

Form 3160-3
(June 2015)FORM APPROVED
OMB No. 1004-0137
Expires: January 31, 2018UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of work: ☐ DRILL ☐ REENTER		5. Lease Serial No.
1b. Type of Well: ☐ Oil Well ☐ Gas Well ☐ Other		6. If Indian, Allottee or Tribe Name
1c. Type of Completion: ☐ Hydraulic Fracturing ☐ Single Zone ☐ Multiple Zone		7. If Unit or CA Agreement, Name and No.
2. Name of Operator		8. Lease Name and Well No.
3a. Address		9. API Well No. 30-025-54321
3b. Phone No. (include area code)		10. Field and Pool, or Exploratory
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface At proposed prod. zone		11. Sec., T. R. M. or Blk. and Survey or Area
14. Distance in miles and direction from nearest town or post office*		12. County or Parish
		13. State
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No of acres in lease	17. Spacing Unit dedicated to this well
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth	20. BLM/BIA Bond No. in file
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work will start*	23. Estimated duration
24. Attachments		

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable)

- | | |
|--|---|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification. |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be requested by the BLM. |

25. Signature	Name (Printed/Typed)	Date
Title		
Approved by (Signature)	Name (Printed/Typed)	Date
Title		
Office		

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

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

(Continued on page 2)

*(Instructions on page 2)



Approval Date: 12/11/2024

C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION		Revised July 9, 2024	
			Submittal Type:	☐ Initial Submittal
				☒ Amended Report
		☐ As Drilled		

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-54321	Pool Code 98150	Pool Name WC-025 G-08 S263620C; LOWER BONE SPRING
Property Code 336861	Property Name RAE'S CREEK FED COM 25 36 22	Well Number 095H
OGRID No. 228937	Operator Name MATADOR PRODUCTION COMPANY	Ground Level Elevation 3051'
Surface Owner: ☐ State ☐ Fee ☐ Tribal ☐ Federal		Mineral Owner: ☐ State ☐ Fee ☐ Tribal ☐ Federal

Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude	Longitude	County
O	22	25-S	36-E	-	200' S	1760' E	N 32.1091419	W 103.2501764	LEA

Bottom Hole Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude	Longitude	County
B	15	25-S	36-E	-	110' N	1650' E	N 32.1373050	W 103.2497942	LEA

Dedicated Acres 320	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidated Code
Order Numbers			Well Setbacks are under Common Ownership: ☐ Yes ☐ No	

Kick Off Point (KOP)

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude	Longitude	County
B	27	25-S	36-E	-	400' N	1650' E	N 32.1074926	W 103.2498218	LEA

First Take Point (FTP)

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude	Longitude	County
O	22	25-S	36-E	-	100' S	1650' E	N 32.1088669	W 103.2498212	LEA

Last Take Point (LTP)

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude	Longitude	County
B	15	25-S	36-E	-	110' N	1650' E	N 32.1373050	W 103.2497942	LEA

Unitized Area or Area of Uniform Interest	Spacing Unity Type ☐ Horizontal ☐ Vertical	Ground Floor Elevation
---	---	------------------------

OPERATOR CERTIFICATION

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

If this well is a horizontal well, I further certify that this organization has received The consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.

Nicky Fitzgerald

1/27/2025

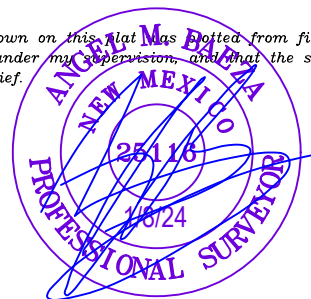
Signature
Nicky Fitzgerald

Print Name
nicky.fitzgerald@matadorresources.com

E-mail Address

SURVEYORS CERTIFICATION

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



Signature and Seal of Professional Surveyor Date

Certificate Number Date of Survey
11/03/2022

C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024 Submittal Type: ☐ Initial Submittal ☒ Amended Report ☐ As Drilled
Property Name and Well Number RAE'S CREEK FED COM 25 36 22 095H		

SURFACE LOCATION (SHL)

NEW MEXICO EAST
NAD 1983
X=876714 Y=405127
LAT.: N 32.1091419
LONG.: W 103.2501764
200' FSL 1760' FEL

KICK OFF POINT (KOP)

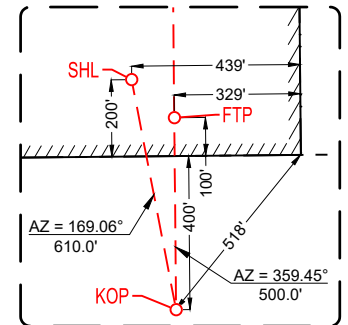
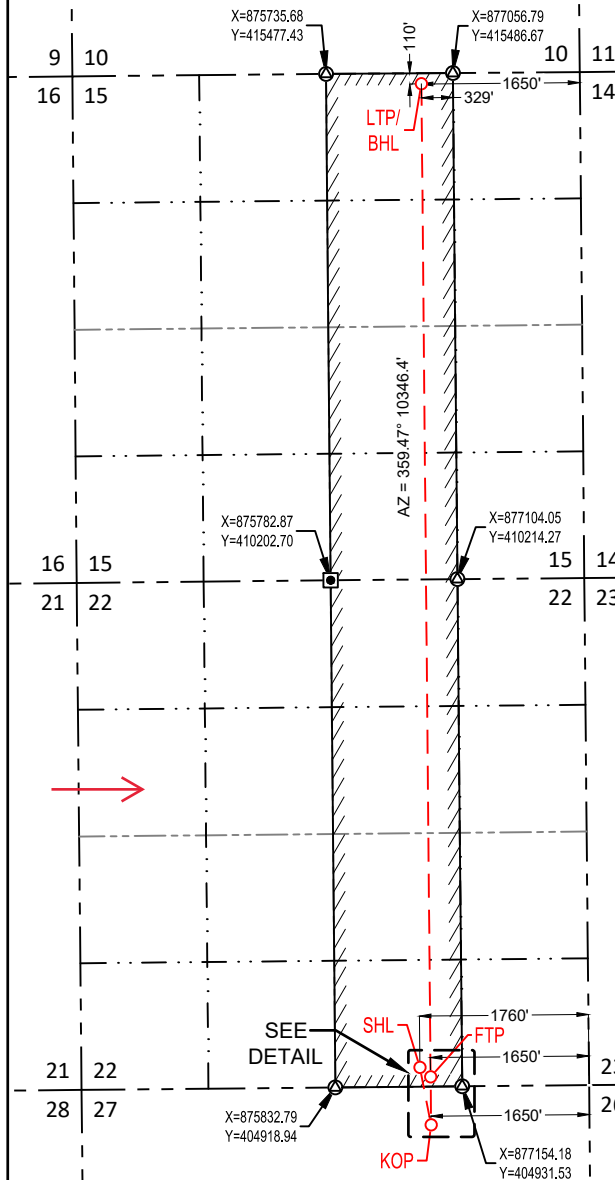
NEW MEXICO EAST
NAD 1983
X=876829 Y=404528
LAT.: N 32.1074926
LONG.: W 103.2498218
400' FNL 1650' FEL

FIRST TAKE POINT (FTP)

NEW MEXICO EAST
NAD 1983
X=876825 Y=405028
LAT.: N 32.1088669
LONG.: W 103.2498212
100' FSL 1650' FEL

**LAST TAKE POINT (LTP)
BOTTOM HOLE LOCATION (BHL)**

NEW MEXICO EAST
NAD 1983
X=876729 Y=415374
LAT.: N 32.1373050
LONG.: W 103.2497942
110' FNL 1650' FEL

**SURVEYORS CERTIFICATION**

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.
11/03/2022

Date of Survey

Signature and Seal of Professional Surveyor:



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

Submit Electronically
Via E-permitting

NATURAL GAS MANAGEMENT PLAN

This Natural Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted well.

Section 1 – Plan Description

Effective May 25, 2021

I. Operator: Matador Production Company **OGRID:** 228937 **Date:** 1/7/2025

II. Type: ☒ Original ☐ Amendment due to ☐ 19.15.27.9.D(6)(a) NMAC ☐ 19.15.27.9.D(6)(b) NMAC ☐ Other.

If Other, please describe: _____

III. Well(s): Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.

Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D
Rae's Creek 25 36 22 Fed Com #115H	TBD	O-22-25S-36E	200' FSL & 1,780' FEL	790	1,750	2,280
Rae's Creek 25 36 22 Fed Com #095H	TBD	O-22-25S-36E	200' FSL & 1,760' FEL	915	1,390	1,550
Rae's Creek 25 36 22 Fed Com #085H	TBD	O-22-25S-36E	200' FSL & 1,740' FEL	790	1,750	2,280

IV. Central Delivery Point Name: Peach TB [See 19.15.27.9(D)(1) NMAC]

V. Anticipated Schedule: Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.

Well Name	API	Spud Date	TD Reached Date	Completion Commencement Date	Initial Flow Back Date	First Production Date
Rae's Creek 25 36 22 Fed Com #115H	TBD	05/18/2025	07/07/2025	8/20/2025	9/08/2025	9/08/2025
Rae's Creek 25 36 22 Fed Com #095H	TBD	08/03/2025	09/05/2025	09/10/2025	10/01/2025	10/01/2025
Rae's Creek 25 36 22 Fed Com #085H	TBD	07/07/2025	08/02/2025	8/20/2025	9/05/2025	9/05/2025

VI. Separation Equipment: ☒ Attach a complete description of how Operator will size separation equipment to optimize gas capture.

VII. Operational Practices: ☒ Attach a complete description of the actions Operator will take to comply with the requirements of Subsection A through F of 19.15.27.8 NMAC.

VIII. Best Management Practices: ☒ Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.

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:

Well	API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of Natural Gas for the First Year MCF

X. Natural Gas Gathering System (NGGS):

Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in

XI. Map. ☐ Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) connecting the production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum daily capacity of the segment or portion of the natural gas gathering system(s) to which the well(s) will be connected.

XII. Line Capacity. The natural gas gathering system ☐ will ☐ will not have capacity to gather 100% of the anticipated natural gas production volume from the well prior to the date of first production.

XIII. Line Pressure. Operator ☐ does ☐ does not anticipate that its existing well(s) connected to the same segment, or portion, of the natural gas gathering system(s) described above will continue to meet anticipated increases in line pressure caused by the new well(s).

☐ Attach Operator's plan to manage production in response to the increased line pressure.

XIV. Confidentiality: ☐ Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the information provided in Section 2 as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and attaches a full description of the specific information for which confidentiality is asserted and the basis for such assertion.

Section 3 - Certifications**Effective May 25, 2021**

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

☒ Operator 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:

- (a) power generation on lease;
- (b) power generation for grid;
- (c) compression on lease;
- (d) liquids removal on lease;
- (e) reinjection for underground storage;
- (f) reinjection for temporary storage;
- (g) reinjection for enhanced oil recovery;
- (h) fuel cell production; and
- (i) other alternative beneficial uses approved by the division.

Section 4 - Notices

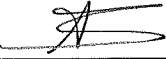
1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:

(a) 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

(b) 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.

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: 
Printed Name: Adrian Salinas
Title: Facilities Engineer
E-mail Address: adrian.salinas@matadorresources.com
Date: 1/07/2025
Phone: 832-314-0336
OIL CONSERVATION DIVISION (Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:

Addendum to Natural Gas Management Plan for Matador's

Rae's Creek 25 36 22 Fed Com #115H, Rae's Creek 25 36 22 Fed Com #095H Rae's Creek 25 36 22 Fed Com #085H

VI. Separation Equipment

Flow from the wells will be routed via a flowline to a 72"x15' three phase separator dedicated to the well. The first stage separators are sized with input from BRE ProMax and API 12J. Anticipated production rates can be seen in the below table. Liquid retention times at expected maximum rates will be >3 minutes. Gas will be routed from the first stage separator to sales. Hydrocarbon liquids are dumped from the first stage separator to one or more heater treaters. From the heater treaters, hydrocarbon liquid will be routed to Vapor Recovery Towers, then to storage tanks. Water is dumped from the first stage 3-phase separators and heater treaters to water storage tanks. The flash gas from the heater treater(s), vapor recovery towers and tanks will be captured by Vapor Recovery Units (VRUs) and routed to sales or to a compressor if the sales line pressure is higher than the VRU's maximum discharge pressure (~150 psi). Therefore, Matador has sized and staged our separation equipment to optimize gas capture, and our separation equipment is of sufficient size to handle the expected volumes of gas.

Well Name	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D
Rae's Creek 25 36 22 Fed Com #115H	790	1,750	2,280
Rae's Creek 25 36 22 Fed Com #095H	915	1,390	1,550
Rae's Creek 25 36 22 Fed Com #085H	790	1,750	2,280

VII. Operation Practices

Although not a complete recitation of all our efforts to comply with subsection A through F of 19.15.27.8 NMAC, a summary is as follows. During drilling, Matador will have a properly sized flare stack at least 100 feet from the nearest surface hole. During initial flowback we will route the flowback fluids into completion or storage tanks and, to the extent possible, flare rather than vent any gas. We will commence operation of a separator as soon as technically feasible and have instructed our team that we want to connect the gas to sales as soon as possible but not later than 30 days after initial flowback.

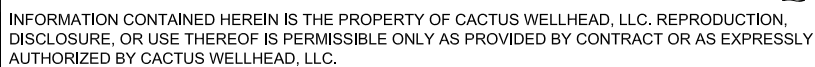
Regarding production operations, we have designed our production facilities to be compliant with the requirements of Part E of 19.15.27.8 NMAC. We will instruct our team to perform the AVOs on the frequency required under the rules. While the well is producing, we will take steps to minimize flaring during maintenance, as set forth below, and we have a process in place for the measuring of any flared gas and the reporting of any reportable flaring events.

VII. Best Management Practices

Steps are taken to minimize venting during active or planned maintenance when technically feasible including:

- Isolating the affected component and reducing pressure through process piping

- Blowing down the equipment being maintained to a control device
- Performing preventative maintenance and minimizing the duration of maintenance activities
- Shutting in sources of supply as possible
- Other steps that are available depending on the maintenance being performed



HBE0000176

PERFORMANCE DATA

API BTC

13.375 in

68.00 lbs/ft

J-55

Technical Data Sheet

Tubular Parameters

Size	13.375	in	Minimum Yield	55,000	psi
Nominal Weight	68.00	lbs/ft	Minimum Tensile	75,000	psi
Grade	J-55		Yield Load	1,069,000	lbs
PE Weight	66.10	lbs/ft	Tensile Load	1,458,000	lbs
Wall Thickness	0.480	in	Min. Internal Yield Pressure	3,500	psi
Nominal ID	12.415	in	Collapse Pressure	1,950	psi
Drift Diameter	12.259	in			
Nom. Pipe Body Area	19.445	in ²			

Connection Parameters

Connection OD	14.375	in
Coupling Length	10.625	in
Threads Per Inch	5.000	in
Standoff Thread Turns	1.000	
Make-Up Loss	4.513	in
Yield Load In Tension	---	lbs
Min. Internal Yield Pressure	3,500	psi

Printed on: February-13-2015

NOTE:

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



Wellbore Schematic

Well: Rae's Creek 25 36 22 Fed Com 095H
SHL: SEC. 22, T.-25S, R.-36E, 200' FSL, 1760' FEL
BHL: SEC. 15, T.-25S, R.-36E, 50' FNL, 2105' FEL
 Lea, NM
Wellhead: A - 13-5/8" 10M x 13-5/8" SOW
 B - 13-5/8" 10M x 13-5/8" 10M
 C - 13-5/8" 10M x 13-5/8" 10M
 Tubing Spool - 7-1/16" 15M x 13-3/8" 10M
Xmas Tree: 2-9/16" 10M
Tubing: 2-7/8" L-80 6.5# 8rd EUE

Co. Well ID: xxxxxx
AFE No.: xxxx-xxx
API No.: xxxxxxxxxxxx
GL: 3051
Field: Delaware
Objective: Third Bone Spring
TVD: 10980
MD: 21687
Rig: TBD **KB 27'**
E-Mail: DrillingCR@ameredev.com

Hole Size	Formation Tops		Logs	Cement	Mud Weight
17.5"	Rustler	1,294'		1,167 Sacks TOC 0'	8.4-8.6 ppg WBM
	13.375" 68# J-55 BTC	1,419'			
12.25"	Salado	1,773'		833 Sacks TOC 0'	7.5-9.4 Diesel Brine Emulsion
	DV Tool with ACP	3,300'		50% Excess	
	Tansill	3,300'			
	Capitan Reef	4,022'			
	Lamar	5,068'			
	Bell Canyon	5,214'			7.5-9.4 Diesel Brine Emulsion
	No Casing	5,193'			
9.875"	Brushy Canyon	6,734'			
	Bone Spring Lime	7,457'			
	First Bone Spring	9,296'			
	Second Bone Spring	9,665'			7.5-9.4 Diesel Brine Emulsion
	Third Bone Spring Upper	10,287'			
	7.625" 29.7# L-80HC BTC	10,412'		1,103 Sacks TOC 0'	
				50% Excess	
6.75"	Third Bone Spring	10,900'			10.5-12.5 ppg OBM
12° Build @ 10500 thru 11279	5.5" 23# P-110 USS-Eagle SFH	21687		1,688 Sacks TOC 0'	
	Target Third Bone Spring 10980 TVD // 21687 MD			25% Excess	

Casing Design and Safety Factor Check

Casing Specifications						
Segment	Hole ID	Depth	OD	Weight	Grade	Coupling
Surface	17.5	1,419'	13.375	68	J-55	BTC
Intermediate	9.875	10,412'	7.625	29.7	HCL-80	BTC
Prod Segment A	6.75	10500	5.5	23	P-110	SFH
Prod Segment B	6.75	21687	5.5	23	P-110	SFH

Check Surface Casing				
OD Cplg	Body	Joint	Collapse	Burst
<i>inches</i>	<i>1000 lbs</i>	<i>1000 lbs</i>	<i>psi</i>	<i>psi</i>
14.375	1,069	915	4,100	3,450
Safety Factors				
1.56	11.08	9.48	6.47	0.68
Check Intermediate Casing				
OD Cplg	Body	Joint	Collapse	Burst
<i>inches</i>	<i>1000 lbs</i>	<i>1000 lbs</i>	<i>psi</i>	<i>psi</i>
7.625	940	558	6700	9460
Safety Factors				
1.13	3.04	1.80	1.32	1.33
Check Prod Casing, Segment A				
OD Cplg	Body	Joint	Collapse	Burst
<i>inches</i>	<i>1000 lbs</i>	<i>1000 lbs</i>	<i>psi</i>	<i>psi</i>
5.777	728	655	12780	14360
Safety Factors				
0.49	1.69	1.52	1.87	2.01
Check Prod Casing, Segment B				
OD Cplg	Body	Joint	Collapse	Burst
<i>inches</i>	<i>1000 lbs</i>	<i>1000 lbs</i>	<i>psi</i>	<i>psi</i>
5.777	728	655	12780	14360
Safety Factors				
0.49	2.83	2.55	0.91	2.01



U. S. Steel Tubular Products

11/14/2018 9:02:57 AM

5.500" 23.00lbs/ft (0.415" Wall) USS RYS110 USS-EAGLE SFH™


MECHANICAL PROPERTIES	Pipe	USS-EAGLE SFH™	
Minimum Yield Strength	110,000	--	psi
Maximum Yield Strength	125,000	--	psi
Minimum Tensile Strength	120,000	--	psi
DIMENSIONS	Pipe	USS-EAGLE SFH™	
Outside Diameter	5.500	5.830	in.
Wall Thickness	0.415	--	in.
Inside Diameter	4.670	4.585	in.
Standard Drift	4.545	4.545	in.
Alternate Drift	--	4.545	in.
Nominal Linear Weight, T&C	23.00	--	lbs/ft
Plain End Weight	22.56	--	lbs/ft
SECTION AREA	Pipe	USS-EAGLE SFH™	
Critical Area	6.630	5.507	sq. in.
Joint Efficiency	--	83.1	%
PERFORMANCE	Pipe	USS-EAGLE SFH™	
Minimum Collapse Pressure	14,540	14,540	psi
External Pressure Leak Resistance	--	10,000	psi
Minimum Internal Yield Pressure	14,520	14,520	psi
Minimum Pipe Body Yield Strength	729,000	--	lbs
Joint Strength	--	606,000	lbs
Compression Rating	--	606,000	lbs
Reference Length	--	17,909	ft
Maximum Uniaxial Bend Rating	--	76.2	deg/100 ft
MAKE-UP DATA	Pipe	USS-EAGLE SFH™	
Make-Up Loss	--	6.65	in.
Minimum Make-Up Torque	--	16,600	ft-lbs
Maximum Make-Up Torque	--	19,800	ft-lbs
Maximum Operating Torque	--	28,000	ft-lbs

Legal Notice

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

U. S. Steel Tubular Products
460 Wildwood Forest Drive, Suite 300S
Spring, Texas 77380

1-877-893-9461
connections@uss.com
www.usstubular.com

Wellbore Schematic

Well: Rae's Creek 25 36 22 Fed Com 095H
SHL: SEC. 22, T.-25S, R.-36E, 200' FSL, 1760' FEL
BHL: SEC. 15, T.-25S, R.-36E, 50' FNL, 2105' FEL
 Lea, NM
Wellhead: A - 13-5/8" 10M x 13-5/8" SOW
 B - 13-5/8" 10M x 13-5/8" 10M
 C - 13-5/8" 10M x 13-5/8" 10M
 Tubing Spool - 7-1/16" 15M x 13-3/8" 10M
Xmas Tree: 2-9/16" 10M
Tubing: 2-7/8" L-80 6.5# 8rd EUE

Co. Well ID: xxxxxx
AFE No.: xxxx-xxx
API No.: xxxxxxxxxxxx
GL: 3051
Field: Delaware
Objective: Third Bone Spring
TVD: 10980
MD: 21687
Rig: TBD **KB 27'**
E-Mail: DrillingCR@ameredev.com

Hole Size	Formation Tops	Logs	Cement	Mud Weight
17.5"	Rustler 1,294' 13.375" 68# J-55 BTC 1,419'	1,167 Sacks TOC 0'	100% Excess	8.4-8.6 ppg WBM
12.25"	Salado 1,773' DV Tool with ACP 3,300' Tansill 3,300' Capitan Reef 4,022' Lamar 5,068' Bell Canyon 5,214' No Casing 5,193'	833 Sacks TOC 0'	50% Excess	7.5-9.4 Diesel Brine Emulsion
9.875"	Brushy Canyon 6,734' Bone Spring Lime 7,457' First Bone Spring 9,296' Second Bone Spring 9,665' Third Bone Spring Upper 10,287' 7.625" 29.7# L-80HC BTC 10,412'	1,103 Sacks TOC 0'	50% Excess	
6.75"	Third Bone Spring 10,900' 5.5" 23# P-110 USS-Eagle SFH 21687 Target Third Bone Spring 10980 TVD // 21687 MD	1,688 Sacks TOC 0'	25% Excess	10.5-12.5 ppg OBM

Casing Design and Safety Factor Check

Casing Specifications						
Segment	Hole ID	Depth	OD	Weight	Grade	Coupling
Surface	17.5	1,419'	13.375	68	J-55	BTC
Intermediate	9.875	10,412'	7.625	29.7	HCL-80	BTC
Prod Segment A	6.75	10500	5.5	23	P-110	SFH
Prod Segment B	6.75	21687	5.5	23	P-110	SFH

Check Surface Casing				
OD Cplg	Body	Joint	Collapse	Burst
<i>inches</i>	<i>1000 lbs</i>	<i>1000 lbs</i>	<i>psi</i>	<i>psi</i>
14.375	1,069	915	4,100	3,450
Safety Factors				
1.56	11.08	9.48	6.47	0.68
Check Intermediate Casing				
OD Cplg	Body	Joint	Collapse	Burst
<i>inches</i>	<i>1000 lbs</i>	<i>1000 lbs</i>	<i>psi</i>	<i>psi</i>
7.625	940	558	6700	9460
Safety Factors				
1.13	3.04	1.80	1.32	1.33
Check Prod Casing, Segment A				
OD Cplg	Body	Joint	Collapse	Burst
<i>inches</i>	<i>1000 lbs</i>	<i>1000 lbs</i>	<i>psi</i>	<i>psi</i>
5.777	728	655	12780	14360
Safety Factors				
0.49	1.69	1.52	1.87	2.01
Check Prod Casing, Segment B				
OD Cplg	Body	Joint	Collapse	Burst
<i>inches</i>	<i>1000 lbs</i>	<i>1000 lbs</i>	<i>psi</i>	<i>psi</i>
5.777	728	655	12780	14360
Safety Factors				
0.49	2.83	2.55	0.91	2.01



API 5CT Casing Performance Data Sheet

Manufactured to specifications of API 5CT 9th edition and bears the API monogram.
Designed for enhanced performance through increased collapse resistance.

Grade	L80HC
-------	-------

Pipe Body Mechanical Properties

Minimum Yield Strength	80,000 psi
Maximum Yield Strength	95,000 psi
Minimum Tensile Strength	95,000 psi
Maximum Hardness	23.0 HRC

Sizes

OD	7 5/8 in
Nominal Wall Thickness	0.375 in
Nominal Weight, T&C	29.70 lb/ft
Nominal Weight, PE	29.06 lb/ft
Nominal ID	6.875 in
Standard Drift	6.750 in
Alternate Drift	N/A

Minimum Performance

Collapse Pressure	5,780 psi
Internal Pressure Yield	6,880 psi
Pipe body Tension Yield	683,000 lbs
Internal pressure leak resistance STC/LTC connections	6,880 psi
Internal pressure leak resistance BTC connections	6,880 psi

Inspection and Testing

Visual	OD Longitudinal and independent 3rd party SEA
NDT	Independent 3rd party full body EMI after hydrotest Calibration notch sensitivity: 10% of specified wall thickness

Color code

Pipe ends	One red, one brown and one blue band
Couplings	Red with one brown band

Wellbore Schematic

Well: Rae's Creek 25 36 22 Fed Com 095H
SHL: SEC. 22, T.-25S, R.-36E, 200' FSL, 1760' FEL
BHL: SEC. 15, T.-25S, R.-36E, 50' FNL, 2105' FEL
 Lea, NM
Wellhead: A - 13-5/8" 10M x 13-5/8" SOW
 B - 13-5/8" 10M x 13-5/8" 10M
 C - 13-5/8" 10M x 13-5/8" 10M
 Tubing Spool - 7-1/16" 15M x 13-3/8" 10M
Xmas Tree: 2-9/16" 10M
Tubing: 2-7/8" L-80 6.5# 8rd EUE

Co. Well ID: xxxxxx
AFE No.: xxxx-xxx
API No.: xxxxxxxxxxxx
GL: 3051
Field: Delaware
Objective: Third Bone Spring
TVD: 10980
MD: 21687
Rig: TBD **KB 27'**
E-Mail: DrillingCR@ameredev.com

Hole Size	Formation Tops	Logs	Cement	Mud Weight
17.5"	Rustler 1,294' 13.375" 68# J-55 BTC 1,419'	1,167 Sacks TOC 0'	100% Excess	8.4-8.6 ppg WBM
12.25"	Salado 1,773' DV Tool with ACP 3,300' Tansill 3,300' Capitan Reef 4,022' Lamar 5,068' Bell Canyon 5,214' No Casing 5,193'	833 Sacks TOC 0'	50% Excess	7.5-9.4 Diesel Brine Emulsion
9.875"	Brushy Canyon 6,734' Bone Spring Lime 7,457' First Bone Spring 9,296' Second Bone Spring 9,665' Third Bone Spring Upper 10,287' 7.625" 29.7# L-80HC BTC 10,412'	1,103 Sacks TOC 0'	50% Excess	
6.75"	Third Bone Spring 10,900' 5.5" 23# P-110 USS-Eagle SFH 21687 Target Third Bone Spring 10980 TVD // 21687 MD	1,688 Sacks TOC 0'	25% Excess	10.5-12.5 ppg OBM

Casing Design and Safety Factor Check

Casing Specifications						
Segment	Hole ID	Depth	OD	Weight	Grade	Coupling
Surface	17.5	1,419'	13.375	68	J-55	BTC
Intermediate	9.875	10,412'	7.625	29.7	HCL-80	BTC
Prod Segment A	6.75	10500	5.5	23	P-110	SFH
Prod Segment B	6.75	21687	5.5	23	P-110	SFH

Check Surface Casing				
OD Cplg	Body	Joint	Collapse	Burst
<i>inches</i>	<i>1000 lbs</i>	<i>1000 lbs</i>	<i>psi</i>	<i>psi</i>
14.375	1,069	915	4,100	3,450
Safety Factors				
1.56	11.08	9.48	6.47	0.68
Check Intermediate Casing				
OD Cplg	Body	Joint	Collapse	Burst
<i>inches</i>	<i>1000 lbs</i>	<i>1000 lbs</i>	<i>psi</i>	<i>psi</i>
7.625	940	558	6700	9460
Safety Factors				
1.13	3.04	1.80	1.32	1.33
Check Prod Casing, Segment A				
OD Cplg	Body	Joint	Collapse	Burst
<i>inches</i>	<i>1000 lbs</i>	<i>1000 lbs</i>	<i>psi</i>	<i>psi</i>
5.777	728	655	12780	14360
Safety Factors				
0.49	1.69	1.52	1.87	2.01
Check Prod Casing, Segment B				
OD Cplg	Body	Joint	Collapse	Burst
<i>inches</i>	<i>1000 lbs</i>	<i>1000 lbs</i>	<i>psi</i>	<i>psi</i>
5.777	728	655	12780	14360
Safety Factors				
0.49	2.83	2.55	0.91	2.01

Rig Skid Procedure

- Drilling rig will drill to Intermediate setting depth per drilling program and run 7-5/8" casing.
- We will cement Intermediate casing to surface as per program, after we bump the plug on final stage of cement we will install well head packing on MB4 Multi bowl and test.
- WOC 4 hrs, break down BOP and Install Dry Hole Cap and install pressure gauges.
 - Pressures of all postponed wells on pad will be noted on daily drilling report.
- Skid rig to drill next well programmed on drilling pad.
- Once all wells to be drilled on drilling pad have reached Intermediate casing depth, operations will begin drilling production section of the wells.
- Drilling rig will drill to Production setting depth per drilling program and run 5-1/2" casing.
- We will cement Production casing to as per program, after we bump the plug on final stage of cement we will WOC 8hrs or till 500 psi compressive have been reached, we will remove BOP and install casing slips and tubing head and test to 70% burst, we will install pressure gauges.
 - Pressures of all postponed wells on pad will be noted on daily drilling report.
- Skid rig to drill next well programmed on drilling pad.
- Continue with program until all wells on schedule have been completed.



Requested Exceptions

- Variance is requested to connect the BOP choke outlet to the choke manifold using a co-flex line (instead of using a 4" OD steel line) with a 10,000 psi working pressure that has been tested to 15,000 psi and is built to API Spec 16C. Once the flex line is installed it will be tied down with safety clamps.
- Variance is requested to allow Option of rig not capable of reaching TD presetting Surface, Drilling Plan will be same using Fresh Water fluid system.
- Variance is requested to wave any centralizer requirements on the 5-1/2" casing. Ameredev will utilize cement expansion additives in the cement slurry to maximize cement bond and zonal isolation.
- Variance is requested to wave any centralizer requirements on the 9-5/8" casing. Ameredev will utilize cement expansion additives in the cement slurry to maximize cement bond and zonal isolation.
- Variance is requested to allow Temporary Postponement of Operations on well to skid to adjacent well if multiple wells on drilling pad are drilled.
- Variance is requested to allow use of Multi-Bowl Well Head System.
- Variance is requested to allow adjustment of Casing Design Safety Factor on conditions that Ameredev keeps minimum of 1/3 casing capacity filled with OMW drilling fluids.
- Variance is requested to allow 5M Annular Preventer on 10M BOPE System to drill Production Interval. (Supporting Documentation Attached)

Certificate of Conformity



ContiTech

Certificate Number H100119	COM Order Reference 1384765	Customer Name & Address HELMERICH & PAYNE DRILLING CO 1434 SOUTH BOULDER AVE TULSA, OK 74119 USA
Customer Purchase Order No: 740359504		
Project:		
Test Center Address ContiTech Oil & Marine Corp. 11535 Brittmoore Park Drive Houston, TX 77041 USA	Accepted by COM Inspection Signed: Gerson Mejia-Lazo Date: 01/13/22	Accepted by Client Inspection

We certify that the items detailed below meet the requirements of the customer's Purchase Order referenced above, and are in conformance with the specifications given below.

Item	Part No.	Description	Qty	Serial Number	Specifications
------	----------	-------------	-----	---------------	----------------

10	RECERTIFICATION	3" ID 10K Choke and Kill Hose x 35ft OAL	1	67640	ContiTech Standard
----	-----------------	--	---	-------	--------------------



Hydrostatic Test Certificate

ContiTech

Certificate Number H100119	COM Order Reference 1384765	Customer Name & Address HELMERICH & PAYNE DRILLING CO 1434 SOUTH BOULDER AVE TULSA, OK 74119 USA
Customer Purchase Order No:	740359504	
Project:		
Test Center Address ContiTech Oil & Marine Corp. 11535 Brittmoore Park Drive Houston, TX 77041 USA	Accepted by COM Inspection Signed: Gerson Mejia-Lazo Date: 01/13/22	Accepted by Client Inspection

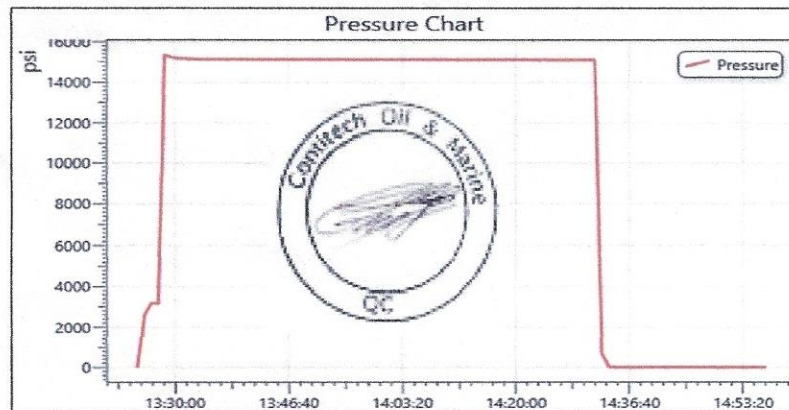
We certify that the goods detailed hereon have been inspected as described below by our Quality Management System, and to the best of our knowledge are found to conform the requirements of the above referenced purchase order as issued to ContiTech Oil & Marine Corporation.

Item	Part No.	Description	Qty	Serial Number	Work. Press. (psi)	Test Press. (psi)	Test Time (minutes)
------	----------	-------------	-----	---------------	--------------------	-------------------	---------------------

10	RECERTIFICATION	3" ID 10K Choke and Kill Hose x 35ft OAL	1	67640	10,000	15,000	60
----	-----------------	--	---	-------	--------	--------	----

Record Information	
Start Time	1/12/2022 13:24:31
End Time	1/12/2022 14:56:39
Interval	00:01:00
Number	93
MaxValue	15942
MinValue	-2
AvgValue	10660
RecordName	sn 67640
RecordNumber	190

Gauge Information	
Model	ADT680
SN	21817380014
Range	(0-40000)psi
Unit	psi



Hose Assembly Evaluation Sheet					
Prepared by	Cristian Rivera	Date:	18-Mar-22	QIN:	N/A
Customer:	HELMERICH & PAYNE INTERNATIONAL DRILLING CO.	Location:	H&P INT'L DRILLING CO 210 MAGNOLIA DR GALENA PARK, TX, 77547-2738		
User contact:	JACKIE PEEBLES	Phone:		e-mail:	JACKIE.PEEBLES@HPINC.COM

	Parameters	Hose Details	Test Status
Application Information	PO	740367496 (TAG H&P PO #740367496 & HP ID 88000240 OSN #60884)	PASS
	Gates SO	523295	
	Serial #:	60884 ASSET 88000240	
	As Tested Serial:	H3-031822-1 RE-TEST	
	Hose ID:	3 Inch	
	Hose type:	INSPECT & RETEST OF CUSTOMER HOSE 3" X 35 FT 16C CHOKE & KILL HOSE ASSEMBLY C/W 4 1/16" 10K FIXED X FIXED FLANGES NO INLAY WITH BX 155 RING GROOVE ENDS	
	Working pressure:	10,000 PSI.	

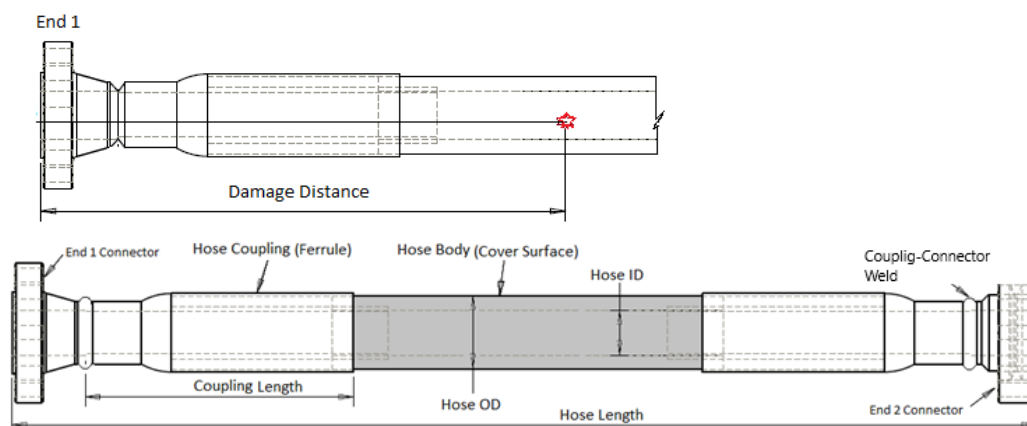
1. Visual Examination

An API 16C, 3" X 35 ft. choke & kill hose with SS armor and 4 1/16" 10k fixed x fixed flanges no inlay with bx 155 ring groove ends was received from HELMERICH & PAYNE INTERNATIONAL DRILLING CO. for inspection, testing and external cosmetic repairs. The hydrostatic pressure testing was requested to 15,000 PSI., by the customer "HELMERICH & PAYNE INTERNATIONAL DRILLING CO.".

Visual inspection and examination of external hose assembly showed some cosmetic dents and repairable damages to the external armor at distance 11ft 0in. from EF1.

Both external & internal hose body and couplings of the hose were examined. Visual Inspection photos are in Table 2, while post inspection/testing pictures are in Table 4.

The hose was hydrostatically tested at 15,000 PSI. test pressure with an hour-long hold. On completion of hydrostatic testing, an internal baroscopic examination was carried out, to check the condition of internal hose areas, mainly hose tube and coupling hose interface.



Hose Assembly Evaluation Sheet	
--------------------------------	---

Figure 1: Generic Hose Assembly

1.0 Observations and comments

	Comments
1	 Photos: As received.

Hose Assembly Evaluation Sheet



2



Photo: Damaged armor 11ft 0in. from EF1

3



Photos: At Shipping.

Hose Assembly Evaluation Sheet



4



Photos: Repaired Armor and Engraving.

5

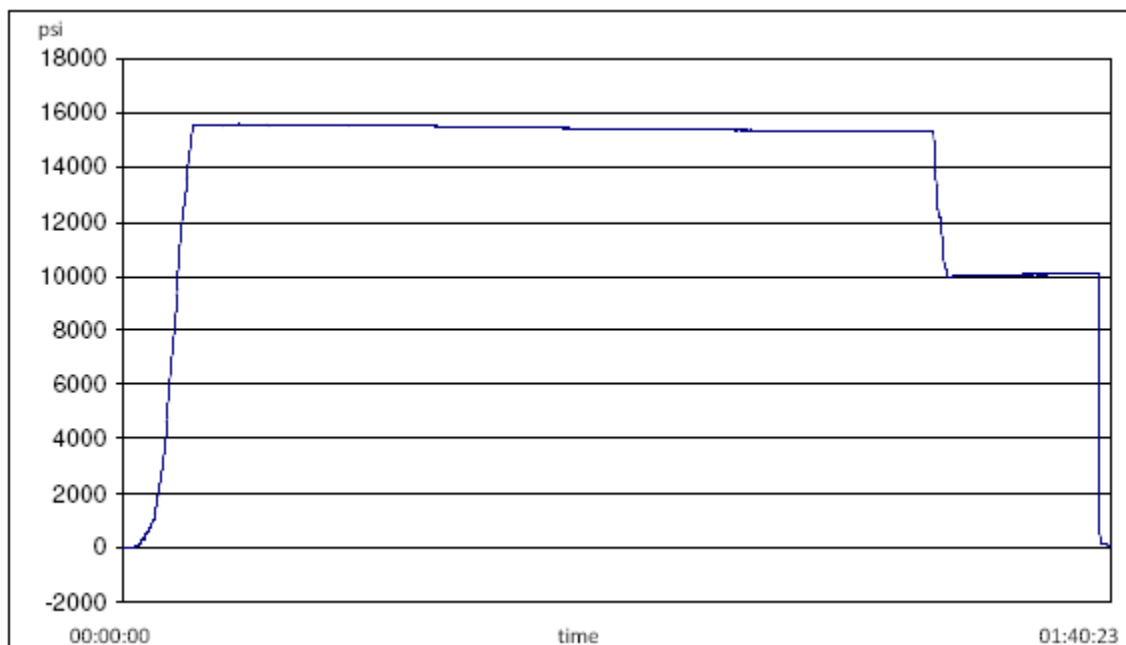


Photo: Hose ID.

Hose Assembly Evaluation Sheet



2. Hydro Static Pressure test



2.1 Hydrostatic Pressure test Procedures

	Hose Type	Test Specification	Test Date	Technician
1	3" x 35 ft 16c choke & kill hose	GTS-04-053	03/18/202	Jose Suasti

2.2 Gates Hydrostatic Pressure tester

	Test Equipment	Serial No	Last Cal Date	Cal Due Date
1	S-25-A-W	110AMCL2	2022-01-10	2023-01-10
2	S-25-A-W	110APO2K	2022-01-10	2023-01-10

2.3 Hydro Static Test Pressure results

	Details	Results	
1	Hydrostatic Test Results ⁽¹⁾	Pass	Fail
2	Failure Mode	None	
3	Hose Dispatched to the customer?	Yes	No

Note:

1. Hydrostatic Pressure report is given in Appendix 1

Hose Assembly Evaluation Sheet**3. Hose borescope inspection****3.2 Internal Failure Details**

	Type of Failure	Location of Defect	Ref. Photo	Defect Details
1	Liner breach/ collapse	None		None
2	Bulges/ Blisters	None		None
3	Other breach/failures	None		None



Photos: Liner/Coupling Interface END 1

Hose Assembly Evaluation Sheet



Serial 60884 End2End1
Helmerich&Payne
Order 523295



Serial 60884 End2End1
Helmerich&Payne
Order 523295



Serial 60884 End2End1
Helmerich&Payne
Order 523295



Serial 60884 End2End1
Helmerich&Payne
Order 523295



Photos: Liner/Coupling Interface END 2

Note

Borescope completed? Yes

4. Summary

Hose assembly successfully tested to requested test pressure of 15,000 PSI with an hour hold. It was then serialized and stamped, as H3-031822-1 RE-TEST. The bore scope showed no blisters or delamination in the internal lining/tube area.

External damages were repaired as agreed with the customer.

Hose Assembly Evaluation Sheet



APPENDIX 1:

Pressure Chart



H3-8455

3/18/2022 2:13:51 PM

TEST REPORT

CUSTOMER

Company: Helmerich & Payne, Inc

Production description: IMR

Sales order #: 523295

Customer reference: 60884 ASSET
88000240

TEST OBJECT

Serial number: H3-031822-1 RE-TEST

Lot number:

Description: IMR

Hose ID: 3.0 CK03 16C 10K

Part number:

TEST INFORMATION

Test procedure: GTS-04-053

Test pressure: 15000.00 psi

Test pressure hold: 3600.00 sec

Work pressure: 10000.00 psi

Work pressure hold: 900.00 sec

Length difference: 0.00 %

Length difference: 0.00 inch

Fitting 1: 3.0 x 4-1/16 10K

Part number:

Description:

Fitting 2: 3.0 x 4-1/16 10K

Part number:

Description:

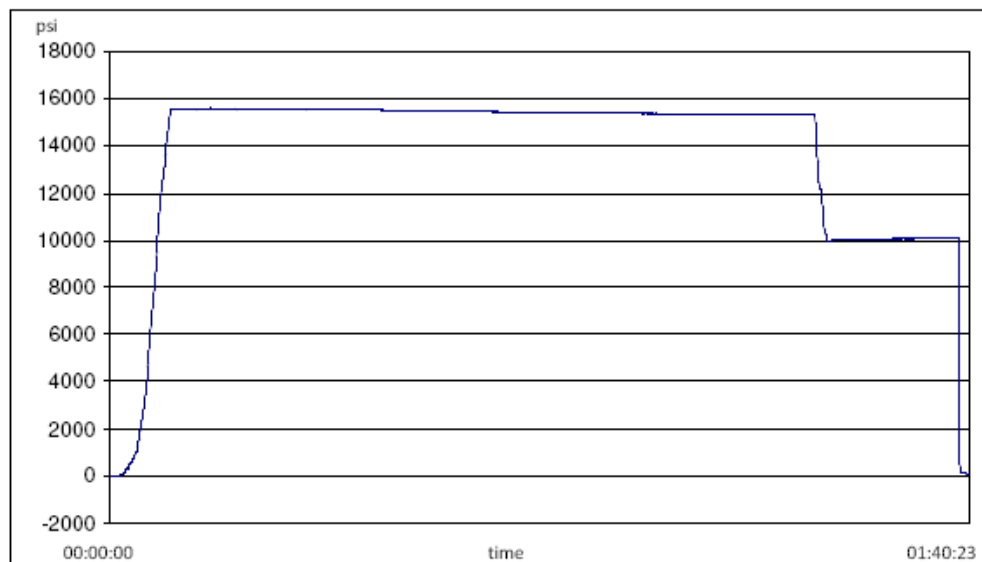
Visual check:

Pressure test result: PASS

Length measurement result:

Length: 35 feet

Test operator: Jose Suasti



Filename: D:\Certificates\Report_031822-H3-031822-1.pdf

Page 1/2

Hose Assembly Evaluation Sheet	
--------------------------------	---



H3-8455

3/18/2022 2:13:51 PM

TEST REPORT

GAUGE TRACEABILITY

Description	Serial number	Calibration date	Calibration due date
S-25-A-W	110AMCL2	2022-01-10	2023-01-10
S-25-A-W	110APO2K	2022-01-10	2023-01-10

Comment

Hose Assembly Evaluation Sheet



APPENDIX 2:

Certificate of Conformance



GATES ENGINEERING & SERVICES NORTH AMERICA
7603 Prairie Oak Dr.
Houston, TX. 77086

PHONE: +1 (281) 602-4100
FAX: +1 (281) 602-4147
EMAIL: gesna.quality@gates.com
WEB: www.gates.com/oilandgas

CERTIFICATE OF CONFORMANCE

This is to verify that the items detailed below meet the requirements of the Customer's Purchase Order referenced herein, and are in Conformance with applicable specifications, and that Records of Required Tests are on file and subject to examination. The following items were inspected and hydrostatically tested at **Gates Engineering & Services North America** facilities in Houston, TX, USA.

CUSTOMER: HELMERICH & PAYNE INTERNATIONAL DRILLING CO.
CUSTOMER P.O.#: 740367496 (TAG H&P PO #740367496 & HP ID 88000240 OSN #60884)
CUSTOMER P/N: HP 88000240 IMR RETEST OSN #60884

PART DESCRIPTION: INSPECT & RETEST OF CUSTOMER HOSE 3" X 35 FT 16C CHOKE & KILL HOSE ASSEMBLY
C/W 4 1/16" 10K FIXED X FIXED FLANGES NO INLAY WITH BX 155 RING GROOVE ENDS

SALES ORDER #: 523295
QUANTITY: 1
SERIAL #: H3-031822-1 RE-TEST

SIGNATURE: _____

TITLE: _____

QUALITY ASSURANCE

DATE: _____

3/18/2022



American Resource Development LLC.

Ameredev Operating

Lea County, NM (N83-NME)

Raes Creek Fed Com

Raes Creek Fed Com 25 36 22 095H

OWB

Plan: PWP0

Standard Planning Report - Geographic

15 December, 2022



American Resource Development LLC

Planning Report - Geographic

Database:	AUS-COMPASS - EDM_15 - 32bit	Local Co-ordinate Reference:	Well Raes Creek Fed Com 25 36 22 095H
Company:	Ameredev Operating	TVD Reference:	KB=30' @ 3081.0usft (TBD)
Project:	Lea County, NM (N83-NME)	MD Reference:	KB=30' @ 3081.0usft (TBD)
Site:	Raes Creek Fed Com	North Reference:	Grid
Well:	Raes Creek Fed Com 25 36 22 095H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OWB		
Design:	PWP0		

Project	Lea County, NM (N83-NME)		
Map System:	US State Plane 1983	System Datum:	Mean Sea Level
Geo Datum:	North American Datum 1983		
Map Zone:	New Mexico Eastern Zone		

Site		Raes Creek Fed Com			
Site Position: From:	Lat/Long	Northing:	405,101.73 usft	Latitude:	32.1091454
		Easting:	874,028.05 usft	Longitude:	-103.2588495
	Position Uncertainty:	0.0 usft	Slot Radius:	13-3/16 "	

Well	Raes Creek Fed Com 25 36 22 095H					
Well Position	+N/-S	0.0 usft	Northing:	405,127.34 usft	Latitude:	32.1091419
	+E/-W	0.0 usft	Easting:	876,713.63 usft	Longitude:	-103.2501764
Position Uncertainty		0.0 usft	Wellhead Elevation:	usft	Ground Level:	3,051.0 usft
Grid Convergence:		0.58 °				

Wellbore	OWB				
Magnetics	Model Name	Sample Date	Declination (°)	Dip Angle (°)	Field Strength (nT)
	IGRF2020	12/13/2022	6.21	59.79	47,304.48637754

Design	PWP0			
Audit Notes:				
Version:	Phase:	PROTOTYPE	Tie On Depth:	0.0
Vertical Section:	Depth From (TVD) (usft)	+N/-S (usft)	+E/-W (usft)	Direction (°)
	0.0	0.0	0.0	359.47

Plan Survey Tool Program	Date	12/15/2022		
Depth From (usft)	Depth To (usft)	Survey (Wellbore)	Tool Name	Remarks
1	0.0	21,686.6 PWP0 (OWB)	MWD	
			OWSG MWD - Standard	

Plan Sections										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.00	0.00	
2,000.0	0.00	0.00	2,000.0	0.0	0.0	0.00	0.00	0.00	0.00	
2,226.4	4.53	208.89	2,226.2	-7.8	-4.3	2.00	2.00	0.00	208.89	
10,496.1	4.53	208.89	10,470.1	-579.4	-319.7	0.00	0.00	0.00	0.00	
11,279.0	90.00	359.47	10,980.0	-103.3	-344.0	12.00	10.92	19.23	150.50	FTP (RCFC 095H)
21,636.6	90.00	359.47	10,980.0	10,253.8	-439.4	0.00	0.00	0.00	0.00	LTP (RCFC 095H)
21,686.6	90.00	359.47	10,980.0	10,303.8	-439.9	0.00	0.00	0.00	0.00	BHL (RCFC 095H)



American Resource Development LLC

Planning Report - Geographic

Database:	AUS-COMPASS - EDM_15 - 32bit	Local Co-ordinate Reference:	Well Raes Creek Fed Com 25 36 22 095H
Company:	Ameredev Operating	TVD Reference:	KB=30' @ 3081.0usft (TBD)
Project:	Lea County, NM (N83-NME)	MD Reference:	KB=30' @ 3081.0usft (TBD)
Site:	Raes Creek Fed Com	North Reference:	Grid
Well:	Raes Creek Fed Com 25 36 22 095H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OWB		
Design:	PWP0		

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
0.0	0.00	0.00	0.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
100.0	0.00	0.00	100.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
200.0	0.00	0.00	200.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
300.0	0.00	0.00	300.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
400.0	0.00	0.00	400.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
500.0	0.00	0.00	500.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
600.0	0.00	0.00	600.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
700.0	0.00	0.00	700.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
800.0	0.00	0.00	800.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
900.0	0.00	0.00	900.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
1,000.0	0.00	0.00	1,000.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
1,100.0	0.00	0.00	1,100.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
1,200.0	0.00	0.00	1,200.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
1,296.0	0.00	0.00	1,296.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
Rustler									
1,300.0	0.00	0.00	1,300.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
1,400.0	0.00	0.00	1,400.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
1,500.0	0.00	0.00	1,500.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
1,600.0	0.00	0.00	1,600.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
1,700.0	0.00	0.00	1,700.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
1,775.0	0.00	0.00	1,775.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
Salado									
1,800.0	0.00	0.00	1,800.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
1,900.0	0.00	0.00	1,900.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
2,000.0	0.00	0.00	2,000.0	0.0	0.0	405,127.34	876,713.63	32.1091419	-103.2501764
Start Build 2.00									
2,100.0	2.00	208.89	2,100.0	-1.5	-0.8	405,125.81	876,712.79	32.1091377	-103.2501792
2,200.0	4.00	208.89	2,199.8	-6.1	-3.4	405,121.23	876,710.26	32.1091252	-103.2501875
2,226.4	4.53	208.89	2,226.2	-7.8	-4.3	405,119.51	876,709.32	32.1091205	-103.2501906
Start 8269.7 hold at 2226.4 MD									
2,300.0	4.53	208.89	2,299.5	-12.9	-7.1	405,114.43	876,706.51	32.1091066	-103.2501998
2,400.0	4.53	208.89	2,399.2	-19.8	-10.9	405,107.51	876,702.69	32.1090877	-103.2502124
2,500.0	4.53	208.89	2,498.9	-26.7	-14.8	405,100.60	876,698.88	32.1090688	-103.2502249
2,600.0	4.53	208.89	2,598.6	-33.7	-18.6	405,093.69	876,695.06	32.1090499	-103.2502375
2,700.0	4.53	208.89	2,698.3	-40.6	-22.4	405,086.78	876,691.25	32.1090311	-103.2502500
2,800.0	4.53	208.89	2,798.0	-47.5	-26.2	405,079.87	876,687.44	32.1090122	-103.2502625
2,900.0	4.53	208.89	2,897.7	-54.4	-30.0	405,072.95	876,683.62	32.1089933	-103.2502751
3,000.0	4.53	208.89	2,997.3	-61.3	-33.8	405,066.04	876,679.81	32.1089744	-103.2502876
3,100.0	4.53	208.89	3,097.0	-68.2	-37.6	405,059.13	876,675.99	32.1089555	-103.2503002
3,200.0	4.53	208.89	3,196.7	-75.1	-41.5	405,052.22	876,672.18	32.1089366	-103.2503127
3,300.0	4.53	208.89	3,296.4	-82.0	-45.3	405,045.31	876,668.37	32.1089177	-103.2503252
3,305.6	4.53	208.89	3,302.0	-82.4	-45.5	405,044.92	876,668.15	32.1089166	-103.2503259
Tansill									
3,400.0	4.53	208.89	3,396.1	-88.9	-49.1	405,038.39	876,664.55	32.1088988	-103.2503378
3,500.0	4.53	208.89	3,495.8	-95.9	-52.9	405,031.48	876,660.74	32.1088799	-103.2503503
3,600.0	4.53	208.89	3,595.5	-102.8	-56.7	405,024.57	876,656.92	32.1088610	-103.2503629
3,700.0	4.53	208.89	3,695.2	-109.7	-60.5	405,017.66	876,653.11	32.1088421	-103.2503754
3,800.0	4.53	208.89	3,794.9	-116.6	-64.3	405,010.75	876,649.29	32.1088232	-103.2503879
3,900.0	4.53	208.89	3,894.5	-123.5	-68.2	405,003.84	876,645.48	32.1088044	-103.2504005
4,000.0	4.53	208.89	3,994.2	-130.4	-72.0	404,996.92	876,641.67	32.1087855	-103.2504130
4,029.9	4.53	208.89	4,024.0	-132.5	-73.1	404,994.86	876,640.53	32.1087798	-103.2504168
Capitan									
4,100.0	4.53	208.89	4,093.9	-137.3	-75.8	404,990.01	876,637.85	32.1087666	-103.2504256
4,200.0	4.53	208.89	4,193.6	-144.2	-79.6	404,983.10	876,634.04	32.1087477	-103.2504381



American Resource Development LLC

Planning Report - Geographic

Database:	AUS-COMPASS - EDM_15 - 32bit	Local Co-ordinate Reference:	Well Raes Creek Fed Com 25 36 22 095H
Company:	Ameredev Operating	TVD Reference:	KB=30' @ 3081.0usft (TBD)
Project:	Lea County, NM (N83-NME)	MD Reference:	KB=30' @ 3081.0usft (TBD)
Site:	Raes Creek Fed Com	North Reference:	Grid
Well:	Raes Creek Fed Com 25 36 22 095H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OWB		
Design:	PWP0		

Planned Survey										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude	
4,300.0	4.53	208.89	4,293.3	-151.2	-83.4	404,976.19	876,630.22	32.1087288	-103.2504507	
4,400.0	4.53	208.89	4,393.0	-158.1	-87.2	404,969.28	876,626.41	32.1087099	-103.2504632	
4,500.0	4.53	208.89	4,492.7	-165.0	-91.0	404,962.36	876,622.59	32.1086910	-103.2504757	
4,600.0	4.53	208.89	4,592.4	-171.9	-94.9	404,955.45	876,618.78	32.1086721	-103.2504883	
4,700.0	4.53	208.89	4,692.0	-178.8	-98.7	404,948.54	876,614.97	32.1086532	-103.2505008	
4,800.0	4.53	208.89	4,791.7	-185.7	-102.5	404,941.63	876,611.15	32.1086343	-103.2505134	
4,900.0	4.53	208.89	4,891.4	-192.6	-106.3	404,934.72	876,607.34	32.1086154	-103.2505259	
4,990.0	4.53	208.89	4,981.1	-198.8	-109.7	404,928.50	876,603.90	32.1085984	-103.2505372	
NMNM 136231 Exit at 4990.0 MD										
5,000.0	4.53	208.89	4,991.1	-199.5	-110.1	404,927.80	876,603.52	32.1085965	-103.2505384	
5,079.1	4.53	208.89	5,070.0	-205.0	-113.1	404,922.33	876,600.50	32.1085816	-103.2505484	
Lamar										
5,100.0	4.53	208.89	5,090.8	-206.4	-113.9	404,920.89	876,599.71	32.1085777	-103.2505510	
5,200.0	4.53	208.89	5,190.5	-213.4	-117.7	404,913.98	876,595.89	32.1085588	-103.2505635	
5,225.6	4.53	208.89	5,216.0	-215.1	-118.7	404,912.21	876,594.92	32.1085539	-103.2505667	
Bell Canyon										
5,300.0	4.53	208.89	5,290.2	-220.3	-121.6	404,907.07	876,592.08	32.1085399	-103.2505761	
5,400.0	4.53	208.89	5,389.9	-227.2	-125.4	404,900.16	876,588.27	32.1085210	-103.2505886	
5,500.0	4.53	208.89	5,489.5	-234.1	-129.2	404,893.24	876,584.45	32.1085021	-103.2506011	
5,600.0	4.53	208.89	5,589.2	-241.0	-133.0	404,886.33	876,580.64	32.1084832	-103.2506137	
5,700.0	4.53	208.89	5,688.9	-247.9	-136.8	404,879.42	876,576.82	32.1084643	-103.2506262	
5,800.0	4.53	208.89	5,788.6	-254.8	-140.6	404,872.51	876,573.01	32.1084454	-103.2506388	
5,900.0	4.53	208.89	5,888.3	-261.7	-144.4	404,865.60	876,569.19	32.1084265	-103.2506513	
6,000.0	4.53	208.89	5,988.0	-268.7	-148.3	404,858.69	876,565.38	32.1084076	-103.2506638	
6,100.0	4.53	208.89	6,087.7	-275.6	-152.1	404,851.77	876,561.57	32.1083887	-103.2506764	
6,200.0	4.53	208.89	6,187.4	-282.5	-155.9	404,844.86	876,557.75	32.1083698	-103.2506889	
6,300.0	4.53	208.89	6,287.1	-289.4	-159.7	404,837.95	876,553.94	32.1083510	-103.2507015	
6,400.0	4.53	208.89	6,386.7	-296.3	-163.5	404,831.04	876,550.12	32.1083321	-103.2507140	
6,500.0	4.53	208.89	6,486.4	-303.2	-167.3	404,824.13	876,546.31	32.1083132	-103.2507266	
6,600.0	4.53	208.89	6,586.1	-310.1	-171.1	404,817.21	876,542.49	32.1082943	-103.2507391	
6,700.0	4.53	208.89	6,685.8	-317.0	-175.0	404,810.30	876,538.68	32.1082754	-103.2507516	
6,750.4	4.53	208.89	6,736.0	-320.5	-176.9	404,806.82	876,536.76	32.1082659	-103.2507580	
Brushy Canyon										
6,800.0	4.53	208.89	6,785.5	-324.0	-178.8	404,803.39	876,534.87	32.1082565	-103.2507642	
6,900.0	4.53	208.89	6,885.2	-330.9	-182.6	404,796.48	876,531.05	32.1082376	-103.2507767	
7,000.0	4.53	208.89	6,984.9	-337.8	-186.4	404,789.57	876,527.24	32.1082187	-103.2507893	
7,100.0	4.53	208.89	7,084.6	-344.7	-190.2	404,782.65	876,523.42	32.1081998	-103.2508018	
7,200.0	4.53	208.89	7,184.2	-351.6	-194.0	404,775.74	876,519.61	32.1081809	-103.2508143	
7,300.0	4.53	208.89	7,283.9	-358.5	-197.8	404,768.83	876,515.79	32.1081620	-103.2508269	
7,400.0	4.53	208.89	7,383.6	-365.4	-201.7	404,761.92	876,511.98	32.1081431	-103.2508394	
7,475.6	4.53	208.89	7,459.0	-370.6	-204.5	404,756.69	876,509.10	32.1081289	-103.2508489	
Bone Spring Lime										
7,500.0	4.53	208.89	7,483.3	-372.3	-205.5	404,755.01	876,508.17	32.1081243	-103.2508520	
7,600.0	4.53	208.89	7,583.0	-379.2	-209.3	404,748.09	876,504.35	32.1081054	-103.2508645	
7,700.0	4.53	208.89	7,682.7	-386.2	-213.1	404,741.18	876,500.54	32.1080865	-103.2508770	
7,800.0	4.53	208.89	7,782.4	-393.1	-216.9	404,734.27	876,496.72	32.1080676	-103.2508896	
7,900.0	4.53	208.89	7,882.1	-400.0	-220.7	404,727.36	876,492.91	32.1080487	-103.2509021	
8,000.0	4.53	208.89	7,981.7	-406.9	-224.5	404,720.45	876,489.10	32.1080298	-103.2509147	
8,100.0	4.53	208.89	8,081.4	-413.8	-228.4	404,713.54	876,485.28	32.1080109	-103.2509272	
8,200.0	4.53	208.89	8,181.1	-420.7	-232.2	404,706.62	876,481.47	32.1079920	-103.2509398	
8,300.0	4.53	208.89	8,280.8	-427.6	-236.0	404,699.71	876,477.65	32.1079731	-103.2509523	
8,400.0	4.53	208.89	8,380.5	-434.5	-239.8	404,692.80	876,473.84	32.1079542	-103.2509648	
8,500.0	4.53	208.89	8,480.2	-441.5	-243.6	404,685.89	876,470.02	32.1079353	-103.2509774	
8,600.0	4.53	208.89	8,579.9	-448.4	-247.4	404,678.98	876,466.21	32.1079164	-103.2509899	



American Resource Development LLC

Planning Report - Geographic

Database:	AUS-COMPASS - EDM_15 - 32bit	Local Co-ordinate Reference:	Well Raes Creek Fed Com 25 36 22 095H
Company:	Ameredev Operating	TVD Reference:	KB=30' @ 3081.0usft (TBD)
Project:	Lea County, NM (N83-NME)	MD Reference:	KB=30' @ 3081.0usft (TBD)
Site:	Raes Creek Fed Com	North Reference:	Grid
Well:	Raes Creek Fed Com 25 36 22 095H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OWB		
Design:	PWP0		

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
8,700.0	4.53	208.89	8,679.6	-455.3	-251.2	404,672.06	876,462.40	32.1078975	-103.2510025
8,800.0	4.53	208.89	8,779.2	-462.2	-255.1	404,665.15	876,458.58	32.1078787	-103.2510150
8,900.0	4.53	208.89	8,878.9	-469.1	-258.9	404,658.24	876,454.77	32.1078598	-103.2510275
9,000.0	4.53	208.89	8,978.6	-476.0	-262.7	404,651.33	876,450.95	32.1078409	-103.2510401
9,100.0	4.53	208.89	9,078.3	-482.9	-266.5	404,644.42	876,447.14	32.1078220	-103.2510526
9,200.0	4.53	208.89	9,178.0	-489.8	-270.3	404,637.50	876,443.32	32.1078031	-103.2510652
9,300.0	4.53	208.89	9,277.7	-496.7	-274.1	404,630.59	876,439.51	32.1077842	-103.2510777
9,320.4	4.53	208.89	9,298.0	-498.2	-274.9	404,629.18	876,438.73	32.1077803	-103.2510803
First Bone Spring									
9,400.0	4.53	208.89	9,377.4	-503.7	-277.9	404,623.68	876,435.70	32.1077653	-103.2510902
9,500.0	4.53	208.89	9,477.1	-510.6	-281.8	404,616.77	876,431.88	32.1077464	-103.2511028
9,600.0	4.53	208.89	9,576.8	-517.5	-285.6	404,609.86	876,428.07	32.1077275	-103.2511153
9,690.5	4.53	208.89	9,667.0	-523.7	-289.0	404,603.60	876,424.61	32.1077104	-103.2511267
Second Bone Spring									
9,700.0	4.53	208.89	9,676.4	-524.4	-289.4	404,602.95	876,424.25	32.1077086	-103.2511279
9,800.0	4.53	208.89	9,776.1	-531.3	-293.2	404,596.03	876,420.44	32.1076897	-103.2511404
9,900.0	4.53	208.89	9,875.8	-538.2	-297.0	404,589.12	876,416.62	32.1076708	-103.2511529
10,000.0	4.53	208.89	9,975.5	-545.1	-300.8	404,582.21	876,412.81	32.1076520	-103.2511655
10,100.0	4.53	208.89	10,075.2	-552.0	-304.6	404,575.30	876,409.00	32.1076331	-103.2511780
10,200.0	4.53	208.89	10,174.9	-559.0	-308.5	404,568.39	876,405.18	32.1076142	-103.2511906
10,300.0	4.53	208.89	10,274.6	-565.9	-312.3	404,561.47	876,401.37	32.1075953	-103.2512031
10,314.5	4.53	208.89	10,289.0	-566.9	-312.8	404,560.47	876,400.82	32.1075925	-103.2512049
Upper Third Bone Spring									
10,400.0	4.53	208.89	10,374.3	-572.8	-316.1	404,554.56	876,397.55	32.1075764	-103.2512156
10,496.1	4.53	208.89	10,470.1	-579.4	-319.7	404,547.92	876,393.89	32.1075582	-103.2512277
KOP-Start DLS 12.00 TFO 150.50									
10,500.0	4.13	212.06	10,473.9	-579.7	-319.9	404,547.67	876,393.74	32.1075575	-103.2512282
10,525.0	2.28	257.33	10,498.9	-580.5	-320.9	404,546.79	876,392.78	32.1075552	-103.2512313
10,550.0	3.36	318.03	10,523.9	-580.1	-321.8	404,547.23	876,391.80	32.1075564	-103.2512345
10,575.0	5.95	337.56	10,548.8	-578.4	-322.8	404,548.97	876,390.81	32.1075612	-103.2512376
10,600.0	8.81	344.93	10,573.6	-575.3	-323.8	404,552.02	876,389.82	32.1075696	-103.2512407
10,625.0	11.73	348.68	10,598.2	-571.0	-324.8	404,556.36	876,388.83	32.1075816	-103.2512438
10,650.0	14.69	350.94	10,622.5	-565.4	-325.8	404,561.98	876,387.83	32.1075971	-103.2512468
10,675.0	17.66	352.45	10,646.5	-558.5	-326.8	404,568.87	876,386.83	32.1076160	-103.2512498
10,700.0	20.64	353.54	10,670.1	-550.3	-327.8	404,577.01	876,385.84	32.1076384	-103.2512528
10,725.0	23.62	354.37	10,693.3	-541.0	-328.8	404,586.38	876,384.85	32.1076642	-103.2512556
10,750.0	26.61	355.02	10,715.9	-530.4	-329.8	404,596.94	876,383.87	32.1076932	-103.2512585
10,775.0	29.60	355.55	10,738.0	-518.7	-330.7	404,608.67	876,382.90	32.1077255	-103.2512612
10,800.0	32.59	355.98	10,759.4	-505.8	-331.7	404,621.55	876,381.95	32.1077609	-103.2512639
10,825.0	35.58	356.36	10,780.1	-491.8	-332.6	404,635.53	876,381.02	32.1077994	-103.2512664
10,850.0	38.58	356.68	10,800.0	-476.8	-333.5	404,650.57	876,380.11	32.1078407	-103.2512689
10,875.0	41.57	356.96	10,819.2	-460.7	-334.4	404,666.64	876,379.21	32.1078849	-103.2512712
10,900.0	44.56	357.21	10,837.4	-443.7	-335.3	404,683.68	876,378.35	32.1079318	-103.2512735
10,925.0	47.56	357.43	10,854.8	-425.7	-336.1	404,701.67	876,377.50	32.1079812	-103.2512756
10,950.0	50.56	357.64	10,871.2	-406.8	-336.9	404,720.53	876,376.69	32.1080331	-103.2512776
10,975.0	53.55	357.83	10,886.5	-387.1	-337.7	404,740.23	876,375.91	32.1080873	-103.2512795
11,000.0	56.55	358.00	10,900.8	-366.6	-338.5	404,760.70	876,375.17	32.1081436	-103.2512812
11,002.1	56.80	358.01	10,902.0	-364.9	-338.5	404,762.46	876,375.11	32.1081484	-103.2512814
Third Bone Spring									
11,025.0	59.55	358.16	10,914.1	-345.4	-339.2	404,781.90	876,374.46	32.1082019	-103.2512829
11,050.0	62.54	358.31	10,926.2	-323.6	-339.8	404,803.76	876,373.79	32.1082620	-103.2512843
11,075.0	65.54	358.46	10,937.1	-301.1	-340.5	404,826.23	876,373.15	32.1083237	-103.2512856
11,100.0	68.54	358.60	10,946.9	-278.1	-341.1	404,849.24	876,372.56	32.1083870	-103.2512868
11,125.0	71.54	358.73	10,955.4	-254.6	-341.6	404,872.73	876,372.01	32.1084516	-103.2512878



American Resource Development LLC

Planning Report - Geographic

Database:	AUS-COMPASS - EDM_15 - 32bit	Local Co-ordinate Reference:	Well Raes Creek Fed Com 25 36 22 095H
Company:	Ameredev Operating	TVD Reference:	KB=30' @ 3081.0usft (TBD)
Project:	Lea County, NM (N83-NME)	MD Reference:	KB=30' @ 3081.0usft (TBD)
Site:	Raes Creek Fed Com	North Reference:	Grid
Well:	Raes Creek Fed Com 25 36 22 095H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OWB		
Design:	PWP0		

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
11,150.0	74.53	358.86	10,962.7	-230.7	-342.1	404,896.63	876,371.51	32.1085173	-103.2512887
11,175.0	77.53	358.98	10,968.7	-206.5	-342.6	404,920.88	876,371.05	32.1085839	-103.2512894
11,181.0	78.25	359.01	10,970.0	-200.6	-342.7	404,926.73	876,370.95	32.1086000	-103.2512895
NMNM 136231 Entry at 11181.0 MD									
11,200.0	80.53	359.10	10,973.5	-181.9	-343.0	404,945.42	876,370.64	32.1086514	-103.2512899
11,225.0	83.53	359.22	10,977.0	-157.2	-343.4	404,970.17	876,370.28	32.1087194	-103.2512903
11,250.0	86.52	359.34	10,979.1	-132.3	-343.7	404,995.08	876,369.96	32.1087879	-103.2512905
11,275.0	89.52	359.45	10,980.0	-107.3	-343.9	405,020.06	876,369.70	32.1088566	-103.2512905
11,279.0	90.00	359.47	10,980.0	-103.3	-344.0	405,024.05	876,369.66	32.1088675	-103.2512905
LP-Start 10357.6 hold at 11279.0 MD - FTP (RCFC 095H)									
11,300.0	90.00	359.47	10,980.0	-82.3	-344.2	405,045.06	876,369.47	32.1089253	-103.2512904
11,400.0	90.00	359.47	10,980.0	17.7	-345.1	405,145.05	876,368.55	32.1092001	-103.2512902
11,500.0	90.00	359.47	10,980.0	117.7	-346.0	405,245.05	876,367.63	32.1094750	-103.2512899
11,600.0	90.00	359.47	10,980.0	217.7	-346.9	405,345.04	876,366.70	32.1097498	-103.2512896
11,700.0	90.00	359.47	10,980.0	317.7	-347.9	405,445.04	876,365.78	32.1100247	-103.2512894
11,800.0	90.00	359.47	10,980.0	417.7	-348.8	405,545.03	876,364.86	32.1102996	-103.2512891
11,900.0	90.00	359.47	10,980.0	517.7	-349.7	405,645.03	876,363.94	32.1105744	-103.2512888
12,000.0	90.00	359.47	10,980.0	617.7	-350.6	405,745.03	876,363.02	32.1108493	-103.2512886
12,100.0	90.00	359.47	10,980.0	717.7	-351.5	405,845.02	876,362.10	32.1111241	-103.2512883
12,200.0	90.00	359.47	10,980.0	817.7	-352.5	405,945.02	876,361.17	32.1113990	-103.2512880
12,300.0	90.00	359.47	10,980.0	917.7	-353.4	406,045.01	876,360.25	32.1116739	-103.2512878
12,400.0	90.00	359.47	10,980.0	1,017.7	-354.3	406,145.01	876,359.33	32.1119487	-103.2512875
12,500.0	90.00	359.47	10,980.0	1,117.7	-355.2	406,245.00	876,358.41	32.1122236	-103.2512872
12,600.0	90.00	359.47	10,980.0	1,217.7	-356.1	406,345.00	876,357.49	32.1124984	-103.2512870
12,700.0	90.00	359.47	10,980.0	1,317.7	-357.1	406,445.00	876,356.57	32.1127733	-103.2512867
12,800.0	90.00	359.47	10,980.0	1,417.7	-358.0	406,544.99	876,355.64	32.1130482	-103.2512864
12,900.0	90.00	359.47	10,980.0	1,517.6	-358.9	406,644.99	876,354.72	32.1133230	-103.2512862
13,000.0	90.00	359.47	10,980.0	1,617.6	-359.8	406,744.98	876,353.80	32.1135979	-103.2512859
13,100.0	90.00	359.47	10,980.0	1,717.6	-360.8	406,844.98	876,352.88	32.1138727	-103.2512856
13,200.0	90.00	359.47	10,980.0	1,817.6	-361.7	406,944.97	876,351.96	32.1141476	-103.2512854
13,300.0	90.00	359.47	10,980.0	1,917.6	-362.6	407,044.97	876,351.04	32.1144225	-103.2512851
13,400.0	90.00	359.47	10,980.0	2,017.6	-363.5	407,144.97	876,350.12	32.1146973	-103.2512849
13,500.0	90.00	359.47	10,980.0	2,117.6	-364.4	407,244.96	876,349.19	32.1149722	-103.2512846
13,600.0	90.00	359.47	10,980.0	2,217.6	-365.4	407,344.96	876,348.27	32.1152470	-103.2512843
13,700.0	90.00	359.47	10,980.0	2,317.6	-366.3	407,444.95	876,347.35	32.1155219	-103.2512841
13,800.0	90.00	359.47	10,980.0	2,417.6	-367.2	407,544.95	876,346.43	32.1157968	-103.2512838
13,900.0	90.00	359.47	10,980.0	2,517.6	-368.1	407,644.95	876,345.51	32.1160716	-103.2512835
14,000.0	90.00	359.47	10,980.0	2,617.6	-369.0	407,744.94	876,344.59	32.1163465	-103.2512833
14,100.0	90.00	359.47	10,980.0	2,717.6	-370.0	407,844.94	876,343.66	32.1166213	-103.2512830
14,200.0	90.00	359.47	10,980.0	2,817.6	-370.9	407,944.93	876,342.74	32.1168962	-103.2512827
14,300.0	90.00	359.47	10,980.0	2,917.6	-371.8	408,044.93	876,341.82	32.1171711	-103.2512825
14,400.0	90.00	359.47	10,980.0	3,017.6	-372.7	408,144.92	876,340.90	32.1174459	-103.2512822
14,500.0	90.00	359.47	10,980.0	3,117.6	-373.7	408,244.92	876,339.98	32.1177208	-103.2512819
14,600.0	90.00	359.47	10,980.0	3,217.6	-374.6	408,344.92	876,339.06	32.1179956	-103.2512817
14,700.0	90.00	359.47	10,980.0	3,317.6	-375.5	408,444.91	876,338.13	32.1182705	-103.2512814
14,800.0	90.00	359.47	10,980.0	3,417.6	-376.4	408,544.91	876,337.21	32.1185454	-103.2512811
14,900.0	90.00	359.47	10,980.0	3,517.6	-377.3	408,644.90	876,336.29	32.1188202	-103.2512809
15,000.0	90.00	359.47	10,980.0	3,617.6	-378.3	408,744.90	876,335.37	32.1190951	-103.2512806
15,100.0	90.00	359.47	10,980.0	3,717.6	-379.2	408,844.89	876,334.45	32.1193699	-103.2512803
15,200.0	90.00	359.47	10,980.0	3,817.5	-380.1	408,944.89	876,333.53	32.1196448	-103.2512801
15,300.0	90.00	359.47	10,980.0	3,917.5	-381.0	409,044.89	876,332.60	32.1199197	-103.2512798
15,400.0	90.00	359.47	10,980.0	4,017.5	-382.0	409,144.88	876,331.68	32.1201945	-103.2512795
15,500.0	90.00	359.47	10,980.0	4,117.5	-382.9	409,244.88	876,330.76	32.1204694	-103.2512793
15,600.0	90.00	359.47	10,980.0	4,217.5	-383.8	409,344.87	876,329.84	32.1207442	-103.2512790



American Resource Development LLC

Planning Report - Geographic

Database:	AUS-COMPASS - EDM_15 - 32bit	Local Co-ordinate Reference:	Well Raes Creek Fed Com 25 36 22 095H
Company:	Ameredev Operating	TVD Reference:	KB=30' @ 3081.0usft (TBD)
Project:	Lea County, NM (N83-NME)	MD Reference:	KB=30' @ 3081.0usft (TBD)
Site:	Raes Creek Fed Com	North Reference:	Grid
Well:	Raes Creek Fed Com 25 36 22 095H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OWB		
Design:	PWP0		

Planned Survey										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude	
15,700.0	90.00	359.47	10,980.0	4,317.5	-384.7	409,444.87	876,328.92	32.1210191	-103.2512787	
15,800.0	90.00	359.47	10,980.0	4,417.5	-385.6	409,544.86	876,328.00	32.1212940	-103.2512785	
15,900.0	90.00	359.47	10,980.0	4,517.5	-386.6	409,644.86	876,327.08	32.1215688	-103.2512782	
16,000.0	90.00	359.47	10,980.0	4,617.5	-387.5	409,744.86	876,326.15	32.1218437	-103.2512779	
16,100.0	90.00	359.47	10,980.0	4,717.5	-388.4	409,844.85	876,325.23	32.1221185	-103.2512777	
16,200.0	90.00	359.47	10,980.0	4,817.5	-389.3	409,944.85	876,324.31	32.1223934	-103.2512774	
16,300.0	90.00	359.47	10,980.0	4,917.5	-390.2	410,044.84	876,323.39	32.1226683	-103.2512771	
16,400.0	90.00	359.47	10,980.0	5,017.5	-391.2	410,144.84	876,322.47	32.1229431	-103.2512769	
16,500.0	90.00	359.47	10,980.0	5,117.5	-392.1	410,244.83	876,321.55	32.1232180	-103.2512766	
16,600.0	90.00	359.47	10,980.0	5,217.5	-393.0	410,344.83	876,320.62	32.1234928	-103.2512763	
16,700.0	90.00	359.47	10,980.0	5,317.5	-393.9	410,444.83	876,319.70	32.1237677	-103.2512760	
16,800.0	90.00	359.47	10,980.0	5,417.5	-394.9	410,544.82	876,318.78	32.1240426	-103.2512758	
16,900.0	90.00	359.47	10,980.0	5,517.5	-395.8	410,644.82	876,317.86	32.1243174	-103.2512755	
17,000.0	90.00	359.47	10,980.0	5,617.5	-396.7	410,744.81	876,316.94	32.1245923	-103.2512752	
17,100.0	90.00	359.47	10,980.0	5,717.5	-397.6	410,844.81	876,316.02	32.1248671	-103.2512750	
17,200.0	90.00	359.47	10,980.0	5,817.5	-398.5	410,944.80	876,315.09	32.1251420	-103.2512747	
17,300.0	90.00	359.47	10,980.0	5,917.5	-399.5	411,044.80	876,314.17	32.1254169	-103.2512744	
17,400.0	90.00	359.47	10,980.0	6,017.5	-400.4	411,144.80	876,313.25	32.1256917	-103.2512742	
17,500.0	90.00	359.47	10,980.0	6,117.5	-401.3	411,244.79	876,312.33	32.1259666	-103.2512739	
17,600.0	90.00	359.47	10,980.0	6,217.4	-402.2	411,344.79	876,311.41	32.1262414	-103.2512736	
17,700.0	90.00	359.47	10,980.0	6,317.4	-403.1	411,444.78	876,310.49	32.1265163	-103.2512734	
17,800.0	90.00	359.47	10,980.0	6,417.4	-404.1	411,544.78	876,309.57	32.1267912	-103.2512731	
17,900.0	90.00	359.47	10,980.0	6,517.4	-405.0	411,644.78	876,308.64	32.1270660	-103.2512728	
18,000.0	90.00	359.47	10,980.0	6,617.4	-405.9	411,744.77	876,307.72	32.1273409	-103.2512726	
18,100.0	90.00	359.47	10,980.0	6,717.4	-406.8	411,844.77	876,306.80	32.1276157	-103.2512723	
18,200.0	90.00	359.47	10,980.0	6,817.4	-407.8	411,944.76	876,305.88	32.1278906	-103.2512720	
18,300.0	90.00	359.47	10,980.0	6,917.4	-408.7	412,044.76	876,304.96	32.1281655	-103.2512718	
18,400.0	90.00	359.47	10,980.0	7,017.4	-409.6	412,144.75	876,304.04	32.1284403	-103.2512715	
18,500.0	90.00	359.47	10,980.0	7,117.4	-410.5	412,244.75	876,303.11	32.1287152	-103.2512712	
18,600.0	90.00	359.47	10,980.0	7,217.4	-411.4	412,344.75	876,302.19	32.1289900	-103.2512710	
18,700.0	90.00	359.47	10,980.0	7,317.4	-412.4	412,444.74	876,301.27	32.1292649	-103.2512707	
18,800.0	90.00	359.47	10,980.0	7,417.4	-413.3	412,544.74	876,300.35	32.1295398	-103.2512704	
18,900.0	90.00	359.47	10,980.0	7,517.4	-414.2	412,644.73	876,299.43	32.1298146	-103.2512702	
19,000.0	90.00	359.47	10,980.0	7,617.4	-415.1	412,744.73	876,298.51	32.1300895	-103.2512699	
19,100.0	90.00	359.47	10,980.0	7,717.4	-416.1	412,844.72	876,297.58	32.1303643	-103.2512696	
19,200.0	90.00	359.47	10,980.0	7,817.4	-417.0	412,944.72	876,296.66	32.1306392	-103.2512694	
19,300.0	90.00	359.47	10,980.0	7,917.4	-417.9	413,044.72	876,295.74	32.1309141	-103.2512691	
19,400.0	90.00	359.47	10,980.0	8,017.4	-418.8	413,144.71	876,294.82	32.1311889	-103.2512688	
19,500.0	90.00	359.47	10,980.0	8,117.4	-419.7	413,244.71	876,293.90	32.1314638	-103.2512686	
19,600.0	90.00	359.47	10,980.0	8,217.4	-420.7	413,344.70	876,292.98	32.1317386	-103.2512683	
19,700.0	90.00	359.47	10,980.0	8,317.4	-421.6	413,444.70	876,292.06	32.1320135	-103.2512680	
19,800.0	90.00	359.47	10,980.0	8,417.4	-422.5	413,544.69	876,291.13	32.1322883	-103.2512678	
19,900.0	90.00	359.47	10,980.0	8,517.3	-423.4	413,644.69	876,290.21	32.1325632	-103.2512675	
20,000.0	90.00	359.47	10,980.0	8,617.3	-424.3	413,744.69	876,289.29	32.1328381	-103.2512672	
20,100.0	90.00	359.47	10,980.0	8,717.3	-425.3	413,844.68	876,288.37	32.1331129	-103.2512669	
20,200.0	90.00	359.47	10,980.0	8,817.3	-426.2	413,944.68	876,287.45	32.1333878	-103.2512667	
20,300.0	90.00	359.47	10,980.0	8,917.3	-427.1	414,044.67	876,286.53	32.1336626	-103.2512664	
20,400.0	90.00	359.47	10,980.0	9,017.3	-428.0	414,144.67	876,285.60	32.1339375	-103.2512661	
20,500.0	90.00	359.47	10,980.0	9,117.3	-429.0	414,244.66	876,284.68	32.1342124	-103.2512659	
20,600.0	90.00	359.47	10,980.0	9,217.3	-429.9	414,344.66	876,283.76	32.1344872	-103.2512656	
20,700.0	90.00	359.47	10,980.0	9,317.3	-430.8	414,444.66	876,282.84	32.1347621	-103.2512653	
20,800.0	90.00	359.47	10,980.0	9,417.3	-431.7	414,544.65	876,281.92	32.1350369	-103.2512651	
20,900.0	90.00	359.47	10,980.0	9,517.3	-432.6	414,644.65	876,281.00	32.1353118	-103.2512648	
21,000.0	90.00	359.47	10,980.0	9,617.3	-433.6	414,744.64	876,280.07	32.1355867	-103.2512645	
21,100.0	90.00	359.47	10,980.0	9,717.3	-434.5	414,844.64	876,279.15	32.1358615	-103.2512643	



American Resource Development LLC

Planning Report - Geographic

Database:	AUS-COMPASS - EDM_15 - 32bit	Local Co-ordinate Reference:	Well Raes Creek Fed Com 25 36 22 095H
Company:	Ameredev Operating	TVD Reference:	KB=30' @ 3081.0usft (TBD)
Project:	Lea County, NM (N83-NME)	MD Reference:	KB=30' @ 3081.0usft (TBD)
Site:	Raes Creek Fed Com	North Reference:	Grid
Well:	Raes Creek Fed Com 25 36 22 095H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OWB		
Design:	PWPO		

Planned Survey										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude	
21,200.0	90.00	359.47	10,980.0	9,817.3	-435.4	414,944.64	876,278.23	32.1361364	-103.2512640	
21,300.0	90.00	359.47	10,980.0	9,917.3	-436.3	415,044.63	876,277.31	32.1364112	-103.2512637	
21,400.0	90.00	359.47	10,980.0	10,017.3	-437.2	415,144.63	876,276.39	32.1366861	-103.2512635	
21,500.0	90.00	359.47	10,980.0	10,117.3	-438.2	415,244.62	876,275.47	32.1369610	-103.2512632	
21,600.0	90.00	359.47	10,980.0	10,217.3	-439.1	415,344.62	876,274.54	32.1372358	-103.2512629	
21,636.6	90.00	359.47	10,980.0	10,253.8	-439.4	415,381.19	876,274.21	32.1373363	-103.2512628	
Start 50.0 hold at 21636.6 MD - LTP (RCFC 095H)										
21,686.6	90.00	359.47	10,980.0	10,303.8	-439.9	415,431.17	876,273.75	32.1374737	-103.2512627	
TD at 21686.6 - BHL (RCFC 095H)										

Design Targets										
Target Name	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude	
- hit/miss target										
- Shape										
BHL (RCFC 095H)	0.00	0.00	10,980.0	10,303.8	-439.9	415,431.17	876,273.75	32.1374737	-103.2512627	
- plan hits target center										
- Point										
LTP (RCFC 095H)	0.00	0.00	10,980.0	10,253.8	-439.5	415,381.18	876,274.09	32.1373363	-103.2512632	
- plan misses target center by 0.1usft at 21636.6usft MD (10980.0 TVD, 10253.8 N, -439.4 E)										
- Point										
FTP (RCFC 095H)	0.00	0.00	10,980.0	-103.3	-344.0	405,024.05	876,369.66	32.1088675	-103.2512905	
- plan hits target center										
- Point										

Formations						
Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)	
1,296.0	1,296.0	Rustler		0.00		
1,775.0	1,775.0	Salado		0.00		
3,305.6	3,302.0	Tansill				
4,029.9	4,024.0	Capitan				
5,079.1	5,070.0	Lamar				
5,225.6	5,216.0	Bell Canyon				
6,750.4	6,736.0	Brushy Canyon				
7,475.6	7,459.0	Bone Spring Lime				
9,320.4	9,298.0	First Bone Spring				
9,690.5	9,667.0	Second Bone Spring				
10,314.5	10,289.0	Upper Third Bone Spring				
11,002.1	10,902.0	Third Bone Spring				



American Resource Development LLC

Planning Report - Geographic

Database:	AUS-COMPASS - EDM_15 - 32bit	Local Co-ordinate Reference:	Well Raes Creek Fed Com 25 36 22 095H
Company:	Ameredev Operating	TVD Reference:	KB=30' @ 3081.0usft (TBD)
Project:	Lea County, NM (N83-NME)	MD Reference:	KB=30' @ 3081.0usft (TBD)
Site:	Raes Creek Fed Com	North Reference:	Grid
Well:	Raes Creek Fed Com 25 36 22 095H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OWB		
Design:	PWP0		

Plan Annotations

Measured Depth (usft)	Vertical Depth (usft)	Local Coordinates		Comment
		+N/-S (usft)	+E/-W (usft)	
2,000.0	2,000.0	0.0	0.0	Start Build 2.00
2,226.4	2,226.2	-7.8	-4.3	Start 8269.7 hold at 2226.4 MD
4,990.0	4,981.1	-198.8	-109.7	NMNM 136231 Exit at 4990.0 MD
10,496.1	10,470.1	-579.4	-319.7	KOP-Start DLS 12.00 TFO 150.50
11,181.0	10,970.0	-200.6	-342.7	NMNM 136231 Entry at 11181.0 MD
11,279.0	10,980.0	-103.3	-344.0	LP-Start 10357.6 hold at 11279.0 MD
21,636.6	10,980.0	10,253.8	-439.4	Start 50.0 hold at 21636.6 MD
21,686.6	10,980.0	10,303.8	-439.9	TD at 21686.6

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	Ameredev Operating LLC
WELL NAME & NO.:	Rae's Creek 25 36 22 Fed Com 095H
LOCATION:	Sec 22-25S-36E-NMP
COUNTY:	Lea County, New Mexico ▼

COA

H₂S	☒ No ☐ Yes		
Potash / WIPP	☒ None	☐ Secretary	☐ R-111-Q ☐ Open Annulus ☐ WIPP
Cave / Karst	☒ Low	☐ Medium	☐ High ☐ Critical
Wellhead	☐ Conventional	☒ Multibowl	☐ Both ☐ Diverter
Cementing	☐ Primary Squeeze	☐ Cont. Squeeze	☐ EchoMeter ☒ DV Tool
Special Req	☒ Capitan Reef	☐ Water Disposal	☒ COM ☐ Unit
Waste Prev.	☐ Self-Certification	☐ Waste Min. Plan	☒ APD Submitted prior to 06/10/2024
Additional Language	☒ Flex Hose ☐ Casing Clearance	☐ Pilot Hole ☐ Break Testing	
	☐ Four-String ☐ Offline Cementing	☐ Fluid-Filled	

A. HYDROGEN SULFIDE

Hydrogen Sulfide (H₂S) monitors shall be installed prior to drilling out the surface shoe. If H₂S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet 43 CFR 3176 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.

B. CASING

1. The **13-3/8** inch surface casing shall be set at approximately **1419** feet (a minimum of 25 feet (Lea County) into the Rustler Anhydrite, above the salt, and below usable fresh water) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8 hours** or **500 pounds compressive strength**, whichever is greater. (This is to include the lead cement)
 - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.

- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
2. The minimum required fill of cement behind the 7-5/8 inch intermediate casing is:

The operator has proposed utilize a DV tool. The selected depth is below the Salado and is an acceptable set point. Operator may adjust depth of DV tool if it remains below the Salado and cement volumes are adjusted accordingly. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. **First stage to DV tool:** Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
 - b. **Second stage above DV tool:** Cement to surface. If cement does not circulate, contact the appropriate BLM office. **Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst, Capitan Reef, or potash.**
- ❖ In Capitan Reef Areas if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
 - ❖ **Special Capitan Reef requirements.** If lost circulation (50% or greater) occurs below the Base of the Salt, the operator shall do the following:
 - Switch to freshwater mud to protect the Capitan Reef and use fresh water mud until setting the intermediate casing. The appropriate BLM office is to be notified for a PET to witness the switch to fresh water.
 - Daily drilling reports from the Base of the Salt to the setting of the intermediate casing are to be submitted to the BLM CFO engineering staff via e-mail by 0800 hours each morning. Any lost circulation encountered is to be recorded on these drilling reports. The daily drilling report should show mud volume per shift/tour. Failure to submit these reports will result in an Incidence of Non-Compliance being issued for failure to comply with the Conditions of Approval. If not already planned, the operator shall run a caliper survey for the intermediate well bore and submit to the appropriate BLM office.
3. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - Cement should tie-back at least **50 feet** on top of Capitan Reef top or **200 feet** into the previous casing, whichever is greater. If cement does not circulate see B.1.a, c-d above. **Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst, Capitan Reef, or potash.**

C. PRESSURE CONTROL

1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).

2. Operator has proposed a multi-bowl wellhead assembly. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **10,000 (10M) psi. Variance is approved to use a 5000 (5M) Annular which shall be tested to 5000 (5M) psi.**
- Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - Manufacturer representative shall install the test plug for the initial BOP test.
 - If the cement does not circulate and one-inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
 - Whenever any seal subject to test pressure is broken, all the tests in 43 CFR 3172 must be followed.

D. SPECIAL REQUIREMENT (S)

Communitization Agreement

- The operator will submit a Communitization Agreement to the Santa Fe Office, 301 Dinosaur Trail Santa Fe, New Mexico 87508, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- The operator will submit an as-drilled survey well plat of the well completion, but are not limited to, those specified in 43 CFR 3171 and 3172.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

GENERAL REQUIREMENTS

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

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

Contact Lea County Petroleum Engineering Inspection Staff:

Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575) 689-5981

1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - i. Notify the BLM when moving in and removing the Spudder Rig.
 - ii. Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - iii. BOP/BOPE test to be conducted per **43 CFR 3172** as soon as 2nd Rig is rigged up on well.
2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
3. For intervals in which cement to surface is required, cement to surface should be verified with a visual check and density or pH check to differentiate cement from spacer and drilling mud. The results should be documented in the driller's log and daily reports.

A. CASING

1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following

- conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends of both lead and tail cement, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
 8. Whenever a casing string is cemented in the R-111-Q potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in **43 CFR 3172**.
2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.

3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - i. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - ii. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - iii. Manufacturer representative shall install the test plug for the initial BOP test.
 - iv. Whenever any seal subject to test pressure is broken, all the tests in 43 CFR 3172.6(b)(9) must be followed.
 - v. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - i. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead cement), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - ii. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the cement plug. The BOPE test can be initiated after bumping the cement plug with the casing valve open. (only applies to single stage cement jobs, prior to the cement setting up.)
 - iii. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer and can be initiated immediately with the casing valve open. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to **43 CFR 3172** with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for 8 hours or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).

- iv. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- v. The results of the test shall be reported to the appropriate BLM office.
- vi. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- vii. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- viii. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per **43 CFR 3172**.

C. DRILLING MUD

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

D. WASTE MATERIAL AND FLUIDS

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



H₂S Drilling Operation Plan

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

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

2. Briefing Area:

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

3. H₂S Detection and Alarm Systems:

- a. H₂S sensors/detectors shall be located on the drilling rig floor, in the base of the sub structure/cellar area, and on the mud pits in the shale shaker area. Additional H₂S detectors may be placed as deemed necessary. All detectors will be set to initiate visual alarm at 10 ppm and visual with audible at 14 ppm and all equipment will be calibrated every 30 days or as needed.
- b. An audio alarm will be installed on the derrick floor and in the top doghouse.

4. Protective Equipment for Essential Personnel:

- a. **Breathing Apparatus:**
 - i. Rescue Packs (SCBA) - 1 Unit shall be placed at each briefing area.
 - ii. Two (SCBA) Units will be stored in safety trailer on location.
 - iii. Work/Escapes packs - 1 Unit will be available on rig floor in doghouse for emergency evacuation for driller.
- b. **Auxiliary Rescue Equipment:**
 - i. Stretcher
 - ii. 2 - OSHA full body harnesses
 - iii. 100 ft. 5/8" OSHA approved rope
 - iv. 1 - 20# class ABC fire extinguisher

5. Windsock and/or Wind Streamers:

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

6. Communication:

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



H₂S Drilling Operation Plan

- c. Two way radios will be used to communicate off location in case of emergency help is required. In most cases cellular telephones will be available at Drilling Foreman's Office.
- 7. **Drill Stem Testing:** - No Planned DST at this time.
- 8. **Mud program:**
 - a. If H₂S is encountered, mud system will be altered if necessary to maintain control of formation. A mud gas separator will be brought into service along with H₂S scavengers if necessary.
- 9. **Metallurgy:**
 - a. All drill strings, casing, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold and lines, and valves shall be suitable for H₂S service.
 - b. Drilling Contractor supervisor will be required to be familiar with the effect H₂S has on tubular goods and other mechanical equipment provided through contractor.



H₂S Contingency Plan

Emergency Procedures

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

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

Ignition of Gas Source

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

Characteristics of H₂S and SO₂

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

Contacting Authorities

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



H₂S Contingency Plan

Ameredev Operating LLC – Emergency Phone 737-300-4799			
Key Personnel:			
Name	Title	Office	Mobile
Floyd Hammond	Chief Operating officer	737-300-4724	512-783-6810
Shane McNeely	Operations Engineer	737-300-4729	432-413-8593
Dayeed Khan	Construction Manager	737-300-4733	281-928-4692

<u>Artesia</u>	
Ambulance	911
State Police	575-748-9718
City Police	575-746-5000
Sheriff's Office	575-887-7551
Fire Department	575-746-5051
Artesia General Hospital	575-748-3333
New Mexico Oil Conservation Division	575-626-0830
<u>Carlsbad</u>	
Ambulance	911
State Police	575-885-3138
City Police	575-885-2111
Sheriff's Office	575-887-7551
Fire Department	575-885-3125
Carlsbad Medical Center	575-887-4100
Hobbs Hospital	575-492-5000
BLM Hobbs Field Office	575-689-5981
BLM Carlsbad Field Office	575-361-2822
New Mexico Oil Conservation Division	575-626-0830
<u>Santa Fe</u>	
Department of Homeland Security and Emergency Management (Santa Fe)	505-476-9600
New Mexico State Emergency Operations Center	505-476-9635
<u>National</u>	
National Emergency Response Center (Washington, D.C.)	800-424-8802
<u>Medical</u>	
Aerocare - R3, Box 49F; Lubbock, TX	800-627-2376
Med Flight Air Amb - 2301 Yale Blvd S.E., #D3; Albuquerque, NM	505-842-4433
Lifeguard Air Emergency Services- 2505 Clark Carr Loop S.E.; Albuquerque, NM	505-243-2343



5M Annular Preventer Variance Request and Well Control Procedures

Note: A copy of the Well Control Plan must be available at multiple locations on the rig for review by rig personnel, as well as review by the BLM PET/PE, and a copy must be maintained on the rig floor.

Dual Isolation Design for 5M Annular Exception

Ameredev will utilize 13-5/8” 10M (5M Annular) BOPE System consisting of:

- 13-5/8” 5M Annular
- 13-5/8” 10M Upper Pipe Rams
 - o 3-1/2” – 5-1/2” Variable Bore Ram
- 13-5/8” 10M Blind Rams
- 13-5/8” 10M Drilling Spool /w 2 - 4” 10M Outlets Double 10M Isolation Valves
- 13-5/8” 10M Lower Blind Rams
 - o 3-1/2” – 5-1/2” Variable Bore Ram

All drilling components and casing associated to exposure > 5000 psi BHP requiring a 10M system will have a double isolation (secondary barrier) below the 5M Annular that would provide a barrier to flow. The mud system will always be primary barrier, it will be maintained by adjusting values based on tourly mud tests and monitoring a PVT System to maintain static wellbore conditions, displacement procedures will be followed and recorded on daily drilling reports during tripping operations. Surge and swab pressure values will be calculated and maintained and static flow check will be monitored at previous casing shoe and verified static well conditions prior to tripping out of hole and again prior to pulling last joint of drill pipe through BOPE. The below table, documents that two barriers to flow can be maintained at all times, independent of the rating of the annular preventer.

Drill Components	Size	Primary Barrier	Secondary Barrier	Third Barrier
Drillpipe	3-1/2”-5-1/2”	Drilling Fluid	Upper Pipe Rams	Lower Pipe Rams
HWDP Drillpipe	3-1/2”-5-1/2”	Drilling Fluid	Upper Pipe Rams	Lower Pipe Rams
Drill Collars	3-1/2”-5-1/2”	Drilling Fluid	Upper Pipe Rams	Lower Pipe Rams
Production Casing	3-1/2”-5-1/2”	Drilling Fluid	Upper Pipe Rams	Lower Pipe Rams
Open Hole	13-5/8	Drilling Fluid	Blind Rams	
All Drilling Components in 10M Environment will have OD that will allow full Operational RATED WORKING PRESSURE for system design. Kill line with minimum 2” ID will be available outside substructure with 10M Check Valve for OOH Kill Operations				

Well Control Procedures

Proper well control procedures are dependent to differentiating well conditions, to cover the basic well control operations there are will be standard drilling ahead, tripping pipe, tripping BHA, running casing, and pipe out of the hole/open hole scenarios that will be defined by procedures below. Initial Shut In Pressure can be taken against the Uppermost BOPE component the 5M Annular, pressure control can be transferred from the lesser 5M Annular to the 10M Upper Pipe Rams if needed. Shut In Pressures may be equal to or less than the Rated Working Pressure but at no time will the pressure on the annular preventer exceed the Rated Working Pressure of the annular. The annular will be tested to 5,000 psi. This will be the Rated Working Pressure of the annular preventer. All scenarios will be written such as shut in will be performed by closing the 10,000 psi Upper Pipe Rams for faster Accumulator pressure recovery to allow safer reaction to controlling wellbore pressure.

Shutting In While Drilling

1. Sound alarm signaling well control event to Rig Crew
2. Space out drill string to allow FOSV installation
3. Shut down pumps
4. Shut in Upper Pipe Rams and open HCR against Open Chokes and Valves
Open to working pressure gauge
5. Install open, full open safety valve and close valve, Close Chokes
6. Verify well is shut-in and flow has stopped
7. Notify supervisory personnel
8. Record data (SIDP, SICP, Pit Gain, and Time)
9. Hold pre-job safety meeting and discuss kill procedure

Shutting In While Tripping

1. Sound alarm signaling well control event to Rig Crew
2. Space out drill string to allow FOSV installation
3. Shut in Upper Pipe Rams and open HCR against Open Chokes and Valves
Open to working pressure gauge
4. Install open, full open safety valve and close valve, Close Chokes
5. Verify well is shut-in and flow has stopped
6. Notify supervisory personnel
7. Record data (SIDP, SICP, Pit Gain, and Time)
8. Hold pre-job safety meeting and discuss kill procedure

Shutting In While Running Casing

1. Sound alarm signaling well control event to Rig Crew
2. Space out casing to allow circulating swedge installation
3. Shut in Upper Pipe Rams and open HCR against Open Chokes and Valves
Open to working pressure gauge
4. Install circulating swedge, Close high pressure, low torque valves, Close Chokes
5. Verify well is shut-in and flow has stopped
6. Notify supervisory personnel
7. Record data (SIDP, SICP, Pit Gain, and Time)
8. Hold Pre-job safety meeting and discuss kill procedure

Shutting in while out of hole

1. Sound alarm signaling well control event to Rig Crew
2. Shut-in well: close blind rams and open HCR against Open Chokes and Valves
Open to working pressure gauge
3. Close Chokes, Verify well is shut-in and monitor pressures
4. Notify supervisory personnel
5. Record data (SIDP, SICP, Pit Gain, and Time)
6. Hold Pre-job safety meeting and discuss kill procedure

Shutting in prior to pulling BHA through stack

Prior to pulling last joint of drill pipe thru the stack space out and check flow
If flowing see steps below.

1. Sound alarm signaling well control event to Rig Crew
2. Shut in upper pipe ram and open HCR against Open Chokes and Valves Open
to working pressure gauge
3. Install open, full open safety valve and close valve, Close Chokes
4. Verify well is shut-in and flow has stopped
5. Notify supervisory personnel
6. Record data (SIDP, SICP, Pit Gain, and Time)
7. Hold pre-job safety meeting and discuss kill procedure

Shutting in while BHA is in the stack and ram preventer and combo immediately available

1. Sound alarm signaling well control event to Rig Crew
2. Space out BHA with upset just beneath the compatible pipe ram
3. Shut in upper compatible pipe ram and open HCR against Open Chokes and Valves Open to working pressure gauge
4. Install open, full open safety valve and close valve, Close Chokes
5. Verify well is shut-in and flow has stopped
6. Notify supervisory personnel
7. Record data (SIDP, SICP, Pit Gain, and Time)
8. Hold pre-job safety meeting and discuss kill procedure

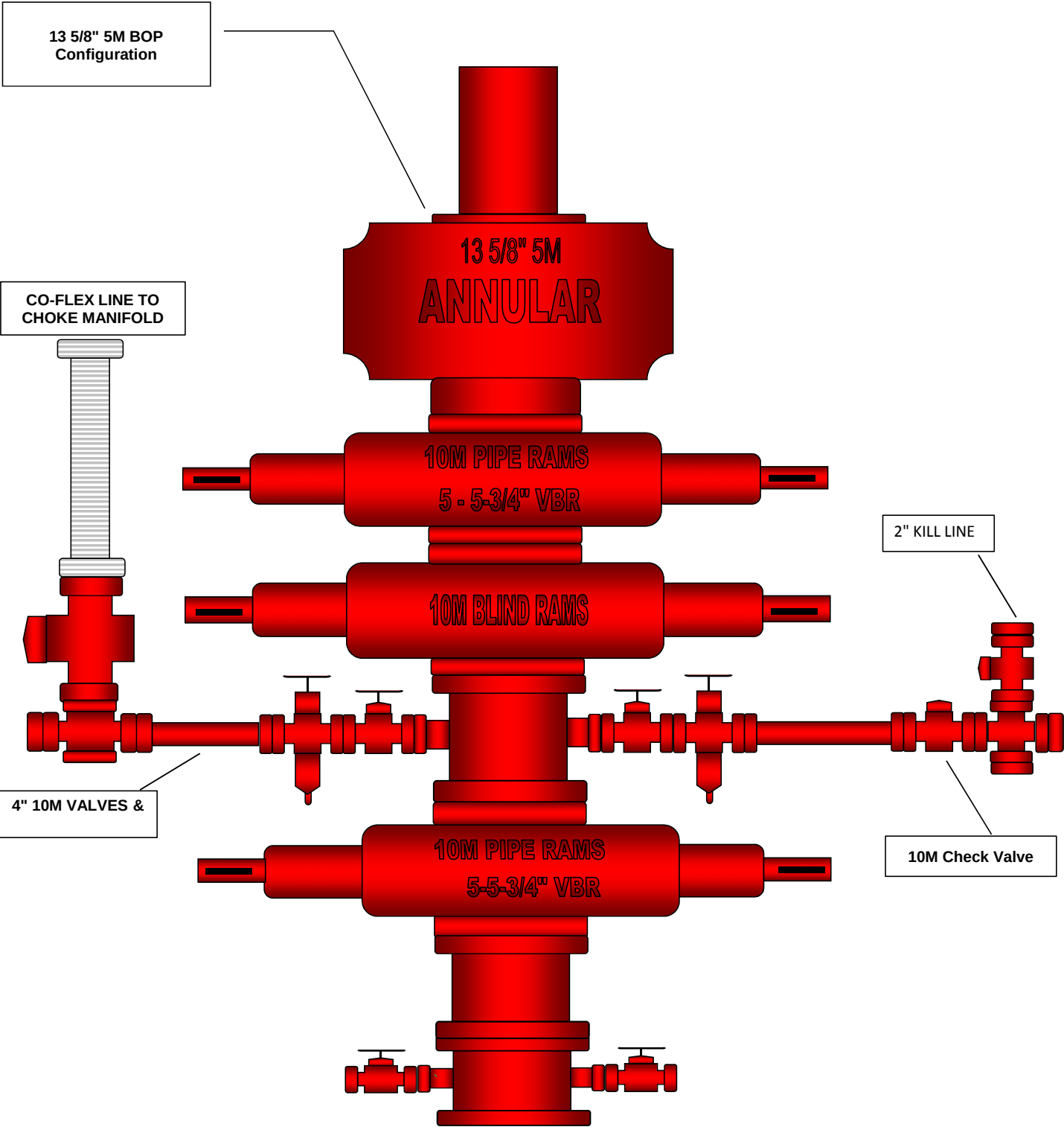
*FOSV will be on rig floor in open position with operating handle for each type of connection utilized and tested to 10,000 psi

Shutting in while BHA is in the stack and no ram preventer or combo immediately available

1. Sound alarm signaling well control event to Rig Crew
2. If possible pick up high enough, to pull string clear and follow "Open Hole" scenario

If not possible to pick up high enough:

3. Stab Crossover, make up one joint/stand of drill pipe, and install open, full open safety valve (Leave Open)
4. Space out drill string with upset just beneath the compatible pipe ram.
5. Shut in upper compatible pipe ram and open HCR against Open Chokes and Valves Open to working pressure gauge
6. Close FOSV, Close Chokes, Verify well is shut-in and flow has stopped
7. Notify supervisory personnel
8. Record data (SIDP, SICP, Pit Gain, and Time)
9. Hold pre-job safety meeting and discuss kill procedure





Pressure Control Plan

Pressure Control Equipment

- Following setting of 13-3/8" Surface Casing Ameredev will install 13-5/8 MB4 Multi Bowl Casing Head by welding on a 13-5/8 SOW x 13-5/8" 5M in combination with 13-5/8 5M x 13-5/8 10M B-Sec to Land Intm #1 and a 13-5/8 10M x 13-5/8 10M shouldered to land C-Sec to Land Intm #2 (Installation procedure witnessed and verified by a manufacturer's representative).
- Casing will be tested to 1500 psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No. 2.
- Ameredev will install a 5M System Blowout Preventer (BOPE) with a 5M Annular Preventer and related equipment (BOPE). Full testing will be performed utilizing a full isolation test plug and limited to 5,000 psi MOP of MB4 Multi Bowl Casing Head. Pressure will be held for 10 min or until provisions of test are met on all valves and rams. The 5M Annular Preventer will be tested to 50% of approved working pressure (2,500 psi). Casing will be tested to 1500 psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No. 2.
- Setting of 9-5/8" (7-5/8" as applicable) Intermediate will be done by landing a wellhead hanger in the 13-5/8" 5M Bowl, Cementing and setting Well Head Packing seals and testing same. (Installation procedure witnessed and verified by a manufacturer's representative) Casing will be tested to 1500 psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No. 2.
- Full testing will be performed utilizing a full isolation test plug to 10,000 psi MOP of MB4 Multi Bowl B-Section. Pressure will be held for 10 min or until provisions of test are met on all valves and rams. The 5M Annular Preventer will be tested to 100% of approved working pressure (5,000 psi).
- Before drilling >20ft of new formation under the 9-5/8" (7-5/8" as applicable) Casing Shoe a pressure integrity test of the Casing Shoe will be performed to minimum of the MWE anticipated to control formation pressure to the next casing depth.
- Following setting of 5-1/2" Production Casing and adequate WOC time Ameredev will break 10M System Blowout Preventer (BOP) from 10M DOL-2 Casing Head, install annulus casing slips and test same (Installation procedure witnessed and verified by a manufacturer's representative) and install 11" 10M x 5-1/8" 15M Tubing Head (Installation procedure witnessed and verified by a manufacturer's representative). Ameredev will test head to 70% casing design and install Dry Hole cap with needle valve and pressure gauge to monitor well awaiting completion.



Pressure Control Plan

- Slow pump speeds will be taken daily by each crew and recorded on Daily Drilling Report after mudding up.
- A choke manifold and accumulator with floor and remote operating stations will be functional and in place after installation of BOPE, as well as full functioning mud gas separator.
- Weekly BOPE pit level drills will be conducted by each crew and recorded on Daily Drilling Report.
- BOP will be fully operated when out of hole and will be documented on the daily drilling log.
- All B.O.P.s and associated equipment will be tested in accordance with Onshore Order #2
- All B.O.P. testing will be done by an independent service company.
- The B.O.P. will be tested within 21 days of the original test if drilling takes more time than planned.
- Ameredev requests a variance to connect the B.O.P. choke outlet to the choke manifold using a co-flex hose with a 10,000 psi working pressure that has been tested to 15,000psi and is built to API Spec 16C. Once the flex line is installed it will be tied down with safety clamps. (certifications will be sent to Carlsbad BLM Office prior to install)
- Ameredev requests a variance to install a 5M Annular Preventer on the 10M System to drill the Production Hole below the 9-5/8" (7-5/8" as applicable) Intermediate Section. 5M Annular will be tested to 100% working pressure (5,000 psi). A full well control procedure will be included to isolate well bore.

Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/oed/contact-us>

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

CONDITIONS

Action 425329

CONDITIONS

Operator: MATADOR PRODUCTION COMPANY One Lincoln Centre Dallas, TX 75240	OGRID: 228937
	Action Number: 425329
	Action Type: [C-101] BLM - Federal/Indian Land Lease (Form 3160-3)

CONDITIONS

Created By	Condition	Condition Date
nfitzgerald	Cement is required to circulate on both surface and intermediate1 strings of casing.	1/27/2025
nfitzgerald	If cement does not circulate on any string, a Cement Bond Log (CBL) is required for that string of casing.	1/27/2025
pkautz	File As Drilled C-102 and a directional Survey with C-104 completion packet.	2/6/2025
pkautz	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.	2/6/2025
pkautz	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.	2/6/2025