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. NMLC0061374A 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 / NMNM068292X 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 [316706] 214H 9. API Well No. 2. Name of Operator 30-025-48202 [12361] KAISER FRANCIS OIL COMPANY 3a. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory [98264] BELL LAKE / WOLFCAMP, SOUTH PO BOX 21468 TULSA OK 74121-1468 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 5 / T24S / R34E / NMP At surface SENW / 2209 FNL / 1744 FWL / LAT 32.2477617 / LONG -103.4949115 At proposed prod. zone SWSW / 330 FSL / 1230 FWL / LAT 32.2257366 / LONG -103.4965191 12. County or Parish 13. State 14. Distance in miles and direction from nearest town or post office* LEA NM 20 miles 15. Distance from proposed* 16. No of acres in lease 17. Spacing Unit dedicated to this well 2209 feet location to nearest 480 property or lease line, ft. 440 (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, 30 feet 10862 feet / 18690 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 3600 feet 07/01/2019 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) 05/07/2019 Title Approved by (Signature) Name (Printed/Typed) Date (Electronic Submission) 12/04/2020 Cody Layton / Ph: (575)234-5959 Title Office Assistant Field Manager Lands & Minerals **CARLSBAD** 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 12/08/2020

APPROVED WITH CONDITIONS

Approval Date: 12/04/2020

12/20/2020

SL

*(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

1. SHL: SENW / 2209 FNL / 1744 FWL / TWSP: 248 / RANGE: 34E / SECTION: 5 / LAT: 32.2477617 / LONG: -103.4949115 (TVD: 0 feet, MD: 0 feet)
PPP: NESW / 2600 FSL / 1360 FWL / TWSP: 24S / RANGE: 34E / SECTION: 5 / LAT: 32.2464662 / LONG: -103.4961482 (TVD: 10862 feet, MD: 11147 feet)
PPP: NESW / 2640 FSL / 1326 FWL / TWSP: 24S / RANGE: 34E / SECTION: 8 / LAT: 32.232084 / LONG: -103.49615 (TVD: 10862 feet, MD: 16400 feet)
PPP: SENW / 1320 FNL / 1360 FWL / TWSP: 24S / RANGE: 34E / SECTION: 8 / LAT: 32.23571 / LONG: -103.49641 (TVD: 10862 feet, MD: 15100 feet)
BHL: SWSW / 330 FSL / 1230 FWL / TWSP: 24S / RANGE: 34E / SECTION: 8 / LAT: 32.2257366 / LONG: -103.4965191 (TVD: 10862 feet, MD: 18690 feet)

BLM Point of Contact

Name: Deborah Ham

Title: Legal Landlaw Examiner

Phone: 5752345965 Email: dham@blm.gov

(Form 3160-3, page 3)

Approval Date: 12/04/2020

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)



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

Application Data Report

12/07/2020

APD ID: 10400041036

Submission Date: 05/07/2019

Highlighted data reflects the most

Operator Name: KAISER FRANCIS OIL COMPANY

recent changes

Well Name: BELL LAKE UNIT SOUTH

Well Number: 214H

Show Final Text

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - General

APD ID:

10400041036

Tie to previous NOS?

Submission Date: 05/07/2019

BLM Office: CARLSBAD

User: Stormi Davis

Title: Regulatory Analyst

Federal/Indian APD: FED

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

Lease number: NMLC0061374A

Lease Acres: 440

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? YES Permitting Agent? NO

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

Zip: 74121

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: 214H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: BELL LAKE

Pool Name: WOLFCAMP,

SOUTH

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

Well Name: BELL LAKE UNIT SOUTH Well Number: 214H

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? NO New surface disturbance?

Type of Well Pad: MULTIPLE WELL Multiple Well Pad Name: Number: 12

Well Class: HORIZONTAL SOUTH BELL LAKE UNIT Number of Legs: 1

Well Work Type: Drill
Well Type: OIL WELL
Describe Well Type:

Well sub-Type: EXPLORATORY (WILDCAT)

Describe sub-type:

Reservoir well spacing assigned acres Measurement: 480 Acres

Well plat: BLUS 214H C102 20190430135731.pdf

BLUS_214H_Pymt_Rec_20190507160007.pdf

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83 Vertical Datum: NAVD88

Survey number: 6755 Reference Datum:

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?
SHL Leg #1	220 9	FNL	174 4	FW L	24S	34E	5	Aliquot SENW	32.24776 17	- 103.4949 115	LEA	1	NEW MEXI CO	F		360 0	0	0	
KOP Leg #1	220 9	FNL	136 9	FW L	24S	34E	5		32.24777 84	- 103.4961 248	LEA	NEW MEXI CO		F	NMLC0 061374 A	- 678 5	103 97	103 85	

Well Name: BELL LAKE UNIT SOUTH Well Number: 214H

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 #1-1	132 0	FNL	136 0	FW L	24S	34E	8	Aliquot SENW	32.23571	- 103.4964 1	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 100594	- 726 2	151 00	108 62	
PPP Leg #1-2	264 0	FSL	132 6	FW L	24S	34E	8	Aliquot NESW	32.23208 4	- 103.4961 5	LEA	NEW MEXI CO	—	F	NMLC0 069109	- 726 2	164 00	108 62	
PPP Leg #1-3	260 0	FSL	136 0	FW L	24S	34E	5	Aliquot NESW	32.24646 62	- 103.4961 482	LEA	NEW MEXI CO		F	NMLC0 061374 A	- 726 2	111 47	108 62	
EXIT Leg #1	330	FSL	123 0	FW L	24S	34E	8	Aliquot SWS W	32.22573 66	- 103.4965 191	LEA	NEW MEXI CO		F	NMLC0 069109	- 726 2	186 90	108 62	
BHL Leg #1	330	FSL	123 0	FW L	24S	34E	8	Aliquot SWS W	32.22573 66	- 103.4965 191	LEA	NEW MEXI CO	NEW MEXI CO	F	NMLC0 069109	- 726 2	186 90	108 62	

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

Phone: (505) 476-3460 Fax: (505) 476-3462

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

Santa Fe, NM 87505

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

AMENDED REPORT

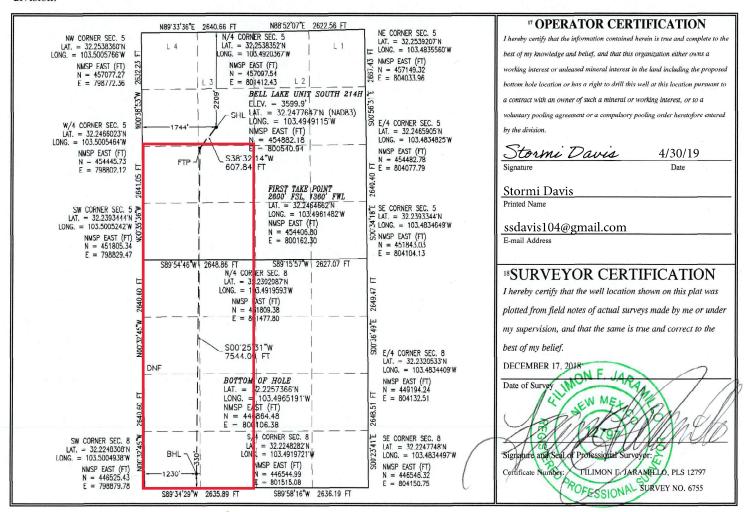
WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number	² Pool Code	³ Pool Name	
30-025-	98264	Bell Lake; Bone Spring, South	
⁴ Property Code	5 Prope	rty Name "Well"	Number
	BELL LAKE	UNIT SOUTH 2	14H
OGRID No.	8 Opera	tor Name "Ele	vation
12361	KAISER-FRA	NCIS OIL CO. 35	99.9

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	5	24 S	34 E		2209	NORTH	1744	WEST	LEA
			п В	ottom Ho	ole Location	If Different Fr	om Surface		
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	8	24 S	34 E		330	SOUTH	1230	WEST	LEA
¹² Dedicated Acre	s ¹³ Joint	or Infill	⁴ Consolidation	Code			15 Order No.		
480							R-14600		

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.





Receipt

Tracking Information

Pay.gov Tracking ID: 26HAGC0B

Agency Tracking ID: 75743492084

Form Name: Bureau of Land Management (BLM) Application for Permit to Drill (APD) Fee

Application Name: BLM Oil and Gas Online Payment

Payment Information

Payment Type: Debit or credit card

Payment Amount: \$10,050.00

Transaction Date: 05/07/2019 05:58:54 PM EDT

Payment Date: 05/07/2019

Company: Kaiser-Francis Oil Company

APD IDs: 10400041036

Lease Numbers: NMLC0061374A

Well Numbers: 214H

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.

Account Information

Cardholder Name: GEORGE B KAISER

Card Type: Visa

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





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

Well Name: BELL LAKE UNIT SOUTH

Drilling Plan Data Report

12/07/2020

APD ID: 10400041036

Submission Date: 05/07/2019

Highlighted data reflects the most recent changes

Operator Name: KAISER FRANCIS OIL COMPANY

Well Number: 214H

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	
443274		3600	0	0		NONE	N
443275	RUSTLER	2208	1400	1400		NONE	N
443276	SALADO	1808	1800	1800	7	NONE	N
443277	TOP SALT	1483	2125	2125	1	NONE	N
443278	BASE OF SALT	-1492	5100	5100		NONE	N
443279	LAMAR	-1667	5275	5275		NATURAL GAS, OIL	N
443280	BELL CANYON	-1742	5350	5350		NATURAL GAS, OIL	N
443281	CHERRY CANYON	-2617	6225	6225		NATURAL GAS, OIL	N
443282	BRUSHY CANYON	-4092	7700	7700		NATURAL GAS, OIL	N
443283	BONE SPRING	-5192	8800	8800		NATURAL GAS, OIL	N
443284	AVALON SAND	-5365	8973	8973		NATURAL GAS, OIL	N
443285	BONE SPRING 1ST	-6292	9900	9900		NATURAL GAS, OIL	N
443286	BONE SPRING 2ND	-6877	10485	10485		NATURAL GAS, OIL	Y
443287	BONE SPRING LIME	-7352	10960	10960		NATURAL GAS, OIL	N
443288	BONE SPRING 3RD	-7662	11270	11270		NATURAL GAS, OIL	N
443289	WOLFCAMP	-7767	11375	11375		NATURAL GAS, OIL	N

Section 2 - Blowout Prevention

Well Name: BELL LAKE UNIT SOUTH Well Number: 214H

Pressure Rating (PSI): 5M Rating Depth: 18000

Equipment: A 10M system will be installed according to Onshore Order #2 consisting of an Annular Preventer, BOP with two rams and a blind ram. 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

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_214H_Choke_Manifold_20190501111500.pdf

BOP Diagram Attachment:

BLUS_214H_Cactus_10K_BOP_5K_20190501111601.pdf

Cactus_Flex_Hose_16C_Certification_20191202091943.pdf

KF_3 string drawing 20191202093549.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	1350	0	1350			1350	J-55	54.5	ST&C	1.8	4.3	DRY	12.4	DRY	11.6
	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	5200	0	5200			5200	HCP -110	40	LT&C	1.8	3.3	DRY	6.1	DRY	6.1
	PRODUCTI ON	8.75	5.5	NEW	API	N	0	18690	0	10862			18690	P- 110		OTHER - GBCD	2.2	2.5	DRY	3	DRY	3

Casing Attachments

Well Name: BELL LAKE UNIT SOUTH Well Number: 214H

Casing At	tachments
-----------	-----------

Casing ID: 1

String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

BLUS_214H_Casing_Assumptions_20190501101446.pdf

Casing ID: 2

String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

BLUS_214H_Casing_Assumptions_20190501101459.pdf

Casing ID: 3

String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

5_1_2_P110_GBCD_20190501101524.PDF

BLUS_214H_Casing_Assumptions_20190501101525.pdf

Section 4 - Cement

Well Name: BELL LAKE UNIT SOUTH Well Number: 214H

	String Type	Lead/Tail	Stage Tool Depth	Тор МD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SU	JRFACE	Lead		0	1350	730	1.75	13.5	1275	75	Halcem	4% Bentonite

INTERMEDIATE	Lead	0	5200	1000	2.09	12.5	2089	75	Econocem	KolSeal
INTERMEDIATE	Tail	0	5200	380	1.33	14.8	506	75	Halcem	none
PRODUCTION	Lead	4000	1869 0	228	3.49	10.5	795	10	Class H	KolSeal
PRODUCTION	Tail	4000	1869 0	2690	1.22	14.5	3290	10	Class H	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 times

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

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	Hd	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
5200	1086 2	OTHER : Cut Brine	8.7	8.9							
1350	5200	OIL-BASED MUD	8.7	8.9							
0	1350	OTHER : Fresh Water	8.4	9							

Well Name: BELL LAKE UNIT SOUTH Well Number: 214H

Section 6 - Test, Logging, Coring

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

TOC on production casing will be determined by calculation.

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

GR,MUDLOG

Coring operation description for the well:

None planned

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 5027 Anticipated Surface Pressure: 2637.36

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:

H2S_Contingency_Plan_NM_Bell_Lake_Unit_South_214H_215H_20190501102113.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

BLUS_214H___Well_Plan_v1_20190501102222.pdf

Other proposed operations facets description:

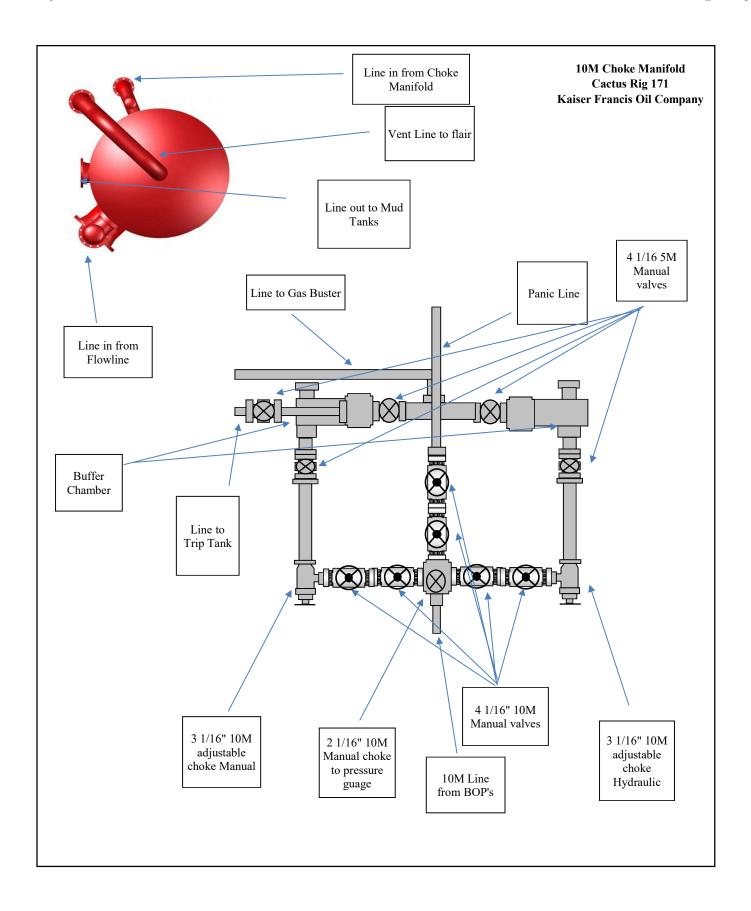
Gas Capture Plan attached

Other proposed operations facets attachment:

BLUS_214H_GCP_20190501102320.pdf

Other Variance attachment:





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.

Notes	Joint No.	Shoulder Torque (ft-lbs)	Final Torque (ft-lbs)	Triangle Stamp Position Sketch (
Required	1	(11-103)	(11-103)	()
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 In. Data Sheet)			
Running Torqเ	ıe (ft-lbs)		A or B, whicheve	r 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 Tubulars

950 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

qingl@gbtubulars.com



Kaiser-Francis Oil Company BLUS 214H

Casing Assumptions

Interval	Length	Casing Size	Weight (#/ft)	Grade	Thread	Condition	Hole Size	TVD (ft)	
Conductor	120'	20"				New		120	ıl
Surface	1350'	13-3/8"	54.5	J-55	STC	New	17-1/2"	1350	ıſ
Intermediate	5200'	9-5/8"	40	HCP-110	LTC	New	12-1/4"	5200	· [
Production	18689.99	5-1/2"	20	P110	GBCD	New	8-3/4"	10862	· [

Mud Type	Mud Weight Hole Control	Viscosity	Fluid Loss	
FW	8.4 - 9.0	32 - 34	NC	
Brine	8.7 - 8.9	28	NC	
Cut Brine	8.7 - 8.9	28 - 29	NC	

Anticipated Mud Weight (ppg)	Max Pore Pressure (psi)	Collapse (psi)	Burst (psi)	Body Tensile Strength	Joint Tensile Strength
9	632	1130	2730	853000	909000
8.9	2407	4230	7900	1260000	1266000
8.9	5027	11100	12640	641000	654000

	Collapse Safety Factor (Min 1.1)	Burst Safety Factor (Min 1.0)	Body Tensile Safety Factor (Min 1.8)	Joint Tensile Safety Factor (Min 1.8)		
1	1.8	4.3	11.6	12.4		
1	1.8	3.3	6.1	6.1		

Kaiser-Francis Oil Company BLUS 214H

Casing Assumptions

Interval	Length	Casing Size	Weight (#/ft)		Thread	Condition	Hole Size			Mud Weight Hole Control		Fluid Loss	Anticipated Mud Weight (ppg)	Max Pore Pressure (psi)	Collapse (psi)	Burst (psi)	Body Tens Strength
Conductor	120'	20"			l	New		120									
Surface	1350'	13-3/8"	54.5	J-55	STC	New	17-1/2"	1350	FW	8.4 - 9.0	32 - 34	NC	9	632	1130	2730	853000
Intermediat	e 5200'	9-5/8"	40	HCP-110	LTC	New	12-1/4"	5200	Brine	8.7 - 8.9	28	NC	8.9	2407	4230	7900	1260000
Production	18689.99	5-1/2"	20	P110	GBCD	New	8-3/4"	10862	Cut Brine	8.7 - 8.9	28 - 29	NC	8.9	5027	11100	12640	641000

			Joint		
Collapse Safety	Burst Safety Factor	Body Tensile Safety	Tensile Safety		
Factor (Min 1.1)	(Min 1.0)	Factor (Min 1.8)	Factor (Min 1.8)		
		11.6			
1.8	4.3	11.6	12.4		
1.8	4.3 3.3	6.1	6.1		

Joint Tensile Strength

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

BELL LAKE UNIT SOUTH Pad 12 SECTION 5 -T24S-R34E 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
Training	8
Public Relations	8
Maps	

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:

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.
- 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
Eric Hansen	918/491-4339	918/527-5260

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:

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

(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+[(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 **NOT** 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.

Vertical Section at 183.10° (400 usft/in)

400 800 1200 1600 2000

KOP. 2.00°/100' Build

Hold 4.00° Inc, 270.32° Azm

-800 -400 0

400

800

1200

1600

2000

2400

2800

3200

£ 13600-

#4400-

을4800·

5200

5600

6000

6400

6800

(400

GL @ 3599.90 WELL @ 3621.90usft (Cactus 171)
Northing Easting Latitude Longitude
454882.18 800540.94 32° 14' 51.953 N 103° 29' 41.682 W +N/-S 0.00 +E/-W 0.00 DESIGN TARGET DETAILS

Northing 454884.25 446864.48 Easting 800165.84 800106.38 Latitude 32° 14' 52.003 N 32° 13' 32.652 N Longitude 103° 29' 46.049 W 103° 29' 47.469 W TVD VP - Bell Lake Unit South 214H 10384.54 PBHL - Bell Lake Unit South 214H0862.00 2.07 -375.10 -434.56 FTP - Bell Lake Unit South 214H10862.00 -475.38 -378.64 454406.80 800162.30 32° 14' 47.278 N 103° 29' 46.133 W

SECTION DETAILS

MD	Inc	Azi	TVD	+N/-S	+E/-W	Dleg	TFace	VSect	Annotation
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.000	0.00	
4615.00	0.00	0.00	4615.00	0.00	0.00	0.00	0.000	0.00	KOP, 2.00°/100' Build
4814.80	4.00	270.32	4814.64	0.04	-6.96	2.00	270.316	0.34	Hold 4.00° Inc, 270.32° Azm
9997.66	4.00	270.32	9984.90	2.03	-368.14	0.00	0.000	17.90	Begin 2.00°/100' Drop
10197.46	0.00	0.00	10184.54	2.07	-375.10	2.00	180.000	18.24	Begin Vertical Hold
10397.46	0.00	0.00	10384.54	2.07	-375.10	0.00	0.000	18.24	Begin 12.00°/100' Build
11147.46	90.00	180.42	10862.00	-475.39	-378.64	12.00	180.425	495.18	Begin 90.00° Lateral
18689.99	90.00	180.42	10862.00	-8017.70	-434.56	0.00	0.000	8029.47	PBHL

Kaiser-Francis Oil Company Company: Kaiser-Francis Well: Bell Lake Unit South 214H County: Lea County, New Mexico (NAD 83) Rig: Cactus 171 Wellbore: Wellbore #1 Design: Design #1 Created By: CAD Date: 13:40, February 22 2019

> Geodetic System: US State Plane 1983 Datum: North American Datum 1983 Ellipsoid: GRS 1980 Zone: New Mexico Eastern Zone System Datum: Mean Sea Level

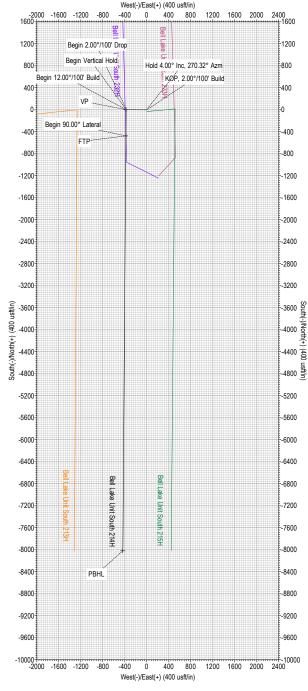
To convert a Magnetic Direction to a Grid Direction, Add 6.344° To convert a Magnetic Direction to a True Direction, Add 6.791° East To convert a True Direction to a Grid Direction, Subtract 0.447°



SURVEY PROGRAM

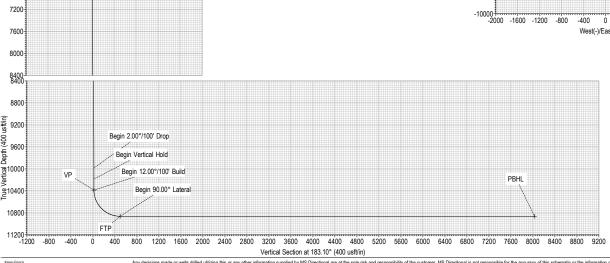
Depth From Depth To Survey/Plan 0.00 18689.99 Design #1 (Wellbore #1)





West(-)/East(+) (400 usft/in)

-400



Kaiser-Francis

Lea County, New Mexico (NAD 83) Bell Lake Unit South 214H Bell Lake Unit South 214H

Wellbore #1

Plan: Design #1

Standard Planning Report

22 February, 2019



MS Directional Planning Report



Database: Company: EDM 5000.15 Conroe DB

Bell Lake Unit South 214H

Kaiser-Francis

Project: Lea County, New Mexico (NAD 83) Site: Bell Lake Unit South 214H

Wellbore: Design:

Well:

Wellbore #1 Design #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Bell Lake Unit South 214H

WELL @ 3621.90usft (Cactus 171) WELL @ 3621.90usft (Cactus 171)

Minimum Curvature

Project

Lea County, New Mexico (NAD 83)

Map System: Geo Datum:

US State Plane 1983 North American Datum 1983 New Mexico Eastern Zone

System Datum:

Mean Sea Level

Map Zone: Site

From:

Well

Bell Lake Unit South 214H

Bell Lake Unit South 214H

BGGM2018

Site Position:

Well Position

Мар

+N/-S

+E/-W

Northing:

454,882.18 usft 800,540.94 usft Latitude:

32° 14' 51.953 N

Position Uncertainty:

Easting:

Longitude:

0.00 usft

Slot Radius:

13-3/16 "

103° 29' 41.682 W

0.00 usft Northing: 454,882.18 usfl

Latitude: Longitude:

32° 14' 51.953 N 103° 29' 41.682 W

Position Uncertainty

0.00 usft 0.00 usft Easting: Wellhead Elevation:

4/25/2019

800,540.94 usft usft

6.791

Ground Level:

60.020

3,599.90 usft

Grid Convergence:

0.447°

Wellbore

Wellbore #1

Magnetics

Model Name Sample Date Declination (°)

Dip Angle (°)

Field Strength

(nT) 47,803.68

Design

Design #1

Audit Notes:

Version:

PLAN

Tie On Depth:

0.00

Vertical Section:

Depth From (TVD) (usft)

0.00

Phase:

+N/-S (usft) 0.00

+E/-W (usft) 0.00

Direction (°)

183.10

Plan Survey Tool Program

Depth To

Date 2/22/2019

Depth From (usft)

(usft)

Survey (Wellbore)

Tool Name

Remarks

1

0.00

18,689,99 Design #1 (Wellbore #1) MWD

OWSG MWD - Standard

Plan Section	s									
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
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.000	
4,615.00	0.00	0.00	4,615.00	0.00	0.00	0.00	0.00	0.00	0.000	
4,814.80	4.00	270.32	4,814.64	0.04	-6.96	2.00	2.00	0.00	270.316	
9,997.66	4.00	270.32	9,984.90	2.03	-368.14	0.00	0.00	0.00	0.000	
10,197.46	0.00	0.00	10,184.54	2.07	-375.10	2.00	- 2.00	0.00	180.000	
10,397.46	0.00	0.00	10,384.54	2.07	-375.10	0.00	0.00	0.00	0.000	VP - Bell Lake Unit
11,147.46	90.00	180.42	10,862.01	- 475.39	-378.64	12.00	12.00	-23.94	180.425	
18,689.99	90.00	180.42	10,862.00	- 8,017.70	- 434.56	0.00	0.00	0.00	0.000	PBHL - Bell Lake U

MS Directional Planning Report



Database: Company: Project:

Site:

Design:

EDM 5000.15 Conroe DB

Kaiser-Francis

Lea County, New Mexico (NAD 83) Bell Lake Unit South 214H

Well: Wellbore: Bell Lake Unit South 214H Wellbore #1

Wellbore #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Bell Lake Unit South 214H WELL @ 3621.90usft (Cactus 171) WELL @ 3621.90usft (Cactus 171)

Grid

Minimum Curvature

lanned Surv	vey									
Meası Dep (usf	th	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
10 20 30	0.00 00.00 00.00 00.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 100.00 200.00 300.00 400.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
60 70 80	00.00 00.00 00.00 00.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	500.00 600.00 700.00 800.00 900.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
1,10 1,20 1,30	00.00 00.00 00.00 00.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	1,000.00 1,100.00 1,200.00 1,300.00 1,400.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
1,60 1,70 1,80	00.00 00.00 00.00 00.00 00.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	1,500.00 1,600.00 1,700.00 1,800.00 1,900.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
2,10 2,20 2,30	00.00 00.00 00.00 00.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	2,000.00 2,100.00 2,200.00 2,300.00 2,400.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
2,60 2,70 2,80	00.00 00.00 00.00 00.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	2,500.00 2,600.00 2,700.00 2,800.00 2,900.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
3,10 3,20 3,30	00.00 00.00 00.00 00.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	3,000.00 3,100.00 3,200.00 3,300.00 3,400.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
3,60 3,70 3,80	00.00 00.00 00.00 00.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	3,500.00 3,600.00 3,700.00 3,800.00 3,900.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
4,10 4,20 4,30	00.00 00.00 00.00 00.00 00.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	4,000.00 4,100.00 4,200.00 4,300.00 4,400.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
4,60 4,61	00.00 00.00 15.00 , 2.00 °	0.00 0.00 0.00 7 100' Build	0.00 0.00 0.00	4,500.00 4,600.00 4,615.00	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00
4,70 4,80	0.00 0.00 14.80	1.70 3.70 4.00	270.32 270.32 270.32	4,699.99 4,799.87 4,814.64	0.01 0.03 0.04	-1.26 -5.97 -6.96	0.06 0.29 0.34	2.00 2.00 2.00	2.00 2.00 2.00	0.00 0.00 0.00
		4.00 Inc, 270.32° A		4,014.04	0.04	-0.90	0.34	∠.00	∠.00	0.00

MS Directional Planning Report



Database: Company: EDM 5000.15 Conroe DB

Kaiser-Francis

Project: Lea County, New Mexico (NAD 83)
Site: Bell Lake Unit South 214H
Well: Bell Lake Unit South 214H

Wellbore: Wellbore #1
Design: Design #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Bell Lake Unit South 214H WELL @ 3621.90usft (Cactus 171) WELL @ 3621.90usft (Cactus 171)

Grid

Minimum Curvature

Design:	Design #1								
Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
4,900.00	4.00	270.32	4,899.63	0.07	-12.90	0.63	0.00	0.00	0.00
5,000.00	4.00	270.32	4,999.39	0.11	-19.87	0.97	0.00	0.00	0.00
5,100.00	4.00	270.32	5,099.14	0.15	-26.84	1.30	0.00	0.00	0.00
5,200.00	4.00	270.32	5,198.90	0.19	-33.81	1.64	0.00	0.00	0.00
5,300.00	4.00	270.32	5,298.66	0.22	-40.78	1.98	0.00	0.00	0.00
5,400.00	4.00	270.32	5,398.42	0.26	-47.74	2.32	0.00	0.00	0.00
5,500.00	4.00	270.32	5,498.17	0.30	-54.71	2.66	0.00	0.00	0.00
5,600.00	4.00	270.32	5,597.93	0.34	-61.68	3.00	0.00	0.00	0.00
5,700.00	4.00	270.32	5,697.69	0.38	-68.65	3.34	0.00	0.00	0.00
5,800.00	4.00	270.32	5,797.44	0.42	-75.62	3.68	0.00	0.00	0.00
5,900.00	4.00	270.32	5,897.20	0.46	-82.59	4.02	0.00	0.00	0.00
6,000.00	4.00	270.32	5,996.96	0.49	-89.56	4.35	0.00	0.00	0.00
6,100.00	4.00	270.32	6,096.71	0.53	-96.52	4.69	0.00	0.00	0.00
6,200.00	4.00	270.32	6,196.47	0.57	-103.49	5.03	0.00	0.00	0.00
6,300.00	4.00	270.32	6,296.23	0.61	-110.46	5.37	0.00	0.00	0.00
6,400.00	4.00	270.32	6,395.98	0.65	-117.43	5.71	0.00	0.00	0.00
6,500.00	4.00	270.32	6,495.74	0.69	-124.40	6.05	0.00	0.00	0.00
6,600.00	4.00	270.32	6,595.50	0.72	-131.37	6.39	0.00	0.00	0.00
6,700.00	4.00	270.32	6,695.26	0.76	-138.34	6.73	0.00	0.00	0.00
6,800.00	4.00	270.32	6,795.01	0.80	-145.30	7.06	0.00	0.00	0.00
6,900.00	4.00	270.32	6,894.77	0.84	-152.27	7.40	0.00	0.00	0.00
7,000.00	4.00	270.32	6,994.53	0.88	-159.24	7.74	0.00	0.00	0.00
7,100.00	4.00	270.32	7,094.28	0.92	-166.21	8.08	0.00	0.00	0.00
7,200.00	4.00	270.32	7,194.04	0.95	-173.18	8.42	0.00	0.00	0.00
7,300.00	4.00	270.32	7,293.80	0.99	-180.15	8.76	0.00	0.00	0.00
7,400.00	4.00	270.32	7,393.55	1.03	-187.12	9.10	0.00	0.00	0.00
7,500.00	4.00	270.32	7,493.31	1.07	-194.08	9.44	0.00	0.00	0.00
7,600.00	4.00	270.32	7,593.07	1.11	-201.05	9.77	0.00	0.00	0.00
7,700.00	4.00	270.32	7,692.82	1.15	-208.02	10.11	0.00	0.00	0.00
7,800.00	4.00	270.32	7,792.58	1.18	-214.99	10.45	0.00	0.00	0.00
7,900.00	4.00	270.32	7,892.34	1.22	-221.96	10.79	0.00	0.00	0.00
8,000.00	4.00	270.32	7,992.09	1.26	-228.93	11.13	0.00	0.00	0.00
8,100.00	4.00	270.32	8,091.85	1.30	-235.90	11.47	0.00	0.00	0.00
8,200.00	4.00	270.32	8,191.61	1.34	-242.86	11.81	0.00	0.00	0.00
8,300.00	4.00	270.32	8,291.37	1.38	-249.83	12.15	0.00	0.00	0.00
8,400.00	4.00	270.32	8,391.12	1.42	-256.80	12.49	0.00	0.00	0.00
8,500.00	4.00	270.32	8,490.88	1.45	-263.77	12.82	0.00	0.00	0.00
8,600.00	4.00	270.32	8,590.64	1.49	-270.74	13.16	0.00	0.00	0.00
8,700.00	4.00	270.32	8,690.39	1.53	-277.71	13.50	0.00	0.00	0.00
8,800.00	4.00	270.32	8,790.15	1.57	-284.68	13.84	0.00	0.00	0.00
8,900.00	4.00	270.32	8,889.91	1.61	-291.64	14.18	0.00	0.00	0.00
9,000.00	4.00	270.32	8,989.66	1.65	-298.61	14.52	0.00	0.00	0.00
9,100.00	4.00	270.32	9,089.42	1.68	-305.58	14.86	0.00	0.00	0.00
9,200.00	4.00	270.32	9,189.18	1.72	-312.55	15.20	0.00	0.00	0.00
9,300.00	4.00	270.32	9,288.93	1.76	-319.52	15.53	0.00	0.00	0.00
9,400.00	4.00	270.32	9,388.69	1.80	-326.49	15.87	0.00	0.00	0.00
9,500.00	4.00	270.32	9,488.45	1.84	-333.46	16.21	0.00	0.00	0.00
9,600.00	4.00	270.32	9,588.21	1.88	-340.42	16.55	0.00	0.00	0.00
9,700.00	4.00	270.32	9,687.96	1.91	-347.39	16.89	0.00	0.00	0.00
9,800.00	4.00	270.32	9,787.72	1.95	-354.36	17.23	0.00	0.00	0.00
9,900.00	4.00	270.32	9,887.48	1.99	-361.33	17.57	0.00	0.00	0.00
9,997.66	4.00	270.32	9,984.90	2.03	-368.14	17.90	0.00	0.00	0.00
Begin 2.00 10,000.00	°/ 100' Drop 3.95	270.32	9,987.23	2.03	-368.30	17.91	2.00	- 2.00	0.00

MS Directional Planning Report



Database: Company: EDM 5000.15 Conroe DB

Kaiser-Francis

Project: Lea County, New Mexico (NAD 83)
Site: Bell Lake Unit South 214H
Well: Bell Lake Unit South 214H

Wellbore: Wellbore #1
Design: Design #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Bell Lake Unit South 214H WELL @ 3621.90usft (Cactus 171) WELL @ 3621.90usft (Cactus 171)

Minimum Curvature

Planned S	Survey										
	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)	
1	0,100.00	1.95	270.32	10,087.10	2.06	-373.44	18.16	2.00	-2.00	0.00	
1	0,197.46	0.00	0.00	10,184.54	2.07	-375.10	18.24	2.00	-2.00	0.00	
1) 1) 1)	Begin Verti 0,200.00 0,300.00 0,397.46	0.00 0.00 0.00	0.00 0.00 0.00	10,187.08 10,287.08 10,384.54	2.07 2.07 2.07	-375.10 -375.10 -375.10	18.24 18.24 18.24	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00	
	legin 12.00 0,400.00	0.30 0.30	180.42	10,387.08	2.06	-375.10	18.24	12.00	12.00	0.00	
1) 1) 1) 1)	0,500.00 0,600.00 0,700.00 0,800.00 0,900.00	12.30 24.30 36.30 48.30 60.30	180.42 180.42 180.42 180.42 180.42	10,486.29 10,581.06 10,667.23 10,741.06 10,799.30	-8.90 -40.25 -90.61 -157.80 -238.86	-375.18 -375.41 -375.79 -376.29 -376.89	29.19 60.51 110.82 177.93 258.91	12.00 12.00 12.00 12.00 12.00	12.00 12.00 12.00 12.00 12.00	0.00 0.00 0.00 0.00 0.00	
1	1,000.00 1,100.00 1,147.46	72.30 84.30 90.00	180.42 180.42 180.42	10,839.41 10,859.65 10,862.01	-330.26 -428.00 -475.39	-377.56 -378.29 -378.64	350.21 447.85 495.18	12.00 12.00 12.00	12.00 12.00 12.00	0.00 0.00 0.00	
	egin 90.00		400.40	40.000.04	527.02	270.02	F 47 CC	0.00	0.00	0.00	
	1,200.00 1,300.00	90.00 90.00	180.42 180.42	10,862.01 10,862.00	-527.92 -627.92	-379.03 -379.77	547.66 647.55	0.00 0.00	0.00 0.00	0.00 0.00	
1 1 1	1,400.00 1,500.00 1,600.00 1,700.00 1,800.00	90.00 90.00 90.00 90.00 90.00	180.42 180.42 180.42 180.42 180.42	10,862.00 10,862.00 10,862.00 10,862.00 10,862.00	-727.91 -827.91 -927.91 -1,027.91 -1,127.90	-380.51 -381.25 -382.00 -382.74 -383.48	747.44 847.33 947.22 1,047.11 1,147.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	
1; 1; 1;	1,900.00 2,000.00 2,100.00 2,200.00 2,300.00	90.00 90.00 90.00 90.00 90.00	180.42 180.42 180.42 180.42 180.42	10,862.00 10,862.00 10,862.00 10,862.00 10,862.00	-1,227.90 -1,327.90 -1,427.89 -1,527.89 -1,627.89	-384.22 -384.96 -385.70 -386.44 -387.18	1,246.89 1,346.79 1,446.68 1,546.57 1,646.46	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	
1; 1; 1;	2,400.00 2,500.00 2,600.00 2,700.00 2,800.00	90.00 90.00 90.00 90.00 90.00	180.42 180.42 180.42 180.42 180.42	10,862.00 10,862.00 10,862.00 10,862.00 10,862.00	-1,727.89 -1,827.88 -1,927.88 -2,027.88 -2,127.88	-387.93 -388.67 -389.41 -390.15 -390.89	1,746.35 1,846.24 1,946.13 2,046.02 2,145.91	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	
1; 1; 1;	2,900.00 3,000.00 3,100.00 3,200.00 3,300.00	90.00 90.00 90.00 90.00 90.00	180.42 180.42 180.42 180.42 180.42	10,862.00 10,862.00 10,862.00 10,862.00 10,862.00	-2,227.87 -2,327.87 -2,427.87 -2,527.86 -2,627.86	-391.63 -392.37 -393.12 -393.86 -394.60	2,245.80 2,345.69 2,445.58 2,545.48 2,645.37	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	
1: 1: 1:	3,400.00 3,500.00 3,600.00 3,700.00 3,800.00	90.00 90.00 90.00 90.00 90.00	180.42 180.42 180.42 180.42 180.42	10,862.00 10,862.00 10,862.00 10,862.00 10,862.00	-2,727.86 -2,827.86 -2,927.85 -3,027.85 -3,127.85	-395.34 -396.08 -396.82 -397.56 -398.31	2,745.26 2,845.15 2,945.04 3,044.93 3,144.82	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	
1. 1. 1. 1.	3,900.00 4,000.00 4,100.00 4,200.00 4,300.00	90.00 90.00 90.00 90.00 90.00	180.42 180.42 180.42 180.42 180.42	10,862.00 10,862.00 10,862.00 10,862.00 10,862.00	-3,227.85 -3,327.84 -3,427.84 -3,527.84 -3,627.83	-399.05 -399.79 -400.53 -401.27 -402.01	3,244.71 3,344.60 3,444.49 3,544.38 3,644.27	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	
1. 1.	4,400.00 4,500.00 4,600.00 4,700.00	90.00 90.00 90.00 90.00	180.42 180.42 180.42 180.42	10,862.00 10,862.00 10,862.00 10,862.00	-3,727.83 -3,827.83 -3,927.83 -4,027.82	-402.75 -403.50 -404.24 -404.98	3,744.17 3,844.06 3,943.95 4,043.84	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	

MS Directional Planning Report



Database: Company: Project:

Site:

EDM 5000.15 Conroe DB

Kaiser-Francis

Lea County, New Mexico (NAD 83) Bell Lake Unit South 214H

Well: Bell Lake Unit South 214H Wellbore:

Wellbore #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Bell Lake Unit South 214H WELL @ 3621.90usft (Cactus 171) WELL @ 3621.90usft (Cactus 171)

Minimum Curvature

esign:	Design #1								
Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
14,800.00	90.00	180.42	10,862.00	- 4,127.82	-405.72	4,143.73	0.00	0.00	0.00
14,900.00 15,000.00 15,100.00 15,200.00 15,300.00 15,400.00 15,500.00	90.00 90.00 90.00 90.00 90.00 90.00	180.42 180.42 180.42 180.42 180.42 180.42	10,862.00 10,862.00 10,862.00 10,862.00 10,862.00 10,862.00 10,862.00	-4,227.82 -4,327.82 -4,427.81 -4,527.81 -4,627.81 -4,727.80 -4,827.80	-406.46 -407.20 -407.94 -408.69 -409.43 -410.17 -410.91	4,243.62 4,343.51 4,443.40 4,543.29 4,643.18 4,743.07 4,842.96	0.00 0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00 0.00
15,600.00 15,700.00	90.00 90.00	180.42 180.42	10,862.00 10,862.00	-4,927.80 -5,027.80	-411.65 -412.39	4,942.86 5,042.75	0.00 0.00	0.00 0.00	0.00 0.00
15,800.00 15,900.00 16,000.00 16,100.00 16,200.00 16,300.00	90.00 90.00 90.00 90.00 90.00	180.42 180.42 180.42 180.42 180.42 180.42	10,862.00 10,862.00 10,862.00 10,862.00 10,862.00 10,862.00	-5,127.79 -5,227.79 -5,327.79 -5,427.79 -5,527.78 -5,627.78	-413.13 -413.88 -414.62 -415.36 -416.10 -416.84	5,142.64 5,242.53 5,342.42 5,442.31 5,542.20 5,642.09	0.00 0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00 0.00
16,400.00 16,500.00 16,600.00 16,700.00 16,800.00	90.00 90.00 90.00 90.00 90.00	180.42 180.42 180.42 180.42 180.42	10,862.00 10,862.00 10,862.00 10,862.00 10,862.00	-5,727.78 -5,827.77 -5,927.77 -6,027.77 -6,127.77	-417.58 -418.32 -419.06 -419.81 -420.55	5,741.98 5,841.87 5,941.76 6,041.65 6,141.55	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
16,900.00 17,000.00 17,100.00 17,200.00 17,300.00	90.00 90.00 90.00 90.00 90.00	180.42 180.42 180.42 180.42 180.42	10,862.00 10,862.00 10,862.00 10,862.00 10,862.00	-6,227.76 -6,327.76 -6,427.76 -6,527.75 -6,627.75	-421.29 -422.03 -422.77 -423.51 -424.25	6,241.44 6,341.33 6,441.22 6,541.11 6,641.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
17,400.00 17,500.00 17,600.00 17,700.00 17,800.00	90.00 90.00 90.00 90.00 90.00	180.42 180.42 180.42 180.42 180.42	10,862.00 10,862.00 10,862.00 10,862.00 10,862.00	-6,727.75 -6,827.75 -6,927.74 -7,027.74 -7,127.74	-425.00 -425.74 -426.48 -427.22 -427.96	6,740.89 6,840.78 6,940.67 7,040.56 7,140.45	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
17,900.00 18,000.00 18,100.00 18,200.00 18,300.00	90.00 90.00 90.00 90.00 90.00	180.42 180.42 180.42 180.42 180.42	10,862.00 10,862.00 10,862.00 10,862.00 10,862.00	-7,227.74 -7,327.73 -7,427.73 -7,527.73 -7,627.72	-428.70 -429.44 -430.19 -430.93 -431.67	7,240.34 7,340.24 7,440.13 7,540.02 7,639.91	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
18,400.00 18,500.00 18,600.00 18,689.99 PBHL	90.00 90.00 90.00 90.00	180.42 180.42 180.42 180.42	10,862.00 10,862.00 10,862.00 10,862.00	-7,727.72 -7,827.72 -7,927.72 -8,017.70	-432.41 -433.15 -433.89 -434.56	7,739.80 7,839.69 7,939.58 8,029.47	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00

MS Directional Planning Report



Database: Company: Project:

Site:

Well:

EDM 5000.15 Conroe DB

Kaiser-Francis

Lea County, New Mexico (NAD 83) Bell Lake Unit South 214H Bell Lake Unit South 214H

Wellbore: Wellbore #1 Design: Design #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Bell Lake Unit South 214H WELL @ 3621.90usft (Cactus 171) WELL @ 3621.90usft (Cactus 171)

Minimum Curvature

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
VP - Bell Lake Unit Sc - plan hits target cer - Point	0.00 nter	0.00	10,384.54	2.07	-375.10	454,884.25	800,165.84	32° 14' 52.003 N	103° 29' 46.049 W
PBHL - Bell Lake Unit - plan hits target cer - Point	0.00 nter	0.00	10,862.00	-8,017.70	-434.56	446,864.48	800,106.38	32° 13′ 32.652 N	103° 29' 47.469 W
FTP - Bell Lake Unit S - plan hits target cer - Point	0.00 nter	0.00	10,862.00	-475.38	-378.64	454,406.80	800,162.30	32° 14′ 47.278 N	103° 29' 46.133 W

Plan Annotations				
Measured Depth (usft)	Vertical Depth (usft)	Local Coor +N/-S (usft)	dinates +E/-W (usft)	Comment
4,615.00	4,615.00	0.00	0.00	KOP, 2.00°/100' Build
4,814.80	4,814.64	0.04	-6.96	Hold 4.00° Inc, 270.32° Azm
9,997.66	9,984.90	2.03	-368.14	Begin 2.00°/100' Drop
10,197.46	10,184.54	2.07	-375.10	Begin Vertical Hold
10,397.46	10,384.54	2.07	-375.10	Begin 12.00°/100' Build
11,147.46	10,862.01	- 475.39	-378.64	Begin 90.00° Lateral
18,689.99	10,862.00	-8,017.70	-434.56	PBHL

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: 01/26/2018

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

GAS CAPTURE PLAN

☑ 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 (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
Bell Lake Unit South 214H		5-24S-34E		2000	0	
Bell Lake Unit South 215H		5-24S-34E		2000	0	

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>198_</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
 - o 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

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

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

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

☐ AMENDED REPORT

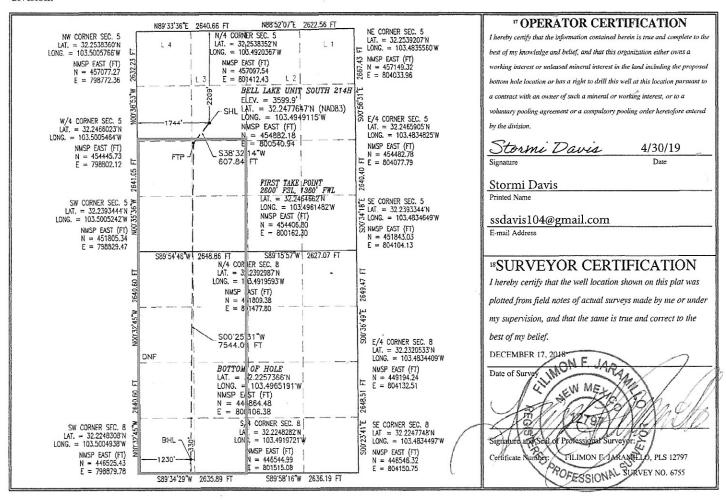
WELL	LOCATION .	AND ACE	FAGE	DEDICA'	TION PLAT
* * • • • • • • • • • • • • • • • • • •	LOCALION.				TIOLITICAL

API Numl	025-48202	² Pool Code		
30-025-	-025-48202	98264	outh	
⁴ Property Code 316706		⁵ Pr	operty Name	6 Well Number
316/06		BELL LAF	214H	
OGRID No.		⁸ O _I	perator Name	⁹ Elevation
12361		KAISER-FI	RANCIS OIL CO.	3599.9

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	5	24 S	34 E		2209	NORTH	1744	WEST	LEA
			· п В	ottom Ho	ole Location	If Different Fr	om Surface		
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	8	24 S	34 E		330	SOUTH	1230	WEST	LEA
12 Dedicated Acre	s ¹³ Joint	or Infill	14 Consolidation	Code			15 Order No.		
480							R-14600		

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.



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: 01/26/2018

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

GAS	CA	PTI	URE	PI	AN
------------	----	-----	-----	----	----

\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 (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
Bell Lake Unit South 214H	0-025-482	5-24S-34E 02		2000	0	
Bell Lake Unit South 215H		5-24S-34E		2000	0	

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</u>'s 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

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Action 12839

CONDITIONS OF APPROVAL

Operator:			OGRID:	Action Number:	Action Type:
KAISER-FRANCIS OIL CO	P.O. Box 21468	Tulsa, OK74121	12361	12839	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 long system.