surveyed by a professional surveyor. The attached survey plat of the well site depicts the drilling pad layout as staked.
- C. Topsoil salvaging
 - 1. 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 re-spread evenly on the site following topsoil re-spreading. Topsoil depth is defined as the top layer of soil that contains 80% of the roots. In areas to be heavily disturbed, the top 6 inches of soil material will be stripped and stockpiled on the perimeter of the well location and along the perimeter of the access road to control run-on and run-off, to keep topsoil viable, and to make redistribution of topsoil more efficient during interim reclamation. Stockpiled topsoil should include vegetative material. Topsoil will be clearly segregated and stored separately from subsoils. Contaminated soil will not be stockpiled, but properly treated and handled prior to topsoil salvaging.

Section 10 - Plans for Final Surface Reclamation

Reclamation Objectives

- **A.** The objective of interim reclamation is to restore vegetative cover and a portion of the landform sufficient to maintain healthy, biologically active topsoil, to control erosion, and to minimize habitat and forage loss, visual impact, and weed infestation during the life of the well or facilities.
- B. The long-term objective of final reclamation is to return the land to a condition similar to what existed prior to disturbance. This includes restoration of the landform and natural vegetative community, hydrologic systems, visual resources, and wildlife habitats. To ensure that the long-term objective will be reached through human and natural processes, actions will be taken to ensure standards are met for site stability, visual quality, hydrological functioning, and vegetative productivity.



- **C.** The BLM will be notified at least 3 days prior to the commencement of any reclamation procedures.
- D. If circumstances allow, interim reclamation and/or final reclamation actions will be completed no later than 6 months from when the final well on location has been completed or plugged. Ameredev will gain written permission from the BLM if more time is needed.
- E. Interim reclamation will performed on the well site after the well is drilled and completed.

 Exhibit 3 Well Site Diagram and Exhibit 5 Enlarged Well Site Diagram depict the location and dimension of the planned interim reclamation for the well site.

Interim Reclamation Procedures (if performed)

- **A.** Within 30 days of well completion, the well location and surrounding areas will be cleared of, and maintained free of, all materials, trash, and equipment not required for production.
- **B.** 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.
- C. The areas planned for interim reclamation will then be contoured 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 reseeding 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 re-contoured to the above ratios during interim reclamation.
- D. Topsoil will be evenly re-spread 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 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.
- **E.** Proper erosion control methods will be used on the area to control erosion, runoff, and siltation of the surrounding area.
- **F.** The interim reclamation will be monitored periodically to ensure that vegetation has reestablished and that erosion is controlled.

Final Reclamation Procedures (well pad, buried pipelines, etc.)

- A. Prior to final reclamation procedures, the well pad, road, and surrounding area will be cleared of material, trash, and equipment.
- **B.** All surfacing material will be removed and returned to the original mineral pit or recycled to repair or build roads and well pads.
- .C. All disturbed areas, including roads, pipelines, pads, production facilities, and interim reclaimed areas will be re-contoured to the contour existing prior to 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 re-contouring. The topsoil will be redistributed evenly over the entire disturbed site to ensure successful revegetation.



- **D.** After all the disturbed areas have been properly prepared, the areas will be seeded with the proper BLM seed mixture, free of noxious weeds. 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.
- **E.** Proper erosion control methods will be used on the area to control erosion, runoff, and siltation of the surrounding area.
- **F.** All unused equipment and structures including pipelines, electric line poles, tanks, etc. that serviced the well will be removed.
- **G.** All reclaimed areas will be monitored periodically to ensure that revegetation occurs, that the area is not re-disturbed, and that erosion is controlled.

Section 11 - Surface Ownership

A. BLM has surface ownership for proposed project area.

Section 12 - Other Information

- A. There are no dwellings within 1 mile of this location.
- **B.** An on-site meeting for Ameredev's Nandina Fed Com 25 36 31 126H well was held on May 23, 2018.

Ameredev field representative:

Zac Boyd, Operations Supervisor

Cell: (432) 385-6996

Email: zboyd@ameredev.com

Ameredev office contact:

Christie Hanna, Regulatory Coordinator

Direct: (737) 300-4723

Email: channa@ameredev.com

Address: 5707 Southwest Parkway Building 1, Suite 275 Austin, Texas 78735



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

PWD Data Report

Submission Date: 02/23/2018

Operator Name: AMEREDEV OPERATING LLC

Well Name: NANDINA FED COM 25 36 31

Well Number: 126H

Well Type: OIL WELL

APD ID: 10400027676

Well Work Type: Drill

Section 1 - General

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

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

PWD disturbance (acres):

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Lined pit specifications:

Pit liner description:

Pit liner manufacturers information:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Lined pit precipitated solids disposal schedule:

Lined pit precipitated solids disposal schedule attachment:

Lined pit reclamation description:

Lined pit reclamation attachment:

Leak detection system description:

I ask dataction evetam attachment.

Operator Name: AMEREDEV OPERATING LLC

Well Name: NANDINA FED COM 25 36 31

Well Number: 126H

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

Would you like to utilize Unlined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD disturbance (acres):

PWD surface owner:

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 Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected?

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?

Operator Name: AMEREDEV OPERATING LLC Well Name: NANDINA FED COM 25 36 31 Well Number: 126H 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 PWD discharge volume (bbl/day): Injection well mineral owner: Injection well type: Injection well number: Injection well name: Assigned injection well API number? Injection well API number: Injection well new surface disturbance (acres): Minerals protection information: **Mineral protection attachment: Underground Injection Control (UIC) Permit? UIC Permit attachment:** Section 5 - Surface Discharge Would you like to utilize Surface Discharge PWD options? NO **Produced Water Disposal (PWD) Location:** PWD surface owner: PWD disturbance (acres): Surface discharge PWD discharge volume (bbl/day): **Surface Discharge NPDES Permit? Surface Discharge NPDES Permit attachment:**

Section 6 - Other

Would you like to utilize Other PWD options? NO

Surface Discharge site facilities information:

Surface discharge site facilities map:

Produced Water Disposal (PWD) Location:

PWD surface owner:

PWD disturbance (acres):

Operator Name: AMEREDEV OPERATING LLC

Well Name: NANDINA FED COM 25 36 31

Well Number: 126H

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

9/30/2019

APD ID: 10400027676

Operator Name: AMEREDEV OPERATING LLC

Well Name: NANDINA FED COM 25 36 31

Well Type: OIL WELL

Submission Date: 02/23/2018

Well Number: 126H

Well Work Type: Drill



Show Final Text

Bond Information

Federal/Indian APD: FED

BLM Bond number: NMB001478

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:



October 1, 2019

ATTN: Paul Kautz NMOCD 1625 N. French Drive Hobbs, NM 88240 (575) 393-6161 ext. 104

Paul,

Enclosed is a copy of the BLM approved APD COA packet for the Nandina Fed Com 25 36 31 126H well, for your review and approval. Please let me know if you have any questions.

Best regards,

Christie Hanna

Regulatory Coordinator

