1. Geologic Formations

.

TVD of target	12136'	Pilot hole depth	NA
MD at TD:	19775'	Deepest expected fresh water:	325'

Basin			
Formation	Depth (TVD) from KB	Water/Mineral Bearing/ Target Zone?	Hazards*
Quaternary Fill	Surface		
Rustler	881		
Top of Salt	1278		
Base of Salt	4066		
Delaware (Lamar)	4302	Oil/Gas	
Bell Canyon	4340		
Cherry Canyon	5371		
Manzanita Marker	5511		
Brushy Canyon	6881		
Bone Spring	8278	Oil/Gas	
1 st Bone Spring Sand	9308		
2 nd Bone Spring Sand	9944		
3 rd Bone Spring Sand	11186		
Abo			
Wolfcamp	11626	Target Zone	
Devonian			
Fusselman			
Ellenburger			
Granite Wash			

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

2. Casing Program

Hole	Casing	g Interval	Csg.	Weight	Grade	Conn.	SF	SF	SF
Size	From	To	Size	(lbs)			Collapse	Burst	Tension
17.5"	0'	905 1000	13.375"	48	H40	STC	1.57	3.68	7.41
12.25"	0'	3453'	9.625"	36	J55	LTC	1.13	1.96	2.92
12.25"	3453'	4225'	9.625"	40	J55	LTC	1.17	1.80	16.84
8.75"	0'	3245'	7"	26	P110	LTC	1.30	1.67	2.03
6.125"	11500'	19775'	4.5"	13.5	P110	LTC	1.30	1.51	3.03
	BLM Mini	imum Safety H	actor 1.	125	1	1.6 Dry			····
		-			Į	1.8 Wet			

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

Must have table for contingency casing

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

Casing # Sks Wt. Yld H_20 500# **Slurry Description** 1b/ ft3/ gal/ Comp. gal sack sk Strength (hours) Surf. 475 14.8 2.12 6.3 8 Lead: Class C + Salt + Gel + Extender + LCM Tail: Class C + Retarder 200 14.8 1.34 6.3 8 Lead: Class C + Salt + Gel + Extender + LCM 695 12.5 2.12 10 Inter. 11 200 14.8 1.34 6.3 8 Tail: Class C + Retarder Prod. 385 12.5 2.12 9 Lead: Class C + Gel + Retarder + Defoamer + \mathbf{H} Stg 1 Extender 400 15.6 1.18 5.2 10 Tail: Class H + Retarder + Fluid Loss + Defoamer ECP/DV Tool @ 5511' Lead: Class C + Gel + Retarder + Defoamer + 75 12.5 2.12 Prod. 11 9 Extender Stg 2 100 1.34 8 14.8 6.3 Tail: Class C + Retarder Class C + Salt + Gel + Fluid Loss + Retarder + 340 11.2 2.97 17 Liner 16 Dispersant + Defoamer + Anti-Settling Agent

3. Cementing Program

DV tool depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above current shoe. Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

Casing String	TOC	% Excess	
Surface	0'	100%	
Intermediate	0'	25%	
Production	4025'	25%	
Liner	11800'	25%	

4. Pressure Control Equipment

BOP installed and tested before drilling which hole?	Size?	System Rated WP	Туре	*	Tested to:
			Annular	X	2500#
			Blind Ram	X	
12-1/4"	13-5/8"	ЗM	Pipe Ram	X	5000#
		10	Double Ram		\$000# /6,000
	• ·		Other*		10,000

pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a CH upgraded all the components installed will the

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

X	Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.					
Y	A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.					
}	N Are anchors required by manufacturer?					
Y						
	Provide description here: See attached schematic					

5. Mud Program

Depth		Туре	Weight (ppg)	Viscosity	Water Loss	
From	То					
0	905	FW Gel	8.6-8.8	28-34	N/C	
905	4225	Saturated Brine	10.0	28-34	N/C	
4225	11300	Cut Brine	8.6-9.7	28-34	N/C	
11300	19775	FW w/ Polymer	10.0-13.0	30-40	<10cc	

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times. MW up to 13.0 ppg may be required for shale control. The highest MW needed to balance formation pressure is expected to be 12.0 ppg.

What will be used to monitor the loss or gain	Pason/PVT/Visual Monitoring	
of fluid?		

6. Logging and Testing Procedures

Logg	Logging, Coring and Testing.				
X	Will run GR/CNL from KOP (11300') to surface (horizontal well - vertical portion of				
	hole). Stated logs run will be in the Completion Report and submitted to the BLM.				
	No Logs are planned based on well control or offset log information.				
	Drill stem test? If yes, explain				
	Coring? If yes, explain				

Add	litional logs planned	Interval		
Х	Gamma Ray	11300' (KOP) to TD		
	Density			
	CBL			
	Mud log			
	PEX			

7. Drilling Conditions

Condition	Specify what type and where?
BH Pressure at deepest TVD	7573 psi
Abnormal Temperature	No

Mitigation measure for abnormal conditions. Describe. Lost circulation material/sweeps/mud scavengers in surface hole. Weighted mud for possible over-pressure in Wolfcamp formation. Weighted mud for shale control & hole stability.

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

X H2S Plan attached

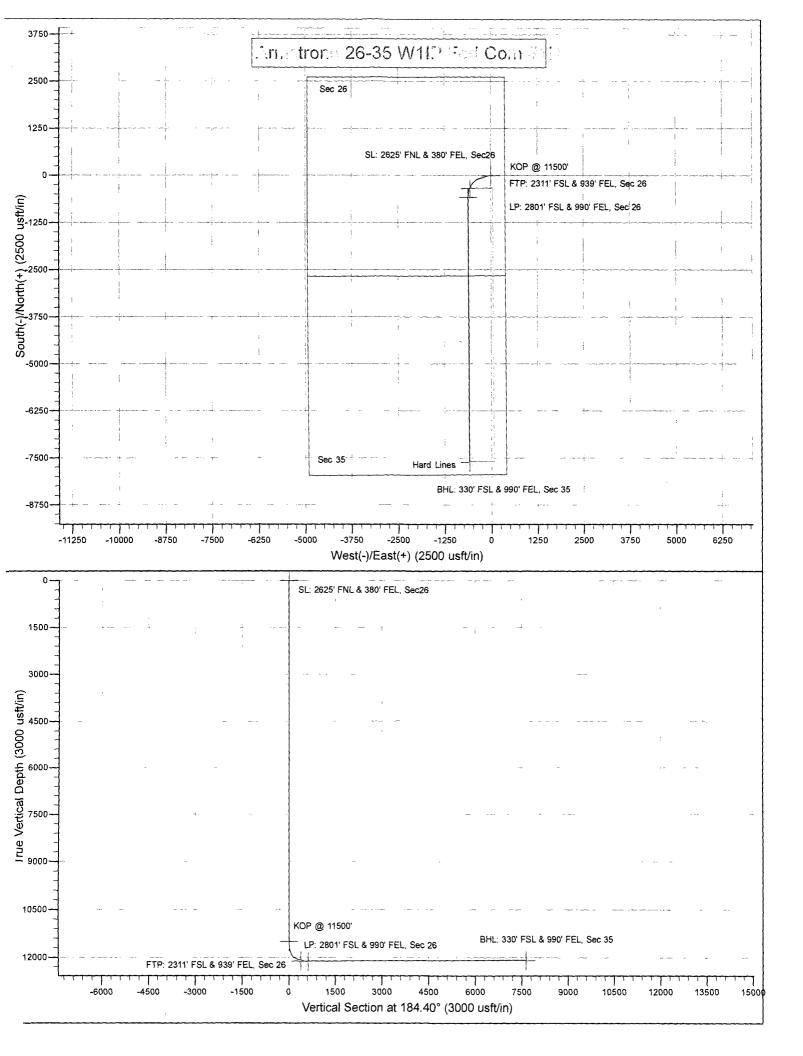
8. Other facets of operation

Is this a walking operation? If yes, describe. Will be pre-setting casing? If yes, describe.

Attachments

____ Directional Plan

____ Other, describe





13-5/8" MN-DS Wellhead System

