Form 3160-3 FORM APPROVED OMB No. 1004-0137 (June 2015) Expires: January 31, 2018 **UNITED STATES** DEPARTMENT OF THE INTERIOR 5. Lease Serial No. NMLC0063798 BUREAU OF LAND MANAGEMENT APPLICATION FOR PERMIT TO DRILL OR REENTER 6. If Indian, Allotee or Tribe Name 7. If Unit or CA Agreement, Name and No. **✓** DRILL REENTER 1a. Type of work: BELL LAKE / NMNM 068292X 1b. Type of Well: Oil Well Gas Well Other 8. Lease Name and Well No. 1c. Type of Completion: Hydraulic Fracturing Single Zone Multiple Zone BELL LAKE UNIT SOUTH 204H 9. API Well No. 30-025-48177 2. Name of Operator KAISER FRANCIS OIL COMPANY 3a. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory BELL LAKE/BONE SPRING, SOUTH 6733 S. Yale Ave., Tulsa, OK 74121 (918) 491-0000 4. Location of Well (Report location clearly and in accordance with any State requirements.*) 11. Sec., T. R. M. or Blk. and Survey or Area SEC 1/T24S/R33E/NMP At surface SENW / 2406 FNL / 2144 FWL / LAT 32.24724 / LONG -103.52768 At proposed prod. zone SWSE / 330 FSL / 2290 FEL / LAT 32.225743 / LONG -103.524919 12. County or Parish 13. State 14. Distance in miles and direction from nearest town or post office* LEA NM 22 miles 17. Spacing Unit dedicated to this well 15. Distance from proposed* 16. No of acres in lease 330 feet location to nearest 480.0 property or lease line, ft. (Also to nearest drig. unit line, if any) 18. Distance from proposed location* 19. Proposed Depth 20. BLM/BIA Bond No. in file to nearest well, drilling, completed, 20 feet 10790 feet / 18733 feet FED: WYB000055 applied for, on this lease, ft. 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 23. Estimated duration 3630 feet 10/01/2020 40 days 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable) 1. Well plat certified by a registered surveyor. 4. Bond to cover the operations unless covered by an existing bond on file (see 2. A Drilling Plan. Item 20 above). 3. A Surface Use Plan (if the location is on National Forest System Lands, the 5. Operator certification. 6. Such other site specific information and/or plans as may be requested by the SUPO must be filed with the appropriate Forest Service Office). 25. Signature Name (Printed/Typed) Date (Electronic Submission) MELANIE WILSON / Ph: (918) 491-0000 07/04/2020 Title Regulatory Analyst Approved by (Signature) Name (Printed/Typed) Date (Electronic Submission) 11/23/2020 Cody Layton / Ph: (575) 234-5959 Title Office Assistant Field Manager Lands & Minerals Carlsbad Field Office

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached

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

GCP Rec 12/07/2020





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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.

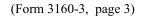
Additional Operator Remarks

Location of Well

0. SHL: SENW / 2406 FNL / 2144 FWL / TWSP: 24S / RANGE: 33E / SECTION: 1 / LAT: 32.24724 / LONG: -103.52768 (TVD: 0 feet, MD: 0 feet) PPP: NWNE / 0 FNL / 2260 FEL / TWSP: 24S / RANGE: 33E / SECTION: 12 / LAT: 32.239359 / LONG: -103.524893 (TVD: 10790 feet, MD: 13780 feet) PPP: NWSE / 2600 FSL / 2260 FEL / TWSP: 24S / RANGE: 33E / SECTION: 1 / LAT: 32.232098 / LONG: -103.52483 (TVD: 10790 feet, MD: 11180 feet) BHL: SWSE / 330 FSL / 2290 FEL / TWSP: 24S / RANGE: 33E / SECTION: 12 / LAT: 32.225743 / LONG: -103.524919 (TVD: 10790 feet, MD: 18733 feet)

BLM Point of Contact

Name: Gavin Mickwee Title: Land Law Examiner Phone: (575) 234-5972 Email: gmickwee@blm.gov



Approval Date: 11/23/2020

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)



APD ID: 10400058640

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

Well Name: BELL LAKE UNIT SOUTH

Application Data Report

Submission Date: 07/04/2020

Operator Name: KAISER FRANCIS OIL COMPANY

Well Number: 204H

Well Type: OIL WELL Well Work Type: Drill

Show Final Text

Highlighted data reflects the most

Section 1 - General

BLM Office: CARLSBAD User: Melanie Wilson Title: Regulatory Analyst

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

Lease number: NMLC0063798 Lease Acres:

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? YES Federal or Indian agreement: FEDERAL

Agreement number: NMNM068292X

Agreement name: BELL LAKE

Keep application confidential? Y

Permitting Agent? YES APD Operator: KAISER FRANCIS OIL COMPANY

Operator letter of designation:

Operator Info

Operator Organization Name: KAISER FRANCIS OIL COMPANY

Operator Address: 6733 S. Yale Ave.

Operator PO Box: PO Box 21468

Operator City: Tulsa State: OK

Operator Phone: (918)491-0000 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: BELL LAKE UNIT SOUTH Well Number: 204H Well API Number:

Field/Pool or Exploratory? Field and Pool Field Name: BELL LAKE Pool Name: BONE SPRING,

SOUTH

Zip: 74121

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

Well Name: BELL LAKE UNIT SOUTH Well Number: 204H

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

Is the proposed well in a Helium production area? N $\;\;$ Use Existing Well Pad? N

New surface disturbance?

Type of Well Pad: MULTIPLE WELL

Multiple Well Pad Name:

SOUTH BELL LAKE UNIT

Number of Legs: 1

Well Class: HORIZONTAL

Well Work Type: Drill Well Type: OIL WELL

Describe Well Type:

Well sub-Type: EXPLORATORY (WILDCAT)

Describe sub-type:

Distance to town: 22 Miles

Distance to nearest well: 20 FT

Distance to lease line: 330 FT

Number: 1

Reservoir well spacing assigned acres Measurement: 480 Acres

Well plat:

BLUS 204H Pymt 20200630184156.pdf

BLUS_204H_C102_20200701045842.pdf

Well work start Date: 10/01/2020

Duration: 40 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83 Vertical Datum: NAVD88

Survey number: 1053 Reference Datum: GROUND LEVEL

Wellbore	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	Will this well produce from this lease?
SHL Leg #1	240 6	FNL	214 4	FW L	24S	33E	1	Aliquot SENW	32.24724	- 103.5276 8	LEA	NEW MEXI CO	NEW MEXI CO	S	STATE	363 0	0	0	N
KOP Leg #1	209 4	FNL	225 6	FEL	24S	33E	1	Aliquot SWNE	32.24795 6	- 103.5243 44	LEA	NEW MEXI CO	• • – • •	S	STATE	- 658 7	102 80	102 17	N

Well Name: BELL LAKE UNIT SOUTH Well Number: 204H

Wellbore	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD	Will this well produce from this lease?
PPP Leg	260 0	FSL	226 0	FEL	24S	33E	1	Aliquot NWSE	32.23209 8	- 103.5248	LEA	NEW MEXI		S	STATE	- 716	111 80	107 90	Υ
#1-1										3		co	СО		- 70	0			
PPP Leg #1-2	0	FNL	226 0	FEL	24S	33E	12	Aliquot NWNE	32.23935 9	- 103.5248 93	LEA	NEW MEXI CO	—	F	NMLC0 063798	- 716 0	137 80	107 90	Υ
EXIT Leg #1	330	FSL	229 0	FEL	24S	33E	12	Aliquot SWSE	32.22574 3	- 103.5249 19	LEA	NEW MEXI CO		F	NMLC0 063798	- 716 0	187 33	107 90	Y
BHL Leg #1	330	FSL	229 0	FEL	24S	33E	12	Aliquot SWSE	32.22574 3	- 103.5249 19	LEA	NEW MEXI CO	NEW MEXI CO	F	NMLC0 063798	- 716 0	187 33	107 90	Υ

mjp1692@gmail.com

From: notification@pay.gov

Sent: Tuesday, June 30, 2020 6:40 PM

To: mjp1692@gmail.com

Subject: Pay.gov Payment Confirmation: BLM Oil and Gas Online Payment



An official email of the United States government



Your payment has been submitted to Pay.gov and the details are below. If you have any questions regarding this payment, please contact BLM OC CBS Customer Service at (303) 236-6795 or BLM_OC_CBS_Customer_Service@blm.gov.

Application Name: BLM Oil and Gas Online Payment

Pay.gov Tracking ID: 26PB94T6 Agency Tracking ID: 76012789470

Transaction Type: Sale

Transaction Date: 06/30/2020 08:40:00 PM EDT Account Holder Name: GEORGE B KAISER

Transaction Amount: \$10,230.00

Card Type: Visa

Card Number: *********0061

Company: Kaiser-Francis Oil Company

APD IDs: 10400058640

Lease Numbers: NMLC0063993

Well Numbers: 204H

Note: You will need your Pay.gov Tracking ID to complete your APD transaction in AFMSS

II. Please ensure you write this number down upon completion of payment.

THIS IS AN AUTOMATED MESSAGE. PLEASE DO NOT REPLY.



Pay.gov is a program of the U.S. Department of the Treasury, Bureau of the Fiscal Service

DISTRICT I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 DISTRICT II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

DISTRICT III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
DISTRICT IV

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

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

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

□AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name	
30-025-	98264	BELL LAKE; BONE SPF	RING, SOUTH
Property Code	Propert	y Name	Well Number
316706	BELL LAKE	UNIT SOUTH	204H
OGRID No.	Operate	or Name	Elevation
12361	KAISER-FRANCI	S OIL COMPANY	3630'

Surface Location

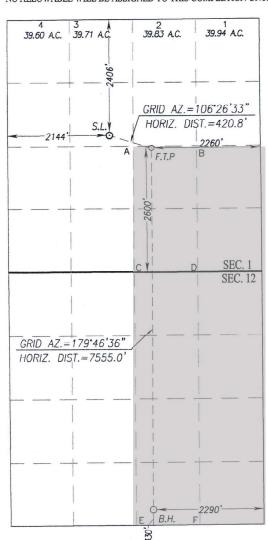
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	1	24-S	33 - E		2406	NORTH	2144	WEST	LEA

Bottom Hole Location If Different From Surface

UL or lot No.	Section 12	Townshi 24-S		Lot Idn	Feet from the 330	North/South line SOUTH	Feet from the 2290	East/West line EAST	County LEA
Dedicated Acres	Joint or	Infill	Consolidation C	ode Ord	ler No.				
480						R-1460	00		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

LAT.=32.246506* N LONG.=103.524830* W



SCALE: 1"=2000' GEODETIC COORDINATES GEODETIC COORDINATES NAD 83 NME NAD 27 NME SURFACE LOCATION SURFACE LOCATION Y= 454613.8 N Y= 454554.8 N X= 790411.6 E X= 749227.7 E LAT.=32.247240° N LAT.=32.247116° N LONG. = 103.527680° W LONG.=103.527201° W FIRST TAKE POINT FIRST TAKE POINT NAD 27 NME NAD 83 NME Y= 454294.2 N Y= 454353.2 N X = 750110.7 EX= 791294.6 E

CORNER COORDINATES TABLE NAD 27 NME

A - Y= 454332.2 N, X= 749727.5 E B - Y= 545336.7 N, X= 751048.7 E C - Y= 451693.5 N, X= 749744.3 E D - Y= 451698.2 N, X= 751067.3 E E - Y= 446409.2 N, X= 749789.4 E F - Y= 446416.0 N, X= 751110.6 E

CORNER COORDINATES TABLE NAD 83 NME

A - Y= 454391.2 N, X= 790911.4 E B - Y= 454395.7 N, X= 792232.6 E C - Y= 451752.4 N, X= 790928.3 E D - Y= 451757.1 N, X= 792251.3 E E - Y= 446468.0 N, X= 790973.7 E F - Y= 446474.8 N, X= 792294.9 E

BOTTOM HOLE LOCATION NAD 83 NME Y= 446799.7 N X= 791324.0 E LAT.=32.225743* N LONG.=103.524919* W BOTTOM HOLE LOCATION NAD 27 NME Y= 446740.9 N X= 750139.7 E LAT.=32.225619° N LONG.=103.524442° W

LAT.=32.246382° N

LONG.=103.524352° W

OPERATOR CERTIFICATION

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

Melanie Wilson 30/2020
Signature Date

Melanie Wilson

Printed Name

mjp1692@gmail.com

E-mail Address

SURVEYOR CERTIFICATION

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

Date of Survey Signature & Seal of Professional Surveyor:

WAFMSS

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

Drilling Plan Data Report

11/24/2020

APD ID: 10400058640

Submission Date: 07/04/2020

Highlighted data reflects the most recent changes

Operator Name: KAISER FRANCIS OIL COMPANY
Well Name: BELL LAKE UNIT SOUTH

Well Number: 204H

Show Final Text

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

ormation			True Vertical	Measured			Producing
ID	Formation Name	Elevation	Depth	Depth	Lithologies	Mineral Resources	Formation
776637		3630	0	0	OTHER : Surface	NONE	N
776638	RUSTLER	2230	1400	1400	SANDSTONE	NONE	N
776639	SALADO	1830	1800	1800	SALT	NONE	N
776640	TOP SALT	1480	2150	2150	SALT	NONE	N
776641	BASE OF SALT	-1420	5050	5050	SALT	NONE	N
776642	LAMAR	-1670	5300	5300	SANDSTONE	NATURAL GAS, OIL	N
776643	BELL CANYON	-1820	5450	5450	SANDSTONE	NATURAL GAS, OIL	N
776644	CHERRY CANYON	-2670	6300	6300	SANDSTONE	NATURAL GAS, OIL	N
776645	BRUSHY CANYON	-4100	7730	7730	SANDSTONE	NATURAL GAS, OIL	N
776646	BONE SPRING	-5240	8870	8870	LIMESTONE	NATURAL GAS, OIL	N
776647	AVALON SAND	-5400	9030	9030	SANDSTONE	NATURAL GAS, OIL	N
776648	BONE SPRING 1ST	-6370	10000	10000	SANDSTONE	NATURAL GAS, OIL	N
776655	BONE SPRING 2ND	-6960	10590	10590	SANDSTONE	NATURAL GAS, OIL	Y
776662	BONE SPRING LIME	-7420	11050	11050	LIMESTONE	NATURAL GAS, OIL	N

Section 2 - Blowout Prevention

Well Name: BELL LAKE UNIT SOUTH Well Number: 204H

Pressure Rating (PSI): 5M Rating Depth: 13000

Equipment: A 5M system will be installed according to Onshore Order #2 consisting of an Annular Preventer, BOP with two rams, a blind ram and safety valves and appropriate handles located on the rig floor. BOP will be equipped with 2 side outlets (choke side shall be a minimum 3 line, and kill side will be a minimum 2 line). Kill line will be installed with (2) valves and a check valve (2 min) of proper pressure rating for the system. Remote kill line (2 min) will be installed and ran to the outer edge of the substructure and be unobstructed. A manual and hydraulic valve (3 min) will be installed on the choke line, 3 chokes will be used with one being remotely controlled. Fill up line will be installed above the uppermost preventer. Pressure gauge of proper pressure rating will be installed on choke manifold. Upper and lower kelly cocks will be utilized with handles readily available in plain sight. A float sub will be available at all times. All connections subject to well pressure will be flanged, welded, or clamped.

Requesting Variance? YES

Variance request: Flex Hose Variance MultiBowl Wellhead

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

Choke Diagram Attachment:

BLUS 204H Choke Manifold 20200704080642.pdf

BOP Diagram Attachment:

Cactus_Flex_Hose_16C_Certification_20200206080210.pdf BLUS 204H BOP 20200701053751.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	1425	0	1425	3630	2205	1425	J-55	54.5	ST&C	1.7	4.1	DRY	11.7	DRY	11
2	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	5218	0	5200		-1570	5218	HCP -110	40	LT&C	1.8	3.3	DRY	6.1	DRY	6.1
3	PRODUCTI ON	8.75	5.5	NEW	API	N	0	18948	0	10790		-7160	18948	P- 110		OTHER - GBCD	2.2	2.5	DRY	3.1	DRY	3

Casing Attachments

Well Name: BELL LAKE UNIT SOUTH Well Number: 204H

Casing Attachments
Casing ID: 1 String Type: SURFACE
Inspection Document:
Smar Danismants
Spec Document:
Tapered String Spec:
Casing Design Assumptions and Worksheet(s):
BLUS_204H_Casing_Assumptions_20200704075926.pdf
Casing ID: 2 String Type: INTERMEDIATE
Inspection Document:
Spec Document:
Tapered String Spec:
Casing Design Assumptions and Worksheet(s):
BLUS_204H_Casing_Assumptions_20200704075824.pdf
Casing ID: 3 String Type: PRODUCTION
Inspection Document:
Spec Document:
Toward Ottion Occurs
Tapered String Spec:
Casing Design Assumptions and Worksheet(s):
BLUS_204H_Prod_Csg_Specs_20200701054758.pdf
- - - - - - -

Section 4 - Cement

Well Name: BELL LAKE UNIT SOUTH Well Number: 204H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	1425	696	1.7	13.5	1216	75	Halcem	4% Bentonite
SURFACE	Tail		0	1425	388	1.3	14.8	517	75	Halcem	0.125 #/sk Poly Flake
INTERMEDIATE	Lead		0	5218	787	2.1	12.5	1644	50	Econocem	3 #/sk Kol Seal
INTERMEDIATE	Tail		0	5218	606	1.3	14.8	807	50	Halcem	None
PRODUCTION	Lead		4000	1894 8	416	3.5	10.5	1449	15	NeoCem	2 #/sk Kol Seal
PRODUCTION	Tail		4000	1894 8	2026	1.2	14.5	2478	15	Versacem	None

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: Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all time.

Describe the mud monitoring system utilized: PVT/Pason/Visual Monitoring

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (Ibs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	Hd	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
5200	1079 0	OIL-BASED MUD	8.7	8.9							
1425	5200	OTHER : Diesel- Brine Emulsion	8.7	8.9							
0	1425	OTHER : Fresh Water	8.4	9							

Well Name: BELL LAKE UNIT SOUTH Well Number: 204H

Section 6 - Test, Logging, Coring

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

Top of cement on production casing will be determined by calculation.

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

DIRECTIONAL SURVEY, GAMMA RAY LOG, MUD LOG/GEOLOGIC LITHOLOGY LOG, MUD LOG/GEOLOGICAL LITHOLOGY LOG.

Coring operation description for the well:

None planned

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 4994

Anticipated Surface Pressure: 2620

Anticipated Bottom Hole Temperature(F): 165

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:

BLUS_Pad_1_H2S_Plan_20200630143559.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

BLUS_204H_Directional_Plan_20200704080442.pdf

Other proposed operations facets description:

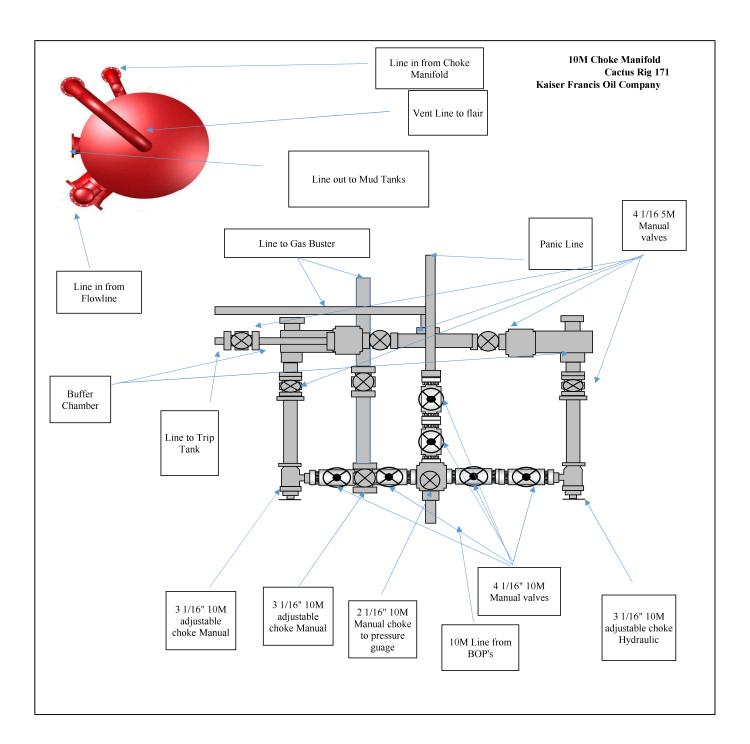
Gas Capture Plan attached

Other proposed operations facets attachment:

BLUS 204H GCP 20200701055136.pdf

Other Variance attachment:

Cactus_Flex_Hose_16C_Certification_20200206081511.pdf BLUS 204H Wellhead 20200701055159.pdf





Certificate of Registration

3042

This certifies that the quality management system of

COPPER STATE RUBBER, INC. 10485 W. Roosevelt Street Avondale, AZ

has been assessed by the American Petroleum Institute Quality Registrar (APIOR®) and found it to be in conformance with the following standard:

ISO 9001:2015

The scope of this registration and the approved quality management system applies to the

Design and Manufacture of Oilfield, Marine and Other Industrial Hoses

APIQR® approves the organization's justification for excluding:

No Exclusions Identified as Applicable

Effective Date:

APRIL 21, 2019

Expiration Date:

APRIL 21, 2022

Registered Since:

APRIL 21, 2016

Vice President of Global Industry Services

Dema Opflueija

Accredited by Member of the International Accreditation Forum Multilateral Recognition Arrangement for Quality Management Systems



This certificate is valid for the period specified herein. The registered organization must continually meet all requirements of APIQR's Registration Program and the requirements of the Registration Agreement. Registration is maintained and regularly monitored through annual full system audits. Further clarifications regarding the scope of this certificate and the applicability of ISO 9001 standard requirements may be obtained by consulting the registered organization. This certificate has been issued from APIQR offices located at 200 Massachusetts Avenue, NW Suite 1100, Washington, DC 20001-5571, U.S.A., it is the property of APIQR, and must be returned upon request. To verify the authenticity of this certificate, go to www.api.org/compositelist.

Worksheet for determining GB Connection Running Torque at the beginning of a Casing Run

Ignore joints that are assembled with threadlock compounds. See "Addendum Procedure for GB Connections Assembled with Threadlocking Compounds" available at www.gbtubulars.com.

Pertinent Excerpt from GB Running Procedure

5. Stab the pin carefully into the coupling of the joint hanging in the rotary table. A stabbing guide is recommended to protect the pin nose and leading thread from physical damage that may contribute to thread galling. Make up each connection until shoulder engagement plus delta torque ≥ 10% of the shoulder torque without exceeding the Maximum Makeup Torque. Record the shoulder torque observed for the first 10 joints (excluding threadlocked accessory joints). The Running Torque is (a) the Minimum Makeup Torque shown on the GB Connection Performance Property Sheets or (b) the Maximum Shoulder Torque recorded from the first 10 makeups + 10%, whichever is higher (rounded to the next highest 500 ft.-lbs.) When making up the initial joints for establishing the Running Torque carefully watch the torque gauge for the shoulder torque and try to manually shut down the tongs before reaching Maximum Makeup Torque shown on the GB Connection Performance Property Sheets. Alternately, the dump valve should be set to the Maximum Makeup Torque during this initial process.

6. After the first 10 makeups (more if necessary due to conditions at the time of the run), use the "Running Torque" established in Step 5 for the remainder of the string. A dump valve is strongly recommended to stop makeup once the established Running Torque is achieved.

Casing Data	Comment
OD (in)	See GB Connection Data Sheet
Weight (ppf)	See GB Connection Data Sheet
Grade	See GB Connection Data Sheet
Min MU Torque (ft-lbs)	See GB Connection Data Sheet
Max MU Torque (ft-lbs)	(2 X Min MU Tq)
Max Operating Torque (ft-lbs)	The Maximum Operating Torque is NOT the Maximum Makeup Torque and is NOT a sustainable rotating torque. Operating at the Maximum Operating Torque for any length of time will likely damage the connection.

		Shoulder Torque	Final Torque	Triangle Stamp Position Sketch
Notes	Joint No.	(ft-lbs)	(ft-lbs)	(△)
Required	1			
Required	2			
Required	3			
Required	4			
Required	5			
Required	6			
Required	7			
Required	8			
Required	9			
Required	10			
Optional	11			
Optional	12			
Optional	13			
Optional	14			
Optional	15			
Max. Shoulder T	orque			
A Max. Shoulde	er Torque + 10%			
B Min. Makeup (from GB Con	Torque ın. Data Sheet)			
Running Torqu	ıe (ft-lbs)		A or B, whicheve	er is greater.

Optional joints should be added if there is wide variability in shoulder torques recorded during the initial 10 joints. Judgement should be used to determine if more than 10 joints are needed for the purpose of establishing the Running Torque and, if so, how many more should be added.

Wide variations in Shoulder Torque during the first ten (10) joints suggest other issues requiring attention such as poor alignment, improper amount and distribution of thread compound, etc. Refer to 2nd paragraph of GB Running Procedure for possible contributing factors to aid troubleshooting.

GB Tubulars950 Threadneedle, Suite 130
Houston TX 77079
Toll Free: 1-888-245-3848
Main: 713-465-3585
Fax: 713-984-1529

For Techincal Information, contact:
Gene Mannella
genem@gbtubulars.com
Qing Lu
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Rev. 12 (11/25/2013)



Kaiser-Francis Oil Company Bell Lake Unit South 204H Casing Assumptions

Interval	Length	Casing Size	Weight (#/ft)	Grade	Thread	Condition	Hole Size	TVD (ft)	Mud	Mud Weight Hole		Fluid	Anticipated Mud Weight		Collapse	Burst	Body Tensile	Joint Tensile	Collapse Safety Factor	Burst Safety Factor (Min	Body Tensile Safety Factor	Joint Tensile Safety Factor
Conductor	120'	20"				New		120	Type	Control	Viscosity		(ppg)	(psi)	(psi)			Strength			(Min 1.8)	
Surface	1425	13-3/8"	54.5	J-55	втс	New	17-1/2"	1425	FW	8.4 - 9.0	32 - 34	NC	9	667	1130	2730	853000	909000	1.7	4.1	11.0	11.7
Intermediate	5218	9-5/8"	40	HCP-110	LTC	New	12-1/4"	5200	DBE	8.7-8.9	28	NC	8.9	2407	4230	7900	1260000	1266000	1.8	3.3	6.1	6.1
Production	18948	5-1/2"	20	P110	GBCD	New	8-3/4"	10790	овм	8.7 - 8.9	28-29	NC	8.9	4994	11100	12640	641000	667000	2.2	2.5	3.0	3.1

KAISER-FRANCIS OIL COMPANY HYDROGEN SULFIDE (H₂S) CONTINGENCY PLAN FOR DRILLING/COMPLETION WORKOVER/FACILITY

BELL LAKE UNIT SOUTH #203H SECTION 1 -T24S-R33E LEA COUNTY, NM

This well/facility is not expected to have H_2S , but due to the sensitive location, the following is submitted as requested.

TABLE OF CONTENTS

Emergency Response Activation and General Responsibilities	3
Individual Responsibilities During An H₂S Release	4
Procedure For Igniting An Uncontrollable Condition	5
Emergency Phone Numbers	6
Protection Of The General Public/Roe	7
Characteristics Of H ₂ S And SO ₂	8
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EMERGENCY RESPONSE ACTIVATION AND GENERAL RESPONSIBILITIES

Activation of the Emergency Action Plan

In the event of any emergency situation, all personnel on location should first ensure that the following items are initiated. After that, they should refer to the appropriate Specific Emergency Guidance sections below for further responsibilities:

- 1. Notify the senior ranking contract representative on site.
- 2. Notify Kaiser-Francis representative in charge.
- 3. Notify civil authorities if the Kaiser-Francis Representative cannot be contacted and the situation dictates.
- 4. Perform rescue and first aid as required (without jeopardizing additional personnel).

General Responsibilities

In the event of an H₂S emergency, the following plan will be initiated.

- 1) All personnel will immediately evacuate to an up-wind and if possible up-hill "safe area".
- 2) If for any reason a person must enter the hazardous area, they must wear a SCBA (Self contained breathing apparatus).
- 3) Always use the "buddy system".
- 4) Isolate the well/problem if possible.
- 5) Account for all personnel
- 6) Display the proper colors, warning all unsuspecting personnel of the danger at hand
- 7) Contact the Company personnel as soon as possible if not at the location. (use the enclosed call list as instructed)

At this point the company representative will evaluate the situation and coordinate the necessary duties to bring the situation under control, and if necessary, the notification of emergency response agencies and residents.

INDIVIDUAL RESPONSIBILITIES DURING AN H2S RELEASE

The following procedures and responsibilities will be implemented on activation of the H₂S siren and lights.

All Personnel:

1. On alarm, don escape unit (if available) and report to upwind briefing area.

Rig Manager/Tool Pusher:

- 1. Check that all personnel are accounted for and their condition.
- 2. Administer or arrange for first aid treatment, and/or call EMTs as needed.
- 3. Identify two people best suited to secure well and perform rescue, and instruct them to don SCBA.
- 4. Notify Contract management and Kaiser-Francis Representative.
- 5. Remain at the briefing area, assess and monitor personnel and overall situation for hazards or conditions that might warrant a change in the action plan.

Two People Responsible for Shut-in and Rescue:

- 1. Don SCBA and acquire tools to secure well and perform rescue, i.e., wrenches, retrieval ropes, etc.
- 2. Utilize the buddy system to secure well and perform rescue(s).
- 3. Return to the briefing area and stand by for further instructions.

All Other Personnel:

1. Isolate the area and prevent entry by other persons into the 100 ppm ROE. Additionally the first responder(s) must evacuate any public places encompassed by the 100 ppm ROE. First responder(s) must take care not to injure themselves during this operation. Company and/or local officials must be contacted to aid in this operation. Evacuation of the public should be beyond the 100 ppm ROE.

Kaiser-Francis Oil Company Representative:

- 1. Remain at the briefing area, assess and monitor personnel and overall situation for hazards or conditions that might warrant a change in the action plan.
- 2. Notify company management or Local Incident Commander, and Police, Fire Department, or other local emergency services as required.

PROCEDURE FOR IGNITING AN UNCONTROLLABLE CONDITION:

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 shall be the Incident Command of any major release.

The decision to ignite a well should be a last resort and one if not both of the following pertain.

- 1) Human life and/or property are in danger.
- 2) There is no hope of bringing the situation under control with the prevailing conditions at the site.

INSTRUCTIONS FOR IGNITION:

- 1) Two people are required. They must be equipped with positive pressure; self contained breathing apparatus and a "D"-ring style, full body, OSHA approved safety harness. Non-flammable rope will be attached.
- 2) One of the people will be a qualified safety person who will test the atmosphere for H₂S, Oxygen, & LFL. The other person will be the company supervisor; he is responsible for igniting the well.
- 3) Ignite up-wind from a distance no closer than necessary. Make sure that where you ignite from has the maximum escape avenue available. A 25mm flare gun shall be used, with a +/-500' range to ignite the gas.
- 4) Prior to ignition, make a final check for combustible gases.
- 5) Following ignition, continue with the emergency actions & procedures as before.

CONTACTING AUTHORITIES

Kaiser-Francis personnel must liaison 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. The following call list of essential and potential responders has been prepared for use during a release. This response plan must be in coordination with the State of New Mexico's 'Hazardous Materials Emergency Response Plan' (HMER).

EMERGENCY CALL LIST: (Start and continue until ONE of these people have been reached)

Kaiser-Francis Oil Co.	<u>OFFCE</u> 918/494-0000	<u>MOBILE</u>
Bill Wilkinson	580/668-2335	580/221-4637
David Zerger	918/491-4350	918/557-6708
Charles Lock	918/491-4337	918/671-6510
Stuart Blake	918/491-4347	918/510-4126
Robert Sanford	918/491-4201	918/770-2682
Matt Warner	918/491-4379	720/556-2313

EMERGENCY RESPONSE NUMBERS: Lea County, New Mexico

State Police – Artesia	575/748-9718
State Police – Hobbs	575/392-5580
State Police – Carlsbad	575/885-3138
Lea County Sheriff - Lovington	575/396-3611
Local Emergency Planning Center – Lea County	575/396-8607
Local Emergency Planning Center – Eddy County	575/885-3581
Fire Fighting, Rescue & Ambulance – Carlsbad	911 or 575/885-3125
Fire Fighting, Rescue & Ambulance – Hobbs	911 or 575/397-9308
Fire Fighting – Jal Volunteer Fire Department	911 or 505/395-2221
New Mexico Oil & Gas Commission – Artesia	575/748-1283
New Mexico Oil & Gas Commission – Hobbs	575/393-6161
Air Medical Transport Services – Hobbs	800/550-1025
Med Flight Air Ambulance – Albuquerque	505/842-4433
Angel MedFlight	844/553-9033
DXP	432/580-3770
BJ Services	575/392-5556
Halliburton	575/392-6531 800/844-8451

PROTECTION OF THE GENERAL PUBLIC/ROE:

In the event of a release with a concentration greater than 100 ppm H₂S, the ROE (Radius of Exposure) calculations will be done to determine if the following conditions have been met:

- Does the 100 ppm ROE include any public area (any place not associated with this site)
- Does the 500 ppm ROE include any public road (any road which the general public may travel)
- Is the 100 ppm ROE equal to or greater than 3000 feet

If any one of these conditions have been met then the Contingency Plan will be implemented. The following shows how to calculate the radius of exposure and an example.

Calculation for the 100 ppm ROE:

(H2S concentrations in decimal form)

10,000 ppm +=1.+

1,000 ppm +=.1+

100 ppm +=.01+

10 ppm +=.001+

Calculation for the 500 ppm ROE:

X = [(1.589)(concentration)(Q)] (0.6258)

X+[(0.4546)(concentration)(Q)] (.06258)

EXAMPLE: If a well/facility has been determined to have 150 ppm H₂S in the gas mixture and the well/facility is producing at a gas rate of 200 MCFPD then:

ROE for 100 PPM X=[(1.589)(.0150)(200)] (0.6258)

X=2.65

ROE for 500 PPM X=[(.4546)(.0150)(200)] (0.6258)

X=1.2'

(These calculations will be forwarded to the appropriate District NMOCD office when applicable.)

PUBLIC EVACUATION PLAN:

(When the supervisor has determined that the General Public will be involved, the following plan will be implemented)

- 1) Notification of the emergency response agencies of the hazardous condition and Implement evacuation procedures.
- 2) A trained person in H₂S safety, shall monitor with detection equipment the H₂S Concentration, wind and area of exposure (ROE). This person will determine the outer perimeter of the hazardous area. The extent of the evacuation area will be determined from the data being collected. Monitoring shall continue until the situation has been resolved. (All monitoring equipment will be UL approved, for use in class I groups A,B,C & D, Division I, hazardous locations. All monitors will have a minimum capability of measuring H₂S, oxygen, and flammable values.)
- 3) Law enforcement shall be notified to set up necessary barriers and maintain such for the duration of the situation as well as aid in the evacuation procedure.
- 4) The company supervising personnel shall stay in communication with all agencies through out the duration of the situation and inform such agencies when the situation has been contained and the effected area(s) is safe to enter.

CHARACTERISTICS OF H₂S AND SO₂

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

TRAINING:

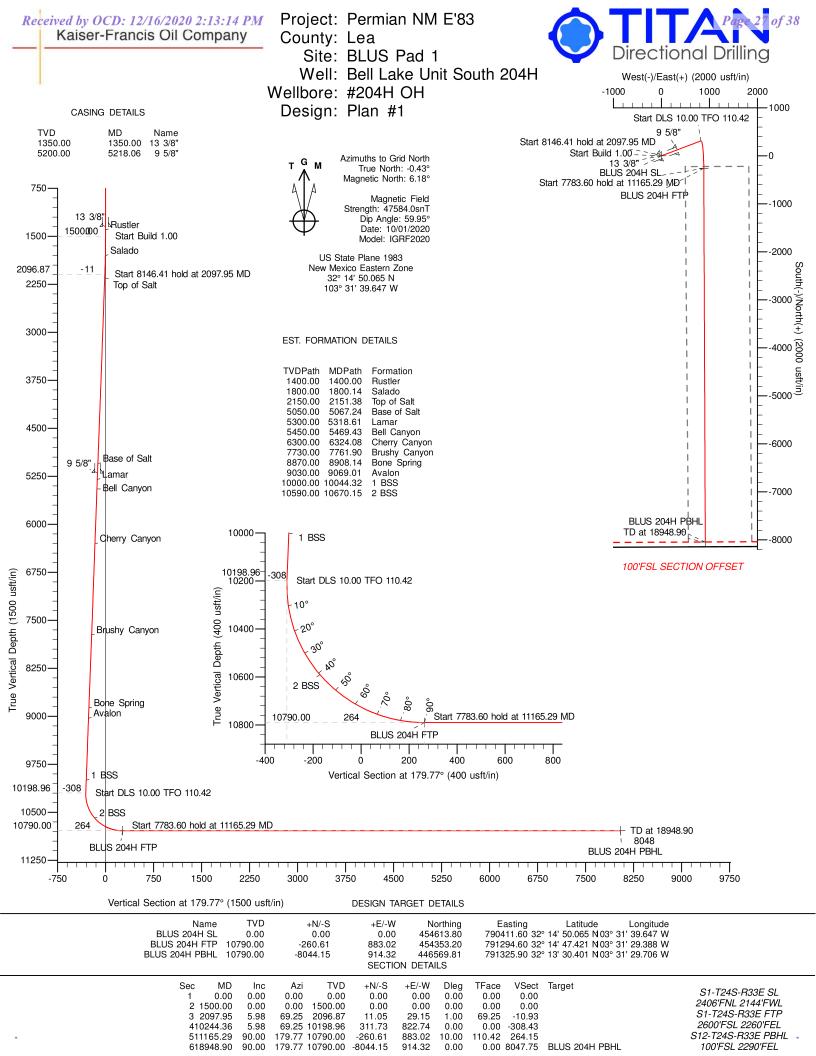
All responders must have training in the detection of H_2S measures for protection against the gas, equipment used for protection and emergency response. Weekly drills by all crews will be conducted and recorded in the IADC daily log. Additionally, responders must be equipped with H_2S monitors at all times.

PUBLIC RELATIONS

Kaiser-Francis recognizes that the news media have a legitimate interest in incidents at Kaiser-Francis facilities that could affect the public. It is to the company's benefit to cooperate with the news media when incidents occur because these media are our best liaison with the public.

Our objective is to see that all reports of any emergency are factual and represent the company's position fairly and accurately. Cooperation with news media representatives is the most reliable guarantee that this objective will be met.

All contract and Kaiser-Francis employees are instructed <u>NOT</u> to make any statement to the media concerning the emergency incident. If a media representative contacts any employee, they should refer them to the designated Emergency Command Center where they should contact the Incident Commander or his designated relief for any information concerning the incident.



Survey Report

Company: Kaiser-Francis Oil Company

Project: Permian NM E'83 BLUS Pad 1 Site:

Well: Bell Lake Unit South 204H

#204H OH Wellbore: Design: Plan #1

Local Co-ordinate Reference:

Well Bell Lake Unit South 204H est.GL+KB @ 3655.00usft (Planning) **TVD Reference:** est.GL+KB @ 3655.00usft (Planning) MD Reference:

North Reference:

Minimum Curvature **Survey Calculation Method:**

EDM 5k-14 Database:

Permian NM E'83 **Project**

US State Plane 1983 Map System: North American Datum 1983 Geo Datum: Map Zone:

New Mexico Eastern Zone

System Datum: Mean Sea Level

Using geodetic scale factor

Site BLUS Pad 1, Centered on #204

Northing: 454,613.80 usft Site Position: Latitude: 32° 14' 50.065 N 790,411.60 usft 103° 31' 39.647 W From: Мар Easting: Longitude: 0.00 usft 13-3/16 " **Position Uncertainty:** Slot Radius: **Grid Convergence:** 0.43°

Well Bell Lake Unit South 204H **Well Position** +N/-S 0.00 usft Northing: 454,613.80 usft Latitude: 32° 14' 50.065 N +E/-W 0.00 usft Easting: 790,411.60 usft Longitude: 103° 31' 39.647 W 0.00 usft Wellhead Elevation: usft Ground Level: 3,630.00 usft **Position Uncertainty**

#204H OH Wellbore Magnetics **Model Name** Sample Date Declination Dip Angle Field Strength (°) (°) (nT) IGRF2020 10/01/20 6.61 59.95 47,584.00006141

Plan #1 Design **Audit Notes: PROTOTYPE** Version: Phase: Tie On Depth: 0.00 **Vertical Section:** Depth From (TVD) +N/-S +E/-W Direction (usft) (usft) (usft) (°) 0.00 0.00 0.00 179.77

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
400.00	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.00	0.00
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00
600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.00
700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00	0.00	0.00
800.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00	0.00	0.00
900.00	0.00	0.00	900.00	0.00	0.00	0.00	0.00	0.00	0.00
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00
1,100.00	0.00	0.00	1,100.00	0.00	0.00	0.00	0.00	0.00	0.00
1,200.00	0.00	0.00	1,200.00	0.00	0.00	0.00	0.00	0.00	0.00
1,300.00	0.00	0.00	1,300.00	0.00	0.00	0.00	0.00	0.00	0.00
1,350.00	0.00	0.00	1,350.00	0.00	0.00	0.00	0.00	0.00	0.00
13 3/8"									

Survey Report

Company: Kaiser-Francis Oil Company

Project: Permian NM E'83
Site: BLUS Pad 1

Well: Bell Lake Unit South 204H

Wellbore: #204H OH
Design: Plan #1

Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference:
MD Reference:

North Reference: G

Database:

Well Bell Lake Unit South 204H est.GL+KB @ 3655.00usft (Planning) est.GL+KB @ 3655.00usft (Planning)

Grid

Minimum Curvature

EDM 5k-14

nned 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)
1,400.00	0.00	0.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00
Rustler									
1,500.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00
1,600.00	1.00	69.25	1,599.99	0.31	0.82	-0.31	1.00	1.00	0.00
1,700.00	2.00	69.25	1,699.96	1.24	3.26	-1.22	1.00	1.00	0.00
1,800.00	3.00	69.25	1,799.86	2.78	7.34	-2.75	1.00	1.00	0.00
1,800.14	3.00	69.25	1,800.00	2.78	7.35	-2.76	0.00	0.00	0.00
Salado									
1,900.00	4.00	69.25	1,899.68	4.95	13.05	-4.89	1.00	1.00	0.00
2,000.00	5.00	69.25	1,999.37	7.73	20.39	-7.64	1.00	1.00	0.00
2,097.96	5.98	69.25	2,096.87	11.05	29.15	-10.93	1.00	1.00	0.00
2,100.00	5.98	69.25	2,098.90	11.12	29.35	-11.00	0.00	0.00	0.00
2,151.38	5.98	69.25	2,150.00	13.02	34.36	-12.88	0.00	0.00	0.00
Top of Salt									
2,200.00	5.98	69.25	2,198.36	14.81	39.09	-14.65	0.00	0.00	0.00
2,300.00	5.98	69.25	2,297.82	18.50	48.83	-18.31	0.00	0.00	0.00
2,400.00	5.98	69.25	2,397.27	22.19	58.58	-21.96	0.00	0.00	0.00
2,500.00	5.98	69.25	2,496.73	25.89	68.32	-25.61	0.00	0.00	0.00
2,600.00	5.98	69.25	2,596.18	29.58	78.06	-29.26	0.00	0.00	0.00
2,700.00	5.98	69.25	2,695.64	33.27	87.80	-32.91	0.00	0.00	0.00
2,800.00	5.98	69.25	2,795.10	36.96	97.54	-36.57	0.00	0.00	0.00
2,900.00	5.98	69.25	2,894.55	40.65	107.28	-40.22	0.00	0.00	0.00
3,000.00	5.98	69.25	2,994.01	44.34	117.02	-43.87	0.00	0.00	0.00
3,100.00	5.98	69.25	3,093.46	48.03	126.77	-47.52	0.00	0.00	0.00
3,200.00	5.98	69.25	3,192.92	51.72	136.51	-51.17	0.00	0.00	0.00
3,300.00	5.98	69.25	3,292.38	55.41	146.25	-54.83	0.00	0.00	0.00
3,400.00	5.98	69.25	3,391.83	59.10	155.99	-58.48	0.00	0.00	0.00
3,500.00	5.98	69.25	3,491.29	62.80	165.73	-62.13	0.00	0.00	0.00
3,600.00	5.98	69.25	3,590.74	66.49	175.47	-65.78	0.00	0.00	0.00
3,700.00	5.98	69.25	3,690.20	70.18	185.22	-69.43	0.00	0.00	0.00
3,800.00	5.98	69.25	3,789.65	73.87	194.96	-73.09	0.00	0.00	0.00
3,900.00	5.98	69.25	3,889.11	77.56	204.70	-76.74	0.00	0.00	0.00
4,000.00	5.98	69.25	3,988.57	81.25	214.44	-80.39	0.00	0.00	0.00
4,100.00	5.98	69.25	4,088.02	84.94	224.18	-84.04	0.00	0.00	0.00
4,200.00	5.98	69.25	4,187.48	88.63	233.92	-87.69	0.00	0.00	0.00
4,300.00	5.98	69.25	4,286.93	92.32	243.66	-91.34	0.00	0.00	0.00
4,400.00	5.98	69.25	4,386.39	96.01	253.41	-95.00	0.00	0.00	0.00
4,500.00	5.98	69.25	4,485.85	99.71	263.15	-98.65	0.00	0.00	0.00
4,600.00	5.98	69.25	4,585.30	103.40	272.89	-102.30	0.00	0.00	0.00
4,700.00	5.98	69.25	4,684.76	107.09	282.63	-105.95	0.00	0.00	0.00
4,800.00	5.98	69.25	4,784.21	110.78	292.37	-109.60	0.00	0.00	0.00
4,900.00	5.98	69.25	4,883.67	114.47	302.11	-113.26	0.00	0.00	0.00
5,000.00	5.98	69.25	4,983.13	118.16	311.85	-116.91	0.00	0.00	0.00

Survey Report

Company: Kaiser-Francis Oil Company

Project: Permian NM E'83 Site: BLUS Pad 1

Well: Bell Lake Unit South 204H

#204H OH Wellbore: Design: Plan #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

est.GL+KB @ 3655.00usft (Planning) est.GL+KB @ 3655.00usft (Planning)

Well Bell Lake Unit South 204H

Survey Calculation Method: Minimum Curvature

EDM 5k-14 Database:

							_		_
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
5,067.24	5.98	69.25	5,050.00	120.64	318.41	-119.36	0.00	0.00	0.00
Base of Salt									
5,100.00	5.98	69.25	5,082.58	121.85	321.60	-120.56	0.00	0.00	0.00
5,200.00	5.98	69.25	5,182.04	125.54	331.34	-124.21	0.00	0.00	0.00
5,218.06	5.98	69.25	5,200.00	126.21	333.10	-124.87	0.00	0.00	0.00
9 5/8"									
5,300.00	5.98	69.25	5,281.49	129.23	341.08	-127.86	0.00	0.00	0.00
5,318.61	5.98	69.25	5,300.00	129.92	342.89	-128.54	0.00	0.00	0.00
Lamar									
5,400.00	5.98	69.25	5,380.95	132.93	350.82	-131.52	0.00	0.00	0.00
5,469.43	5.98	69.25	5,450.00	135.49	357.58	-134.05	0.00	0.00	0.00
Bell Canyon									
5,500.00	5.98	69.25	5,480.41	136.62	360.56	-135.17	0.00	0.00	0.00
5,600.00	5.98	69.25	5,579.86	140.31	370.30	-138.82	0.00	0.00	0.00
5,700.00	5.98	69.25	5,679.32	144.00	380.05	-142.47	0.00	0.00	0.00
5,800.00	5.98	69.25	5,778.77	147.69	389.79	-146.12	0.00	0.00	0.00
5,900.00	5.98	69.25	5,878.23	151.38	399.53	-149.78	0.00	0.00	0.00
6,000.00	5.98	69.25	5,977.68	155.07	409.27	-153.43	0.00	0.00	0.00
6,100.00	5.98	69.25	6,077.14	158.76	419.01	-157.08	0.00	0.00	0.00
6,200.00	5.98	69.25	6,176.60	162.45	428.75	-160.73	0.00	0.00	0.00
6,300.00	5.98	69.25	6,276.05	166.14	438.49	-164.38	0.00	0.00	0.00
6,324.08	5.98	69.25	6,300.00	167.03	440.84	-165.26	0.00	0.00	0.00
Cherry Cany									
6,400.00	5.98	69.25	6,375.51	169.84	448.24	-168.03	0.00	0.00	0.00
6,500.00	5.98	69.25	6,474.96	173.53	457.98	-171.69	0.00	0.00	0.00
6,600.00	5.98	69.25	6,574.42	177.22	467.72	-175.34	0.00	0.00	0.00
6,700.00	5.98	69.25	6,673.88	180.91	477.46	-178.99	0.00	0.00	0.00
6,800.00	5.98	69.25	6,773.33	184.60	487.20	-182.64	0.00	0.00	0.00
6,900.00	5.98	69.25	6,872.79	188.29	496.94	-186.29	0.00	0.00	0.00
7,000.00	5.98	69.25	6,972.24	191.98	506.69	-189.95	0.00	0.00	0.00
7,100.00	5.98	69.25	7,071.70	195.67	516.43	-193.60	0.00	0.00	0.00
7,200.00	5.98	69.25	7,171.16	199.36	526.17	-197.25	0.00	0.00	0.00
7,300.00	5.98	69.25	7,270.61	203.06	535.91	-200.90	0.00	0.00	0.00
7,400.00	5.98	69.25	7,370.07	206.75	545.65	-204.55	0.00	0.00	0.00
7,500.00	5.98	69.25	7,469.52	210.44	555.39	-208.21	0.00	0.00	0.00
7,600.00	5.98	69.25	7,568.98	214.13	565.13	-211.86	0.00	0.00	0.00
7,700.00	5.98	69.25	7,668.44	217.82	574.88	-215.51	0.00	0.00	0.00
7,761.90	5.98	69.25	7,730.00	220.10	580.91	-217.77	0.00	0.00	0.00
Brushy Cany	/on								
7,800.00	5.98	69.25	7,767.89	221.51	584.62	-219.16	0.00	0.00	0.00
7,900.00	5.98	69.25	7,867.35	225.20	594.36	-222.81	0.00	0.00	0.00
8,000.00	5.98	69.25	7,966.80	228.89	604.10	-226.47	0.00	0.00	0.00
8,100.00	5.98	69.25	8,066.26	232.58	613.84	-230.12	0.00	0.00	0.00
8,200.00	5.98	69.25	8,165.71	236.27	623.58	-233.77	0.00	0.00	0.00
8,300.00	5.98	69.25	8,265.17	239.97	633.33	-237.42	0.00	0.00	0.00

Survey Report

Company: Kaiser-Francis Oil Company

Project: Permian NM E'83 Site: BLUS Pad 1

Well: Bell Lake Unit South 204H

Wellbore: #204H OH Design: Plan #1

Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference: MD Reference:

North Reference:

Database:

Well Bell Lake Unit South 204H est.GL+KB @ 3655.00usft (Planning) est.GL+KB @ 3655.00usft (Planning)

Minimum Curvature

EDM 5k-14

lanned Si	urvey									
	easured 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)
	8,400.00	5.98	69.25	8,364.63	243.66	643.07	-241.07	0.00	0.00	0.00
	8,500.00	5.98	69.25	8,464.08	247.35	652.81	-244.72	0.00	0.00	0.00
	8,600.00	5.98	69.25	8,563.54	251.04	662.55	-248.38	0.00	0.00	0.00
	8,700.00	5.98	69.25	8,662.99	254.73	672.29	-252.03	0.00	0.00	0.00
	8,800.00	5.98	69.25	8,762.45	258.42	682.03	-255.68	0.00	0.00	0.00
	8,900.00	5.98	69.25	8,861.91	262.11	691.77	-259.33	0.00	0.00	0.00
	·									
	8,908.14	5.98	69.25	8,870.00	262.41	692.57	-259.63	0.00	0.00	0.00
В	Bone Spring									
	9,000.00	5.98	69.25	8,961.36	265.80	701.52	-262.98	0.00	0.00	0.00
	9,069.01	5.98	69.25	9,030.00	268.35	708.24	-265.50	0.00	0.00	0.00
Α	valon									
	9,100.00	5.98	69.25	9,060.82	269.49	711.26	-266.64	0.00	0.00	0.00
	9,200.00	5.98	69.25	9,160.27	273.18	721.00	-270.29	0.00	0.00	0.00
	9,300.00	5.98	69.25	9,259.73	276.88	730.74	-273.94	0.00	0.00	0.00
	9,400.00	5.98	69.25	9,359.19	280.57	740.48	-277.59	0.00	0.00	0.00
	9,500.00	5.98	69.25	9,458.64	284.26	750.22	-281.24	0.00	0.00	0.00
	9,600.00	5.98	69.25	9,558.10	287.95	759.97	-284.90	0.00	0.00	0.00
	9,700.00	5.98	69.25	9,657.55	291.64	769.71	-288.55	0.00	0.00	0.00
	9,800.00	5.98	69.25	9,757.01	295.33	779.45	-292.20	0.00	0.00	0.00
	9,900.00	5.98	69.25	9,856.47	299.02	789.19	-295.85	0.00	0.00	0.00
	10,000.00	5.98	69.25	9,955.92	302.71	798.93	-299.50	0.00	0.00	0.00
	•									
	10,044.32	5.98	69.25	10,000.00	304.35	803.25	-301.12	0.00	0.00	0.00
	BSS									
	10,100.00	5.98	69.25	10,055.38	306.40	808.67	-303.16	0.00	0.00	0.00
	10,200.00	5.98	69.25	10,154.83	310.10	818.41	-306.81	0.00	0.00	0.00
	10,244.36	5.98	69.25	10,198.96	311.73	822.74	-308.43	0.00	0.00	0.00
	10,250.00	5.81	74.48	10,204.56	311.91	823.29	-308.61	10.00	-3.06	92.75
	10,300.00	6.59	121.62	10,254.30	311.09	828.17	-307.76	10.00	1.56	94.29
	10,350.00	10.14	146.52	10,303.78	305.91	833.04	-302.56	10.00	7.11	49.81
	10,400.00	14.57	157.60	10,352.61	296.41	837.87	-293.05	10.00	8.85	22.14
	10,450.00	19.27	163.48	10,400.44	282.68	842.62	-279.29	10.00	9.41	11.76
	10,500.00	24.09	167.10	10,446.89	264.81	847.25	-261.41	10.00	9.64	7.24
	10,550.00	28.97	169.56	10,491.61	242.94	851.72	-239.52	10.00	9.76	4.93
	10,600.00	33.88	171.37	10,534.26	217.23	856.01	-213.79	10.00	9.82	3.61
	10,650.00	38.81	172.77	10,574.52	187.89	860.08	-184.44	10.00	9.86	2.79
	10,670.15	40.81	173.25	10,590.00	175.09	861.65	-171.63	10.00	9.88	2.38
	BSS	40.70	470.00	40.040.00	455.40	000.00	454.00	40.00	0.00	0.40
	10,700.00	43.76	173.89	10,612.08	155.13	863.89	-151.66	10.00	9.89	2.16
	10,750.00	48.71	174.83	10,646.66	119.21	867.43	-115.72	10.00	9.91	1.88
	10,800.00	53.67	175.63	10,677.98	80.39	870.66	-76.90	10.00	9.92	1.61
	10,850.00	58.64	176.34	10,705.82	38.98	873.56	-35.47	10.00	9.93	1.42
	10,900.00	63.61	176.98	10,729.96	-4.72	876.10	8.23	10.00	9.94	1.27
	10,950.00	68.58	177.56	10,750.22	-50.36	878.27	53.89	10.00	9.94	1.17
	11,000.00	73.55	178.11	10,766.44	-97.61	880.05	101.14	10.00	9.95	1.09

Survey Report

Company: Kaiser-Francis Oil Company

Project: Permian NM E'83
Site: BLUS Pad 1

Well: Bell Lake Unit South 204H

Wellbore: #204H OH
Design: Plan #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

est.GL+KB @ 3655.00usft (Planning)

Grid

Well Bell Lake Unit South 204H

est.GL+KB @ 3655.00usft (Planning)

Survey Calculation Method: Minimum Curvature

Database: EDM 5k-14

Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth (usft)	Inclination (°)	Azimuth (°)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Section (usft)	Rate (°/100usft)	Rate (°/100usft)	Rate (°/100usft)
11,050.00	78.53	178.63	10,778.49	-146.09	881.43	149.63	10.00	9.95	1.04
11,100.00	83.50	179.13	10,786.30	-195.46	882.39	199.00	10.00	9.95	1.00
11,150.00	88.48	179.62	10,789.80	-245.32	882.94	248.86	10.00	9.95	0.98
11,165.29	90.00	179.77	10,790.00	-260.61	883.02	264.15	10.00	9.95	0.98
11,200.00	90.00	179.77	10,790.00	-295.31	883.16	298.86	0.00	0.00	0.00
11,300.00	90.00	179.77	10,790.00	-395.31	883.56	398.86	0.00	0.00	0.00
11,400.00	90.00	179.77	10,790.00	-495.31	883.96	498.86	0.00	0.00	0.00
11,500.00	90.00	179.77	10,790.00	-595.31	884.36	598.86	0.00	0.00	0.00
11,600.00	90.00	179.77	10,790.00	-695.31	884.77	698.86	0.00	0.00	0.00
11,700.00	90.00	179.77	10,790.00	-795.31	885.17	798.86	0.00	0.00	0.00
11,800.00	90.00	179.77	10,790.00	-895.31	885.57	898.86	0.00	0.00	0.00
11,900.00	90.00	179.77	10,790.00	-995.31	885.97	998.86	0.00	0.00	0.00
12,000.00	90.00	179.77	10,790.00	-1,095.31	886.37	1,098.86	0.00	0.00	0.00
12,100.00	90.00	179.77	10,790.00	-1,195.31	886.78	1,198.86	0.00	0.00	0.00
12,200.00	90.00	179.77	10,790.00	-1,295.30	887.18	1,298.86	0.00	0.00	0.00
12,300.00	90.00	179.77	10,790.00	-1,395.30	887.58	1,398.86	0.00	0.00	0.00
12,400.00	90.00	179.77	10,790.00	-1,495.30	887.98	1,498.86	0.00	0.00	0.00
12,500.00	90.00	179.77	10,790.00	-1,595.30	888.38	1,598.86	0.00	0.00	0.00
12,600.00	90.00	179.77	10,790.00	-1,695.30	888.79	1,698.86	0.00	0.00	0.00
12,700.00	90.00	179.77	10,790.00	-1,795.30	889.19	1,798.86	0.00	0.00	0.00
12,800.00	90.00	179.77	10,790.00	-1,895.30	889.59	1,898.86	0.00	0.00	0.00
12,900.00	90.00	179.77	10,790.00	-1,995.30	889.99	1,998.86	0.00	0.00	0.00
13,000.00	90.00	179.77	10,790.00	-2,095.30	890.40	2,098.86	0.00	0.00	0.00
13,100.00	90.00	179.77	10,790.00	-2,195.30	890.80	2,198.86	0.00	0.00	0.00
13,200.00	90.00	179.77	10,790.00	-2,295.30	891.20	2,298.86	0.00	0.00	0.00
13,300.00	90.00	179.77	10,790.00	-2,395.30	891.60	2,398.86	0.00	0.00	0.00
13,400.00	90.00	179.77	10,790.00	-2,495.29	892.00	2,498.86	0.00	0.00	0.00
13,500.00	90.00	179.77	10,790.00	-2,595.29	892.41	2,598.86	0.00	0.00	0.00
13,600.00	90.00	179.77	10,790.00	-2,695.29	892.81	2,698.86	0.00	0.00	0.00
13,700.00	90.00	179.77	10,790.00	-2,795.29	893.21	2,798.86	0.00	0.00	0.00
13,800.00	90.00	179.77	10,790.00	-2,895.29	893.61	2,898.86	0.00	0.00	0.00
13,900.00	90.00	179.77	10,790.00	-2,995.29	894.01	2,998.86	0.00	0.00	0.00
14,000.00	90.00	179.77	10,790.00	-3,095.29	894.42	3,098.86	0.00	0.00	0.00
14,100.00	90.00	179.77	10,790.00	-3,195.29	894.82	3,198.86	0.00	0.00	0.00
14,200.00	90.00	179.77	10,790.00	-3,295.29	895.22	3,298.86	0.00	0.00	0.00
14,300.00	90.00	179.77	10,790.00	-3,395.29	895.62	3,398.86	0.00	0.00	0.00
14,400.00	90.00	179.77	10,790.00	-3,495.29	896.02	3,498.86	0.00	0.00	0.00
14,500.00	90.00	179.77	10,790.00	-3,595.29	896.43	3,598.86	0.00	0.00	0.00
14,600.00	90.00	179.77	10,790.00	-3,695.29	896.83	3,698.86	0.00	0.00	0.00
14,700.00	90.00	179.77	10,790.00	-3,795.28	897.23	3,798.86	0.00	0.00	0.00
14,800.00	90.00	179.77	10,790.00	-3,895.28	897.63	3,898.86	0.00	0.00	0.00
14,900.00	90.00	179.77	10,790.00	-3,995.28	898.04	3,998.86	0.00	0.00	0.00
15,000.00	90.00	179.77	10,790.00	-4,095.28	898.44	4,098.86	0.00	0.00	0.00

Survey Report

Company: Kaiser-Francis Oil Company

Project: Permian NM E'83 Site: BLUS Pad 1

Well: Bell Lake Unit South 204H

#204H OH Wellbore: Design: Plan #1

Local Co-ordinate Reference:

TVD Reference: MD Reference:

est.GL+KB @ 3655.00usft (Planning) North Reference:

Survey Calculation Method: Database:

Minimum Curvature

Well Bell Lake Unit South 204H

est.GL+KB @ 3655.00usft (Planning)

EDM 5k-14

ned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
15,100.00	90.00	179.77	10,790.00	-4,195.28	898.84	4,198.86	0.00	0.00	0.00
15,200.00	90.00	179.77	10,790.00	-4,295.28	899.24	4,298.86	0.00	0.00	0.00
15,300.00	90.00	179.77	10,790.00	-4,395.28	899.64	4,398.86	0.00	0.00	0.00
15,400.00	90.00	179.77	10,790.00	-4,495.28	900.05	4,498.86	0.00	0.00	0.00
15,500.00	90.00	179.77	10,790.00	-4,595.28	900.45	4,598.86	0.00	0.00	0.00
15,600.00	90.00	179.77	10,790.00	-4,695.28	900.85	4,698.86	0.00	0.00	0.00
15,700.00	90.00	179.77	10,790.00	-4,795.28	901.25	4,798.86	0.00	0.00	0.00
15,800.00	90.00	179.77	10,790.00	-4,895.28	901.65	4,898.86	0.00	0.00	0.00
15,900.00	90.00	179.77	10,790.00	-4,995.27	902.06	4,998.86	0.00	0.00	0.00
16,000.00	90.00	179.77	10,790.00	-5,095.27	902.46	5,098.86	0.00	0.00	0.00
16,100.00	90.00	179.77	10,790.00	-5,195.27	902.86	5,198.86	0.00	0.00	0.00
16,200.00	90.00	179.77	10,790.00	-5,295.27	903.26	5,298.86	0.00	0.00	0.00
16,300.00	90.00	179.77	10,790.00	-5,395.27	903.66	5,398.86	0.00	0.00	0.00
16,400.00	90.00	179.77	10,790.00	-5,495.27	904.07	5,498.86	0.00	0.00	0.00
16,500.00	90.00	179.77	10,790.00	-5,595.27	904.47	5,598.86	0.00	0.00	0.00
16,600.00	90.00	179.77	10,790.00	-5,695.27	904.87	5,698.86	0.00	0.00	0.00
16,700.00	90.00	179.77	10,790.00	-5,795.27	905.27	5,798.86	0.00	0.00	0.00
16,800.00	90.00	179.77	10,790.00	-5,895.27	905.68	5,898.86	0.00	0.00	0.00
16,900.00	90.00	179.77	10,790.00	-5,995.27	906.08	5,998.86	0.00	0.00	0.00
17,000.00	90.00	179.77	10,790.00	-6,095.27	906.48	6,098.86	0.00	0.00	0.00
17,100.00	90.00	179.77	10,790.00	-6,195.27	906.88	6,198.86	0.00	0.00	0.00
17,200.00	90.00	179.77	10,790.00	-6,295.26	907.28	6,298.86	0.00	0.00	0.00
17,300.00	90.00	179.77	10,790.00	-6,395.26	907.69	6,398.86	0.00	0.00	0.00
17,400.00	90.00	179.77	10,790.00	-6,495.26	908.09	6,498.86	0.00	0.00	0.00
17,500.00	90.00	179.77	10,790.00	-6,595.26	908.49	6,598.86	0.00	0.00	0.00
17,600.00	90.00	179.77	10,790.00	-6,695.26	908.89	6,698.86	0.00	0.00	0.00
17,700.00	90.00	179.77	10,790.00	-6,795.26	909.29	6,798.86	0.00	0.00	0.00
17,800.00	90.00	179.77	10,790.00	-6,895.26	909.70	6,898.86	0.00	0.00	0.00
17,900.00	90.00	179.77	10,790.00	-6,995.26	910.10	6,998.86	0.00	0.00	0.00
18,000.00	90.00	179.77	10,790.00	-7,095.26	910.50	7,098.86	0.00	0.00	0.00
18,100.00	90.00	179.77	10,790.00	-7,195.26	910.90	7,198.86	0.00	0.00	0.00
18,200.00	90.00	179.77	10,790.00	-7,295.26	911.30	7,298.86	0.00	0.00	0.00
18,300.00	90.00	179.77	10,790.00	-7,395.26	911.71	7,398.86	0.00	0.00	0.00
18,400.00	90.00	179.77	10,790.00	-7,495.25	912.11	7,498.86	0.00	0.00	0.00
18,500.00	90.00	179.77	10,790.00	-7,595.25	912.51	7,598.86	0.00	0.00	0.00
18,600.00	90.00	179.77	10,790.00	-7,695.25	912.91	7,698.86	0.00	0.00	0.00
18,700.00	90.00	179.77	10,790.00	-7,795.25	913.32	7,798.86	0.00	0.00	0.00
18,800.00	90.00	179.77	10,790.00	-7,895.25	913.72	7,898.86	0.00	0.00	0.00
18,900.00	90.00	179.77	10,790.00	-7,995.25	914.12	7,998.86	0.00	0.00	0.00
18,948.90	90.00	179.77	10,790.00	-8,044.15	914.32	8,047.75	0.00	0.00	0.00

Survey Report

Company: Kaiser-Francis Oil Company

Project: Permian NM E'83
Site: BLUS Pad 1

Well: Bell Lake Unit South 204H

Wellbore: #204H OH
Design: Plan #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

est.GL+KB @ 3655.00usft (Planning) est.GL+KB @ 3655.00usft (Planning)

Well Bell Lake Unit South 204H

Grid

Survey Calculation Method: Minimum Curvature

Database: EDM 5k-14

Casing Points							
	Measured Depth (usft)	Vertical Depth (usft)		Name	Casing Diameter (")	Hole Diameter (")	
	` '		40.0/0"	Name	13-3/8	* *	
	1,350.00	1,350.00				17-1/2	
	5,218.06	5,200.00	9 5/8"		9-5/8	12-1/4	

Measured Depth	Vertical Depth			Dip	Dip Direction	
(usft)	(usft)	Name	Lithology	(°)	(°)	
1,400.00	1,400.00	Rustler				
1,800.14	1,800.00	Salado				
2,151.38	2,150.00	Top of Salt				
5,067.24	5,050.00	Base of Salt				
5,318.61	5,300.00	Lamar				
5,469.43	5,450.00	Bell Canyon				
6,324.08	6,300.00	Cherry Canyon				
7,761.90	7,730.00	Brushy Canyon				
8,908.14	8,870.00	Bone Spring				
9,069.01	9,030.00	Avalon				
10,044.32	10,000.00	1 BSS				
10,670.15	10,590.00	2 BSS				



Certificate of Registration

3042

This certifies that the quality management system of

COPPER STATE RUBBER, INC. 10485 W. Roosevelt Street Avondale, AZ

has been assessed by the American Petroleum Institute Quality Registrar (APIOR®) and found it to be in conformance with the following standard:

ISO 9001:2015

The scope of this registration and the approved quality management system applies to the

Design and Manufacture of Oilfield, Marine and Other Industrial Hoses

APIQR® approves the organization's justification for excluding:

No Exclusions Identified as Applicable

Effective Date:

APRIL 21, 2019

Expiration Date:

APRIL 21, 2022

Registered Since:

APRIL 21, 2016

Dema Opflueija Vice President of Global

Industry Services

Accredited by Member of the International Accreditation Forum Multilateral Recognition Arrangement for Quality Management Systems



This certificate is valid for the period specified herein. The registered organization must continually meet all requirements of APIQR's Registration Program and the requirements of the Registration Agreement. Registration is maintained and regularly monitored through annual full system audits. Further clarifications regarding the scope of this certificate and the applicability of ISO 9001 standard requirements may be obtained by consulting the registered organization. This certificate has been issued from APIQR offices located at 200 Massachusetts Avenue, NW Suite 1100, Washington, DC 20001-5571, U.S.A., it is the property of APIQR, and must be returned upon request. To verify the authenticity of this certificate, go to www.api.org/compositelist.

DISTRICT 1
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
DISTRICT 11
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720

DISTRICT III 1000 Rio Brazos Road, Aziec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

480

API Number

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

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

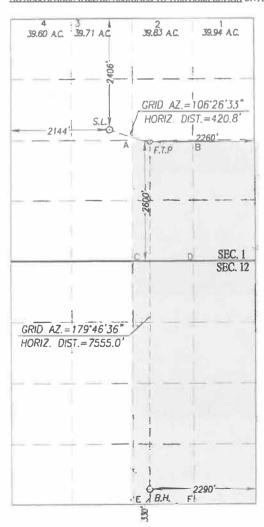
DAMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

Pool Code

30-025-4	8177			98264		BELL LAKE; BONE SPRING, SOUTH					
Property Code			Property Name						Well Number		
31670	6		BELL LAKE UNIT SOUTH						204H		
OGRID	No.				Operator Nam			- 11/	levation		
12361			K	KAISER-FRANCIS OIL COMPANY				3	3630'		
					Surface Locat	ion					
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
F	1	24-S	33-E		2406	NORTH	2144	WEST	LEA		
				Bottom Hole	Location If Diffe	rent From Surface					
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
0	12	24-S	33-E	1	330	SOUTH	2290	EAST	LEA		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



SCALE: 1"=2000"

R-14600

GEODETIC COORDINATES
NAD 83 NME
SURFACE LOCATION
Y = 454613.8 N
X = 790411.6 E
LAT. = 32.247240 N
LONG. = 103.527680 W

GEODETIC COORDINATES
NAD 27 NME
SURFACE LOCATION
Y = 454554.8 N
X = 749227.7 E
LAT. = 32.247116 N
LONG. = 103.527201 W

FIRST TAKE POINT

NAD 83 NME

Y= 454353.2 N

X= 791294.6 E

LAT.=32.246506" N

LONG.=103.524830" W

FIRST TAKE POINT

NAD 27 NME

Y= 454294.2 N

X= 750110.7 E

LAT.=32.246382" N

LONG.=103.524832" W

LONG.=103.524352" W

CORNER COORDINATES TABLE NAD 27 NME

A - Y= 454332.2 N, X= 749727.5 E B - Y= 545336.7 N, X= 751048.7 E C - Y= 451693.5 N, X= 749744.3 E D - Y= 451698.2 N, X= 751067.3 E E - Y= 446409.2 N, X= 749789.4 E F - Y= 446416.0 N, X= 751110.6 E

CORNER COORDINATES TABLE NAD 83 NME

A - Y= 454391.2 N, X= 790911.4 E B - Y= 454395.7 N, X= 792232.6 E C - Y= 451752.4 N, X= 790928.3 E D - Y= 451757.1 N, X= 792251.3 E E - Y= 446468.0 N, X= 790973.7 E F - Y= 446474.8 N, X= 792294.9 E

BOTTOM HOLE :LOCATION NAD 83 NME Y= 446799.7 N X= 791324.0 E LAT.=32.225743* N

LONG.=103.524919° W

BOTTOM HOLE LOCATION NAD 27 NME Y= 446740.9 N X= 750139.7 E LAT.=32.225619 N LONG.=103.524442 W

OPERATOR CERTIFICATION

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

Molaria Wilson 130/2020
Signature Date

Melanie Wilson

Printed Name

mjp1692@gmail.com

E-mail Address

SURVEYOR CERTIFICATION

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

Date of Surveyor: Signature & Star of Professional Surveyor:

Certificate Number St. Ropald J. Eidson 12641 3239

ACK JWSC W.O.: 17.11.1053

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

Date: 05/30/2018

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Original to Appropriate District Office

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

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GAS	_`Δ	PΤ	ПR	Ю.	PΙ	. A N

\boxtimes	Original	Operator & OGRID No.: Kaiser-Francis Oil Company, 12361
	Amended - Reason for Amendment:	

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

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

Well(s)/Production Facility - Name of facility

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

Well Name	API	Well Location	Footages	Expected	Flared or	Comments
		(ULSTR)		MCF/D	Vented	
Bell Lake Unit South 204H		F-1-T24S-R33E	2406' FNL & 2144' FWL	2000	0	
3	<u>0-025-48</u>	<u> 177 </u>				

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. The gas produced from production facility is dedicated to <u>Targa</u> and will be connected to <u>Targa</u> low/high pressure gathering system located in <u>Lea</u> County, New Mexico. It will require <u>11,000</u>' of pipeline to connect the facility to low/high pressure gathering system. <u>Kaiser-Francis Oil Company</u> provides (periodically) to <u>Targa</u> a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, <u>Kaiser-Francis Oil Company</u> and <u>Targa</u> have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at <u>Targa</u> Processing Plant located in Sec. <u>36</u>, Twn. <u>19S</u>, Rng. <u>36E</u>, <u>Lea</u> County, New Mexico. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

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

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation On lease
 - Only a portion of gas is consumed operating the generator, remainder of gas will be flared
- Compressed Natural Gas On lease
 - o Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- NGL Removal On lease
 - o Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 12328

CONDITIONS OF APPROVAL

Operator:			OGRID:	Action Number:	Action Type:
KAISER-FRANCIS OIL CO	P.O. Box 21468	Tulsa, OK74121	12361	12328	FORM 3160-3

OCD	Condition
Reviewer	
pkautz	Will require a directional survey with the C-104
	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string
pkautz	Oil base muds are not to be used until freshwater zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system.