<u>District I</u> 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 Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

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

Form C-101 August 1, 2011

Permit 330357

APPLICATION FOR PERMIT TO	DRILL, RE-ENTER, DEEPEN, PLUG	BACK, OR ADD A ZONE
---------------------------	-------------------------------	---------------------

1. Operator Name and Address		2. OGRID Number
OXY USA INC		16696
P.O. Box 4294		3. API Number
Houston, TX 772104294		30-015-53279
4. Property Code	5. Property Name	6. Well No.
326058	VANADIUM 32 STATE	176H

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
0	29	23S	31E		472	S	1405	E	Eddy

8. Proposed Bottom Hole Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County		
В	32	23S	31E	В	10	N	2560	E	Eddy		

9. Pool Information

WC-015 G-08 S233135D;WOLFCAMP	98236

Additional Well Information

11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation	
New Well	OIL		State	3359	
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date	
N	22800	Wolfcamp		3/1/2023	
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water	

☑ We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Casing Weight/ft Setting Depth		Estimated TOC
Surf	17.5	13.375	54.5	463	484	0
Int1	12.25	9.625	40	4260	1133	0
Int2	8.75	7.625	26.4	10993	724	0
Prod	6.75	5.5	20	22800	929	10493

Casing/Cement Program: Additional Comments

22. Proposed Blowout Prevention Program

	22.1 Toposeu Biowout i revention i Togram									
Туре	Working Pressure	Test Pressure	Manufacturer							
Annular	5000	5000								
Double Ram	10000	10000								
Pipe	10000	10000								
Rlind	10000	10000								

knowledge and be	elief.	s true and complete to the best of my NMAC ⊠ and/or 19.15.14.9 (B) NMAC		OIL CONSERVATION	ON DIVISION
Printed Name:	Electronically filed by KELLEY Mo	ONTGOMERY	Approved By:	Katherine Pickford	
Title:	Manager Regulatory		Title:	Geoscientist	
Email Address:	kelley_montgomery@oxy.com		Approved Date:	1/13/2023	Expiration Date: 1/13/2025
Date:	12/9/2022	Phone: 713-366-5716	Conditions of Approval Attached		

Received by OCD: 1/13/2023 3:12:25 PM

HORIZONTAL SPACING UNIT

line

Section

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

District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

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

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

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

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015 53279	98236	² Pool Code			
⁴ Property Code 326058			operty Name 6 Well Number DIUM 32 STATE 176H		
⁷ OGRID No. 16696			erator Name Y USA INC.	⁹ Elevation 3359.7'	

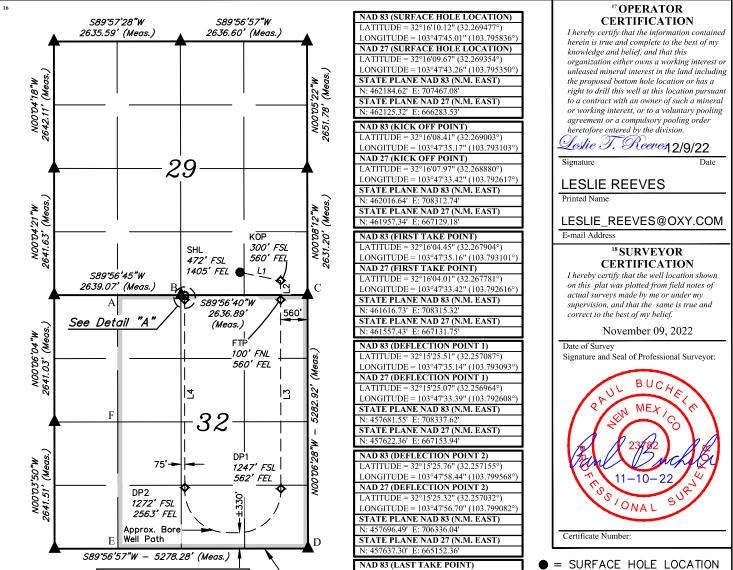
10 Surface Location

UL or lot no. O	Section 29	Township 23S	Range 31E	Lot Idn	Feet from the 472	North/South line SOUTH	Feet from the 1405	East/West line EAST	County EDDY

"Bottom Hole Location If Different From Surface

UL or lot no. B	Section Township Range Lot Idn 32 23S 31E		F	Feet from the	North/South line NORTH	Feet from the 2560	East/West line EAST	County EDDY			
12 Dedicated Acres 480		³ Joi	int or Infill	14 Conso	lidation Code		¹⁵ Order No.				

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.



HORIZONTAL SPACING UNIT

LINE TABLE LINE DIRECTION **LENGTH** L1 S78*31'29"E 862.35' L2 S00°07'46"E 400.00 L3 S00°05'04"E 3936.00 N00°03'27"W 3910.72 L5 N00°06'28"W 90.00

 $\mathbf{\varphi}_{\mathsf{BHL}}$

Φι ΤΡ 100' FNL

10' FNL 2560' FEL

2560' FEL

Detail "A"

No Scale

LATITUDE = 32°16'04.45" (32.267903°) LONGITUDE = 103°47'58.45" (103.799571° NAD 27 (LAST TAKE POINT) LATITUDE = 32°16'04.01" (32.267780°) LONGITUDE = 103°47'56.70" (103.7990) STATE PLANE NAD 83 (N.M. EAST) STATE PLANE NAD 27 (N.M. EAST)

NAD 83 (BOTTOM HOLE LOCATION) LATITUDE = 32°16'05.34" (32.268150°) LONGITUDE = 103°47'58.46" (103.799571°) NAD 27 (BOTTOM HOLE LOCATION) LATITUDE = 32°16'04.90" (32.268027°) = 103°47'56.71" (103.799085°

STATE PLANE NAD 83 (N.M. EAST)
N: 461696.39' E: 706315.18'
STATE PLANE NAD 27 (N.M. EAST)

HSU COORDINATES											
	NAD 27 N. PLANE, EA	1111 0 11 11 11	NAD 83 N.M. STATE PLANE, EAST ZONE								
POINT	NORTHING	EASTING	NORTHING	EASTING							
A	461639.91'	663735.43'	461699.21'	704918.98							
В	461646.69'	665054.68'	461705.99'	706238.24							
С	461660.30'	667691.03'	461719.60'	708874.60							
D	456378.63'	667722.95'	456437.79'	708906.67							
Е	456358.54'	663765.06'	456417.70'	704948.77							
F	458999.41'	663750.67'	459058.64'	704934.31							

SURFACE HOLE LOCATION

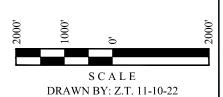
KICK OFF/TAKE DEFLECTION POINTS

= BOTTOM HOLE LOCATION

= SECTION CORNER LOCATED

- NOTE:

 Distances referenced on plat to
- Basis of Bearings is a Transverse Mercator Projection with a Central Meridian of W103°53'00" (NAD 83)



Permit 330357

Form APD Conditions

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

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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**

PERMIT CONDITIONS OF APPROVAL

Operator N	ame and Address:	API Numb	per:
	OXY USA INC [16696]		30-015-53279
	P.O. Box 4294	Well:	
	Houston, TX 772104294		VANADIUM 32 STATE #176H
OCD	Condition		
Reviewer			

OCD	Condition
Reviewer	
kpickford	Notify OCD 24 hours prior to casing & cement
kpickford	Will require a File As Drilled C-102 and a Directional Survey with the C-104
kpickford	The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud
	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
kpickford	Cement is required to circulate on both surface and intermediate1 strings of casing
kpickford	Oil base muds are not to be used until fresh water 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

Electronic Delivery Confirmation™

USPS CERTIFIED MAIL™

Leslie Reeves PO BOX 4294 HOUSTON TX 77210-4294 \$5.20 US POSTAGE FIRST-CLASS

Jan 05 2023 Mailed from ZIP 77210 1 OZ FIRST-CLASS MAIL FLATS RATE 70NF 4

11923275



062S0012913542

USPS CERTIFIED MAIL



9407 1118 9876 5839 3135 86

Mosaic Potash Carlsbad Inc 1361 POTASH MINES RD CARLSBAD NM 88220-8958

լհայլիլիայիլիկավարհերակիլիակայայինին

Reference USPS #

USPS Mail Class

USPS Status

USPS History

9407111898765839313586

Certified with Electronic Delivery Confirmation

Your item was picked up at the post office at 4:19 pm on January 11, 2023

in CARLSBAD, NM 88220.

Available for Pickup, 01/11/2023, 5:58 am, CARLSBAD, NM 88220 Arrived at Post Office, 01/11/2023, 5:57 am, CARLSBAD, NM 88220 Departed USPS Regional Facility, January 11, 2023, 5:04 am, LUBBOCK

TX DISTRIBUTION CENTER

Arrived at USPS Regional Destination Facility, 01/10/2023, 5:32 pm,

LUBBOCK TX DISTRIBUTION CENTER In Transit to Next Facility, 01/09/2023 In Transit to Next Facility, 01/08/2023 In Transit to Next Facility, 01/07/2023

Arrived at USPS Regional Origin Facility, 01/06/2023, 9:55 pm, NORTH

HOUSTON TX DISTRIBUTION CENTER

Accepted at USPS Origin Facility, January 6, 2023, 8:40 pm, HOUSTON,

TX 77210

Shipping Label Created, USPS Awaiting Item, January 5, 2023, 8:37 pm,

HOUSTON, TX 77210

Pre-Shipment Info Sent to USPS, USPS Awaiting Item, January 5, 2023

State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

Governor

Sarah Cottrell Propst
Cabinet Secretary Designate

Adrienne Sandoval, Division Director Oil Conservation Division



Todd E. Leahy, JD, PhD Deputy Secretary

December 20, 2022

BUREAU OF LAND MANAGEMENT ATT: James S. Rutley 620 E Greene Street Carlsbad, NM 88220 STATE LAND OFFICE ATT: Paige A Czoski PO BOX 1148 Santa Fe, NM 87505

RE: APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

OPERATOR: OXY USA INC

LEASE NAME: VANADIUM 32 STATE #176H

PROPOSED LOCATION: U/L O Sec 29 T23S R31E 472 FSL 1405 FEL

Lat. 32.269477

Long. -103.795836 NAD83

_

PROPOSED DEPTH: 22800' MD

11374' TVD

Gentleman:

The application for permit to drill identified above has been filed with this office of the New Mexico Oil Conservation Division. Pursuant to the provisions of Oil Conservation Division Order R – 111 - P, please advise this office whether the location is within an established Life-of-Mine-Reserve that are filed with and approved by your office. If not, please advise whether it is within the buffer zone established by the order.

Thank you for your assistance. Please Return as soon as possible.

Very truly yours,

OIL CONSERVATION DIVISION

Kate Pickford

Petroleum Specialist

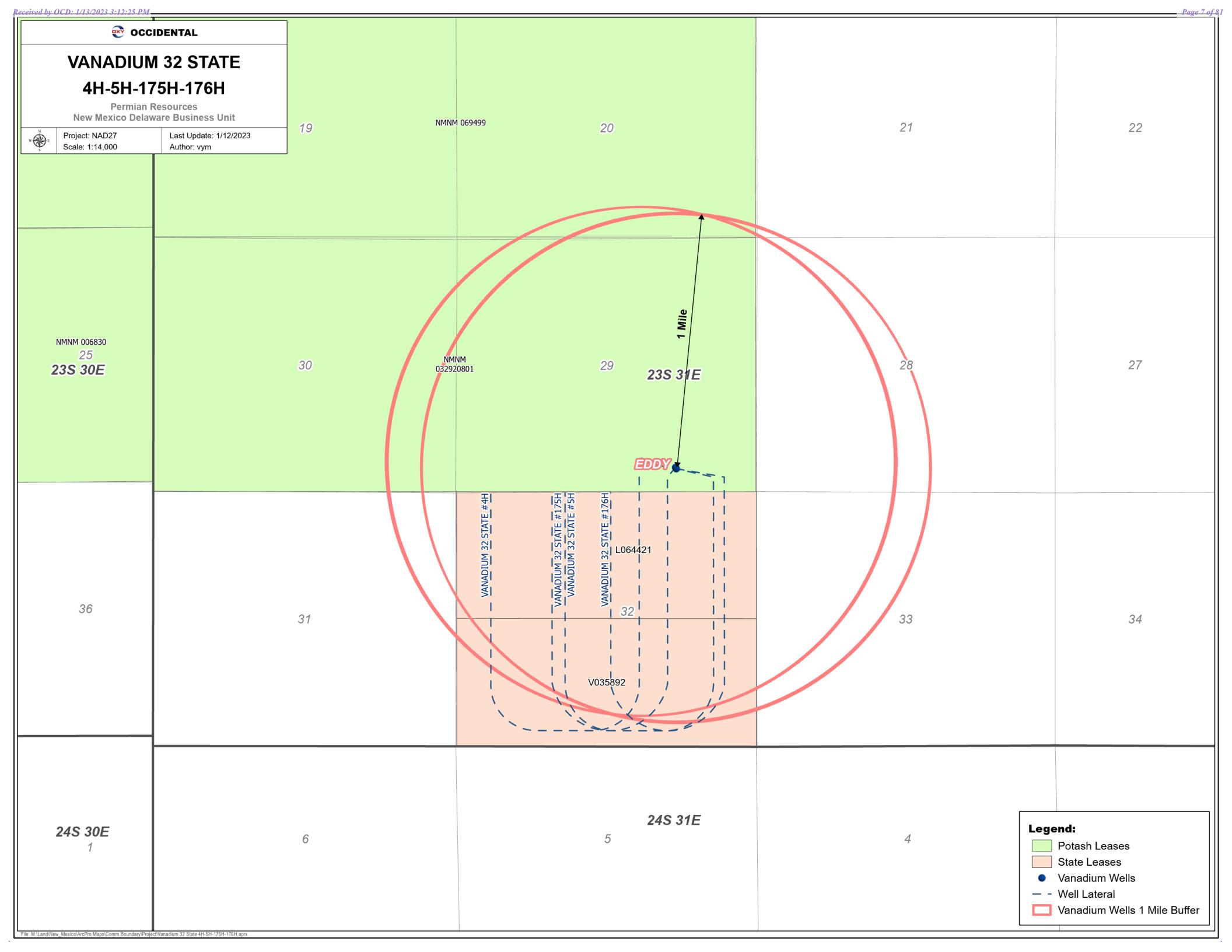
505-334-6178 Ext 114

505-372-8856 (cell)

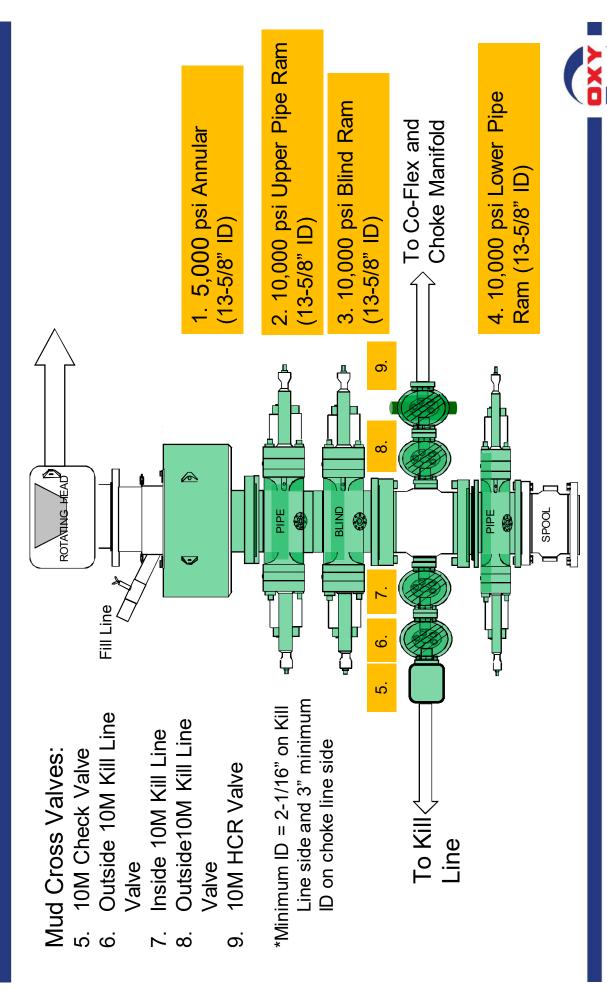
RESO	NS	E:
------	----	----

The above referenced location is in LMR (year)Ye	es	No
The above referenced location is within the Buffer ZoneYe	s	No
Signed		
Printed Signature		
Representing		

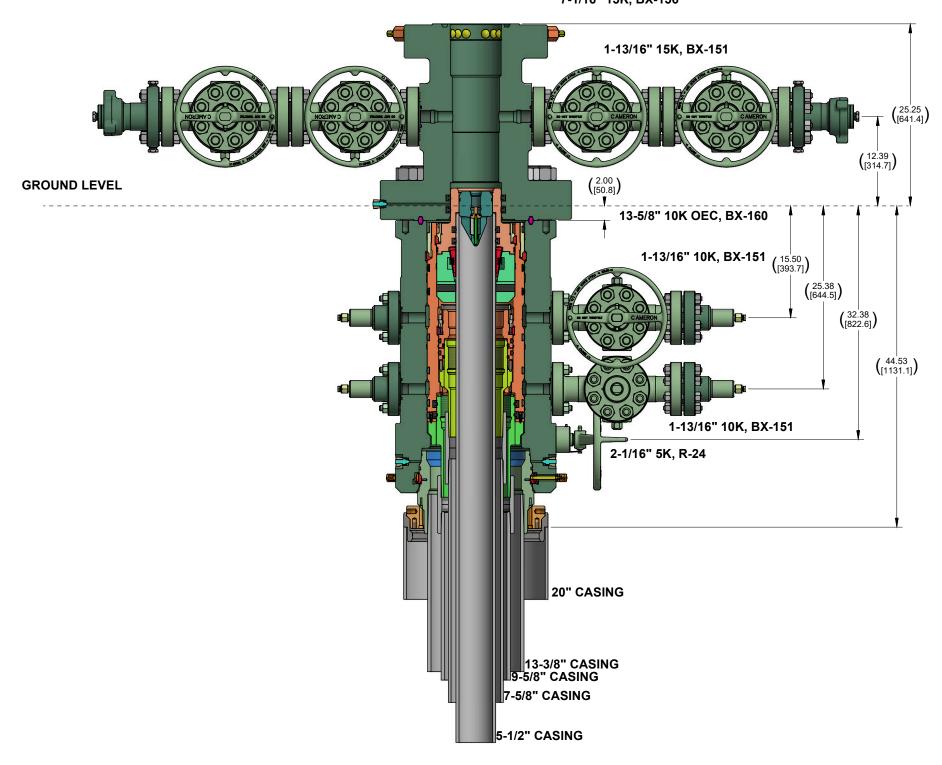
December 14, 2022 Page 2



5/10M BOP Stack

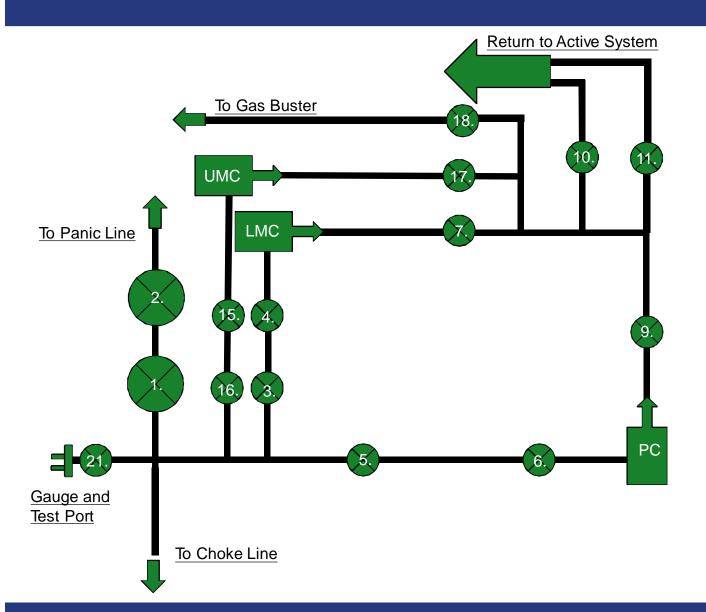


7-1/16" 15K, BX-156



CONFIDENTIAL										
SURFACE TREATMENT	DO NOT SC			CAMERON	SURFACE					
	DRAWN BY: A. SKLENKA	26 Apr 22	W	A Schlumberger Company	SYSTEMS					
MATERIAL & HEAT TREAT	CHECKED BY: A. SKLENKA	26 Apr 22	۸۵	OXY APT NST 10K 3 STAGE	WELLHEAD					
	TANDARD / EMERGENC									
ESTIMATED 7668.4 LBS INITIAL USE BM: SHEET WEIGHT: 3614.4 KG 17# 7836394 1 of 1 LO-096232-62										

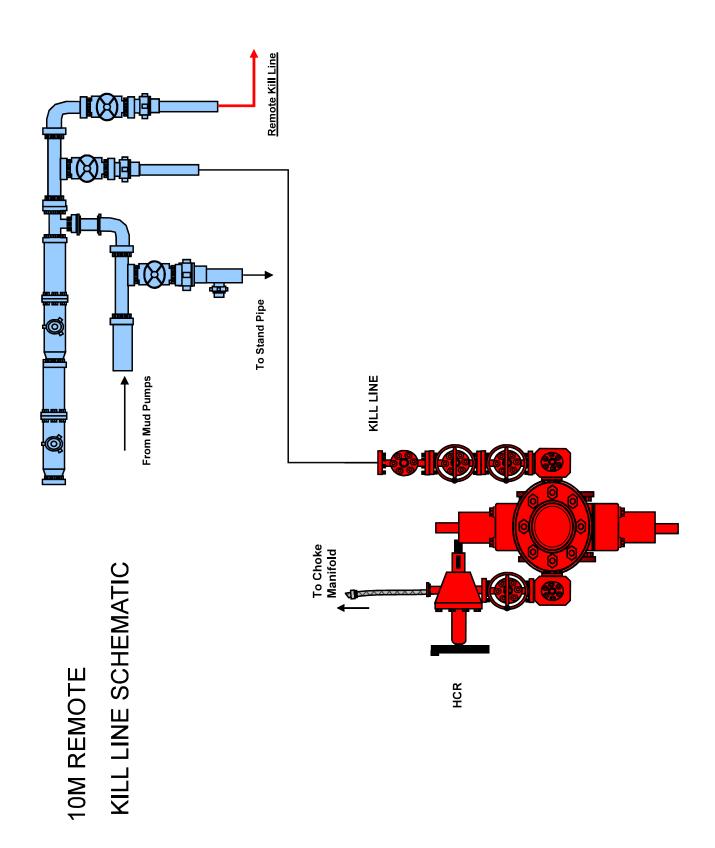
10M Choke Panel

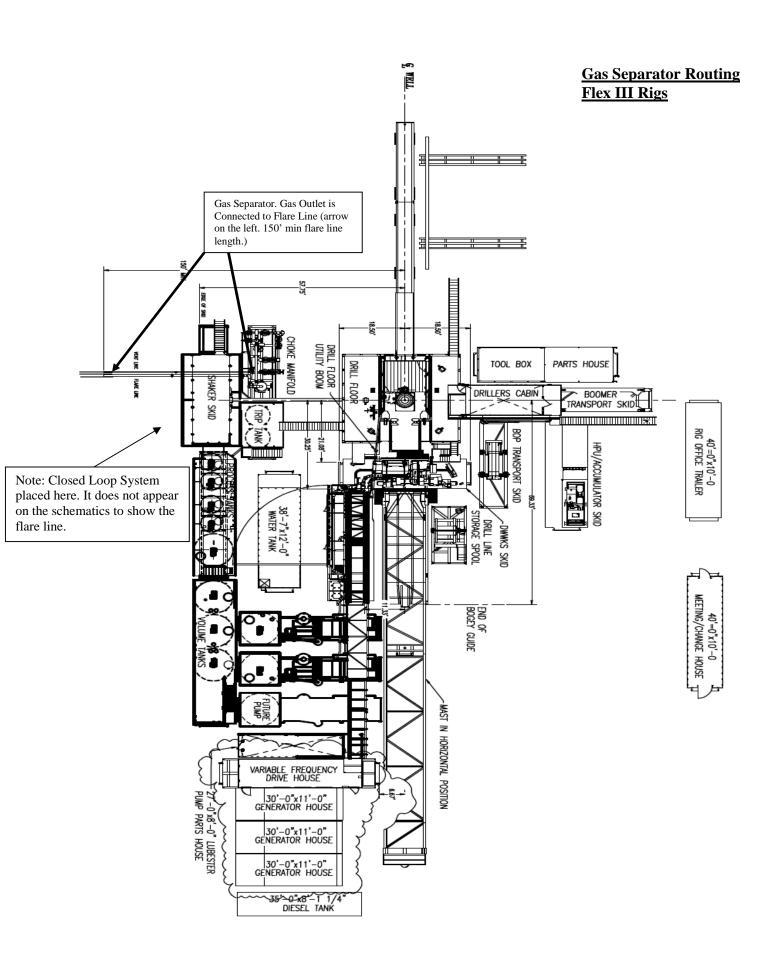


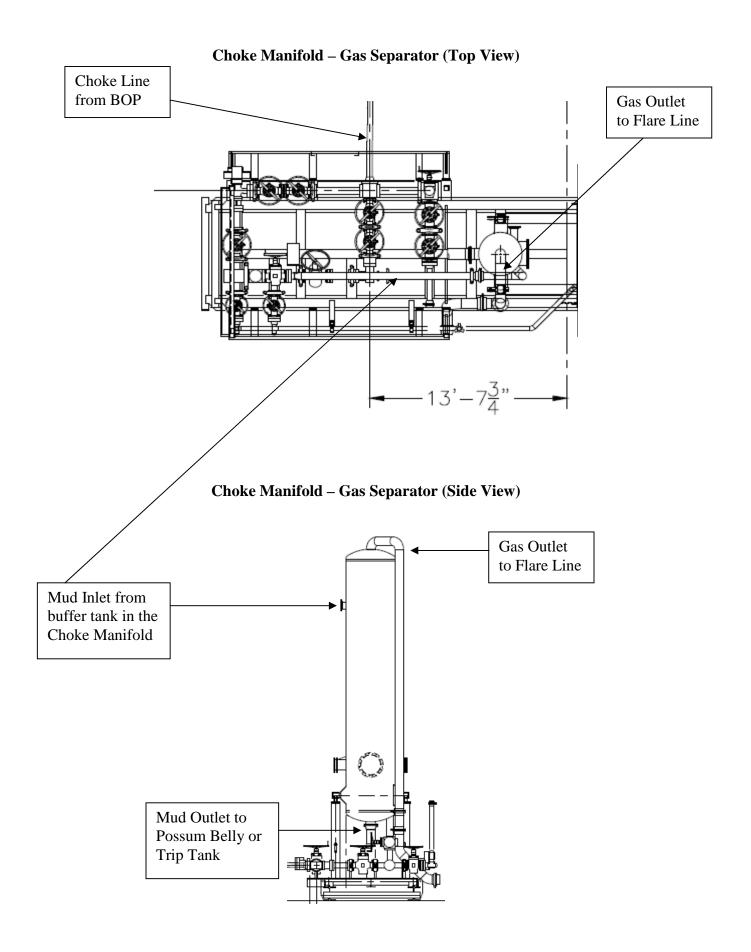
- 1. Choke Manifold Valve
- 2. Choke Manifold Valve
- 3. Choke Manifold Valve
- 4. Choke Manifold Valve
- 5. Choke Manifold Valve
- 6. Choke Manifold Valve
- 7. Choke Manifold Valve
- 8. PC Power Choke
- 9. Choke Manifold Valve
- 10. Choke Manifold Valve
- 11. Choke Manifold Valve
- 12. LMC Lower Manual Choke
- 13. UMC Upper manual choke
- 15. Choke Manifold Valve
- 16. Choke Manifold Valve
- 17. Choke Manifold Valve
- 18. Choke Manifold Valve
- 21. Vertical Choke Manifold Valve

*All Valves 3" minimum

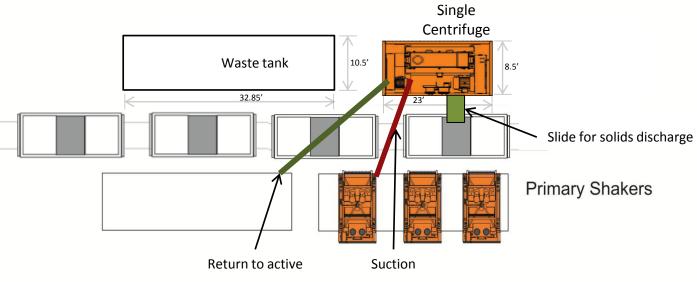




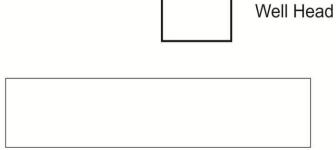








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Oxy Single Centrifuge Closed Loop System – New Mexico Flex III May 28, 2013

OXY's Minimum Design Criteria

Burst, Collapse, and Tensile SF are calculated using Landmark's Stress Check (Casing Design) software. A sundry will be requested if any lesser grade or different size casing is substituted.

1) Casing Design Assumptions

a) Burst Loads

CSG Test (Surface)

- Internal: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both Onshore Oil and Gas Order No. 2 and 19.15.16 of the OCD Rules.
- External: Pore pressure in open hole.

CSG Test (Intermediate)

- Internal: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both Onshore Oil and Gas Order No. 2 and 19.15.16 of the OCD Rules.
- External: Mud Weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

CSG Test (Production)

- Internal:
 - For Drilling: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both Onshore Oil and Gas Order No. 2 and 19.15.16 of the OCD Rules.
 - For Production: The design pressure test should be the greater of (1) the planned test pressure prior to stimulation down the casing. (2) the regulatory test pressure, and (3) the expected gas lift system pressure. The design test fluid should be the fluid associated with pressure test having the greatest pressure.

o External:

- For Drilling: Mud Weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.
- For Production: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Gas Column (Surface)

- o Internal: Assumes a full column of gas in the casing with a Gas/Oil Gradient of 0.1 psi/ft in the absence of better information. It is limited to the controlling pressure based on the fracture pressure at the shoe or the maximum expected pore pressure within the next drilling interval, whichever results in a lower surface pressure.
- External: Fluid gradient below TOC, pore pressure from the TOC to the Intermediate CSG shoe (if applicable), and MW of the drilling mud that was in the hole when the CSG was run from Intermediate CSG shoe to surface.

Bullheading (Surface / Intermediate)

- Internal: The string must be designed to withstand a pressure profile based on the fracture pressure at the casing shoe with a column of water above the shoe plus an additional surface pressure (in psi) of 0.02 X MD of the shoe to account for pumping friction pressure.
- External: Mud weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Gas Kick (Intermediate)

- The string must be designed to at least a gas kick load case unless the rig is unable to detect a kick. For the gas kick load case, the internal pressure profile must be based on a minimum volume of 50 bbl or the minimum kick detection capability of the rig, whichever is greater, and a kick intensity of 2.0 ppg for Class 1, 1.0 ppg of Class 2, and 0.5 ppg for Class 3 and 4 wells.
- Internal: Influx depth of the maximum pore pressure of 0.55 "gas kick gravity" of gas to surface while drilling the next hole section.
- External: Mud weight to the TOC, cement mix water gradient below TOC, and pore pressure in open hole.

Tubing Leak Near Surface While Producing (Production)

- Internal: SITP plus a packer fluid gradient to the shoe or top of packer.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Tubing Leak Near Surface While Stimulating (Production)

- Internal: Surface pressure or pressure-relief system pressure, whichever is lower plus packer fluid gradient.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Injection / Stimulation Down Casing (Production)

- Internal: Surface pressure plus injection fluid gradient.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

b) Collapse Loads

Lost Circulation (Surface / Intermediate)

- Internal: Lost circulation at the TD of the next hole section, and the fluid level falls to a depth where the hydrostatic of the mud equals pore pressure at the depth of the lost circulation zone.
- External: MW of the drilling mud that was in the hole when the casing was run.

Cementing (Surface / Intermediate / Production)

- Internal: Displacement fluid density.
- External: Mud weight from TOC to surface and cement slurry weight from TOC to casing shoe.

Full Evacuation (Production)

- Internal: Full void pipe.
- External: MW of drilling mud in the hole when the casing was run.

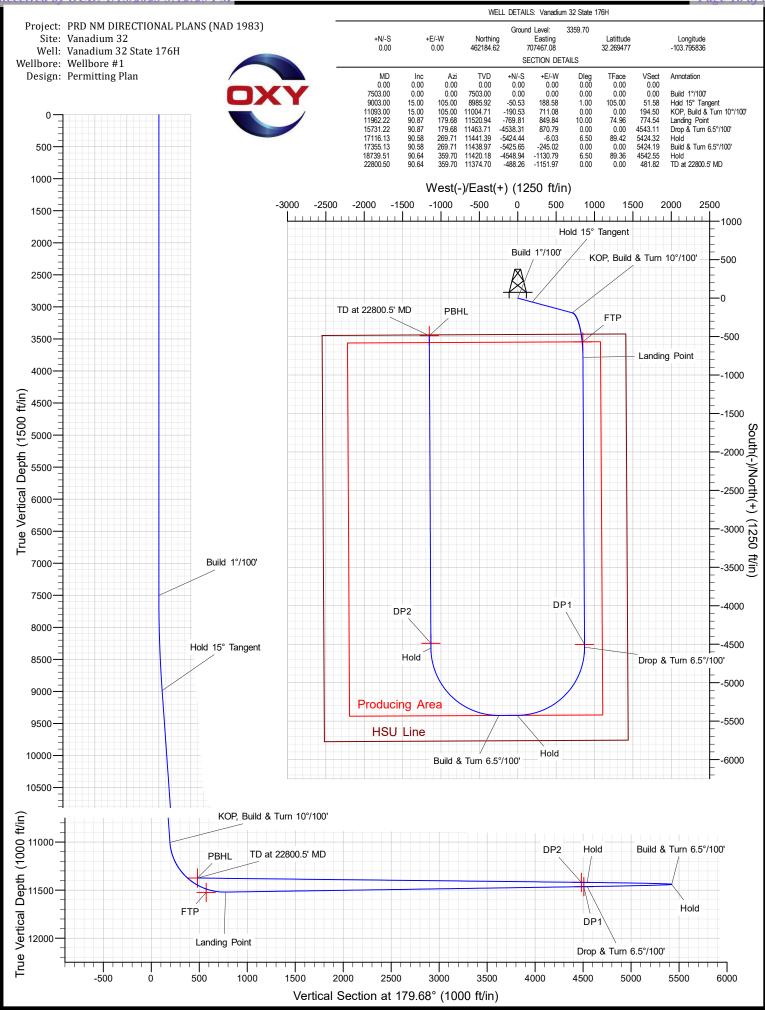
c) Tension Loads

Running Casing (Surface / Intermediate / Production)

 Axial: Buoyant weight of the string plus the lesser of 100,000 lb or the string weight in air.

Green Cement (Surface / Intermediate / Production)

Axial: Buoyant weight of the string plus cement plug bump pressure load.



PRD NM DIRECTIONAL PLANS (NAD 1983) Vanadium 32 Vanadium 32 State 176H

Wellbore #1

Plan: Permitting Plan

Standard Planning Report

30 November, 2022

Planning Report

Database: Company: HOPSPP

ENGINEERING DESIGNS

Project:

PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Well:

Vanadium 32

Wellbore:

Vanadium 32 State 176H

Design:

Permitting Plan

Wellbore #1

Local Co-ordinate Reference:

TVD Reference:

MD Reference: North Reference:

Survey Calculation Method:

Well Vanadium 32 State 176H

RKB=25' @ 3384.70ft

RKB=25' @ 3384.70ft

Grid

Minimum Curvature

Project

PRD NM DIRECTIONAL PLANS (NAD 1983)

0.00 ft

0.00 ft

2.00 ft

Map System: Geo Datum:

US State Plane 1983 North American Datum 1983

Map Zone: New Mexico Eastern Zone

+N/-S

+E/-W

System Datum:

Mean Sea Level

Using geodetic scale factor

Site Vanadium 32

Site Position: From:

Well Position

Wellbore

Well

Мар

Northing: Easting:

461,451.09 usft 703,295.81 usft

Latitude: Longitude:

32.267517 -103.809343

Position Uncertainty:

2.00 ft

Vanadium 32 State 176H

Slot Radius:

Northing:

Easting:

Wellhead Elevation:

7/29/2019

13.200 in

707,467.08 usf

6.77

0.00 ft

462.184.62 usf

Latitude: Longitude:

Ground Level:

32.269477 -103.795837 3,359.70 ft

Position Uncertainty Grid Convergence:

0.29°

HDGM FILE

Wellbore #1

Permitting Plan

Magnetics **Model Name**

Sample Date

Declination (°)

Dip Angle

Field Strength (nT)

47,945.10000000

Design

Audit Notes:

Version:

Vertical Section:

Phase:

Depth From (TVD)

(ft)

0.00

PROTOTYPE +N/-S

(ft)

0.00

Tie On Depth: +E/-W

(ft)

0.00

0.00 Direction

(°) 179.68

59.97

Plan Survey Tool Program

Date 11/30/2022

Depth From Depth To (ft) (ft)

0.00

Survey (Wellbore) 22,800.50 Permitting Plan (Wellbore #1) **Tool Name**

Remarks

B001Mb_MWD+HRGM OWSG MWD + HRGM

Planning Report

Database: HOPSPP

Company: ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Vanadium 32

Well: Vanadium 32 State 176H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Vanadium 32 State 176H

RKB=25' @ 3384.70ft RKB=25' @ 3384.70ft

Grid

Plan Sections										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
7,503.00	0.00	0.00	7,503.00	0.00	0.00	0.00	0.00	0.00	0.00	
9,003.00	15.00	105.00	8,985.92	-50.53	188.58	1.00	1.00	0.00	105.00	
11,093.00	15.00	105.00	11,004.71	-190.53	711.08	0.00	0.00	0.00	0.00	
11,962.22	90.87	179.68	11,520.94	-769.81	849.84	10.00	8.73	8.59	74.96	DP1 (Vanadium 32
15,731.22	90.87	179.68	11,463.71	-4,538.31	870.79	0.00	0.00	0.00	0.00	
17,116.13	90.58	269.71	11,441.39	-5,424.44	-6.03	6.50	-0.02	6.50	89.42	
17,355.13	90.58	269.71	11,438.97	-5,425.65	-245.02	0.00	0.00	0.00	0.00	
18,739.51	90.64	359.70	11,420.18	-4,548.94	-1,130.79	6.50	0.00	6.50	89.36	
22,800.50	90.64	359.70	11,374.70	-488.26	-1,151.97	0.00	0.00	0.00	0.00	PBHL (Vanadium 32

Planning Report

Database: Company: HOPSPP

ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Vanadium 32

Well: Vanadium 32 State 176H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Vanadium 32 State 176H

RKB=25' @ 3384.70ft RKB=25' @ 3384.70ft

Grid

Design:	Permitting Pla	an							
Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
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
1,400.00	0.00	0.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00
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	0.00	0.00	1,600.00	0.00	0.00	0.00	0.00	0.00	0.00
1,700.00	0.00	0.00	1,700.00	0.00	0.00	0.00	0.00	0.00	0.00
1,800.00	0.00	0.00	1,800.00	0.00	0.00	0.00	0.00	0.00	0.00
1,900.00	0.00	0.00	1,900.00	0.00	0.00	0.00	0.00	0.00	0.00
2,000.00	0.00	0.00	2,000.00	0.00	0.00	0.00	0.00	0.00	0.00
2,100.00	0.00	0.00	2,100.00	0.00	0.00	0.00	0.00	0.00	0.00
2,200.00	0.00	0.00	2,200.00	0.00	0.00	0.00	0.00	0.00	0.00
2,300.00	0.00	0.00	2,300.00	0.00	0.00	0.00	0.00	0.00	0.00
2,400.00	0.00	0.00	2,400.00	0.00	0.00	0.00	0.00	0.00	0.00
2,500.00	0.00	0.00	2,500.00	0.00	0.00	0.00	0.00	0.00	0.00
2,600.00	0.00	0.00	2,600.00	0.00	0.00	0.00	0.00	0.00	0.00
2,700.00	0.00	0.00	2,700.00	0.00	0.00	0.00	0.00	0.00	0.00
2,800.00	0.00	0.00	2,800.00	0.00	0.00	0.00	0.00	0.00	0.00
2,900.00	0.00	0.00	2,900.00	0.00	0.00	0.00	0.00	0.00	0.00
3,000.00	0.00	0.00	3,000.00	0.00	0.00	0.00	0.00	0.00	0.00
3,100.00	0.00	0.00	3,100.00	0.00	0.00	0.00	0.00	0.00	0.00
3,200.00	0.00	0.00	3,200.00	0.00	0.00	0.00	0.00	0.00	0.00
3,300.00	0.00	0.00	3,300.00	0.00	0.00	0.00	0.00	0.00	0.00
3,400.00	0.00	0.00	3,400.00	0.00	0.00	0.00	0.00	0.00	0.00
3,500.00	0.00	0.00	3,500.00	0.00	0.00	0.00	0.00	0.00	0.00
3,600.00	0.00	0.00	3,600.00	0.00	0.00	0.00	0.00	0.00	0.00
3,700.00	0.00	0.00	3,700.00	0.00	0.00	0.00	0.00	0.00	0.00
3,800.00	0.00	0.00	3,800.00	0.00	0.00	0.00	0.00	0.00	0.00
3,900.00	0.00	0.00	3,900.00	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	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 0.00
4,500.00 4,600.00 4,700.00 4,800.00 4,900.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	4,500.00 4,600.00 4,700.00 4,800.00 4,900.00	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 0.00
5,000.00	0.00	0.00	5,000.00	0.00	0.00	0.00	0.00	0.00	0.00
5,100.00	0.00	0.00	5,100.00	0.00	0.00	0.00	0.00	0.00	0.00
5,200.00	0.00	0.00	5,200.00	0.00	0.00	0.00	0.00	0.00	0.00
5,300.00	0.00	0.00	5,300.00	0.00	0.00	0.00	0.00	0.00	0.00
5,400.00	0.00	0.00	5,400.00	0.00	0.00	0.00	0.00	0.00	0.00

Planning Report

Database: Company: HOPSPP

ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Vanadium 32

Well: Vanadium 32 State 176H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Vanadium 32 State 176H

RKB=25' @ 3384.70ft RKB=25' @ 3384.70ft

Grid

Design:	Permitting Pla	ın							
Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
5,500.00	0.00	0.00	5,500.00	0.00	0.00	0.00	0.00	0.00	0.00
5,600.00	0.00	0.00	5,600.00	0.00	0.00	0.00	0.00	0.00	0.00
5,700.00 5,800.00	0.00 0.00	0.00 0.00	5,700.00 5,800.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
5,900.00	0.00	0.00	5,900.00	0.00	0.00	0.00	0.00	0.00	0.00
6,000.00	0.00	0.00	6,000.00	0.00	0.00	0.00	0.00	0.00	0.00
6,100.00	0.00	0.00	6,100.00	0.00	0.00	0.00	0.00	0.00	0.00
6,200.00	0.00	0.00	6,200.00	0.00	0.00	0.00	0.00	0.00	0.00
6,300.00	0.00	0.00	6,300.00	0.00	0.00	0.00	0.00	0.00	0.00
6,400.00	0.00	0.00	6,400.00	0.00	0.00	0.00	0.00	0.00	0.00
6,500.00	0.00 0.00	0.00 0.00	6,500.00 6,600.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
6,600.00 6,700.00	0.00	0.00	6,700.00	0.00	0.00	0.00	0.00	0.00	0.00
6,800.00	0.00	0.00	6,800.00	0.00	0.00	0.00	0.00	0.00	0.00
6,900.00	0.00	0.00	6,900.00	0.00	0.00	0.00	0.00	0.00	0.00
7,000.00	0.00	0.00	7,000.00	0.00	0.00	0.00	0.00	0.00	0.00
7,100.00	0.00	0.00	7,100.00	0.00	0.00	0.00	0.00	0.00	0.00
7,200.00	0.00	0.00	7,200.00	0.00	0.00	0.00	0.00	0.00	0.00
7,300.00	0.00	0.00	7,300.00	0.00	0.00	0.00	0.00	0.00	0.00
7,400.00	0.00	0.00	7,400.00	0.00	0.00	0.00	0.00	0.00	0.00
7,500.00	0.00	0.00	7,500.00	0.00	0.00	0.00	0.00	0.00	0.00
7,503.00 7,600.00	0.00 0.97	0.00 105.00	7,503.00 7,600.00	0.00 -0.21	0.00 0.79	0.00 0.22	0.00 1.00	0.00 1.00	0.00 0.00
7,700.00	1.97	105.00	7,600.00	-0.21 -0.88	3.27	0.22	1.00	1.00	0.00
7,800.00	2.97	105.00	7,799.87	-1.99	7.43	2.03	1.00	1.00	0.00
7,900.00	3.97	105.00	7,899.68	-3.56	13.28	3.63	1.00	1.00	0.00
8,000.00	4.97	105.00	7,999.38	-5.58	20.81	5.69	1.00	1.00	0.00
8,100.00	5.97	105.00	8,098.92	-8.04	30.02	8.21	1.00	1.00	0.00
8,200.00	6.97	105.00	8,198.28	-10.96	40.90	11.19	1.00	1.00	0.00
8,300.00	7.97	105.00	8,297.43	-14.32	53.46	14.62	1.00	1.00	0.00
8,400.00	8.97	105.00	8,396.34	-18.14	67.68	18.51	1.00	1.00	0.00
8,500.00	9.97	105.00	8,494.98	-22.39	83.58	22.86	1.00	1.00	0.00
8,600.00	10.97	105.00 105.00	8,593.31 8,691.31	-27.10 -32.24	101.13 120.34	27.66 32.92	1.00 1.00	1.00 1.00	0.00 0.00
8,700.00 8,800.00	11.97 12.97	105.00	8,788.95	-32.24 -37.83	141.19	38.62	1.00	1.00	0.00
8,900.00	13.97	105.00	8,886.20	-43.86	163.69	44.78	1.00	1.00	0.00
9,000.00	14.97	105.00	8,983.03	-43.66 -50.33	187.83	51.38	1.00	1.00	0.00
9,000.00	15.00	105.00	8,985.92	-50.53	188.58	51.58	1.00	1.00	0.00
9,100.00	15.00	105.00	9,079.62	-57.03	212.83	58.21	0.00	0.00	0.00
9,200.00	15.00	105.00	9,176.21	-63.73	237.83	65.05	0.00	0.00	0.00
9,300.00	15.00	105.00	9,272.80	-70.42	262.83	71.89	0.00	0.00	0.00
9,400.00	15.00	105.00	9,369.40	-77.12	287.83	78.73	0.00	0.00	0.00
9,500.00	15.00	105.00	9,465.99	-83.82	312.83	85.57	0.00	0.00	0.00
9,600.00	15.00	105.00	9,562.58	-90.52	337.83	92.41	0.00	0.00	0.00
9,700.00	15.00	105.00	9,659.17	-97.22	362.83	99.24	0.00	0.00	0.00
9,800.00 9,900.00	15.00 15.00	105.00 105.00	9,755.77 9,852.36	-103.92 -110.62	387.83 412.83	106.08 112.92	0.00 0.00	0.00 0.00	0.00 0.00
10,000.00	15.00	105.00	9,852.36 9,948.95	-110.62 -117.32	412.83	112.92	0.00	0.00	0.00
10,100.00	15.00	105.00	10,045.54	-124.01	462.83	126.60	0.00	0.00	0.00
10,200.00	15.00	105.00	10,142.14	-130.71	487.83	133.44	0.00	0.00	0.00
10,300.00	15.00	105.00	10,238.73	-137.41	512.83	140.27	0.00	0.00	0.00
10,400.00	15.00	105.00	10,335.32	-144.11	537.83	147.11	0.00	0.00	0.00
10,500.00	15.00	105.00	10,431.92	-150.81	562.83	153.95	0.00	0.00	0.00
10,600.00	15.00	105.00	10,528.51	-157.51	587.83	160.79	0.00	0.00	0.00
10,700.00	15.00	105.00	10,625.10	-164.21	612.83	167.63	0.00	0.00	0.00

Planning Report

Database: Company:

Site:

HOPSPP

ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)

Vanadium 32

Well: Vanadium 32 State 176H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Vanadium 32 State 176H

RKB=25' @ 3384.70ft RKB=25' @ 3384.70ft

Grid

Design:	Permitting Pla	an							
Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
10,800.00	15.00	105.00	10,721.69	-170.91	637.83	174.47	0.00	0.00	0.00
10,900.00	15.00	105.00	10,818.29	-177.60	662.83	181.30	0.00	0.00	0.00
11,000.00	15.00	105.00	10,914.88	-184.30	687.83	188.14	0.00	0.00	0.00
11,093.00	15.00	105.00	11,004.71	-190.53	711.08	194.50	0.00	0.00	0.00
11,100.00	15.20	107.58	11,011.47	-191.04	712.83	195.02	10.00	2.80	36.85
11,200.00	20.50	135.80	11,106.79	-207.60	737.59	211.71	10.00	5.31	28.22
11,300.00	28.38	150.91	11,197.85	-241.00	761.42	245.25	10.00	7.88	15.11
11,400.00	37.22	159.59	11,281.87	-290.24	783.58	294.61	10.00	8.85	8.68
11,500.00	46.49	165.27	11,356.30	-353.82	803.39	358.30	10.00	9.26	5.68
11,600.00	55.96	169.41	11,418.87	-429.81	820.27	434.38	10.00	9.47	4.14
11,700.00	65.53	172.71	11,467.70	-515.90	833.69	520.54	10.00	9.58	3.30
11,800.00	75.17	175.54	11,501.28	-609.47	843.25	614.17	10.00	9.64	2.83
11,900.00	84.85	178.12	11,518.61	-707.68	848.65	712.40	10.00	9.67	2.58
11,962.22	90.87	179.68	11,520.94	-769.81	849.84	774.54	10.00	9.68	2.51
12,000.00	90.87	179.68	11,520.36	-807.59	850.05	812.32	0.00	0.00	0.00
12,100.00	90.87	179.68	11,518.84	-907.57	850.61	912.31	0.00	0.00	0.00
12,200.00	90.87	179.68	11,517.33	-1,007.56	851.16	1,012.30	0.00	0.00	0.00
12,300.00	90.87	179.68	11,515.81	-1,107.55	851.72	1,112.29	0.00	0.00	0.00
12,400.00	90.87	179.68	11,514.29	-1,207.53	852.27	1,212.27	0.00	0.00	0.00
12,500.00	90.87	179.68	11,512.77	-1,307.52	852.83	1,312.26	0.00	0.00	0.00
12,600.00	90.87	179.68	11,511.25	-1,407.51	853.38	1,412.25	0.00	0.00	0.00
12,700.00	90.87	179.68	11,509.73	-1,507.49	853.94	1,512.24	0.00	0.00	0.00
12,800.00	90.87	179.68	11,508.22	-1,607.48	854.50	1,612.23	0.00	0.00	0.00
12,900.00	90.87	179.68	11,506.70	-1,707.47	855.05	1,712.22	0.00	0.00	0.00
13,000.00	90.87	179.68	11,505.18	-1,807.45	855.61	1,812.21	0.00	0.00	0.00
13,100.00	90.87	179.68	11,503.66	-1,907.44	856.16	1,912.19	0.00	0.00	0.00
13,200.00	90.87	179.68	11,502.14	-2,007.43	856.72	2,012.18	0.00	0.00	0.00
13,300.00	90.87	179.68	11,500.62	-2,107.42	857.27	2,112.17	0.00	0.00	0.00
13,400.00	90.87	179.68	11,499.10	-2,207.40	857.83	2,212.16	0.00	0.00	0.00
13,500.00	90.87	179.68	11,497.59	-2,307.39	858.39	2,312.15	0.00	0.00	0.00
13,600.00	90.87	179.68	11,496.07	-2,407.38	858.94	2,412.14	0.00	0.00	0.00
13,700.00	90.87	179.68	11,494.55	-2,507.36	859.50	2,512.12	0.00	0.00	0.00
13,800.00	90.87	179.68	11,493.03	-2,607.35	860.05	2,612.11	0.00	0.00	0.00
13,900.00	90.87	179.68	11,491.51	-2,707.34	860.61	2,712.10	0.00	0.00	0.00
14,000.00	90.87	179.68	11,489.99	-2,807.32	861.17	2,812.09	0.00	0.00	0.00
14,100.00	90.87	179.68	11,488.48	-2,907.31	861.72	2,912.08	0.00	0.00	0.00
14,200.00	90.87	179.68	11,486.96	-3,007.30	862.28	3,012.07	0.00	0.00	0.00
14,300.00	90.87	179.68	11,485.44	-3,107.28	862.83	3,112.06	0.00	0.00	0.00
14,400.00	90.87	179.68	11,483.92	-3,207.27	863.39	3,212.04	0.00	0.00	0.00
14,500.00	90.87	179.68	11,482.40	-3,307.26	863.94	3,312.03	0.00	0.00	0.00
14,600.00	90.87	179.68	11,480.88	-3,407.25	864.50	3,412.02	0.00	0.00	0.00
14,700.00	90.87	179.68	11,479.37	-3,507.23	865.06	3,512.01	0.00	0.00	0.00
14,800.00	90.87	179.68	11,477.85	-3,607.22	865.61	3,612.00	0.00	0.00	0.00
14,900.00	90.87	179.68	11,476.33	-3,707.21	866.17	3,711.99	0.00	0.00	0.00
15,000.00	90.87	179.68	11,474.81	-3,807.19	866.72	3,811.97	0.00	0.00	0.00
15,100.00	90.87	179.68	11,473.29	-3,907.18	867.28	3,911.96	0.00	0.00	0.00
15,200.00	90.87	179.68	11,471.77	-4,007.17	867.84	4,011.95	0.00	0.00	0.00
15,300.00	90.87	179.68	11,470.26	-4,107.15	868.39	4,111.94	0.00	0.00	0.00
15,400.00	90.87	179.68	11,468.74	-4,207.14	868.95	4,211.93	0.00	0.00	0.00
15,500.00	90.87	179.68	11,467.22	-4,307.13	869.50	4,311.92	0.00	0.00	0.00
15,600.00	90.87	179.68	11,465.70	-4,407.11	870.06	4,411.91	0.00	0.00	0.00
15,700.00	90.87	179.68	11,464.18	-4,507.10	870.61	4,511.89	0.00	0.00	0.00
15,731.22	90.87	179.68	11,463.71	-4,538.31	870.79	4,543.11	0.00	0.00	0.00
15,800.00	90.91	184.15	11,462.64	-4,607.03	868.49	4,611.81	6.50	0.06	6.50
15,900.00	90.96	190.65	11,461.00	-4,706.13	855.61	4,710.84	6.50	0.05	6.50

Planning Report

Database: Company: HOPSPP

ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Vanadium 32

Well: Vanadium 32 State 176H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Vanadium 32 State 176H

RKB=25' @ 3384.70ft RKB=25' @ 3384.70ft

Grid

Design:	Permitting Pla	an							
Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
16,000.00	91.00	197.15	11,459.28	-4,803.14	831.60	4,807.71	6.50	0.04	6.50
16,100.00	91.03	203.66	11,457.50	-4,896.80	796.76	4,901.17	6.50	0.03	6.50
16,200.00	91.04	210.16	11,455.69	-4,985.91	751.54	4,990.03	6.50	0.01	6.50
16,300.00	91.04	216.66	11,453.86	-5,069.33	696.52	5,073.14	6.50	0.00	6.50
16,400.00	91.03	223.16	11,452.05	-5,145.98	632.41	5,149.44	6.50	-0.01	6.50
16,500.00	91.00	229.66	11,450.27	-5,214.89	560.03	5,217.93	6.50	-0.03	6.50
16,600.00	90.96	236.16	11,448.55	-5,275.15	480.31	5,277.75	6.50	-0.04	6.50
16,700.00	90.91	242.66	11,446.92	-5,326.01	394.29	5,328.13	6.50	-0.05	6.50
16,800.00	90.85	249.16	11,445.38	-5,366.79	303.06	5,368.40	6.50	-0.06	6.50
16,900.00	90.77	255.66	11,443.96	-5,396.99	207.79	5,398.07	6.50	-0.07	6.50
17,000.00	90.69	262.16	11,442.68	-5,416.21	109.72	5,416.74	6.50	-0.08	6.50
17,100.00	90.60	268.66	11,441.56	-5,424.21	10.10	5,424.18	6.50	-0.09	6.50
17,116.13 17,200.00	90.58	269.71	11,441.39	-5,424.44	-6.03	5,424.32	6.50	-0.10	6.50
17,200.00	90.58 90.58	269.71 269.71	11,440.54 11,439.53	-5,424.86 -5,425.37	-89.89 -189.88	5,424.28 5,424.22	0.00 0.00	0.00 0.00	0.00 0.00
,									
17,355.13	90.58	269.71	11,438.97	-5,425.65	-245.02	5,424.19	0.00	0.00	0.00
17,400.00	90.61	272.63	11,438.51	-5,424.73	-289.86	5,423.03	6.50	0.07	6.50
17,500.00 17,600.00	90.68 90.73	279.13 285.63	11,437.38 11,436.15	-5,414.50 -5,393.08	-389.28 -486.90	5,412.24 5,390.28	6.50 6.50	0.07 0.06	6.50 6.50
17,700.00	90.78	292.13	11,434.83	-5,393.06 -5,360.75	-400.90 -581.46	5,357.42	6.50	0.06	6.50
17,800.00	90.82	298.63	11,433.43	-5,317.92	-671.75	5,314.08	6.50	0.04	6.50
17,900.00 18,000.00	90.84 90.86	305.13 311.63	11,431.98 11,430.49	-5,265.14 -5,203.10	-756.61 -834.96	5,260.83 5,198.35	6.50 6.50	0.03 0.02	6.50 6.50
18,100.00	90.86	318.13	11,428.98	-5,203.10 -5,132.58	-905.77	5,127.44	6.50	0.02	6.50
18,200.00	90.86	324.63	11,427.48	-5,054.50	-968.15	5,049.01	6.50	-0.01	6.50
18,300.00 18,400.00	90.84 90.81	331.13 337.63	11,425.99 11,424.55	-4,969.86 -4,879.75	-1,021.28 -1,064.49	4,964.08 4,873.73	6.50 6.50	-0.02 -0.03	6.50 6.50
18,500.00	90.77	344.13	11,423.16	-4,785.32	-1,004.49	4,873.73	6.50	-0.03	6.50
18,600.00	90.73	350.63	11,421.85	-4,687.80	-1,119.05	4,681.48	6.50	-0.05	6.50
18,700.00	90.67	357.13	11,420.64	-4,588.43	-1,129.70	4,582.05	6.50	-0.06	6.50
18,739.51	90.64	359.70	11,420.18	-4,548.94	-1,130.79	4,542.55	6.50	-0.06	6.50
18,800.00	90.64	359.70	11,419.51	-4,488.46	-1,131.11	4,482.07	0.00	0.00	0.00
18,900.00	90.64	359.70	11,418.39	-4,388.46	-1,131.63	4,382.07	0.00	0.00	0.00
19,000.00	90.64	359.70	11,417.27	-4,288.47	-1,132.15	4,282.08	0.00	0.00	0.00
19,100.00	90.64	359.70	11,416.15	-4,188.48	-1,132.67	4,182.09	0.00	0.00	0.00
19,200.00	90.64	359.70	11,415.03	-4,088.49	-1,133.19	4,082.09	0.00	0.00	0.00
19,300.00	90.64	359.70	11,413.91	-3,988.49	-1,133.72	3,982.10	0.00	0.00	0.00
19,400.00	90.64	359.70	11,412.79	-3,888.50	-1,134.24	3,882.11	0.00	0.00	0.00
19,500.00	90.64	359.70	11,411.67	-3,788.51	-1,134.76	3,782.11	0.00	0.00	0.00
19,600.00	90.64	359.70	11,410.55	-3,688.52	-1,135.28	3,682.12	0.00	0.00	0.00
19,700.00	90.64	359.70	11,409.43	-3,588.52	-1,135.80	3,582.13	0.00	0.00	0.00
19,800.00	90.64	359.70	11,408.31	-3,488.53	-1,136.32	3,482.13	0.00	0.00	0.00
19,900.00	90.64	359.70	11,407.19	-3,388.54	-1,136.84	3,382.14	0.00	0.00	0.00
20,000.00 20,100.00	90.64 90.64	359.70 359.70	11,406.07 11,404.95	-3,288.55 -3,188.56	-1,137.37 -1,137.89	3,282.14 3,182.15	0.00 0.00	0.00 0.00	0.00 0.00
20,200.00	90.64	359.70	11,403.83	-3,088.56	-1,138.41	3,082.16	0.00	0.00	0.00
20,300.00 20,400.00	90.64 90.64	359.70 359.70	11,402.71 11,401.59	-2,988.57 -2,888.58	-1,138.93 -1,139.45	2,982.16 2,882.17	0.00 0.00	0.00 0.00	0.00 0.00
20,400.00	90.64	359.70 359.70	11,401.59	-2,888.59	-1,139.45 -1,139.97	2,782.17	0.00	0.00	0.00
20,500.00	90.64	359.70	11,399.35	-2,788.59	-1,139.97 -1,140.50	2,782.18	0.00	0.00	0.00
<u>'</u>									
20,700.00 20,800.00	90.64 90.64	359.70 359.70	11,398.23 11,397.11	-2,588.60 -2,488.61	-1,141.02 -1,141.54	2,582.19 2,482.19	0.00 0.00	0.00 0.00	0.00 0.00
20,800.00	90.64	359.70	11,395.99	-2,466.61	-1,141.54 -1,142.06	2,462.19	0.00	0.00	0.00
21,000.00	90.64	359.70	11,394.87	-2,288.62	-1,142.58	2,282.21	0.00	0.00	0.00
21,100.00	90.64	359.70	11,393.75	-2,188.63	-1,143.10	2,182.21	0.00	0.00	0.00
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Planning Report

Database: Company: HOPSPP

ENGINEERING DESIGNS

359.70

359.70

359.70

359.70

359.70

359.70

11,379.19

11,378.07

11,376.95

11,375.83

11,374.71

11,374.70

90.64

90.64

90.64

90.64

90.64

90.64

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Vanadium 32

Well: Vanadium 32 State 176H

Wellbore: Wellbore #1

Design: Permitting Plan

22,400.00

22,500.00

22,600.00

22.700.00

22,800.00

22,800.50

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

-1,149.88

-1,150.40

-1,150.93

-1,151.45

-1,151.97

-1,151.97

882.29

782.30

682.31

582.31

482.32

481.82

Well Vanadium 32 State 176H

RKB=25' @ 3384.70ft RKB=25' @ 3384.70ft

Grid

Minimum Curvature

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

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0.00

0.00

Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
21,200.00	90.64	359.70	11,392.63	-2,088.64	-1,143.62	2,082.22	0.00	0.00	0.00
21,300.00	90.64	359.70	11,391.51	-1,988.65	-1,144.15	1,982.23	0.00	0.00	0.00
21,400.00	90.64	359.70	11,390.39	-1,888.65	-1,144.67	1,882.23	0.00	0.00	0.00
21,500.00	90.64	359.70	11,389.27	-1,788.66	-1,145.19	1,782.24	0.00	0.00	0.00
21,600.00	90.64	359.70	11,388.15	-1,688.67	-1,145.71	1,682.24	0.00	0.00	0.00
21,700.00	90.64	359.70	11,387.03	-1,588.68	-1,146.23	1,582.25	0.00	0.00	0.00
21,800.00	90.64	359.70	11,385.91	-1,488.68	-1,146.75	1,482.26	0.00	0.00	0.00
21,900.00	90.64	359.70	11,384.79	-1,388.69	-1,147.27	1,382.26	0.00	0.00	0.00
22,000.00	90.64	359.70	11,383.67	-1,288.70	-1,147.80	1,282.27	0.00	0.00	0.00
22,100.00	90.64	359.70	11,382.55	-1,188.71	-1,148.32	1,182.28	0.00	0.00	0.00
22,200.00	90.64	359.70	11,381.43	-1,088.72	-1,148.84	1,082.28	0.00	0.00	0.00
22,300.00	90.64	359.70	11,380.31	-988.72	-1,149.36	982.29	0.00	0.00	0.00

-888.73

-788.74

-688.75

-588.75

-488.76

-488.26

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
PBHL (Vanadium 32 - plan hits target cer - Point	0.00 nter	0.00	11,374.70	-488.26	-1,151.97	461,696.39	706,315.18	32.268150	-103.799571
DP2 (Vanadium 32 - plan misses target - Point	0.00 center by 0.		11,419.70 0.05ft MD (-4,488.41 11419.51 TVD	-1,131.11), -4488.41 N	457,696.49 , -1131.11 E)	706,336.04	32.257155	-103.799568
DP1 (Vanadium 32 - plan misses target - Point	0.00 center by 0.4		11,464.70 6.24ft MD (-4,503.35 11464.24 TVD	870.59), -4503.34 N	457,681.55 , 870.59 E)	708,337.62	32.257087	-103.793093
FTP (Vanadium 32 - plan misses target - Point	0.00 center by 35		11,524.70 69.40ft MD	-567.92 (11492.69 TV	848.29 D, -580.21 N	461,616.73 , 840.75 E)	708,315.32	32.267904	-103.793101

Planning Report

Database: HOPSPP

Company: ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Vanadium 32

Well: Vanadium 32 State 176H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Vanadium 32 State 176H

RKB=25' @ 3384.70ft RKB=25' @ 3384.70ft

Grid

ormations						
	Measured Depth (ft)	Vertical Depth (ft)	Name	Lithology	Dip (°)	Dip Direction (°)
	400.70	400.70	RUSTLER			
	747.70	747.70	SALADO			
	2,698.70	2,698.70	CASTILE			
	4,157.70	4,157.70	DELAWARE			
	4,183.70	4,183.70	BELL CANYON			
	5,067.70	5,067.70	CHERRY CANYON			
	6,380.70	6,380.70	BRUSHY CANYON			
	7,982.26	7,981.70	BONE SPRING			
	9,044.18	9,025.70	BONE SPRING 1ST			
	9,726.43	9,684.70	BONE SPRING 2ND			
	10,914.92	10,832.70	BONE SPRING 3RD			
	11,427.90	11,303.70	WOLFCAMP			

Plan Annotations				
Measured Depth (ft)	Vertical Depth (ft)	Local Coor +N/-S (ft)	dinates +E/-W (ft)	Comment
7,503.00	7,503.00	0.00	0.00	Build 1°/100'
9,003.00	8,985.92	-50.53	188.58	Hold 15° Tangent
11,093.00	11,004.71	-190.53	711.08	KOP, Build & Turn 10°/100'
11,962.22	11,520.94	-769.81	849.84	Landing Point
15,731.22	11,463.71	-4,538.32	870.79	Drop & Turn 6.5°/100'
17,116.13	11,441.39	-5,424.44	-6.03	Hold
17,355.13	11,438.97	-5,425.65	-245.01	Build & Turn 6.5°/100'
18,739.51	11,420.18	-4,548.94	-1,130.79	Hold
22,800.50	11,374.70	-488.26	-1,151.97	TD at 22800.5' MD

Oxy USA Inc. - Vanadium 32 State 176H Drill Plan

1. Geologic Formations

TVD of Target (ft):	11521	Pilot Hole Depth (ft):	
Total Measured Depth (ft):	22800	Deepest Expected Fresh Water (ft):	403

Delaware Basin

Formation	MD-RKB (ft)	TVD-RKB (ft)	Expected Fluids
Rustler	403	403	
Salado	750	750	Salt
Castile	2699	2699	Salt
Delaware	4160	4160	Oil/Gas/Brine
Bell Canyon	4186	4186	Oil/Gas/Brine
Cherry Canyon	5068	5068	Oil/Gas/Brine
Brushy Canyon	6383	6383	Losses
Bone Spring	7984	7984	Oil/Gas
Bone Spring 1st	9046	9028	Oil/Gas
Bone Spring 2nd	9726	9685	Oil/Gas
Bone Spring 3rd	10915	10833	Oil/Gas
Wolfcamp	11430	11306	Oil/Gas
Penn			Oil/Gas
Strawn			Oil/Gas

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

2. Casing Program

		V	1D	T۱	/D				
	Hole	From	То	From	То	Csg.	Csg Wt.		
Section	Size (in)	(ft)	(ft)	(ft)	(ft)	OD (in)	(ppf)	Grade	Conn.
Surface	17.5	0	463	0	463	13.375	54.5	J-55	ВТС
Salt	12.25	0	4260	0	4260	9.625	40	L-80 HC	ВТС
Intermediate	8.75	0	10993	0	10905	7.625	26.4	L-80 HC	Wedge 425
Production	6.75	0	22800	0	11521	5.5	20	P-110	Wedge 461

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

^{*}Oxy requests the option to run production casing with DQX, TORQ DQW, Wedge 425, Wedge 461, and/or Wedge 441 connections to accommodate hole conditions or drilling operations.

Occidental - Permian New Mexico

All Casing SF Values will meet or exceed									
those below									
SF	SF	Body SF	Joint SF						
Collapse	Burst	Tension	Tension						
1.125	1.2	1.4	1.4						

Annular Clearance Variance Request

As per the agreement reached in the Oxy/BLM face-to-face meeting on Feb 22, 2018, Oxy requests permission to allow deviation from the 0.422" annular clearance requirement from Onshore Order #2 under the following conditions:

- 1. Annular clearance to meet or exceed 0.422" between intermediate casing ID and production casing coupling only on the first 500' overlap between both casings.
- 2. Annular clearance less than 0.422" is acceptable for the curve and lateral portions of the production open hole section.

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

Vanadium 32 State 176H

Occidental - Permian New Mexico

3. Cementing Program

Section	Stage	Slurry:	Sacks	Yield (ft^3/ft)	Density (lb/gal)	Excess:	тос	Placement	Description
Surface	1	Surface - Tail	484	1.33	14.8	100%	-	Circulate	Class C+Accel.
Int.1	1	Intermediate - Tail	141	1.33	14.8	20%	3,760	Circulate	Class C+Accel.
Int.1	1	Intermediate - Lead	992	1.73	12.9	50%	-	Circulate	Class Pozz+Ret.
Int. 2	1	Intermediate 1S - Tail	279	1.65	13.2	5%	6,633	Circulate	Class H+Accel., Disper., Salt
Int. 2	2	Intermediate 2S - Tail BH	445	1.71	13.3	25%	-	Bradenhead Post-Frac	Class C+Accel.
Prod.	1	Production - Tail	929	1.38	13.2	25%	10,493	Circulate	Class H+Ret., Disper., Salt

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Offline Cementing

Oxy requests a variance to cement the 9.625" and/or 7.625" intermediate casing strings offline in accordance to the approved variance, EC Tran 461365.

The summarized operational sequence will be as follows:

Run casing as per normal operations. While running casing, conduct negative pressure test and confirm integrity of the float equipment (float collar and shoe). Land casing.

Fill pipe with kill weight fluid, and confirm well is static.

If well Oxy requests a variance to cement the 9.625" and/or 7.625" intermediate casing strings offline in accordance to the approved variance, EC Tran 461365.

The summarized operational sequence will be as follows:

- 1. Run casing as per normal operations. While running casing, conduct negative pressure test and confirm integrity of the float equipment (float collar and shoe).
- 2. Land casing.
- 3. Fill pipe with kill weight fluid, and confirm well is static.
 - a. If well is not static notify BLM and kill well.
 - b. Once well is static notify BLM with intent to proceed with nipple down and offline cementing.
- 4. Set and pressure test annular packoff.
- 5. After confirmation of both annular barriers and internal barriers, nipple down BOP and install cap flange. If any barrier fails to test, the BOP stack will not be nippled down until after the cement job is completed.
- 6. Skid rig to next well on pad.
- 7. Confirm well is static before removing cap flange.
- 8. If well is not static notify BLM and kill well prior to cementing or nippling up for further remediation.
- 9. Install offline cement tool.
- 10. Rig up cement equipment.
 - a. Notify BLM prior to cement job.
- 11. Perform cement job.
- 12. Confirm well is static and floats are holding after cement job.
- 13. Remove cement equipment, offline cement tools and install night cap with pressure gauge for monitoring.

Oxy requests permission to adjust the CBL requirement after bradenhead cement jobs, on 7-5/8" intermediate casings, as per the agreement reached in the OXY/BLM meeting on September 5, 2019.

Four string wells:

- CBL is not required
- If the pumped volume of cement is less than permitted in the APD, BLM will be notified and a CBL may be run
- Echometer will be used after bradenhead cement job to determine TOC before pumping top-out cement

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4. Pressure Control Equipment

BOP installed and tested before drilling which hole?	Size?	Min. Required WP		Туре	1	Tested to:	TVD Depth (ft) per Section:	
		ЗМ		Annular	✓	70% of working pressure		
12.25" Hole				Blind Ram	✓			
	13-5/8"	3M		Pipe Ram		250 psi / 3000 psi	4260	
		SIVI		Double Ram	✓	230 psi / 3000 psi		
			Other*					
	13-5/8"	5M	Annular		✓	70% of working pressure		
		, 5M		Blind Ram	✓			
8.75" Hole			Pipe Ram			250 psi / 5000 psi	10905	
		SIVI		Double Ram	√	250 psi / 5000 psi		
			Other*					
		5M		Annular	✓	100% of working pressure		
				Blind Ram	✓			
6.75" Hole	13-5/8"	1014		Pipe Ram		250 psi / 10000 psi	11521	
		10M	Double Ram		✓	250 psi / 10000 psi		
			Other*					

*Specify if additional ram is utilized

Per BLM's Memorandum No. NM-2017-008: *Decision and Rationale for a Variance Allowing the Use of a 5M Annular Preventer with a 10M BOP Stack,* Oxy requests to employ a 5M annular with a 10M BOPE stack in the pilot and lateral sections of the well and will ensure that two barriers to flow are maintained at all times. Please see attached Well Control Plan.

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

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold.

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Formation integrity test will be performed per Onshore Order #2.

On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.

A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.

Y Are anchors required by manufacturer?

A multibowl or a unionized multibowl wellhead system will be employed. The wellhead and connection to the BOPE will meet all API 6A requirements. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested. We will test the flange connection of the wellhead with a test port that is directly in the flange. We are proposing that we will run the wellhead through the rotary prior to cementing surface casing as discussed with the BLM on October 8, 2015.

See attached schematics.

BOP Break Testing Request

Oxy requests permission to adjust the BOP break testing requirements as per the agreement reached in the OXY/BLM meeting on September 5, 2019.

BOP break test under the following conditions:

- After a full BOP test is conducted
- When skidding to drill an intermediate section where ICP is set into the third Bone Spring or shallower.

If the kill line is broken prior to skid, two tests will be performed.

- 1) Wellhead flange, co-flex hose, kill line connections and upper pipe rams
- 2) Wellhead flange, HCR valve, check valve, upper pipe rams

If the kill line is not broken prior to skid, only one test will be performed.

1) Wellhead flange, co-flex hose, check valve, upper pipe rams

Oxy will use Cameron ADAPT wellhead system that uses an OEC top flange connection. This connection has been fully vetted and verified by API to Spec 6A and carries an API monogram.

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Occidental - Permian New Mexico

5. Mud Program

Section	Depth		Depth -	TVD	Tymo	Weight	Viscosity	Water
Section	From (ft)	To (ft)	From (ft)	To (ft)	Туре	(ppg)	Viscosity	Loss
Surface	0	463	0	463	Water-Based Mud	8.6 - 8.8	40-60	N/C
Intermediate 1	463	4260	463	4260	Saturated Brine-Based or Oil-Based Mud	8.0 - 10.0	35-45	N/C
Intermediate 2	4260	10993	4260	10905	Water-Based or Oil- Based Mud	8.0 - 10.0	38-50	N/C
Production	10993	22800	10905	11521	Water-Based or Oil- Based Mud	9.5 - 12.5	38-50	N/C

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times. The following is a general list of products: Barite, Bentonite, Gypsum, Lime, Soda Ash, Caustic Soda, Nut Plug, Cedar Fiber, Cotton Seed Hulls, Drilling Paper, Salt Water Clay, CACL2. Oxy will use a closed mud system.

What will be used to monitor the	DVT/NAD Totas (Visual Maxitarias
loss or gain of fluid?	PVT/MD Totco/Visual Monitoring

6. Logging and Testing Procedures

Loggi	ing, Coring and Testing.
Yes	Will run GR from TD to surface (horizontal well – vertical portion of hole).
168	Stated logs run will be in the Completion Report and submitted to the BLM.
No	Logs are planned based on well control or offset log information.
No	Drill stem test? If yes, explain
No	Coring? If yes, explain

Addit	ional logs planned	Interval
No	Resistivity	
No	Density	
Yes	CBL	Production string
Yes	Mud log	Bone Spring – TD
No	PEX	

Occidental - Permian New Mexico

7. Drilling Conditions

Condition	Specify what type and where?
BH Pressure at deepest TVD	7489 psi
Abnormal Temperature	No
BH Temperature at deepest TVD	173°F

Pump high viscosity sweeps as needed for hole cleaning. The mud system will be monitored visually/manually as well as with an electronic PVT. The necessary mud products for additional weight and fluid loss control will be on location at all times. Appropriately weighted mud will be used to isolate potential gas, oil, and water zones until such time as casing can be cemented into place for zonal

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

DLIVI.	DLIVI.	
N	H2S is present	
Υ	H2S Plan attached	

8. Other facets of operation

	Yes/No
Will the well be drilled with a walking/skidding operation? If yes, describe.	
We plan to drill the 2 well pad in batch by section: all surface sections, intermediate	Yes
sections and production sections. The wellhead will be secured with a night cap whenever	res
the rig is not over the well.	
Will more than one drilling rig be used for drilling operations? If yes, describe.	
Oxy requests the option to contract a Surface Rig to drill, set surface casing, and cement for	
this well. If the timing between rigs is such that Oxy would not be able to preset surface,	Yes
the Primary Rig will MIRU and drill the well in its entirety per the APD. Please see the	
attached document for information on the spudder rig.	

Total Estimated Cuttings Volume: 1715 bbls

Attachments

- _x__ Directional Plan
- _x__ H2S Contingency Plan
- _x__ Flex III Attachments
- _x__ Spudder Rig Attachment
- _x__ Premium Connection Specs

9. Company Personnel

Name	<u>Title</u>	Office Phone	Mobile Phone
Garrett Granier	Drilling Engineer	713-513-6633	832-265-0581
Derek Adam	Drilling Engineer Supervisor	713-366-5170	916-802-8873
Casey Martin	Drilling Superintendent	713-497-2530	337-764-4278
Kevin Threadgill	Drilling Manager	713-366-5958	361-815-0788



Fluid Technology

Quality Document

CERTIFICATE OF CONFORMITY

Supplier : CONTITECH RUBBER INDUSTRIAL KFT.

Equipment: 6 pcs. Choke and Kill Hose with installed couplings

Type: 3" x 10,67 m WP: 10000 psi

Supplier File Number : 412638

Date of Shipment : April. 2008

Customer : Phoenix Beattie Co.

Customer P.o. : 002491

Referenced Standards

/ Codes / Specifications: API Spec 16 C

Serial No.: 52754,52755,52776,52777,52778,52782

STATEMENT OF CONFORMITY

We hereby certify that the above items/equipment supplied by us are in conformity with the terms, conditions and specifications of the above Purchaser Order and that these items/equipment were fabricated inspected and tested in accordance with the referenced standards, codes and specifications and meet the relevant acceptance criteria and design requirements.

COUNTRY OF ORIGIN HUNGARY/EU

Signed: Dan Language

ontiTech Rubber Industrial Kft. Quality Control Dept.

Position: Q.C. Manager

Date: 04. April. 2008

Page: 1/1

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330 330 SAFETY SAFETY	PHOENIX Beattie Material Identification Certificate	Client HELMERICH & PAYNE INT'L DRILLING Coent Ref 370-369-001	Material Desc Otv WO No Batch No Test Cart No Brown	1 2491 52777/H884	1 2440	CARBON STEEL. 1 2519 H665	CARBON STEEL 1 2242													
	DENIX Beat		Description	3" 10K 16C C&K HOSE x 35ft CAL	LIFTING & SAFETY EQUIPMENT TO	SAFETY CLAMP 200NM 7.25T CA	SAFETY CLAMP 132MM 7.25T CA													

We hereby certify that these goods have been inspected by our Quality Management System, and to the best of our knowledge are found to conform to relevant industry standards within the requirements of the purchase order as issued to Phoenix Beattie Corporation.

05/23/09.

Form No 100/12

→ PHOENIX Beattie

Phoenix Beattie Corp

11535 Brittmoore Park Drive Houston, TX 77041 Tel: (832) 327-0141 Fax: (832) 327-0148 E-mail mail@phoentxbeattie.com www.phoentxbeattie.com

Delivery Note

Customer Order Number	370-369-001	Delivery Note Number	003078	Page	1
Customer / Invoice Address HELMERICH & PAYNE INT'L C 1437 SOUTH BOULDER TULSA, OK 74119		Delivery / Address HELMERICH & PAYNE IDC ATTN: JOE STEPHENSON - RIG 13609 INDUSTRIAL ROAD HOUSTON, TX 77015	G 370		-

Customer Acc No	Phoenix Beattie Contract Manager	Phoenix Beattie Reference	Date
H01	JJL	006330	05/23/2008

Item No	Beattie Part Number / Description	Qty Ordered	Qty Sent	Qty To Follow
1	HP10CK3A-35-4F1 3" 10K 16C C&K HOSE x 35ft OAL CW 4.1/16" API SPEC FLANGE E/ End 1: 4.1/16" 10Kpsi API Spec 6A Type 6BX Flange End 2: 4.1/16" 10Kpsi API Spec 6A Type 6BX Flange c/w BX155 Standard ring groove at each end Suitable for H2S Service Working pressure: 10,000psi Test pressure: 15,000psi Standard: API 16C Full specification Armor Guarding: Included Fire Rating: Not Included Temperature rating: -20 Deg C to +100 Deg C	1	1	0
_	SECK3-HPF3 LIFTING & SAFETY EQUIPMENT TO SUIT HP10CK3-35-F1 2 x 160mm ID Safety Clamps 2 x 244mm ID Lifting Collars & element C's 2 x 7ft Stainless Steel wire rope 3/4" OD 4 x 7.75t Shackles	1	1	0
- 1	SC725-200CS SAFETY CLAMP 200MM 7.25T C/S GALVANISED	1	1	0

Continued...

All goods remain the property of Phoenix Beattle until paid for in full. Any damage or shortage on this delivery must be advised within 5 days. Returns may be subject to a handling charge.



Fluid Technology

Quality Document

QUALI INSPECTION A	TY CONT	_	ATE	CERT.	√°:	746	
	Phoenix Bea			P,O. N°:	00	02491	
CONTITECH ORDER N°:	412638	HOSE TYPE:	3" ID	Ch	oke and Kil	l Hose	
HOSE SERIAL Nº:	52777	NOMINAL / ACT	TUAL LENGTH	-1 :	10,67 m		
W.P. 68,96 MPa 10	0000 psi	T.P. 103,4	MPa 150	00 psi	Duration:	60 ~ .	min.
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→ 10 mm = 25 MPa		COUPL	INGS				
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Form No 100/12

→ PHOENIX Beattie

Phoenix Beattle Corp
11535 Brittaoore Park Drive

Houston, TX 77041
Tel: (832) 327-0141
Fax: (832) 327-0148
E-mail mail@phoenixbeattie.com

Delivery Note

Customer Order Number	370-369-001	Delivery Note Number	003078	Page	2
Customer / Invoice Address HELMERICH & PAYNE INT'L I 1437 SOUTH BOULDER TULSA, OK 74119		Delivery / Address HELMERICH & PAYNE IDC ATTN: JOE STEPHENSON - RIC 13609 INDUSTRIAL ROAD HOUSTON, TX 77015	G 370		

Customer Acc No	Phoenix Beattie Contract Manager	Phoenix Beattle Reference	Date
H01	JJL	006330	05/23/2008

Item No	Beattie Part Number / Description	Oty Ordered	Qty Sent	Oty To Follow
4	SC725-132CS SAFETY CLAMP 132MM 7.25T C/S GALVANIZED C/W BOLTS	1	1	0
	OOCERT-HYDRO HYDROSTATIC PRESSURE TEST CERTIFICATE	1	1	0
6	OOCERT-LOAD LOAD TEST CERTIFICATES	1	1	0
	OOFREIGHT INBOUND / OUTBOUND FREIGHT PRE-PAY & ADD TO FINAL INVOICE NOTE: MATERIAL MUST BE ACCOMPANIED BY PAPERWORK INCLUDING THE PURCHASE ORDER, RIG NUMBER TO ENSURE PROPER PAYMENT		1	0
			$\left \bigcap_{i} \right $	

Phoenix Beattle Inspection Signature:

Received In Good Condition: Signature

orginature

Print Name

Date ____

All goods remain the property of Phoenix Beattie until paid for in full. Any damage or shortage on this delivery must be advised within 5 days. Returns may be subject to a handling charge.

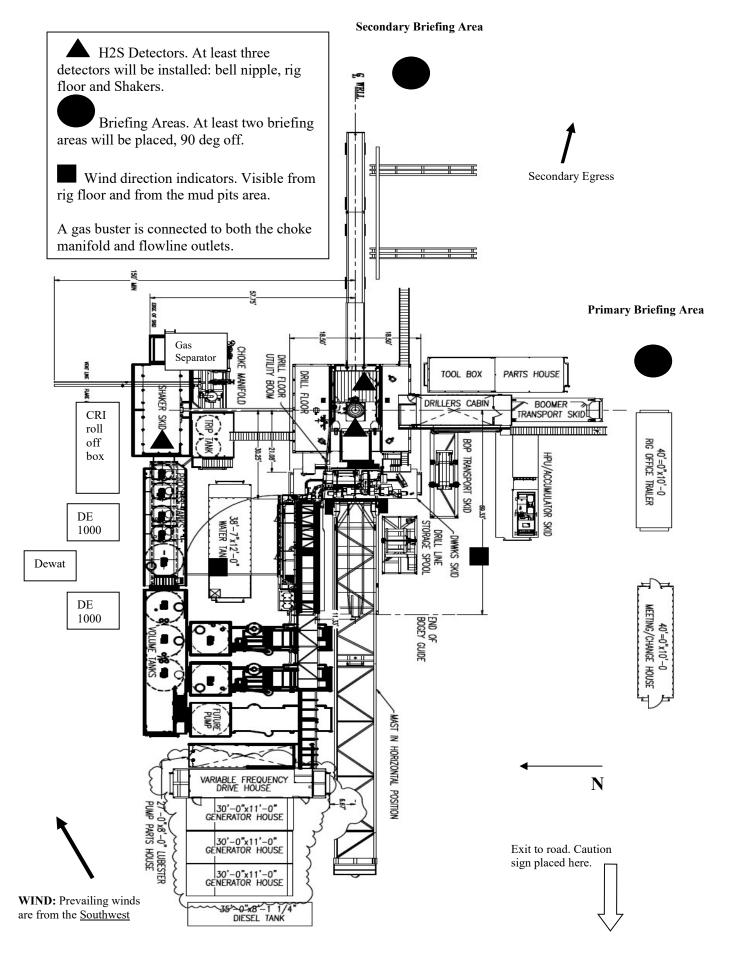


Permian Drilling Hydrogen Sulfide Drilling Operations Plan

Open drill site. No homes or buildings are near the proposed location.

1. Escape

Personnel shall escape upwind of wellbore in the event of an emergency gas release. Escape can take place through the lease road on the Southeast side of the location. Personnel need to move to a safe distance and block the entrance to location. If the primary route is not an option due to the wind direction, then a secondary egress route should be taken.





Permian Drilling Hydrogen Sulfide Drilling Operations Plan New Mexico

Scope

This contingency plan establishes guidelines for the public, all company employees, and contract employees who's work activities may involve exposure to hydrogen sulfide (H2S) gas.

While drilling this well, it is possible to encounter H2S bearing formations. At all times, the first barrier to control H2S emissions will be the drilling fluid, which will have a density high enough to control influx.

Objective

- 1. Provide an immediate and predetermined response plan to any condition when H2S is detected. All H2S detections in excess of 10 parts per million (ppm) concentration are considered an Emergency.
- 2. Prevent any and all accidents, and prevent the uncontrolled release of hydrogen sulfide into the atmosphere.
- 3. Provide proper evacuation procedures to cope with emergencies.
- 4. Provide immediate and adequate medical attention should an injury occur.

Discussion

Implementation: This plan with all details is to be fully implemented

before drilling to commence.

Emergency response

Procedure:

This section outlines the conditions and denotes steps

to be taken in the event of an emergency.

Emergency equipment

Procedure:

This section outlines the safety and emergency

equipment that will be required for the drilling of this

well.

Training provisions: This section outlines the training provisions that must

be adhered to prior to drilling.

Drilling emergency call lists: Included are the telephone numbers of all persons to

be contacted should an emergency exist.

Briefing: This section deals with the briefing of all people

involved in the drilling operation.

Public safety: Public safety personnel will be made aware of any

potential evacuation and any additional support

needed.

Check lists: Status check lists and procedural check lists have been

included to insure adherence to the plan.

General information: A general information section has been included to

supply support information.

Hydrogen Sulfide Training

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will receive training from a qualified instructor in the following areas prior to commencing drilling operations on the well:

- 1. The hazards and characteristics of H2S.
- 2. Proper use and maintenance of personal protective equipment and life support systems.
- 3. H2S detection.
- 4. Proper use of H2S detectors, alarms, warning systems, briefing areas, evacuation procedures and prevailing winds.
- 5. Proper techniques for first aid and rescue procedures.
- 6. Physical effects of hydrogen sulfide on the human body.
- 7. Toxicity of hydrogen sulfide and sulfur dioxide.
- 8. Use of SCBA and supplied air equipment.
- 9. First aid and artificial respiration.
- 10. Emergency rescue.

In addition, supervisory personnel will be trained in the following areas:

- 1. The effects of H2S on metal components. If high tensile strength tubular is to be used, personnel will be trained in their special maintenance requirements.
- 2. Corrective action and shut-in procedures when drilling a well, blowout prevention and well control procedures.
- 3. The contents and requirements of the H2S Drilling Operations Plan.

H2S training refresher must have been taken within one year prior to drilling the well. Specifics on the well to be drilled will be discussed during the pre-spud meeting. H2S and well control (choke) drills will be performed while drilling the well, at least on a weekly basis. This plan shall be available in the well site. All personnel will be required to carry the documentation proving that the H2S training has been taken.

Service company and visiting personnel

- A. Each service company that will be on this well will be notified if the zone contains H2S.
- B. Each service company must provide for the training and equipment of their employees before they arrive at the well site.
- C. Each service company will be expected to attend a well site briefing

Emergency Equipment Requirements

1. Well control equipment

The well shall have hydraulic BOP equipment for the anticipated pressures. Equipment is to be tested on installation and follow Oxy Well Control standard, as well as BLM Onshore Order #2.

Special control equipment:

- A. Hydraulic BOP equipment with remote control on ground. Remotely operated choke.
- B. Rotating head
- C. Gas buster equipment shall be installed before drilling out of surface pipe.

2. <u>Protective equipment for personnel</u>

- A. Four (4) 30-minute positive pressure air packs (2 at each briefing area) on location.
- B. Adequate fire extinguishers shall be located at strategic locations.
- C. Radio / cell telephone communication will be available at the rig.
 - Rig floor and trailers.
 - Vehicle.

3. Hydrogen sulfide sensors and alarms

- A. H2S sensor with alarms will be located on the rig floor, at the bell nipple, and at the flow line. These monitors will be set to alarm at 10 ppm with strobe light, and audible alarm.
- B. Hand operated detectors with tubes.
- C. H2S monitor tester (to be provided by contract Safety Company.)
- D. There shall be one combustible gas detector on location at all times.

4. <u>Visual Warning Systems</u>

A. One sign located at each location entrance with the following language:

Caution – potential poison gas Hydrogen sulfide No admittance without authorization *Wind sock – wind streamers:*

- A. One 36" (in length) wind sock located at protection center, at height visible from rig floor.
- B. One 36" (in length) wind sock located at height visible from pit areas.

Condition flags

A. One each condition flag to be displayed to denote conditions.

```
green – normal conditions
yellow – potential danger
red – danger, H2S present
```

B. Condition flag shall be posted at each location sign entrance.

5. <u>Mud Program</u>

The mud program is designed to minimize the risk of having H2S and other formation fluids at surface. Proper mud weight and safe drilling practices will be applied. H2S scavengers will be used to minimize the hazards while drilling. Below is a summary of the drilling program.

Mud inspection devices:

Garrett gas train or hatch tester for inspection of sulfide concentration in mud system.

6. <u>Metallurgy</u>

- A. Drill string, casing, tubing, wellhead, blowout preventers, drilling spools or adapters, kill lines, choke manifold, lines and valves shall be suitable for the H2S service.
- B. All the elastomers, packing, seals and ring gaskets shall be suitable for H2S service.

7. Well Testing

No drill stem test will be performed on this well.

8. Evacuation plan

Evacuation routes should be established prior to well spud for each well and discussed with all rig personnel.

9. <u>Designated area</u>

- A. Parking and visitor area: all vehicles are to be parked at a predetermined safe distance from the wellhead.
- B. There will be a designated smoking area.
- C. Two briefing areas on either side of the location at the maximum allowable distance from the well bore so they offset prevailing winds perpendicularly, or at a 45-degree angle if wind direction tends to shift in the area.

Emergency procedures

- A. In the event of any evidence of H2S level above 10 ppm, take the following steps:
 - 1. The Driller will pick up off bottom, shut down the pumps, slow down the pipe rotation.
 - 2. Secure and don escape breathing equipment, report to the upwind designated safe briefing / muster area.
 - 3. All personnel on location will be accounted for and emergency search should begin for any missing, the Buddy System will be implemented.
 - 4. Order non-essential personnel to leave the well site, order all essential personnel out of the danger zone and upwind to the nearest designated safe briefing / muster area.
 - 5. Entrance to the location will be secured to a higher level than our usual "Meet and Greet" requirement, and the proper condition flag will be displayed at the entrance to the location.
 - 6. Take steps to determine if the H2S level can be corrected or suppressed and, if so, proceed as required.

B. If uncontrollable conditions occur:

1. Take steps to protect and/or remove any public in the down-wind area from the rig – partial evacuation and isolation. Notify necessary public safety personnel and appropriate regulatory entities (i.e. BLM) of the situation.

- 2. Remove all personnel to the nearest upwind designated safe briefing / muster area or off location.
- 3. Notify public safety personnel of safe briefing / muster area.
- 4. An assigned crew member will blockade the entrance to the location. No unauthorized personnel will be allowed entry to the location.
- 5. Proceed with best plan (at the time) to regain control of the well. Maintain tight security and safety procedures.

C. Responsibility:

- 1. Designated personnel.
 - a. Shall be responsible for the total implementation of this plan.
 - b. Shall be in complete command during any emergency.
 - c. Shall designate a back-up.

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- 1. On alarm, don escape unit and report to the nearest upwind designated safe briefing / muster area upw
- 2. Check status of personnel (buddy system).
- 3. Secure breathing equipment.
- 4. Await orders from supervisor.

Drill site manager:

- 1. Don escape unit if necessary and report to nearest upwind designated safe briefing / muster area.
- 2. Coordinate preparations of individuals to return to point of release with tool pusher and driller (using the buddy system).
- 3. Determine H2S concentrations.
- 4. Assess situation and take control measures.

Tool pusher:

- 1. Don escape unit Report to up nearest upwind designated safe briefing / muster area.
- 2. Coordinate preparation of individuals to return to point of release with tool pusher drill site manager (using the buddy system).
- 3. Determine H2S concentration.
- 4. Assess situation and take control measures.

Driller:

1. Don escape unit, shut down pumps, continue

- rotating DP.
- 2. Check monitor for point of release.
- 3. Report to nearest upwind designated safe briefing / muster area.
- 4. Check status of personnel (in an attempt to rescue, use the buddy system).
- 5. Assigns least essential person to notify Drill Site Manager and tool pusher by quickest means in case of their absence.
- 6. Assumes the responsibilities of the Drill Site Manager and tool pusher until they arrive should they be absent.

Derrick man Floor man #1 Floor man #2 1. Will remain in briefing / muster area until instructed by supervisor.

Mud engineer:

- 1. Report to nearest upwind designated safe briefing / muster area.
- 2. When instructed, begin check of mud for ph and H2S level. (Garett gas train.)

Safety personnel:

1. Mask up and check status of all personnel and secure operations as instructed by drill site manager.

Taking a kick

When taking a kick during an H2S emergency, all personnel will follow standard Well control procedures after reporting to briefing area and masking up.

Open-hole logging

All unnecessary personnel off floor. Drill Site Manager and safety personnel should monitor condition, advise status and determine need for use of air equipment.

Running casing or plugging

Following the same "tripping" procedure as above. Drill Site Manager and safety personnel should determine if all personnel have access to protective equipment.

Ignition procedures

The decision to ignite the well is the responsibility of the operator (Oxy Drilling Management). The decision should be made only as a last resort and in a situation where it is clear that:

- 1. Human life and property are endangered.
- 2. There is no hope controlling the blowout under the prevailing conditions at the well.

<u>Instructions for igniting the well</u>

- 1. Two people are required for the actual igniting operation. They must wear self-contained breathing units and have a safety rope attached. One man (tool pusher or safety engineer) will check the atmosphere for explosive gases with the gas monitor. The other man is responsible for igniting the well.
- 2. Primary method to ignite: 25 mm flare gun with range of approximately 500 feet.
- 3. Ignite upwind and do not approach any closer than is warranted.
- 4. Select the ignition site best for protection, and which offers an easy escape route.
- 5. Before firing, check for presence of combustible gas.
- 6. After lighting, continue emergency action and procedure as before.
- 7. All unassigned personnel will remain in briefing area until instructed by supervisor or directed by the Drill Site Manager.

<u>Remember</u>: After well is ignited, burning hydrogen sulfide will convert to sulfur dioxide, which is also highly toxic. <u>Do not assume the area is safe after the well is ignited.</u>

Status check list

Note: All items on this list must be completed before drilling to production casing point.

- 1. H2S sign at location entrance.
- 2. Two (2) wind socks located as required.
- 3. Four (4) 30-minute positive pressure air packs (2 at each Briefing area) on location for all rig personnel and mud loggers.
- 4. Air packs inspected and ready for use.
- 5. Cascade system and hose line hook-up as needed.
- 6. Cascade system for refilling air bottles as needed.
- 7. Condition flag on location and ready for use.
- 8. H2S detection system hooked up and tested.
- 9. H2S alarm system hooked up and tested.
- 10. Hand operated H2S detector with tubes on location.
- 11. 1 100' length of nylon rope on location.
- 12. All rig crew and supervisors trained as required.
- 13. All outside service contractors advised of potential H2S hazard on well.
- 14. No smoking sign posted and a designated smoking area identified.
- 15. Calibration of all H2S equipment shall be noted on the IADC report.

Checked by:	D .
necked by:	Date:
checked by	Dutc

Procedural check list during H2S events

Perform each tour:

- 1. Check fire extinguishers to see that they have the proper charge.
- 2. Check breathing equipment to ensure that it in proper working order.
- 3. Make sure all the H2S detection system is operative.

Perform each week:

- 1. Check each piece of breathing equipment to make sure that demand or forced air regulator is working. This requires that the bottle be opened and the mask assembly be put on tight enough so that when you inhale, you receive air or feel air flow.
- 2. BOP skills (well control drills).
- 3. Check supply pressure on BOP accumulator stand by source.
- 4. Check breathing equipment mask assembly to see that straps are loosened and turned back, ready to put on.
- 5. Check pressure on breathing equipment air bottles to make sure they are charged to full volume. (Air quality checked for proper air grade "D" before bringing to location)
- 6. Confirm pressure on all supply air bottles.
- 7. Perform breathing equipment drills with on-site personnel.
- 8. Check the following supplies for availability.
 - A. Emergency telephone list.
 - B. Hand operated H2S detectors and tubes.

General evacuation plan

- 1. When the company approved supervisor (Drill Site Manager, consultant, rig pusher, or driller) determines the H2S gas cannot be limited to the well location and the public will be involved, he will activate the evacuation plan.
- 2. Drill Site Manager or designee will notify local government agency that a hazardous condition exists and evacuation needs to be implemented.
- 3. Company or contractor safety personnel that have been trained in the use of H2S detection equipment and self-contained breathing equipment will monitor H2S concentrations, wind directions, and area of exposure. They will delineate the outer perimeter of the hazardous gas area. Extension to the evacuation area will be determined from information gathered.
- 4. Law enforcement personnel (state police, police dept., fire dept., and sheriff's dept.) Will be called to aid in setting up and maintaining road blocks. Also, they will aid in evacuation of the public if necessary.
- 5. After the discharge of gas has been controlled, company safety personnel will determine when the area is safe for re-entry.

<u>Important:</u> Law enforcement personnel will not be asked to come into a contaminated area. Their assistance will be limited to uncontaminated areas. Constant radio contact will be maintained with them.

Emergency actions

Well blowout – if emergency

- 1. Evacuate all personnel to "Safe Briefing / Muster Areas" or off location if needed.
- 2. If sour gas evacuate rig personnel.
- 3. If sour gas evacuate public within 3000 ft radius of exposure.
- 4. Don SCBA and shut well in if possible using the buddy system.
- 5. Notify Drilling Superintendent and call 911 for emergency help (fire dept and ambulance) if needed.
- 6. Implement the Blowout Contingency Plan, and Drilling Emergency Action Plan.
- 6. Give first aid as needed.

Person down location/facility

- 1. If immediately possible, contact 911. Give location and wait for confirmation.
- 2. Don SCBA and perform rescue operation using buddy system.

Toxic effects of hydrogen sulfide

Hydrogen sulfide is extremely toxic. The acceptable ceiling concentration for eight-hour exposure is 10 ppm, which is .001% by volume. Hydrogen sulfide is heavier than air (specific gravity – 1.192) and colorless. It forms an explosive mixture with air between 4.3 and 46.0 percent by volume. Hydrogen sulfide is almost as toxic as hydrogen cyanide and is between five and six times more toxic than carbon monoxide. Toxicity data for hydrogen sulfide and various other gases are compared in table i. Physical effects at various hydrogen sulfide exposure levels are shown in table ii.

Table i Toxicity of various gases

Common name	Chemical formula	Specific gravity	Threshold limit	Hazardous limit	Lethal concentration (3)
		(sc=1)	(1)	(2)	
Hydrogen	Hen	0.94	10 ppm	150 ppm/hr	300 ppm
Cyanide Hydrogen	H2S	1.18	10 ppm	250 ppm/hr	600 ppm
Sulfide	1125	1.10	то ррш	250 ppin/in	ооо ррш
Sulfur	So2	2.21	5 ppm	-	1000 ppm
Dioxide Chlorine	C12	2.45	1 ppm	4 ppm/hr	1000 ppm
Cimorinio	CIZ	2.15	т ррш	i ppiii ii	тооо ррш
Carbon	Co	0.97	50 ppm	400 ppm/hr	1000 ppm
Monoxide					
Carbon	Co2	1.52	5000 ppm	5%	10%
Dioxide					
Methane	Ch4	0.55	90,000 ppm	Combustibl	e above 5% in air

- 1) threshold limit concentration at which it is believed that all workers may be repeatedly exposed day after day without adverse effects.
- 2) hazardous limit concentration that will cause death with short-term exposure.
- 3) lethal concentration concentration that will cause death with short-term exposure.

Toxic effects of hydrogen sulfide

Table ii Physical effects of hydrogen sulfide

		Concentration	Physical effects
Percent (%)	<u>Ppm</u>	Grains	
		100 std. Ft3*	
0.001	<10	00.65	Obvious and unpleasant odor.

0.002	10	01.30	Safe for 8 hours of exposure.
0.010	100	06.48	Kill smell in $3 - 15$ minutes. May sting eyes and throat.
0.020	200	12.96	Kills smell shortly; stings eyes and throat.
0.050	500	32.96	Dizziness; breathing ceases in a few minutes; needs prompt artificial respiration.
0.070	700	45.36	Unconscious quickly; death will result if not rescued promptly.
0.100	1000	64.30	Unconscious at once; followed by death within minutes.

^{*}at 15.00 psia and 60'f.

Use of self-contained breathing equipment (SCBA)

- 1. Written procedures shall be prepared covering safe use of SCBA's in dangerous atmosphere, which might be encountered in normal operations or in emergencies. Personnel shall be familiar with these procedures and the available SCBA.
- 2 SCBA's shall be inspected frequently at random to insure that they are properly used, cleaned, and maintained.
- 3. Anyone who may use the SCBA's shall be trained in how to insure proper facepiece to face seal. They shall wear SCBA's in normal air and then wear them in a
 test atmosphere. (note: such items as facial hair {beard or sideburns} and
 eyeglasses will not allow proper seal.) Anyone that may be reasonably expected
 to wear SCBA's should have these items removed before entering a toxic
 atmosphere. A special mask must be obtained for anyone who must wear
 eyeglasses or contact lenses.
- 4. Maintenance and care of SCBA's:
 - a. A program for maintenance and care of SCBA's shall include the following:
 - 1. Inspection for defects, including leak checks.
 - 2. Cleaning and disinfecting.
 - 3. Repair.
 - 4. Storage.
 - b. Inspection, self-contained breathing apparatus for emergency use shall be inspected monthly.
 - 1. Fully charged cylinders.
 - 2. Regulator and warning device operation.
 - 3. Condition of face piece and connections.
 - 4. Rubber parts shall be maintained to keep them pliable and prevent deterioration.
 - c. Routinely used SCBA's shall be collected, cleaned and disinfected as frequently as necessary to insure proper protection is provided.
- 5. Persons assigned tasks that requires use of self-contained breathing equipment shall be certified physically fit (medically cleared) for breathing equipment usage at least annually.
- 6. SCBA's should be worn when:
 - A. Any employee works near the top or on top of any tank unless test reveals less than 10 ppm of H2S.

- B. When breaking out any line where H2S can reasonably be expected.
- C. When sampling air in areas to determine if toxic concentrations of H2S exists.
- D. When working in areas where over 10 ppm H2S has been detected.
- E. At any time there is a doubt as to the H2S level in the area to be entered.

Rescue First aid for H2S poisoning

Do not panic!

Remain calm – think!

- 1. Don SCBA breathing equipment.
- 2. Remove victim(s) utilizing buddy system to fresh air as quickly as possible. (go up-wind from source or at right angle to the wind. Not down wind.)
- 3. Briefly apply chest pressure arm lift method of artificial respiration to clean the victim's lungs and to avoid inhaling any toxic gas directly from the victim's lungs.
- 4. Provide for prompt transportation to the hospital, and continue giving artificial respiration if needed.
- 5. Hospital(s) or medical facilities need to be informed, before-hand, of the possibility of H2S gas poisoning no matter how remote the possibility is.
- 6. Notify emergency room personnel that the victim(s) has been exposed to H2S gas.

Besides basic first aid, everyone on location should have a good working knowledge of artificial respiration.

Revised CM 6/27/2012

OXY Permian Delaware NM Basin Drilling & Completions Incident Reporting OXY Permian Crisis Team Hotline Notification

Person	Location	Office Phone	Cell/Mobile Phone
Drilling & Completions Department			
Drilling & Completions Manager: John Willis	Houston	(713) 366-5556	(713) 259-1417
Drilling Superintendent: Simon Benavides	Houston	(713) 215-7403	(832) 528-3547
Completions Superintendent: Chris Winter	Houston	(713) 366-5212	(806) 239-8774
Drilling Eng. Supervisor: Diego Tellez	Houston	(713) 350-4602	(713) 303-4932
Drilling Eng. Supervisor: Randy Neel	Houston	(713) 215-7987	(713) 517-5544
Completions Eng. Supervisor: Evan Hinkel	Houston	(713) 366-5436	(281) 236-6153
Drilling & Completions HES Lead. Ryan Green	Houston	713-336-5753	281-520-5216
Drilling & Completions HES Advisor:Kenny Williams	Carlsbad	(432) 686-1434	(337) 208-0911
Drilling & Completions HES Advisor:Kyle Holden	Carlsbad	(432) 686-1435	(661) 369-5328
Drilling & Completions HES Advisor Sr:Dave Schmidt	Carlsbad		(559) 310-8572
Drilling & Completions HES Advisor. :Seth Doyle	Carlsbad		(337) 499-0756
HES / Enviromental & Regulatory Department	Location	Office	Cell Phone
Jon Hamil-HES Manager	Houston	(713) 497-2494	(832) 537-9885
Mark Birk-HES Manager	Houston	(713) 350-4615	(949) 413-3127
Austin Tramell	Midland	(432) 699-4208	(575) 499-4919
Rico Munoz	Midland	(432) 699-8366	(432) 803-4116
Amber DuckWorth	Midland		(832) 966-1879
Kelley Montgomery- Regulatory Manager	Houston	(713) 366-5716	(832) 454-8137
Sandra Musallam -Regulatory Lead	Houston	+1 (713) 366-5106	+1 (713) 504-8577
Bishop, Steve-DOT Pipeline Coordinator	Midland	432-685-5614	
Wilson, Dusty-Safety Advisor	Midland	432-685-5771	(432) 254-2336
John W Dittrich Eniromental Advisor	Midland		(575) 390-2828
William (Jack) Calhoun-Environmental Lead	Houston	+713 (350) 4906	(281) 917-8571
Robert Barrow-Risk Engineer Manager	Houston	(713) 366-5611	(832) 867-5336
Sarah Holmes-HSE Cordinator	Midland	432-685-5758	
Administrative	Location	Office	
Sarah Holmes	Midland	432-685-5830	
Robertson, Debbie	Midland	432-685-5812	
Laci Hollaway	Midland	(432) 685-5716	(432) 631-6341
Administrative	Location	Office	
Rosalinda Escajeda	Midland	432-685-5831	
Moreno, Leslie (contract)	Hobbs	575-397-8247	

Sehon, Angela (contractor)	Levelland	806-894-8347	
Vasquez, Claudia (contractor)	North Cowden	432-385-3120	
XstremeMD	Location	Office	
Medical Case Management	Orla, TX	(337) 205-9314	
Axiom Medical Consulting	Location	Office	
Medical Case Management		(877) 502-9466	
Regulatory Agencies			
Bureau of Land Management	Carlsbad, NM	(505) 887-6544	
Bureau of Land Management	Hobbs, NM	(505) 393-3612	
Bureau of Land Management	Roswell, NM	(505) 393-3612	
Bureau of Land Management	Santa Fe, NM	(505) 988-6030	
DOT Juisdictional Pipelines-Incident Reporting New Mexico Public Regulaion Commission	Santa Fe, NM	(505) 827-3549 (505) 490-2375	
DOT Juisdictional Pipelines-Incident Reporting Texas Railroad Commission	Austin, TX	(512) 463-6788	
EPA Hot Line	Dallas, Texas	(214) 665-6444	
Federal OSHA, Area Office	Lubbock, Texas	(806) 472-7681	
National Response Center	Washington, D. C.	(800) 424-8802	
National Infrastructure Coordinator Center	8,	(202) 282-9201	
New Mexico Air Quality Bureau	Santa Fe, NM	(505) 827-1494	
		(4 4 4 7 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4	After Hours (505) 370-
New Mexico Oil Conservation Division	Artesia, NM	(505) 748-1283	7545
New Mexico Oil Conservation Division	Hobbs, NM	(505) 393-6161	
New Mexico Oil Conservation Division	Santa Fe, NM	(505) 471-1068	
New Mexico OCD Environmental Bureau	Santa Fe, NM	(505) 476-3470	
New Mexico Environmental Department	Hobbs, NM	(505) 827-9329	
NM State Emergency Response Center	Santa Fe, NM	(505) 827-9222	
Railroad Commission of TX	District 1 San Antonio, TX	(210) 227-1313	
Railroad Commission of TX	District 7C San Angelo, TX	(325) 657-7450	
Railroad Commission of TX	District 8, 8A Midland, TX	(432) 684-5581	
Texas Emergency Response Center	Austin, TX	(512) 463-7727	
TCEQ Air	Region 2 Lubbock, TX	(806) 796-3494	
TCEQ Water/Waste/Air	Region 3 Abilene, TX	(325) 698-9674	
TCEQ Water/Waste/Air	Region 7 Midland, TX	(432) 570-1359	
TCEQ Water/Waste/Air	Region 9 San Antonio, TX	(512) 734-7981	
TCEQ Water/Waste/Air	Region 8 San Angelo	(325) 655-9479	
Medical Facilities			
Abernathy Medical Clinic	Abernathy, TX	(806) 298-2524	
Alliance Hospital	Odessa, TX	(432) 550-1000	
Artesia General Hospital	Artesia, NM	(505) 748-3333	
Brownfield Regional Medical Center	Brownfield, TX	(806) 637-3551	
Cogdell Memorial Hospital	Snyder, TX	(325) 573-6374	
Covenant Hospital Levelland	Levelland, TX	(806) 894-4963	

Covenant Medical Center	Lubbock, TX	(806) 725-1011
Covenant Medical Center Lakeside	Lubbock, TX	(806) 725-6000
Covenant Family Health	Synder, TX	(325) 573-1300
Crockett County Hospital	Ozona, TX	(325) 392-2671
Guadalupe Medical Center	Carlsbad, NM	(505) 887-6633
Lea Regional Hospital	Hobbs, NM	(505) 492-5000
McCamey Hospital	McCamey, TX	(432) 652-8626
Medical Arts Hospital	Lamesa, TX	(806) 872-2183
Medical Center Hospital	Odessa, TX	(432) 640-4000
Medi Center Hospital	San Angelo, TX	(325) 653-6741
Memorial Hospital	Ft. Stockton	(432) 336-2241
•	Seminole, TX	(432) 758-5811
Memorial Hospital Midland Memorial Hospital	Midland, TX	
Ť		(432) 685-1111
Nor-Lea General Hospital	Lovington, NM	(505) 396-6611
Odessa Regional Hospital	Odessa, TX	(432) 334-8200
Permian General Hospital	Andrews, TX	(432) 523-2200
Reagan County Hospital	Big Lake, TX	(325) 884-2561
Reeves County Hospital	Pecos, TX	(432) 447-3551
Shannon Medical Center	San Angelo, TX	(325) 653-6741
Union County General Hospital	Clayton, NM	(505) 374-2585
University Medical Center	Lubbock, TX	(806) 725-8200
Val Verde Regional Medical Center	Del Rio, TX	(830) 775-8566
Ward Memorial Hospital	Monahans, TX	(432) 943-2511
Yoakum County Hospital	Denver City, TX	(806) 592-5484
Law Enforcement - Sheriff		
Andrews Cty Sheriff's Department	Andrews County(Andrews)	(432) 523-5545
Crane Cty Sheriff's Department	Crane, County (Crane)	(432) 558-3571
Crockett Cty Sheriff's Department	Crockett County (Ozona)	(325) 392-2661
Dawson Cty Sheriff's Department	Dawson County (Lamesa)	(806) 872-7560
Ector Cty Sheriff's Department	Ector County (Odessa)	(432) 335-3050
Eddy Cty Sheriff's Department	Eddy County (Artesia)	(505) 746-2704
Eddy Cty Sheriff's Department	Eddy County (Carlsbad)	(505) 887-7551
Gaines Cty Sheriff's Department	Gaines County (Seminole)	(432) 758-9871
Hockley Cty Sheriff's Department	Hockley County(Levelland)	(806) 894-3126
Kent Cty (Jayton City Sheriff's Dept.)	Kent County(Jayton)	(806) 237-3801
Lea Cty Sheriff's Department	Lea County (Eunice)	(505) 384-2020
Lea Cty Sheriff's Department	Lea County (Hobbs)	(505) 393-2515
Lea Cty Sheriff's Department	Lea County (Lovington)	(505) 396-3611
Lubbock Cty Sheriff's Department	Lubbock Cty (Abernathy)	(806) 296-2724
Midland Cty Sheriff's Department	Midland County (Midland)	(432) 688-1277
Pecos Cty Sheriff's Department	Pecos County (Iraan)	(432) 639-2251
Reeves Cty Sheriff's Department	Reeves County (Pecos)	(432) 445-4901
Scurry Cty Sheriff's Department	Scurry County (Snyder)	(325) 573-3551
Scurry Cty Sheriff's Department	Scurry County (Snyder)	(343) 373-3331

Terry Cty Sheriff's Department	Terry County (Brownfield)	(806) 637-2212	
·			
Union Cty Sheriff's Department	Union County (Clayton) Upton County (Rankin)	(505) 374-2583	
Upton Cty Sheriff's Department		(432) 693-2422	
Ward Cty Sheriff's Department	Ward County (Monahans)	(432) 943-3254	
Yoakum City Sheriff's Department	Yoakum Co. (Denever City)	(806) 456-2377	
Law Enforcement - Police			
Abernathy City Police	Abernathy, TX	(806) 298-2545	
Andrews City Police	Andrews, TX	(432) 523-5675	
Artesia City Police	Artesia, NM	(505) 746-2704	
Brownfield City Police	Brownfield, TX	(806) 637-2544	
Carlsbad City Police	Carlsbad, NM	(505) 885-2111	
Clayton City Police	Clayton, NM	(505) 374-2504	
Denver City Police	Denver City, TX	(806) 592-3516	
Eunice City Police	Eunice, NM	(505) 394-2112	
		(505) 397-9265 (505)	
Hobbs City Police	Hobbs, NM	393-2677	
Jal City Police	Jal, NM	(505) 395-2501	
Jayton City Police	Jayton, TX	(806) 237-3801	
Lamesa City Police	Lamesa, TX	(806) 872-2121	
Levelland City Police	Levelland, TX	(806) 894-6164	
Lovington City Police	Lovington, NM	(505) 396-2811	
Midland City Police	Midland, TX	(432) 685-7113	
Monahans City Police	Monahans, TX	(432) 943-3254	
Odessa City Police	Odessa, TX	(432) 335-3378	
Seminole City Police	Seminole, TX	(432) 758-9871	
Snyder City Police	Snyder, TX	(325) 573-2611	
Sundown City Police	Sundown, TX	(806) 229-8241	
Law Enforcement - FBI			
FBI	Alburqueque, NM	(505) 224-2000	
FBI	Midland, TX	(432) 570-0255	
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Law Enforcement - DPS			
NM State Police	Artesia, NM	(505) 746-2704	
NM State Police	Carlsbad, NM	(505) 885-3137	
NM State Police	Eunice, NM	(505) 392-5588	
NM State Police	Hobbs, NM	(505) 392-5588	
NM State Police	Clayton, NM	(505) 374-2473; 911	
TX Dept of Public Safety	Andrews, TX	(432) 524-1443	
TX Dept of Public Safety	Big Lake, TX	(325) 884-2301	
TX Dept of Public Safety	Brownfield, TX	(806) 637-2312	
TX Dept of Public Safety	Iraan, TX	(432) 639-3232	
TX Dept of Public Safety	Lamesa, TX	(806) 872-8675	
TX Dept of Public Safety	Levelland, TX	(806) 894-4385	

TV Dent of Dublic Cofety	Lukhaalt TV	(806) 747 4401
TX Dept of Public Safety	Lubbock, TX	(806) 747-4491
TX Dept of Public Safety	Midland, TX	(432) 697-2211
TX Dept of Public Safety	Monahans, TX	(432) 943-5857
TX Dept of Public Safety	Odessa, TX	(432) 332-6100
TX Dept of Public Safety	Ozona, TX	(325) 392-2621
TX Dept of Public Safety	Pecos, TX	(432) 447-3533
TX Dept of Public Safety	Seminole, TX	(432) 758-4041
TX Dept of Public Safety	Snyder, TX	(325) 573-0113
TX Dept of Public Safety	Terry County TX	(806) 637-8913
TX Dept of Public Safety	Yoakum County TX	(806) 456-2377
Firefighting & Rescue		
Abernathy	Abernathy, TX	(806) 298-2022
Amistad/Rosebud	Amistad/Rosebud, NM	(505) 633-9113
		(432) 523-4820; (432)
Andrews	Andrews, TX	523-3111
Artesia	Artesia, NM	(505) 746-5051
Big Lake	Big Lake, TX	(325) 884-3650
Brownfield-Administrative & other calls	Brownfield, TX	(816) 637-4547
Brownfield emergency only	Brownfield, TX	-911
Carlsbad	Carlsbad, NM	(505) 885-3125
Clayton	Clayton, NM	(505) 374-2435
Cotton Center	Cotton Center, TX	(806) 879-2157
Crane	Crane, TX	(432) 558-2361
Del Rio	Del Rio, TX	(830) 774-8650
Denver City	Denver City, TX	(806) 592-3516
Eldorado	Eldorado, TX	(325) 853-2691
Eunice	Eunice, NM	(505) 394-2111
Garden City	Garden City, TX	(432) 354-2404
Goldsmith	Goldsmith, TX	(432) 827-3445
Hale Center	Hale Center, TX	(806) 839-2411
Halfway	Halfway, TX	
Hobbs	Hobbs, NM	(505) 397-9308
Jal	Jal, NM	(505) 395-2221
Jayton	Jayton, TX	(806) 237-3801
Kermit	Kermit, TX	(432) 586-3468
Lamesa	Lamesa, TX	(806) 872-4352
Levelland	Levelland, TX	(806) 894-3154
Lovington	Lovington, NM	(505) 396-2359
Maljamar	Maljamar, NM	(505) 676-4100
McCamey	McCamey, TX	(432) 652-8232
Midland	Midland, TX	(432) 685-7346
Monahans	Monahans, TX	(432) 943-4343
Nara Visa	Nara Visa, NM	(505) 461-3300
Notrees	Notress, TX	(432) 827-3445
HOUSE	INOUCSS, IA	(1 32) (21-3 41 3

Odessa	Odessa, TX	(432) 335-4659	
Ozona	Ozona, TX	(325) 392-2626	
Pecos	Pecos, TX	(432) 445-2421	
Petersburg	Petersburg, TX	(806) 667-3461	
Plains	Plains, TX	(806) 456-8067	
Plainview	Plainview, TX	(806) 296-1170	
Rankin	Rankin, TX	(432) 693-2252	
San Angelo	San Angelo, TX	(325) 657-4355	
Sanderson	Sanderson, TX	(432) 345-2525	
Sunderson	Sunderson, 17	(432) 758-3676	
Seminole	Seminole, TX	(432) 758-9871	
Smyer	Smyer, TX	(806) 234-3861	
Snyder	Snyder, TX	(325) 573-6215	
Sundown	Sundown, TX	911	
Tucumcari	Tucumcari, NM	911	
West Odessa	Odessa, TX	(432) 381-3033	
.,	0.000000	(102) 000 0000	
Ambulance			
Abernathy Ambulance	Abernathy, TX	(806) 298-2241	
Amistad/Rosebud	Amistad/Rosebud, NM	(505) 633-9113	
Andrews Ambulance	Andrews, TX	(432) 523-5675	
Artesia Ambulance	Artesia, NM	(505) 746-2701	
Big Lake Ambulance	Big Lake, TX	(325) 884-2423	
Big Spring Ambulance	Big Spring, TX	(432) 264-2550	
Brownfield Ambulance	Brownfield, TX	(806) 637-2511	
Carlsbad Ambulance	Carlsbad, NM	(505) 885-2111; 911	
Clayton, NM	Clayton, NM	(505) 374-2501	
Denver City Ambulance	Denver City, TX	(806) 592-3516	
Eldorado Ambulance	Eldorado, TX	(325) 853-3456	
Eunice Ambulance	Eunice, NM	(505) 394-3258	
Goldsmith Ambulance	Goldsmith, TX	(432) 827-3445	
Hobbs, NM	Hobbs, NM	(505) 397-9308	
Jal, NM	Jal, NM	(505) 395-2501	
Jayton Ambulance	Jayton, TX	(806) 237-3801	
Lamesa Ambulance	Lamesa, TX	(806) 872-3464	
Levelland Ambulance	Levelland, TX	(806) 894-8855	
Lovington Ambulance	Lovington, NM	(505) 396-2811	
McCamey Hospital	McCamey, TX	(432) 652-8626	
Midland Ambulance	Midland, TX	(432) 685-7499	
	,	(432) 943-3385 or	
Monahans Ambulance	Monahans, TX	3731	
Nara Visa, NM	Nara Visa, NM	(505) 461-3300	
Odessa Ambulance	Odessa, TX	(432) 335-3378	
Ozona Ambulance	Ozona, TX	(325) 392-2671	
Pecos Ambulance	Pecos, TX	(432) 445-4444	

Rankin Ambulance	Rankin, TX	(432) 693-2443	
San Angelo Ambulance	San Angelo, TX	(325) 657-4357	
		(432) 758-8816	
Seminole Ambulance	Seminole, TX	(432) 758-9871	
Snyder Ambulance	Snyder, TX	(325) 573-1911	
Stanton Ambulance	Stanton, TX	(432) 756-2211	
Sundown Ambulance	Sundown, TX	911	
Tucumcari, NM	Tucumcari, NM	911	
Medical Air Ambulance Service			
AEROCARE - Methodist Hospital	Lubbock, TX	(800) 627-2376	
San Angelo Med-Vac Air Ambulance	San Angelo, TX	(800) 277-4354	
Southwest Air Ambulance Service	Stanford, TX	(800) 242-6199	
Southwest MediVac	Snyder, TX	(800) 242-6199	
Southwest MediVac	Hobbs, NM	(800) 242-6199	
Odessa Care Star	Odessa, TX	(888) 624-3571	
NWTH Medivac	Amarillo, TX	(800) 692-1331	

WORKING DRAFT ONLY - March 16, 2022

4-String Design - Open Int 1 x Int 2 Annulus

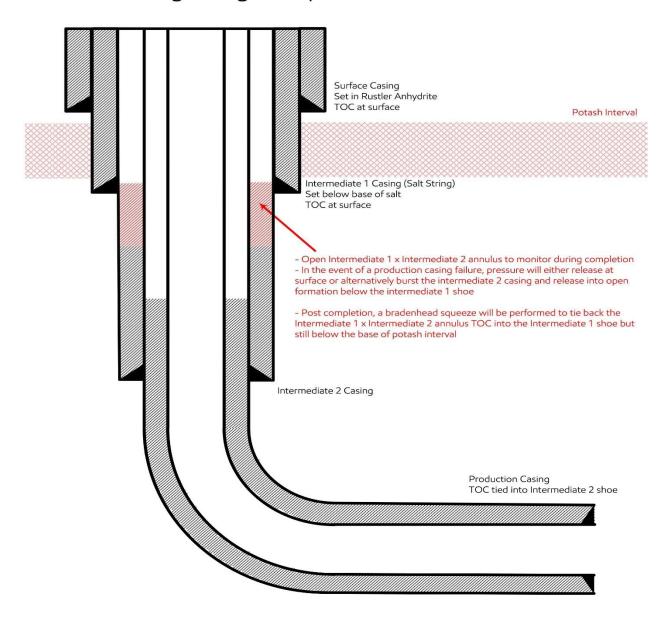


Figure C] 4 – String – Un Cemented Annulus

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State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

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

	N	ATURAL G	AS MANA	GEMENT PI	LAN		
This Natural Gas Manag	gement Plan m	ust be submitted w	vith each Applicat	tion for Permit to I	Orill (APD) for a	new o	recompleted well.
		Section E	1 – Plan D ffective May 25,	escription 2021			
I. Operator: OXY US	A INC.		OGRID: <u>16</u>	6696	Date:	1 2/	0 8/ 2 2
II. Type: ☑ Original □	☐ Amendment	due to □ 19.15.27	7.9.D(6)(a) NMA	C □ 19.15.27.9.D((6)(b) NMAC □	Other.	
If Other, please describe	::						
III. Well(s): Provide the be recompleted from a s					wells proposed to	be dri	lled or proposed to
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	P	Anticipated roduced Water BBL/D
SEE ATTACHED							
IV. Central Delivery Pov. Anticipated Schedul proposed to be recompled	le: Provide the	following informa			-		7.9(D)(1) NMAC] osed to be drilled or
Well Name	API	Spud Date	TD Reached Date	Completion Commencement			First Production Date
SEE ATTACHED							
VI. Separation Equipm VII. Operational Prac Subsection A through F VIII. Best Management during active and planne	tices: Attac of 19.15.27.8	h a complete desc NMAC.	cription of the ac	tions Operator wil	l take to comply	with t	he requirements of

Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

Beginning April 1, 2022, an operator that is not in compliance with its statewide natural gas capture requirement for the applicable reporting area must complete this section.

☑ Operator certifies that it is not required to complete this section because Operator is in compliance with its statewide natural gas capture requirement for the applicable reporting area.

IX. Anticipated Natural Gas Production:

W			API Anticipated Average Natural Gas Rate MCF/D	
X. Natural Gas Ga	thering System (NG	GS):		
Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in
roduction operation ne segment or porti III. Line Capacity	ns to the existing or p on of the natural gas . The natural gas gat	lanned interconnect of t gathering system(s) to	the natural gas gathering syste which the well(s) will be com will not have capacity to g	ticipated pipeline route(s) connecting the em(s), and the maximum daily capacity of nected. ather 100% of the anticipated natural gas
				ed to the same segment, or portion, of the line pressure caused by the new well(s).
Attach Operator'	s plan to manage pro	duction in response to t	he increased line pressure.	
ection 2 as provide	ed in Paragraph (2) of		27.9 NMAC, and attaches a f	SA 1978 for the information provided in full description of the specific information

Section 3 - Certifications Effective May 25, 2021

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal:

Departor will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system; or ☐ Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system. If Operator checks this box, Operator will select one of the following: Well Shut-In.

Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or Venting and Flaring Plan.

Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including: power generation on lease; (a) power generation for grid; **(b)** compression on lease; (c) (d) liquids removal on lease: reinjection for underground storage; (e) reinjection for temporary storage;

- **(f)**
- reinjection for enhanced oil recovery; (g)
- fuel cell production; and (h)
- other alternative beneficial uses approved by the division. (i)

Section 4 - Notices

- 1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:
- Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or
- Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.
- 2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

Page 8

I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

Signature: Leslie T. Reeves
Printed Name: LESLIE REEVES
Title: REGULATORY MANAGER
E-mail Address: LESLIE_REEVES@OXY.COM
Date: 12/8/2022
Phone: 713-497-2492
OIL CONSERVATION DIVISION (Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:

III. Well(s)

Well Name API		WELL LOCATION (ULSTR)	Footages	ANTICIPATED OIL BBL/D	ANTICIPATED GAS MCF/D	ANTICIPATED PROD WATER BBL/D	
VANADIUM 32 STATE 4H	PENDING	O-29-T23S-R31E	620' FSL 2038' FEL	3200	4200	5000	
VANADIUM 32 STATE 5H	PENDING	O-29-T23S-R31E	620' FSL 2008' FEL	3200	4200	5000	
VANADIUM 32 STATE 175H	PENDING	O-29-T23S-R31E	500' FSL 1417' FEL	2000	4300	4600	
VANADIUM 32 STATE 176H	PENDING	O-29-T23S-R31E	472' FSL 1405' FEL	2000	4300	4600	

V. Anticipated Schedule

Well Name	API	Spud Date	TD Reached Date	Completion Commencement Date	Initial Flow Back Date	First Production Date
VANADIUM 32 STATE 4H	PENDING	3/1/2023	5/7/2023	5/7/2023	6/13/2023	6/14/2023
VANADIUM 32 STATE 5H	PENDING	3/1/2023	5/20/2023	5/27/2023	6/13/2023	6/14/2023
VANADIUM 32 STATE 175H	PENDING	3/1/2023	5/8/2023	5/20/2023	6/12/2023	6/13/2023
VANADIUM 32 STATE 176H	PENDING	3/1/2023	4/26/2023	5/20/2023	6/12/2023	6/13/2023

Part VI. Separation Equipment

Operator will size the flowback separator to handle 11,000 Bbls of fluid and 6-10MMscfd which is more than the expected peak rates for these wells. Each separator is rated to 1440psig, and pressure control valves and automated communication will cause the wells to shut in in the event of an upset at the facility, therefore no gas will be flared on pad during an upset. Current Oxy practices avoid use of flare or venting on pad, therefore if there is an upset or emergency condition at the facility, the wells will immediately shut down, and reassume production once the condition has cleared.

VII. Operational Practices

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, where a gas transporter system is in place. The gas produced from production facility is dedicated to Enterprise Field Services, LLC ("Enterprise") and is connected to Enterprise low/high pressure gathering system located in Eddy County, New Mexico. OXY USA INC. ("OXY") provides (periodically) to Enterprise a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, OXY and Enterprise have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at Enterprise's Processing Plant located in Sec. 36, Twn. 24S, Rng. 30E, Eddy 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 Enterprise system at that time. Based on current information, it is OXY'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.

VIII. Best Management Practices

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
 - Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- •NGL Removal On lease
 - Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines

OXY USA Inc APD ATTACHMENT: SPUDDER RIG DATA

OPERATOR NAME / NUMBER: OXY USA Inc

1. SUMMARY OF REQUEST:

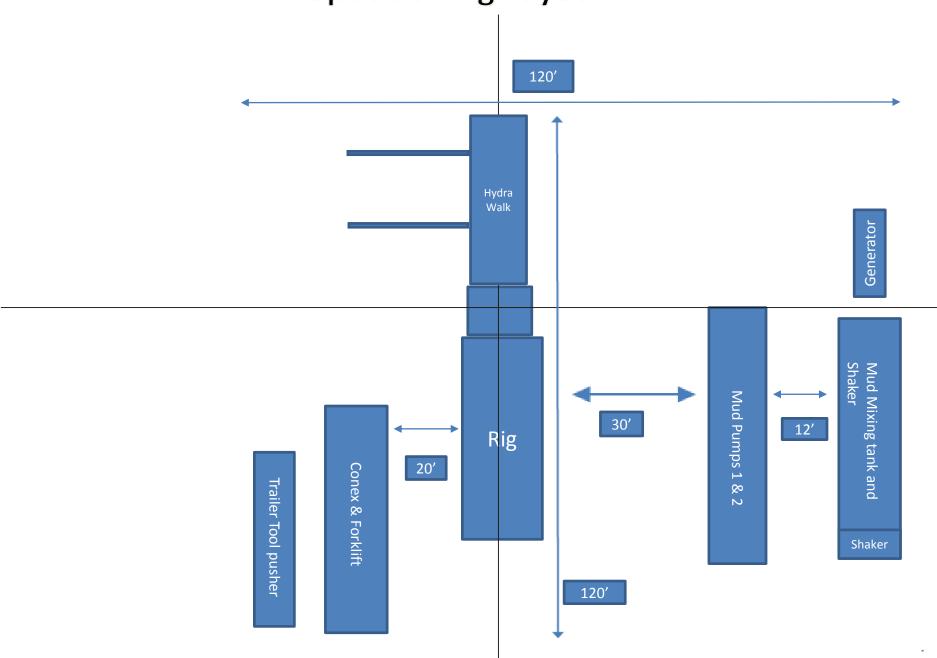
Oxy USA respectfully requests approval for the following operations for the surface hole in the drill plan:

1. Utilize a spudder rig to pre-set surface casing for time and cost savings.

2. Description of Operations

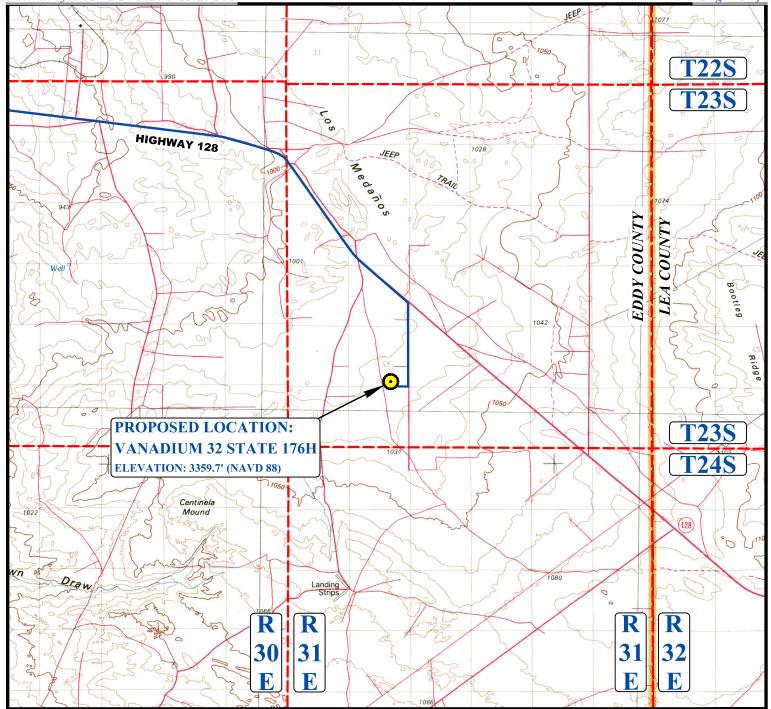
- 1. Spudder rig will move in to drill the surface hole and pre-set surface casing on the well.
 - **a.** After drilling the surface hole section, the spudder rig will run casing and cement following all of the applicable rules and regulations (OnShore Order 2, all COAs and NMOCD regulations).
 - **b.** The spudder rig will utilize fresh water-based mud to drill the surface hole to TD. Solids control will be handled entirely on a closed loop basis. No earth pits will be used.
- 2. The wellhead will be installed and tested as soon as the surface casing is cut off and the WOC time has been reached.
- **3.** A blind flange at the same pressure rating as the wellhead will be installed to seal the wellbore. Pressure will be monitored with needle valves installed on two wingvalves.
 - **a.** A means for intervention will be maintained while the drilling rig is not over the well.
- **4.** Spudder rig operations are expected to take 2-3 days per well on the pad.
- 5. The BLM will be contacted and notified 24 hours prior to commencing spudder rig operations.
- **6.** Drilling operations will begin with a larger rig and a BOP stack equal to or greater than the pressure rating that was permitted will be nippled up and tested on the wellhead before drilling operations resume on each well.
 - **a.** The larger rig will move back onto the location within 90 days from the point at which the wells are secured and the spudder rig is moved off location.
 - **b.** The BLM will be contacted / notified 24 hours before the larger rig moves back on the pre-set locations.
- **7.** Oxy will have supervision on the rig to ensure compliance with all BLM and NMOCD regulations and to oversee operations.
- **8.** Once the rig is removed, Oxy will secure the wellhead area by placing a guard rail around the cellar area.

Spudder Rig Layout



Intent	X	As Dril	led												
API #	015														
Operator Name:						Prop	Property Name:							Well Number	
OXY USA INC.						VAN	NADIL	JM 3	2 S	ГАТЕ				176H	
Kick C	off Point	(KOP)													
UL P	Section 29	Township 23S	Range 31E	Lot	Feet 300	From N/S FSL		Feet 560		From E/W		County EDDY			
	Latitude Long 32.269003 -10						3103	3					NAD NAD83		
First Take Point (FTP)															
UL A	Section 32	Township 23S	Range 31E	Lot	Feet 100		From N/S FNL		Feet 560		From E/W		County EDDY		
					Longitu	gitude 03.793101							NAD83		
					1										
Last T	ake Poin	t (LTP)													
UL B	Section 32	Township 23S	Range 31E	Lot	Feet From N/S Feet From E/W County 100 FNL 2560 FEL EDDY										
-					Longitu -103								.D83		
700						<u> </u>									
								_		_					
Is this well the defining well for the Horizontal Spacing Unit?															
Is this well an infill well? YES YES															
If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.															
API #	015]												
30-015 Operator Name:						Property Name:								Well Number	
OXY USA INC.						VANADIUM 32 STATE								175H	

KZ 06/29/2018



PROCEED FROM THE JUNCTION OF JAYDERS ROAD AND U.S. HIGHWAY 285 IN LOVING, NEW MEXICO ALONG U.S. HIGHWAY 285 IN A NORTHERLY DIRECTION APPROXIMATELY 0.6 MILES TO THE JUNCTION OF THIS ROAD AND $8^{\rm TH}$ STREET TO THE NORTH; TURN RIGHT AND PROCEED IN A NORTHERLY DIRECTION APPROXIMATELY 1.4 MILES TO THE JUNCTION OF THIS ROAD AND HIGHWAY 31 TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY, THEN NORTHEASTERLY DIRECTION APPROXIMATELY 6.5 MILES TO THE JUNCTION OF THIS ROAD AND HIGHWAY 128 TO THE SOUTHEAST: TURN RIGHT AND PROCEED IN A SOUTHEASTERLY, THEN NORTHEASTERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 13.9 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 1.4 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE WEST; TURN RIGHT AND PROCEED IN A WESTERLY DIRECTION APPROXIMATELY 0.3 MILES TO THE BEGINNING OF THE PROPOSED ACCESS ROAD TO THE NORTHWEST; FOLLOW ROAD FLAGS IN A NORTHWESTERLY DIRECTION APPROXIMATELY 38' TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM LOVING, NEW MEXICO TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 24.1 MILES.

LEGEND:





UELS, LLC Corporate Office * 85 South 200 East Vernal, UT 84078 * (435) 789-1017

OXY USA INC.

VANADIUM 32 STATE 176H 472' FSL 1405' FEL SW 1/4 SE 1/4, SECTION 29, T23S, R31E, N.M.P.M.

EDDY COUNTY, NEW MEXICO

SURVEYED BY C.T., C.S. 11-09-22 SCALE **DRAWN BY** 11-10-22 1:100,000**VICINITY MAP**