Form 3160-3 (March 2012) MAY 2 3 2018

FORM APPROVED OMB No. 1004-0137 Expires October 31, 2014

UNITED STATE	S	٠.	
TMENT OF THE	INTERIOR	DISTRICT	II-ARTESIA (

DEPARTMENT OF THE INTERIOR DISTRICT I
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

C. D.ease Serial	NO,
NMNM119756	<

6.	If Indian, Allotee	or Tribe Name	

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la. Type of work: DRILL REENTER		7 If Unit or CA Agr	eement, Name and No.				
Ib. Type of Well: Oil Well Gas Well Other OTH	✓ Single Zone Multiple		Well No. COM				
2. Name of Operator RKI EXPLORATION & PRODUCTION LLC	24628	9. APT Well-No.	15-44992				
54. 1164.655 A. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1.	hone No. (include area code) (10. Field and Pool, or PURPLE-SAGE V	Exploratory VOLFCAMP GAS / PUF				
4. Location of Well (Report location clearly and in accordance with any State At surface SWSW / 380 FSL / 260 FWL / LAT 32.080017 / LO		11. Sec., T. R. M. or 1 SEC 35 / T25S / F	Blk. and Survey or Area				
At proposed prod. zone NWNW / 230 FNL / 330 FWL / LAT 32.0	92936 / LONG -103,96254	4					
14. Distance in miles and direction from nearest town or post office* 11.9 miles		12. County or Parish EDDY	13. State NM				
15. Distance from proposed* location to nearest 230 feet property or lease line, ft. (Also to nearest drig. unit line, if any)		7. Spacing Unit dedicated to this 320	well				
to nearest well, drilling, completed, 25 feet applied for, on this lease, ft.	95 feet / 14891 feet	20. BLM/BIA Bond No. on file FED: NMB000396					
	Approximate date work will start 01/2017	23. Estimated duration 30 days	on				
24.	Attachments						
The following, completed in accordance with the requirements of Onshore Oil	and Gas Order No.1, must be att	ached to this form:					
Well plat certified by a registered surveyor. A Drilling Plan.	4. Bond to cover the Item 20 above).	e operations unless covered by a	n existing bond on file (see				
3. A Surface Use Plan (if the location is on National Forest System Lands SUPO must be filed with the appropriate Forest Service Office).	5. Operator certifica 6. Such other site s BLM.	ntion pecific information and/or plans a	as may be required by the				
25. Signature (Electronic Submission)	Name (Printed/Typed) Justin Barmore / Ph: (539)	9)573-2651	Date 04/17/2017				
Title Regulatory Specialist	· .						
Approved by (Signature) (Electronic Submission)	Name (Printed/Typed) Cody Layton / Ph: (575)2	34-5959	Date 04/27/2018				
Title Supervisor Multiple Resources	Office CARLSBAD						
Application approval does not warrant or certify that the applicant holds lega conduct operations thereon. Conditions of approval, if any, are attached.	al or equitable title to those right	s in the subject lease which would	l entitle the applicant to				
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime f States any false, fictitious or fraudulent statements or representations as to any	or any person knowingly and w matter within its jurisdiction.	illfully to make to any department	or agency of the United				
(Continued on page 2)		*(Ins	structions on page 2)				

APPROVED WITH CONDITIONS

APProval Date: 04/27/2018

RN 5-29-18

INSTRUCTIONS

GENERAL: This form is designed for submitting proposals to perform certain well operations, as indicated on Federal and Indian solands and leases for action by appropriate Federal agencies, pursuant to applicable Federal laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from local Federal offices.

ITEM 1: If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable Federal regulations concerning subsequent work proposals or reports on the well.

ITEM 4: Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local Federal offices for specific instructions.

ITEM 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on the reverse side, showing the roads to, and the surveyed location of, the well, and any other required information, should be furnished when required by Federal agency offices.

ITEMS 15 AND 18: If well is to be, or has been directionally drilled, give distances for subsurface location of hole in any present or objective productive zone.

ITEM 22: Consult applicable Federal regulations, or appropriate officials, concerning approval of the proposal before operations are started.

NOTICES

The Privacy Act of 1974 and regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 25 U.S.C. 396; 43 CFR 3160

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service well or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts. ROUTINE USE: Information from the record and/or the record will be transferred to appropriate Federal, State, and local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecution, in connection with congressional inquiries and for regulatory responsibilities.

EFFECT OF NOT PROVIDING INFORMATION: Filing of this application and disclosure of the information is mandatory only if you elect to initiate a drilling or reentry operation on an oil and gas lease.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to allow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases. This information will be used to analyze and approve applications. Response to this request is mandatory only if the operator elects to initiate drilling or reentry operations on an oil and gas lease. The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

(Continued on page 3) (Form 3160-3, page 2)

Additional Operator Remarks

Other description

Horizontal Gas Well

Location of Well

1. SHL: SWSW / 380 FSL / 260 FWL / TWSP: 25S / RANGE: 29E / SECTION: 35 / LAT: 32.080017 / LONG: -103.962778 (TVD: 0 feet, MD: 0 feet)

PPP: SWSW / 330 FSL / 330 FWL / TWSP: 25S / RANGE: 29E / SECTION: 35 / LAT: 32.079881 / LONG: -103.96255 (TVD: 10195 feet, MD: 11000 feet)

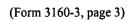
BHL: NWNW / 230 FNL / 330 FWL / TWSP: 25S / RANGE: 29E / SECTION: 35 / LAT: 32.092936 / Long: -103.962544 (TVD: 10195 feet, MD: 14891 feet)

BLM Point of Contact

Name: Judith Yeager

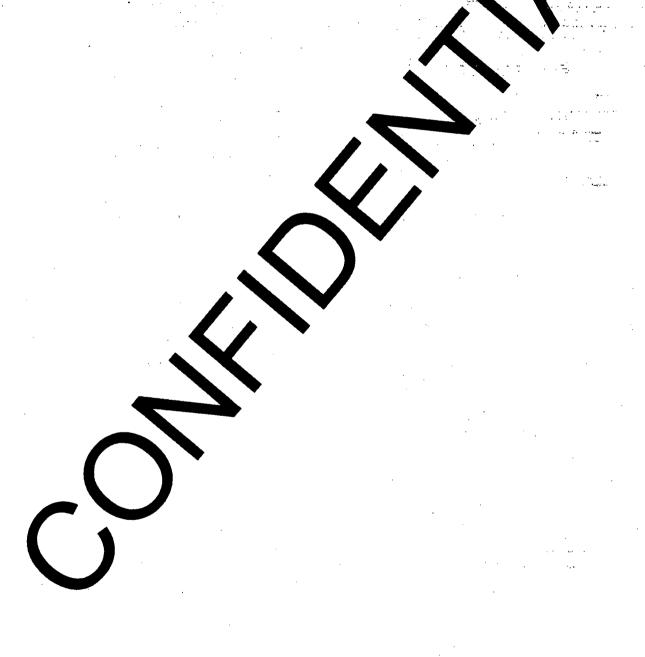
Title: Legal Instruments Examiner

Phone: 5752345936 Email: jyeager@blm.gov



Review and Appeal Rights

A person contesting a decision shall request a State Director review. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.



PECOS DISTRICT DRILLING OPERATIONS CONDITIONS OF APPROVAL

OPERATOR'S NAME: | RKI Exploration & Production, LLC

LEASE NO.: NMNM-119756

WELL NAME & NO.: | North Brushy Draw Federal Com 35 13H

SURFACE HOLE FOOTAGE: 0380' FSL & 0260' FWL BOTTOM HOLE FOOTAGE 0230' FNL & 0330' FWL

LOCATION: | Section 35, T. 25 S., R 29 E., NMPM

COUNTY: | County, New Mexico

Communitization Agreement

The operator will submit a Communitization Agreement to the Carlsbad Field Office, 620 E Greene St. Carlsbad, New Mexico 88220, 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.

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:

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)

☐ Eddy County

Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822

A. Hydrogen Sulfide

- 1. Although there are no measured amounts of Hydrogen Sulfide reported, it is always a potential hazard. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.
- 2. 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. If the drilling rig is removed without approval an Incident of Non-Compliance will be written and will be a "Major" violation.
- 3. 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 is located, this does not include the dog house or stairway area.
- 4. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

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.

Centralizers required on surface casing per Onshore Order 2.III.B.1.f.

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.

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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.

No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.

Medium Cave/Karst
Possibility of water flows in the Salado and Castile.
Possibility of lost circulation in the Red Beds, Rustler, and Delaware.

- 1. The 13-3/8 inch surface casing shall be set at approximately 600 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface. If salt is encountered, set casing at least 25 feet above the salt.
 - 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 is to include the lead cement slurry.
 - 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.

Formation below the 13-3/8" shoe to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe and the mud weight for the bottom of the hole. Report results to BLM office.

2.	The minimum	required f	fill of cement	behind the 9	-5/8 inch in	termediate	casing is:
							•

Cement to surface. 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 lea	aď
cement slurry due to cave/karst.	

If cement does not circulate to surface on the intermediate casing, the cement on the production casing must come to surface.

Formation below the 9-5/8" shoe to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe (not the mud weight required to prevent dissolving the salt formation) and the mud weight for the bottom of the hole. Report results to BLM office.

Centralizers required through the curve and a minimum of one every other joint.

3.	The minimum required fill of cement behind the 7 inch production casing is:
	Cement to surface. If cement does not circulate, contact the appropriate BLM office.
Te po	ormation below the 7" shoe to be tested according to Onshore Order 2.III.B.1.i. est to be done as a mud equivalency test using the mud weight necessary for the ore pressure of the formation below the shoe and the mud weight for the bottom of e hole. Report results to BLM office.
4.	The minimum required fill of cement behind the 4-1/2 inch production Liner is:
	☐ Cement as proposed by operator. Operator shall provide method of verification.
5.	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.

B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API 53.
- 2. Variance approved to use flex line from BOP to choke manifold. 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. If the BLM inspector questions the straightness of the hose, a BLM engineer will be contacted and will review in the field or via picture supplied by inspector to determine if changes are required (operator shall expect delays if this occurs).

- 3. Operator has proposed a multi-bowl wellhead assembly that has a weld on head with no o-ring seals. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be psi.
 - a. Wellhead manufacturer is supplying the test plug/retrieval tool for the operator's third party tester to use during the BOP/BOPE test. Operator shall use the supplied test plug/retrieval tool.
 - b. Operator shall install the wear bushing required by the wellhead manufacturer. This wear bushing shall be installed by using the test plug/retrieval tool.
 - c. Wellhead manufacturer representative shall be on location when the intermediate casing mandrel is landed. Operator shall submit copy of manufacturer's wellsite report with subsequent report.
 - d. Operator shall perform the intermediate casing integrity test to 70% of the casing burst. This will test the multi-bowl seals.
 - e. 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.

Variance approved to use a 5M annular. The annular must be tested to full working pressure (5000 psi.)

10M 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. The appropriate BLM office shall be notified a minimum of hours in advance for a representative to witness the tests.
 - a. 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 when specified), 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).

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- a. The tests shall be done by an independent service company utilizing a test plug **not a cup or J-packer**.
- b. 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.
- c. The results of the test shall be reported to the appropriate BLM office.
- d. 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.
- e. 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.
- f. 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 Onshore Order No. 2.

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. DRILL STEM TEST

If drill stem tests are performed, Onshore Order 2.III.D shall be followed.

E. 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.

JAM 040918

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PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

OPERATOR'S NAME:
LEASE NO.:
WELL NAME & NO.:
SURFACE HOLE FOOTAGE:
BOTTOM HOLE FOOTAGE
LOCATION:
COUNTY:
RKI Exploration and Production, LLC.
NMNM119756
35-14H – North Brushy Draw Fed Com
380'/S & 285'/W
230'/N & 330'/W
Section 35 T.25 S., R.29 E., NMPM
Eddy County, New Mexico

TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

	General Provisions
	Permit Expiration
	Archaeology, Paleontology, and Historical Sites
	Noxious Weeds
	Special Requirements
	Watershed
	Construction
	Notification
	Topsoil
	Closed Loop System
	Federal Mineral Material Pits
	Well Pads
	Roads
	Road Section Diagram
	Production (Post Drilling)
	Well Structures & Facilities
	Pipelines
	Electric Lines
	Interim Reclamation
_	Final Abandonment & Reclamation

I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

IV. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

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v. SPECIAL REQUIREMENT(S)

Watershed/Water Quality:

A closed-loop system would be used for the proposed project; measures to minimize or eliminate impacts to water resources are described in the standard COAs (BLM 1997: Appendix 2) for closed-loop systems.

During the lifetime of the proposed project, especially during construction, the operator would correct and employ proper measures to control runoff and erosion. Additional erosion control measures, if needed, would be put in place to prevent future erosion potential caused by runoff.

Potential impacts to shallow groundwater resources, if present, would be minimized by the operator using spill prevention, control, and cleanup procedures that would be provided in the COAs attached to the approved APDs.

The entire well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad. Topsoil shall not be used to construct the berm. No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad. The berm shall be maintained through the life of the well and after interim reclamation has been completed.

Any water erosion that may occur due to the construction of the well pad during the life of the well will be quickly corrected and proper measures will be taken to prevent future erosion.

A leak detection plan will be submitted to the BLM Carlsbad Field Office for approval prior to pipeline installation. The method could incorporate gauges to detect pressure drops, situating values and lines so they can be visually inspected periodically or installing electronic sensors to alarm when a leak is present. The leak detection plan will incorporate an automatic shut off system that will be installed for proposed pipelines to minimize the effects of an undesirable event.

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VI. CONSTRUCTION

A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

B. TOPSOIL

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

C. CLOSED LOOP SYSTEM

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

D. FEDERAL MINERAL MATERIALS PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the .

E. WELL PAD SURFACING

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

F. EXCLOSURE FENCING (CELLARS & PITS)

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Exclosure Fencing

The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

G. ON LEASE ACCESS ROADS

Road Width

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) feet.

Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

Crowning

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

Ditching

Ditching shall be required on both sides of the road.

Turnouts

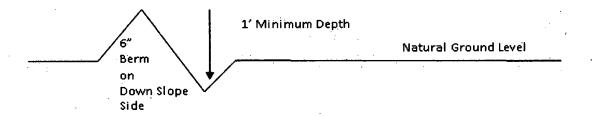
Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

Drainage

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Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outsloping and insloping, leadoff ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

Cattle guards

An appropriately sized cattle guard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattle guards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattle guards that are in place and are utilized during lease operations.

Fence Requirement

Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Public Access

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

Construction Steps

- 1. Salvage topsoil
- 2. Construct road
- 3. Redistribute topsoil
- 4. Revegetate slopes

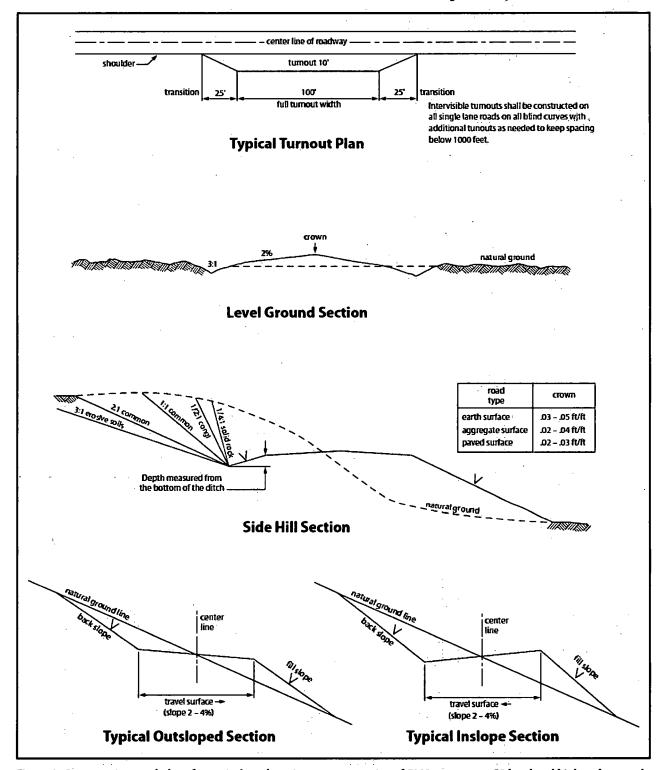


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

VII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

Exclosure Netting (Open-top Tanks)

Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps.

Chemical and Fuel Secondary Containment and Exclosure Screening

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

Open-Vent Exhaust Stack Exclosures

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

Containment Structures

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the

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largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, **Shale Green** from the BLM Standard Environmental Color Chart (CC-001: June 2008).

B. PIPELINES

BURIED PIPELINE STIPULATIONS

A copy of the application (Grant, APD, or Sundry Notice) and attachments, including conditions of approval, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

- 1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C.6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.

Page 9 of 17

4. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure of holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.

5. All construction and maintenance activity will be confined to the authorized right-of-way.
6. The pipeline will be buried with a minimum cover of inches between the top of the pipe and ground level.
7. The maximum allowable disturbance for construction in this right-of-way will be 30 feet:
• Blading of vegetation within the right-of-way will be allowed: maximum width of blading operations will not exceed 20 feet. The trench is included in this area. (Blading is defined as the complete removal of brush and ground vegetation.)
• Clearing of brush species within the right-of-way will be allowed: maximum width of clearing operations will not exceed 30 feet. The trench and bladed area are included in this area. (Clearing is defined as the removal of brush while leaving ground vegetation (grasses, weeds, etc.) intact. Clearing is best accomplished by holding the blade 4 to 6 inches above the ground surface.)
• The remaining area of the right-of-way (if any) shall only be disturbed by compressing the vegetation. (Compressing can be caused by vehicle tires, placement of equipment, etc.)
8. The holder shall stockpile an adequate amount of topsoil where blading is allowed. The topsoil to be stripped is approximately6 inches in depth. The topsoil will be segregated from other spoil piles from trench construction. The topsoil will be evenly distributed over the bladed area for the preparation of seeding.
9. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
10. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in rows, piles, or berms, unless otherwise approved by the Authorized Officer. The entire right-of-way shall be recontoured to match the surrounding landscape. The backfilled soil shall be compacted and a 6 inch berm will be left over the ditch line to allow for settling back to grade.
11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.

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	ments, using the following seed		x.
	() seed mixture 1	() seed mixture 3
	(X) seed mixture 2	•() seed mixture 4
	() seed mixture 2/LPC	() Aplomado Falcon Mixture
to blend with th		T	ety requirements shall be painted by the holder he paint used shall be color which simulates Munsell Soil Color No. 5Y 4/2.
way and at all renumber, and the	oad crossings. At a minimum, si	ign sig	point of origin and completion of the right-of- is will state the holder's name, BLM serial gns and information thereon will be posted in a tained in a legible condition for the life of the
maintenance as before maintena pipeline route is	determined necessary by the Au ance begins. The holder will take s not used as a roadway. As dete	tho e w	a road for purposes other than routine orized Officer in consultation with the holder whatever steps are necessary to ensure that the nined necessary during the life of the pipeline, truct temporary deterrence structures.
discovered by the immediately reprimediate area Authorized Offindetermine approholder will be re-	he holder, or any person working ported to the Authorized Officer. of such discovery until written a icer. An evaluation of the discover opriate actions to prevent the loss	g of Hutlautl ver s of	(historic or prehistoric site or object) In his behalf, on public or Federal land shall be lolder shall suspend all operations in the horization to proceed is issued by the y will be made by the Authorized Officer to f significant cultural or scientific values. The mand any decision as to proper mitigation after consulting with the holder.
of operations. V which includes of weeds due to	Veed control shall be required on associated roads, pipeline corridation. The operator shall controls	th or on:	ous weeds become established within the areas are disturbed land where noxious weeds exist, and adjacent land affected by the establishment sult with the Authorized Officer for acceptable PA and BLM requirements and policies.

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Approval Date: 04/27/2018

18. <u>Escape Ramps</u> - The operator will construct and maintain pipeline/utility trenches [that are not otherwise fenced, screened, or netted] to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps,

ladders, or other methods of avian and terrestrial wildlife escape in the trenches according to the following criteria:

- a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench.
- b. For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.

C. ELECTRIC LINES

STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

A copy of the grant and attachments, including stipulations, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

- 1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.

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- 4. There will be no clearing or blading of the right-of-way unless otherwise agreed to in writing by the Authorized Officer.
- 5. Power lines shall be constructed and designed in accordance to standards outlined in "Suggested Practices for Avian Protection on Power lines: The State of the Art in 2006" Edison Electric Institute, APLIC, and the California Energy Commission 2006. The holder shall assume the burden and expense of proving that pole designs not shown in the above publication deter raptor perching, roosting, and nesting. Such proof shall be provided by a raptor expert approved by the Authorized Officer. The BLM reserves the right to require modification or additions to all powerline structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. Such modifications and/or additions shall be made by the holder without liability or expense to the United States.

Raptor deterrence will consist of but not limited to the following: triangle perch discouragers shall be placed on each side of the cross arms and a nonconductive perching deterrence shall be placed on all vertical poles that extend past the cross arms.

- 6. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
- 7. The BLM serial number assigned to this authorization shall be posted in a permanent, conspicuous manner where the power line crosses roads and at all serviced facilities. Numbers will be at least two inches high and will be affixed to the pole nearest the road crossing and at the facilities served.
- 8. Upon cancellation, relinquishment, or expiration of this grant, the holder shall comply with those abandonment procedures as prescribed by the Authorized Officer.
- 9. All surface structures (poles, lines, transformers, etc.) shall be removed within 180 days of abandonment, relinquishment, or termination of use of the serviced facility or facilities or within 180 days of abandonment, relinquishment, cancellation, or expiration of this grant, whichever comes first. This will not apply where the power line extends service to an active, adjoining facility or facilities.
- 10. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the

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Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

11. Special Stipulations:

- For reclamation remove poles, lines, transformer, etc. and dispose of properly.
- Fill in any holes from the poles removed.

VIII. INTERIM RECLAMATION

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

IX. FINAL ABANDONMENT & RECLAMATION

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

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After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

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Seed Mixture 2, for Sandy Sites

The holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be <u>no</u> primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed will be done in accordance with State law (s) and within nine (9) months prior to purchase. Commercial seed will be either certified or registered seed. The seed container will be tagged in accordance with State law(s) and available for inspection by the authorized officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). The holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. The seeding will be repeated until a satisfactory stand is established as determined by the authorized officer. Evaluation of growth will not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed* per acre:

Species

lb/acre

Sand dropseed (Sporobolus cryptandrus) 1.0
Sand love grass (Eragrostis trichodes) 1.0
Plains bristlegrass (Setaria macrostachya) 2.0

Pounds of seed x percent purity x percent germination = pounds pure live seed

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^{*}Pounds of pure live seed:



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

Operator Certification Data Report

Operator Certification

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

NAME: Justin Barmore

Signed on: 04/17/2017

Title: Regulatory Specialist

Street Address: 3500 One Williams Center, MD 35

City: Tulsa

State: OK

Zip: 74172

Phone: (539)573-2651

Email address: justin.barmore@wpxenergy.com

Field Representative

Representative Name:

Street Address:

City:

State:

Zip:

Phone:

Email address:



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



APD ID: 10400013434 **Submission Date:** 04/17/2017

Operator Name: RKI EXPLORATION & PRODUCTION LLC

Show Final Text

Operator Name. RRI EXPLORATION & PRODUCTION LLC

Well Type: OTHER Well Work Type: Drill

Section 1 - General

APD ID: 10400013434 Tie to previous NOS? Submission Date: 04/17/2017

BLM Office: CARLSBAD User: Justin Barmore Title: Regulatory Specialist

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

Lease number: NMNM119756 Lease Acres: 160

Surface access agreement in place? Allotted? Reservation:

Agreement in place? NO Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? YES

Permitting Agent? NO APD Operator: RKI EXPLORATION & PRODUCTION LLC

Operator letter of designation:

Operator Info

Operator Organization Name: RKI EXPLORATION & PRODUCTION LLC

Operator Address: 3500 One Williams Center, MD 35

Zip: 74172

Operator PO Box:

Operator City: Tulsa

State: OK

Operator Phone: (539)573-0212 Operator Internet Address:

Section 2 - Well Information

Well in Master Development Plan? NO Mater Development Plan name:

Well in Master SUPO? NO Master SUPO name:

Well in Master Drilling Plan? NO Master Drilling Plan name:

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Field/Pool or Exploratory? Field and Pool Field Name: PURPLE-SAGE Pool Name: PURPLE SAGE

WOLFCAMP GAS WOLFCAMP GAS

Is the proposed well in an area containing other mineral resources? USEABLE WATER

Describe other minerals:

Is the proposed well in a Helium production area? N Use Existing Well Pad? NO New surface disturbance?

Type of Well Pad: MULTIPLE WELL

Multiple Well Pad Name: Number: 35-25S29E-M NORTH BRUSHY DRAW FED

Well Class: HORIZONTAL

COM

Number of Legs: 1

Well Work Type: Drill
Well Type: OTHER

Describe Well Type: Horizontal Gas Well

Well sub-Type: INFILL

Describe sub-type:

Distance to town: 11.9 Miles Distance to nearest well: 25 FT Distance to lease line: 230 FT

Reservoir well spacing assigned acres Measurement: 320 Acres

Well plat: Well_Plat_04-16-2017.pdf

North_Brushy_Draw_35_Federal_Com_Pad_Layout_05-31-2017.pdf

Well work start Date: 08/01/2017 Duration: 30 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

Survey number:

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	DVT
SHL Leg #1	380	FSL	260	FWL	258	29E	35	Aliquot SWS W	32.08001 7	- 103.9627 78	EDD Y	MEXI	NEW MEXI CO	F	NMNM 119756		0	0
KOP Leg #1	152	FSL	260	FWL	258	29E		Aliquot SWS W	32.07939	- 103.9627 8	EDD Y	MEXI		F	NMNM 119756	- 663 4	963 3	962 2

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	ΔΛΤ
PPP	330	FSL	330	FWL	25S	29E	35	Aliquot	32.07988		EDD	1	NEW	F	NMNM	-	110	101
Leg #1								SWS W	1	103.9625 5	Υ	CO	CO		119756	720 7	00	95
EXIT Leg #1	330	FNL	330	FWL	258	29E	35	Aliquot NWN W	32.09266 1	- 103.9625 44	EDD Y		NEW MEXI CO	F	NMNM 119756	- 720 7	147 90	101 95
BHL Leg #1	230	FNL	330	FWL	258	29E	35	Aliquot NWN W	32.09293 6	- 103.9625 44	EDD Y		NEW MEXI CO	F	NMNM 119756	- 720 7	148 91	101 95



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



APD ID: 10400013434 **Submission Date**: 04/17/2017

Operator Name: RKI EXPLORATION & PRODUCTION LLC

Well Name: NORTH BRUSHY DRAW 35 FED COM Well Number: 13H

Well Type: OTHER Well Work Type: Drill

Show Final Text

-lighlighted data

Section 1 - Geologic Formations

Formation			True Vertical	Measured			Producing
ID	Formation Name	Elevation	Depth	Depth	Lithologies	Mineral Resources	Formation
1	UNKNOWN	2988	0	Ô	ALLUVIUM,OTHER : Quaternary	USEABLE WATER	No
2	BELL CANYON	-18	3093	3100	SHALE, SANDSTONE	NATURAL GAS,OIL	No
3	CHERRY CANYON	-1164	4239	4250	SHALE, SANDSTONE	NATURAL GAS,OIL	No
4	BRUSHY CANYON	-2211	5286	5297	SHALE, SANDSTONE	NATURAL GAS,OIL	No
5	AVALON SAND	-3907	6982	6993	SANDSTONE	NATURAL GAS,OIL	No
6	BONE SPRING 1ST	-4725	7800	7811	LIMESTONE,SHALE,SA NDSTONE	NATURAL GAS,OIL	No
7	BONE SPRING 2ND	-5613	8688	8699	LIMESTONE,SHALE,SA NDSTONE	NATURAL GAS,OIL	No
8	BONE SPRING 3RD	-6645	9720	9732	LIMESTONE,SHALE,SA NDSTONE	NATURAL GAS,OIL	No
9	WOLFCAMP	-7007	10082	10167	LIMESTONE,SHALE,SA NDSTONE	NATURAL GAS,OIL	Yes

Section 2 - Blowout Prevention

Pressure Rating (PSI): 5M

Rating Depth: 14891

Equipment: The blowout preventer equipment (BOPE) will consist of 3 rams (10,000 psi WP) with 2 pipe rams (one of which may be variable), 1 blind ram and 1 annular preventer (5,000 psi WP) will be installed. The BOPE will be used below surface casing to TD. See attachments for BOP and choke manifold diagrams. A rotating head will be installed as needed. Units will be hydraulically operated. An accumulator that meets the requirements of Onshore Order 2 for the pressure rating of the BOP stack will be present. The following BOPE will be installed, tested and operational: • Drilling spool or blowout preventer with two (2) side outlets; Choke line side shall be 3" minimum diameter; Two (2) adjustable chokes with one (1) remotely controlled from the rig floor and pressure gauge. Kill side shall be at least 2" diameter; Two (2) manual valves and one (1) check valve. Auxiliary equipment is as follows: • Upper kelly cock valve with a handle available; • Lower kelly cock valve with a handle available; • A float valve will be used in the drill string, either in a float sub or in the mud motor; • Safety valves and subs with a full opening sized to fit all drill strings and collars will be available on the rig floor in the open position. A mud gas separator (gas buster) will be in place during drilling.

Requesting Variance? YES

Variance request: RKI Exploration & Description, LLC requests a variance to drill this well using a co-flex line between the BOP and the choke manifold. Certification for proposed co-flex hose is attached. The hose is required by the manufacturer to be anchored. In the event the specific hose is not available, one of equal or higher rating will be used.

Well Name: NORTH BRUSHY DRAW 35 FED COM

Well Number: 13H

Parting threedures of the William of the month of a particular forming Division. At inclusive company without the SOPE, Attended to the content of the conte

Choke Diagram Attachment:

5MChokeManifold_04-16-2017.pdf

BOP Diagram Attachment:

BOP_Diagram_04-16-2017.pdf

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	17.5	13.375	NEW	API	N	0	600	0	600	-7207	-7807	600	J-55	54.5	STC	4.28	20.6 8	DRY	15.7 2	DRY	15.7 2
2	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	3100	0	3093	-7207	- 10300	3100	J-55	40	LTC	1.89	5.8	DRY	4.19	DRY	4.19
3	INTERMED IATE	8.75	7.0	NEW	API	N	0	10533	0	10195	-7207	- 17402	10533	HCP -110	l .	BUTT	2.05	5	DRY	3.13	DRY	3.13
4	LINER	6.12 5	4.5	NEW	NON API	N	9633	14891	9622	10205	l	- 17412		HCP -110		OTHER - CDC-HTC	2.38	5.53	DRY	2.2	DRY	2.2

Casing Attachments

Casing ID: 1

String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Casing_Assumptions_04-16-2017.pdf

Well Name: NORTH BRUSHY DRAW 35 FED COM

Well Number: 13H

Casing Attachments	
Casing ID: 2 String Type: INTERMEDIATE	
Inspection Document:	
Spec Document:	
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	
Casing_Assumptions_04-16-2017.pdf	
Casing ID: 3 String Type: INTERMEDIATE	
Inspection Document:	
Spec Document:	
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	
Casing_Assumptions_04-16-2017.pdf	
Casing ID: 4 String Type:LINER	_
Inspection Document:	
Spec Document:	
CDC_HTC_spec_sheet_04-16-2017.pdf	
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	

Section 4 - Cement

Casing_Assumptions_04-16-2017.pdf

Well Name: NORTH BRUSHY DRAW 35 FED COM Well Number: 13H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	343	205	1.74	13.5	238	50	Class C	4% Gel + 2% CaCl + 0.4 pps Defoamer + 0.125 pps CelloFlake
SURFACE	Tail		343	600	200	1.34	14.8	134	50	Class C	2% Calcium
INTERMEDIATE	Lead		0	2426	471	1.92	12.9	790	20	Class C / Poz 35/65	5% Salt + 6% Gel + 0.5% Retarder + 3 pps LCM + 0.4 pps Defoamer + 0.125 pps CelloFlake
INTERMEDIATE	Tail		2426	3100	200	1.32	14.8	211	20	Class C	None
INTERMEDIATE	Lead		2600	9633	471	2.67	11.2	1061	20	TXI Lightweight	10% Gel + 8% Plex Crete + 0.9% Retarder + 0.7 pps FL + 3 pps LCM + 0.4 pps Defoamer + 0.125 pps CelloFlake
INTERMEDIATE	Tail		9633	1053 3	138	1.18	15.6	135	20	Class H	0.3% Retarder
LINER	Lead		9633	1489 1	307	1.89	13	498	20	Acid Soluble TXI	1.3% Salt + 30% CaCl + 5% Plexaid + 0.7% FL + 0.3% Retarder + 0.1% Antisettling + 0.4 pps Defoamer

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: An electronic mud monitoring system satisfying the requirements of Onshore Order 1 will be used. All necessary mud products for weight addition and fluid loss control will be on location at all times. Mud program is subject to change due to hole conditions.

Describe the mud monitoring system utilized: The following mud system monitoring equipment will be in place during drilling: • Visual pit markers • Pit volume totalizer (PVT) • Stroke counter • Gas detection • Mud-gas separator (gas buster) • Flow sensor

Circulating Medium Table

Well Name: NORTH BRUSHY DRAW 35 FED COM

Well Number: 13H

Top Depth	Bottom Depth	Mud Type	Min Weight (Ibs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	ЬН	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
3093	1019 5	OTHER : Cut Brine	8.9	9.4						_	
1019 5	1020 5	OIL-BASED MUD	10.5	12.5							
600	3093	OTHER : Brine	9.8	10							
0	600	WATER-BASED MUD	8.5	8.9							

Section 6 - Test, Logging, Coring

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

A 2-person mud-logging program will be used from Int_1 9-5/8" casing point to TD.

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

CBL,DS,MWD

Coring operation description for the well:

None

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 6627

Anticipated Surface Pressure: 4384.1

Anticipated Bottom Hole Temperature(F): 200

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

RKI H2S Plan North Brushy Draw_Federal_Com_35_25S29E_M_3_30_17_04-16-2017.pdf

Well Name: NORTH BRUSHY DRAW 35 FED COM

Well Number: 13H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

North_Brushy_Draw_Fed_35__13H___Design__1_04-16-2017.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

North_Brushy_Draw_Federal_COM_35_13H___BLM_Drilling_Plan__05_24_17JB__05-30-2017.pdf

Other Variance attachment:

5M Choke Manifold

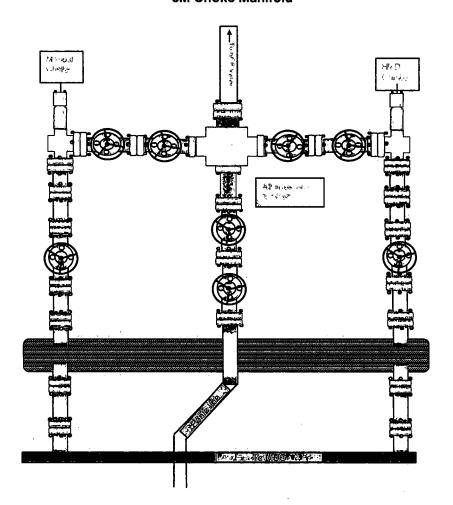
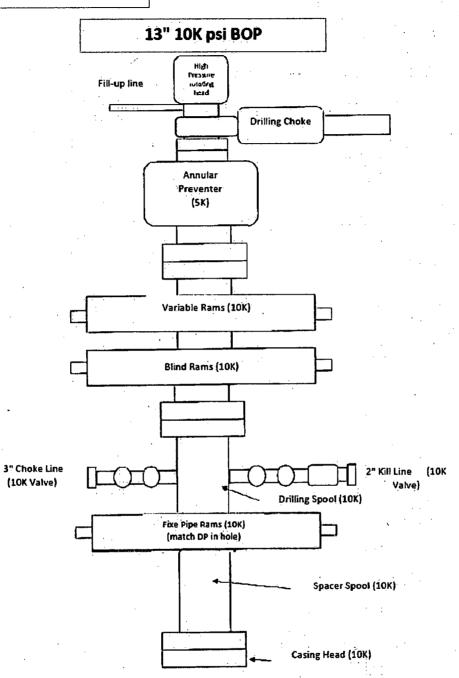


Exhibit #1:





non in Anthroportory representatives

U. S. Steel Tubular Products

4 1/2 13.50 lb (0.29) P110 HC

USS-CDC HTQ™

	PIPE	CONNECTION	
MECHANICAL PROPERTIES			
Minimum Yield Strength	110,000		psi
Maximum Yield Strength	140,000		psi
Minimum Tensile Strength	125,000		psi
DIMENSIONS			
Outside Diameter	4.500	5.250	in.
Wall Thickness	0.290		in.
Inside Diameter	3.920	3.920	in.
Drift - API	3.795	3.795	in.
Nominal Linear Weight, T&C	13.50		lbs/ft
Plain End Weight	13.05		lbs/ft
SECTION AREA			
Cross Sectional Area Critical Area	3.836	3.836	sq. in.
Joint Efficiency		100.0	96
PERFORMANCE			
Minimum Collapse Pressure	11,810	11,810	psi
External Pressure Leak Resistance		9,450	psi
Minimum Internal Yield Pressure	12,420	12,420	psi
Minimum Pipe Body Yield Strength	422,000		lbs
Joint Strength		443,000	tbs
Compression Rating		266,000	· Ibs
Reference Length		21,877	ft
Maximum Uniaxial Bend Rating		70.6	deg/100 ft
WARDON OATA			
Make-Up Loss		4.44	in.
Minimum Make-Up Torque		7,000	ft-lbs
Maximum Make-Up Torque		10,000	ft-lbs
Connection Yield Torque		12,400	ft-lbs
* Verification of connection shoulder required	. Typical shoulder rang	e 4,500 - 6,500	ft-lbs

- 1) Other than proprietary collapse and connection values, performance properties have been calculated using standard equations defined by API SC3 and do not incorporate any additional design or safety factors. Calculations assume nominal pipe QD, nominal wall thickness, and Specified Minimum Yield Strength (SMYS).
- 2) Uniawal bending rating shown is structural only, and equal to compression efficiency
 3) Torques have been calculated assuming a thread compound friction factor of 1.0 and are recommended only. Field make-up torques may require adjustment based on actual field conditions (e.g. make-up speed, temperature, thread compound, etc.)
- 4) Reference length is calculated by joint strength divided by nominal T&C weight with 1.5 safety factor.
- 5) Connection external pressure resistance has been verified to 80% API pipe body collapse pressure (API 5C5 Cal III testing protocol)

Legal Notice: USS-CDC HTGITM (High Torque Casing Driting Correction) is a trademark of U. S. Steel Corporation. This product is a modified API Buttress threaded and coupled connection designed for driting with casing applications. All material contained in this publication is for general information only. This material should not therefore be used or refed 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 tability resulting from such use. U.S. Steel disdairns any and all expressed or implied warranties of litness for any general or particular application.

USS Product Data Sheet 2015 rev22 (Sept)

Section	Hole Size	Top (MD)	Bottom (MD)	Bottom (TVD)	Casing OD	Weight (ppf)	Grade	Threads
Surf	17-1/2"	0	600	600	13-3/8"	54.5	J-55	ST&C
Int_1	12-1/4"	0	3,100	3,093	9-5/8"	40.0	J-55	LT&C
Int_2	8-3/4"	0	10,533	10,195	7"	29.0	HCP-110	BT&C
Prod	6-1/8"	9,633	14,891	10,205	4-1/2"	13.5	HCP-110	CDC-HTC

Safety Factors					
Collapse	1.125				
Burst	1.000				
Tension	2.000				

	Design Factors								
Section	Collapse	Burst	Tension						
Surf	4.28	20.68	15.72						
Int_1	1.89	5.80	4.19						
Int_2	2.05	5.00	3.13						
Prod	2.38	5.53	2.20						

Section	Hole Size	Top (MD)	Bottom (MD)	Bottom (TVD)	Casing OD	Weight (ppf)	Grade	Threads
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Prod	6-1/8"	9,633	14,891	10,205	4-1/2"	13.5	HCP-110	CDC-HTC

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Prod	2.38	5.53	2.20							



North Brushy Draw Federal Com 35-25S29E-M

1. H2S Safety Training

When working in an area where Hydrogen Sulfide (H2S) might be encountered, definite training requirements must be carried out. The Company Supervisor will ensure that all personnel, at the well site, have had adequate training in the following:

- Hazards and characteristics of Hydrogen Sulfide (H2S).
- Physicals effects of Hydrogen Sulfide on the human body.
- Toxicity of Hydrogen Sulfide and Sulfur Dioxide.
- H2S detection, Emergency alarm and sensor location.
- Emergency rescue.
- Resuscitators.
- First aid and artificial resuscitation.
- The effects of Hydrogen Sulfide on metals.
- Location safety.

Service company personnel and visiting personnel must be notified if the zone contains H₂S, and each service company must provide adequate training and equipment for their employees before they arrive at the well site.

2. H2S detection and Alarm Systems

- Four channel H₂S monitor with alarms.
- Three (3) sensors located as follows: #1 Rig Floor, #2 Shale Shaker, #3 Cellar.
- Gastec or Draeger pump with tubes.
- Sensor test gas.

3. Windsocks and / Wind Streamers

- A minimum of two 10" windsocks located at strategic locations so that they may be seen from any point on location.
- Wind streamers (if preferred) should be placed at various locations on the well site to ensure wind consciousness at all times. (Corners of location).

4. Condition Flags and Signs

The Well Condition Sign w/flags should be placed a minimum of 150' before you enter the location. It should have three (3) color coded flags (green, yellow and red) that will be used to denote the following location conditions:

- GREEN Normal Operating Conditions
- YELLOW Potential Danger
- RED Danger, H₂S Gas Present

5. Well Control Equipment

• See APD

6. Communications

 Proper communication equipment such as cell phones or 2-way radios should be available at the rig.

- Radio communication shall be available for communication between the company man's trailer, rig floor and the tool pusher's trailer.
- Communication equipment shall be available on the vehicles.

7. Drilling Stem Testing

Not Applicable

8. Drilling Fluids

The primary control to avoid H₂S problems in a drilling operation is to keep it retained in the formation. A slight over balance in drilling fluid density is required. It must be enough to overcome any swabbing effects on connections and trips. Ample pit volume will be provided to contain an adequate supply of drilling mud.

- Drilling Fluid Monitoring On Any Hazardous H₂S gas well, the earlier the warning of danger the better chance to control operations. Mud Company will be in daily contact with a RKI Representative. The Mud Engineer will take samples of the mud, analyze these samples, and make necessary recommendations to prevent H₂S gas from the formation, the pH will be increased as necessary for corrosion control.
- pH Control For normal drilling, pH of 10.5 11.5. Would be sufficient for corrosion protection. If there is an influx of H₂S gas from the formation, the pH will be increased as necessary for corrosion control.
- H₂S Scavengers If necessary H₂S scavengers will be added to the drilling mud.
- Garret Gas Train or Hach Tester for inspection of Hydrogen Sulfide in the drilling mud system.

9. Emergency Contacts:

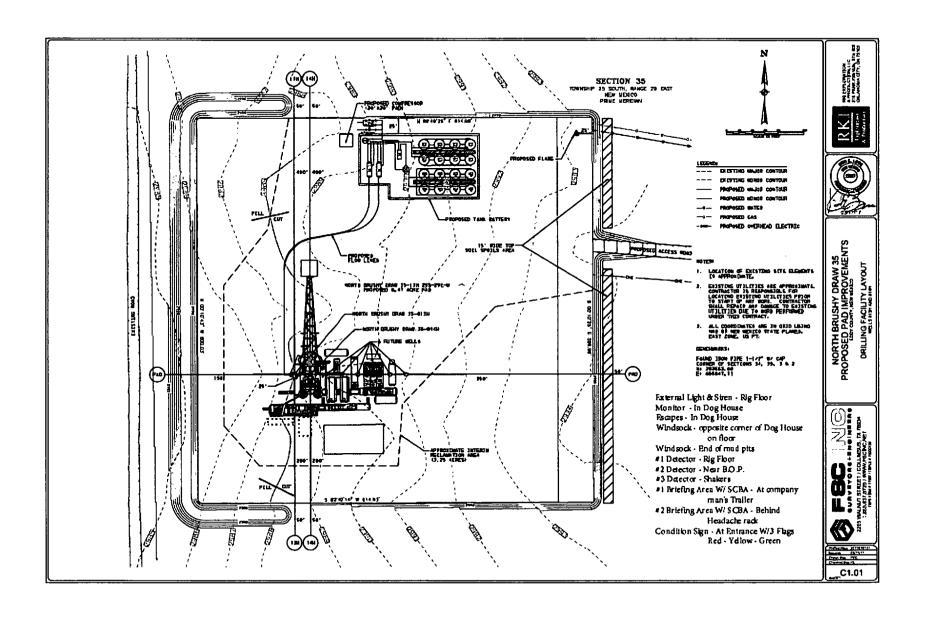
Local Contacts

· · · · · · · · · · · · · · · · · · ·	
Operations Senior Foreman	
Danny Emerson	(505) 614-4867
Production Superintendent	
Justin Warren	(701) 421-7324
Production Foreman	·
Kipper Folmar	(575) 644-2008
Gary Moreau	(575) 200-4278
Kurt Heckman	(505) 333-1809
Operation Foreman '	
Filip Avila	(505) 692-5467
Completions Superintendent	•
Kent Hejl	(575) 885-7539
Jim Auld	(539) 573-7508
Drilling Superintendent	
Lance Vaughn	(325) 647-8148
	(575) 200-4160
Deck Travis	(713) 805-6739
Environmental Specialist	
Karolina Blaney	(970) 589-0743

Safety Specialist		
Stephan Holloway		(361) 436-6290
EH&S Contractor		(002) 100 0200
Randall Moreland		(318) 458-1537
	Regional Contacts	
Production Manager	-	
Bobby Goodwin		(918) 642-3688
Drilling Engineer		
Preston Wray		(539) 573-7604
Completions Engineer		
Jay Brenner		(918) 289-9252
	Corporate Contacts	
VP Asset Team		/ \
Matt Hinson		(539) 573-0170
Drilling Manager Jeff Cutler		(520) 572 2772
	•	(539) 573-2772
EHS Manager Lucas Smith		(017) 727 0716
Legal Liaison		(817) 727-9716
Kevin Mathews		(918) 606-6356
RMID Liaison		(310) 000 0330
Scott Davenport		(918) 573-5917
Communications Liaison		` ,
Kelly Swan		(918) 629-1037
Emergency Response Contacts		911 or
Ambulance Service:	· · · · · · · · · · · · · · · · · · ·	<u> </u>
Carlsbad Fire Department		(575) 885-3125
Carlsbad Fire Department Hospitals:		(575) 885-3125
Carlsbad Fire Department Hospitals: Carlsbad Medical Center (Carlsbad)		(575) 885-3125 (575) 557-4100
Hospitals:		
Hospitals: Carlsbad Medical Center (Carlsbad)		(575) 557-4100
Hospitals: Carlsbad Medical Center (Carlsbad) University Medical Center (El Paso)		(575) 557-4100 (915) 577-1200
Hospitals: Carlsbad Medical Center (Carlsbad) University Medical Center (El Paso) University Medical Center (Lubbock) Fire Department: Carlsbad Fire Department		(575) 557-4100 (915) 577-1200 (806) 775-8200 (575) 885-3125
Hospitals: Carlsbad Medical Center (Carlsbad) University Medical Center (El Paso) University Medical Center (Lubbock) Fire Department: Carlsbad Fire Department Pecos VFD		(575) 557-4100 (915) 577-1200 (806) 775-8200
Hospitals: Carlsbad Medical Center (Carlsbad) University Medical Center (El Paso) University Medical Center (Lubbock) Fire Department: Carlsbad Fire Department Pecos VFD Law Enforcement:		(575) 557-4100 (915) 577-1200 (806) 775-8200 (575) 885-3125 (432) 445-3519
Hospitals: Carlsbad Medical Center (Carlsbad) University Medical Center (El Paso) University Medical Center (Lubbock) Fire Department: Carlsbad Fire Department Pecos VFD Law Enforcement: Carlsbad Police Department		(575) 557-4100 (915) 577-1200 (806) 775-8200 (575) 885-3125 (432) 445-3519 (575) 885-6547
Hospitals: Carlsbad Medical Center (Carlsbad) University Medical Center (El Paso) University Medical Center (Lubbock) Fire Department: Carlsbad Fire Department Pecos VFD Law Enforcement: Carlsbad Police Department Pecos Police Department		(575) 557-4100 (915) 577-1200 (806) 775-8200 (575) 885-3125 (432) 445-3519 (575) 885-6547 (432) 445-4911
Hospitals: Carlsbad Medical Center (Carlsbad) University Medical Center (El Paso) University Medical Center (Lubbock) Fire Department: Carlsbad Fire Department Pecos VFD Law Enforcement: Carlsbad Police Department Pecos Police Department Eddy County Sherriff's Department		(575) 557-4100 (915) 577-1200 (806) 775-8200 (575) 885-3125 (432) 445-3519 (575) 885-6547 (432) 445-4911 (575) 887-7551
Hospitals: Carlsbad Medical Center (Carlsbad) University Medical Center (El Paso) University Medical Center (Lubbock) Fire Department: Carlsbad Fire Department Pecos VFD Law Enforcement: Carlsbad Police Department Pecos Police Department Eddy County Sherriff's Department Loving County Sherriff's Department		(575) 557-4100 (915) 577-1200 (806) 775-8200 (575) 885-3125 (432) 445-3519 (575) 885-6547 (432) 445-4911 (575) 887-7551 (432) 337-2411
Hospitals: Carlsbad Medical Center (Carlsbad) University Medical Center (El Paso) University Medical Center (Lubbock) Fire Department: Carlsbad Fire Department Pecos VFD Law Enforcement: Carlsbad Police Department Pecos Police Department Eddy County Sherriff's Department Loving County Sherriff's Office		(575) 557-4100 (915) 577-1200 (806) 775-8200 (575) 885-3125 (432) 445-3519 (575) 885-6547 (432) 445-4911 (575) 887-7551 (432) 337-2411 (432) 445-4901
Hospitals: Carlsbad Medical Center (Carlsbad) University Medical Center (El Paso) University Medical Center (Lubbock) Fire Department: Carlsbad Fire Department Pecos VFD Law Enforcement: Carlsbad Police Department Pecos Police Department Eddy County Sherriff's Department Loving County Sherriff's Department Reeves County Sherriff's Office New Mexico State Police – District 3		(575) 557-4100 (915) 577-1200 (806) 775-8200 (575) 885-3125 (432) 445-3519 (575) 885-6547 (432) 445-4911 (575) 887-7551 (432) 337-2411 (432) 445-4901 (575) 885-3138
Hospitals: Carlsbad Medical Center (Carlsbad) University Medical Center (El Paso) University Medical Center (Lubbock) Fire Department: Carlsbad Fire Department Pecos VFD Law Enforcement: Carlsbad Police Department Pecos Police Department Eddy County Sherriff's Department Loving County Sherriff's Office		(575) 557-4100 (915) 577-1200 (806) 775-8200 (575) 885-3125 (432) 445-3519 (575) 885-6547 (432) 445-4911 (575) 887-7551 (432) 337-2411 (432) 445-4901

Regulatory Contacts

Local Emergency Planning Committee (LEPC)	
Eddy County, Carlsbad, NM	(575) 885-3581
Lea County, Lovington, NM	(575) 396-8607
Chaves County, Roswell, NM	(575) 624-6140
Reeves County, Pecos, TX	(432) 447-3542
Loving County, Mentone, TX	(915) 377-2362
Winkler County, Kermit, TX	(432) 586-6658
Wheeler County, Wheeler, TX	(806) 826-3777
Texas Railroad Commission – District 8	(432) 684-5581
New Mexico Oil Conservation Division	(505) 476-3440
New Mexico Occupational Safety and Health Bureau (NM OSHA)	(505) 476-8700
Federal OSHA: Lubbock area office	(806) 472-7681
US BLM: Carlsbad, NM field office	(575) 234-5972
Federal Environmental Protection Agency: National Response Center (NRC)	(800) 424-8802



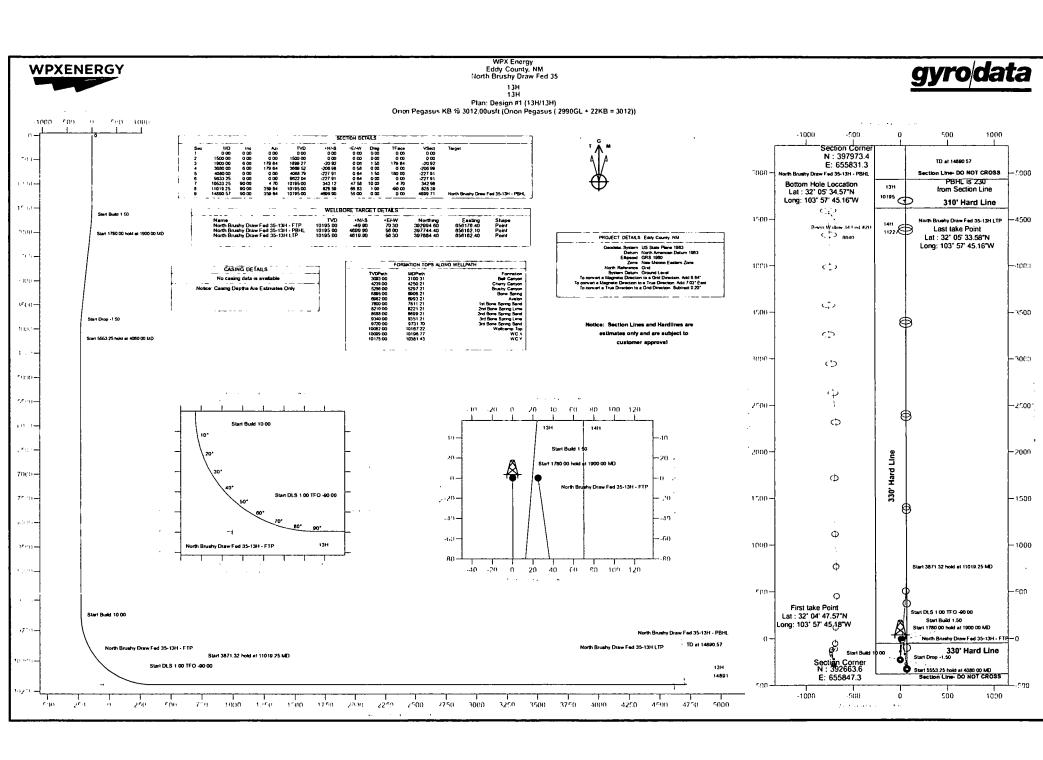
WPX Energy
Eddy County, NM
North Brushy Draw Fed 35 13H

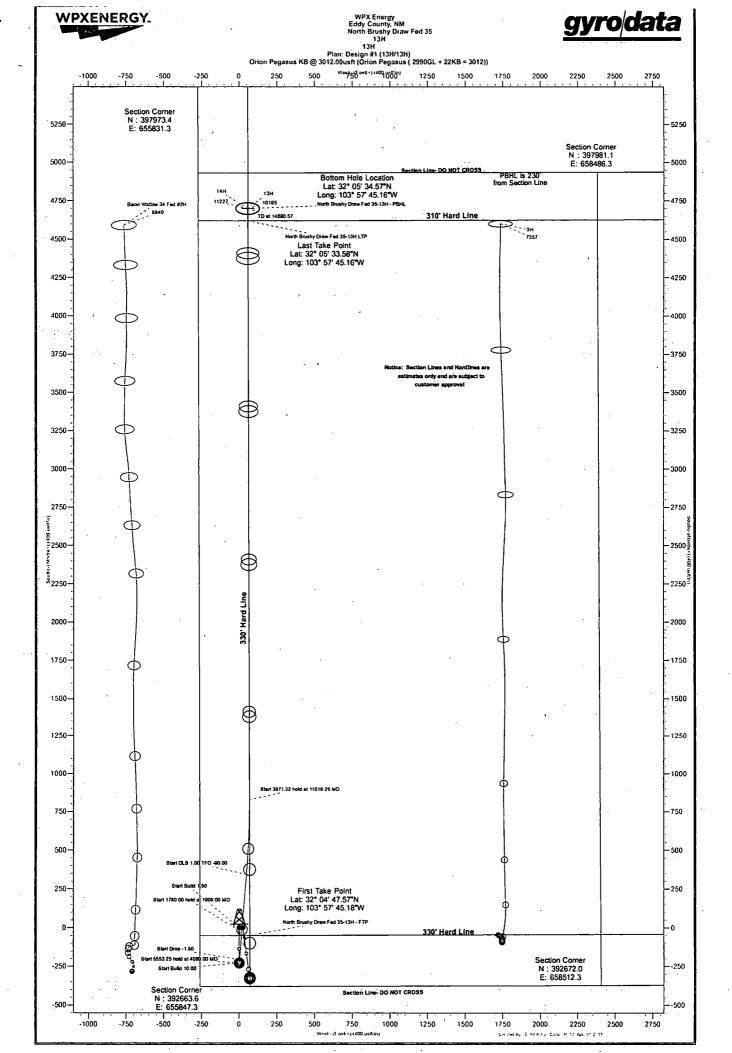
13H

Plan: Design #1

Standard Planning Report

06 April, 2017





Planning Report

Database:

Gyrodata NWDB

Company:

Project:

Site:

Well:

WPX Energy

Eddy County, NM

Wellbore: Design:

North Brushy Draw Fed 35 13H

13H Design #1 Local Co-ordinate Reference:

TVD Reference:

MD Reference:

System Datum:

Well 13H

Orion Pegasus KB @ 3012.00usft (Orion

Pegasus (2990GL + 22KB = 3012))

Orion Pegasus KB @ 3012.00usft (Orion

Pegasus (2990GL + 22KB = 3012))

North Reference:

Survey Calculation Method:

Grid

Ground Level

Minimum Curvature

Project

Site

Eddy County, NM

Map System:

US State Plane 1983

Geo Datum:

North American Datum 1983

Map Zone:

New Mexico Eastern Zone

North Brushy Draw Fed 35

Site Position: From:

Мар

Northing: Easting:

397.973.40 usft

655,831.30 usft

Latitude: Longitude:

32° 5' 36.848 N 103° 57' 48.994 W

Position Uncertainty:

0.00 usft

Slot Radius:

13.20 in

Grid Convergence:

0.20°

Well

13H +N/-S

+E/-W

Well Position

-4,928.90 usft 274.80 usft Northing: Easting:

393.044.50 usft 656,106.10 usft Latitude: Longitude:

32° 4' 48.062 N 103° 57' 45.996 W

Position Uncertainty

0.00 usft

Wellhead Elevation:

Ground Level:

2,990.00 usft

Wellbore

13H

Magnetics

Model Name

Sample Date

Declination (°)

Dip Angle (°)

Field Strength (nT)

HDGM

03/22/17

7.03

59.82

48.053.30000000

Design

Design #1

Audit Notes:

Version:

Phase:

PROTOTYPE

Tie On Depth:

0.00

Vertical Section:

Depth From (TVD) (usft)

0.00

+N/-S (usft) 0.00

+E/-W (usft) 0.00

Direction (°) 359.83

Plan Survey Tool Program

Date 04/04/17

Depth From (usft)

Depth To

(usft) Survey (Wellbore) **Tool Name**

Remarks

0.00

14,890.57 Design #1 (13H)

MWD+HDGM

OWSG MWD + HDGM

Planning Report

Database:

Gyrodata NWDB

Eddy County, NM

Local Co-ordinate Reference:

Well 13H

Company: Project:

WPX Energy

TVD Reference:

Orion Pegasus KB @ 3012.00usft (Orion Pegasus (2990GL + 22KB = 3012))
Orion Pegasus KB @ 3012.00usft (Orion Pegasus KB @ 3012.00usft (Orion

MD Reference:

Pegasus (2990GL + 22KB = 3012))

Well: 13H

Site:

13H

North Brushy Draw Fed 35

North Reference: **Survey Calculation Method:**

Minimum Curvature

Wellbore:

Design #1 Design:

Plan Section	s									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,500.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,900.00	6.00	179.84	1,899.27	-20.92	0.06	1.50	1.50	0.00	179.84	
3,680.00	6.00	179.84	3,669.52	-206.98	0.58	0.00	0.00	0.00	0.00	
4,080.00	0.00	0.00	4,068.79	-227.91	0.64	1.50	-1.50	0.00	180.00	
9,633.25	0.00	0.00	9,622.04	-227.91	0.64	0.00	0.00	0.00	0.00	
10,533.25	90.00	4.70	10,195.00	343.12	47.58	10.00	10.00	0.00	4.70	
11,019.25	90.00	359.84	10,195.00	828.59	66.83	1.00	0.00	-1.00	-90.00	٠
14,890.57	90.00	359.84	10,195.00	4.699.90	56.00	0.00	0.00	0.00	0.00	North Brushy Draw

Planning Report

Database:

. Gyrodata NWDB WPX Energy

Company: Project:

Eddy County, NM

Site:

North Brushy Draw Fed 35

Well:

Wellbore: Design:

13H Design #1 Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference:

MD Reference:

North Reference:

Well 13H

Orion Pegasus KB @ 3012.00usft (Orion Pegasus (2990GL + 22KB = 3012))

Orion Pegasus KB @ 3012.00usft (Orion Pegasus (2990GL + 22KB = 3012))

Grid

Minimum Curvature

Ì	Planned	Survey
ı	rianned	Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
400.00	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.00	0.00
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00
600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.00
700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00	0.00	0.00
800.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00	0.00	0.00
900.00	0.00	0.00	900.00	0.00	0.00	0.00	0.00	0.00	0.00
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00
1,100.00	0.00	0.00	1,100.00	0.00	0.00	0.00	0.00	0.00	0.00
1,200.00	0.00	0.00	1,200.00	0.00	0.00	0.00	0.00	0.00	0.00
1,300.00	0.00	0.00	1,300.00	0.00	0.00	0.00	0.00	0.00	0.00
1,400.00	0.00	0.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00
1,500.00 Start Build	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00
1,600.00	1.50	179.84	1,599.99	-1.31	0.00	-1.31	1.50	1.50	0.00
1,700.00	3.00	179.84	1,699.91	-5.23	0.00	-5.23	1.50	1.50	0.00
1,800.00	4.50	179.84	1,799.69	-11.77	0.03	-11.77	1.50	1.50	0.00
1,900.00	6.00	179.84	1,899.27	-20.92	0.06	-20.92	1.50	1.50	0.00
	.00 hold at 190		1,000.21	20.02	0.00	20.02	1.00	1.00	0.50
		179.84	1,998.72	-31.38	0.09	-31.38	0.00	0.00	0.00
2,000.00	6.00	179.84 179.84	1,998.72 2,098.17	-31.38 -41.83	0.09	-31.36 -41.83	0.00	0.00	0.00
2,100.00	6.00				0.12	-41.83 -52.28	0.00	0.00	0.00
2,200.00	6.00	179.84	2,197.63	-52.28		-52.28 -62.74	0.00	0.00	0.00
2,300.00	6.00	179.84	2,297.08	-62.74 72.10	0.18			0.00	0.00
2,400.00	6.00	179.84	2,396.53	-73.19	0.20	-73.19	0.00		
2,500.00	6.00	179.84	2,495.98	-83.64	0.23	-83.64	0.00	0.00	0.00
2,600.00	6.00	179.84	2,595.43	-94.09	0.26	-94.09	0.00	0.00	0.00
2,700.00	6.00	179.84	2,694.89	-104.55	0.29	-104.55	0.00	0.00	0.00
2,800.00	6.00	179.84	2,794.34	-115.00	0.32	-115.00	0.00	0.00	0.00
2,900.00	6.00	179.84	2,893.79	-125.45	0.35	-125.45	0.00	0.00	0.00
3,000.00	6.00	179.84	2,993.24	-135.91	0.38	-135.91	0.00	0.00	0.00
3,100.00	6.00	179.84	3,092.70	-146.36	0.41	-146.36	0.00	0.00	0.00
3,100.31	6.00	179.84	3,093.00	-146.39	0.41	-146.39	0.00	0.00	0.00
Bell Canyo				4555		455.51			
3,200.00	6.00	179.84	3,192.15	-156.81	0.44	-156.81	0.00	0.00	0.00
3,300.00	6.00	179.84	3,291.60	-167.26	0.47	-167.26	0.00	0.00	0.00
3,400.00	6.00	179.84	3,391.05	-177.72	0.50	-177.72	0.00	0.00	0.00
3,500.00	6.00	179.84	3,490.50	-188.17	0.53	-188.17	0.00	0.00	0.00
3,600.00	6.00	179.84	3,589.96	-198.62	0.55	-198.62	0.00	0.00	0.00
3,680.00	6.00	179.84	3,669.52	-206.98	0.58	-206.99	0.00	0.00	0.00
Start Drop									
3,700.00	5.70	179.84	3,689.41	-209.02	0.58	-209.02	1.50	-1.50	0.00
3,800.00	4.20	179.84	3,789.04	-217.65	0.61	-217.65	1.50	-1.50	0.00
3,900.00	2.70	179.84	3,888.85	-223.67	0.62	-223.67	1.50	-1.50	0.00
4,000.00	1.20	179.84	3,988.79	-227.07	0.63	-227.07	1.50	-1.50	0.00
4,080.00	0.00	0.00	4,068.79	-227.91	0.64	-227.91	1.50	-1.50	-224.80
Start 5553	.25 hold at 408								
4,100.00	0.00	0.00	4,088.79	-227.91	0.64	-227.91	0.00	0.00	0.00
4.200.00	0.00	0.00	4,188.79	-227.91	0.64	-227.91	0.00	0.00	0.00

Planning Report

Database: Company: Gyrodata NWDB

WPX Energy

Project:

Eddy County, NM

Site:

North Brushy Draw Fed 35

Well:

13H

Wellbore: 13H Design: Design #1 Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference:

MD Reference:

North Reference:

Well 13H

Orion Pegasus KB @ 3012.00usft (Orion Pegasus (2990GL + 22KB = 3012))

Orion Pegasus KB @ 3012.00usft (Orion

Pegasus (2990GL + 22KB = 3012))

Grid

Minimum Curvature

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
4,250.21	0.00	0.00	4,239.00	-227.91	0.64	-227.91	0.00	0.00	0.00
Cherry C									
4,300.00		0.00	4,288.79	-227.91	0.64	-227.91	0.00	0.00	0.00
4,400.00		0.00	4,388.79	-227.91	0.64	-227.91	0.00	0.00	0.00
4,500.00	0.00	0.00	4,488.79	-227.91	0.64	-227.91	0.00	0.00	0.00
4,600.00	0.00	0.00	4,588.79	-227.91	0.64	-227.91	0.00	0.00	0.00
4,700.00	0.00	0.00	4,688.79	-227.91	0.64	-227.91	0.00	0.00	0.00
4,800.00	0.00	0.00	4,788.79	-227.91	0.64	-227.91	0.00	0.00	0.00
4,900.00	0.00	0.00	4,888.79	-227.91	0.64	-227.91	0.00	0.00	0.00
5,000.00		0.00	4,988.79	-227.91	0.64	-227.91	0.00	0.00	0.00
5,100.00	0.00	0.00	5,088.79	-227.91	0.64	-227.91	0.00	0.00	0.00
5,200.00		0.00	5,188.79	-227.91	0.64	-227.91	0.00	0.00	0.00
5,297.21		0.00	5,286.00	-227.91	0.64	-227.91	0.00	0.00	0.00
Brushy C		0.00	0,200.00	227.51	0.04	227.51	0.00	0.00	0.00
5,300.00	•	0.00	5,288.79	-227.91	0.64	-227.91	0.00	0.00	0.00
5,400.00		0.00	5,388.79	-227.91	0.64	-227.91	0.00	0.00	0.00
5,500.00	0.00	0.00	5,488.79	-227.91	0.64	-227.91	0.00	0.00	0.00
5,600.00		0.00	5,588.79	-227.91	0.64	-227.91	0.00	0.00	0.00
5.700.00		0.00	5,688.79	-227.91	0.64	-227.91	0.00	0.00	0.00
5,800.00		0.00	5,788.79	-227.91	0.64	-227.91	0.00	0.00	0.00
5,900.00		0.00	5,888.79	-227.91	0.64	-227.91	0.00	0.00	0.00
6,000.00	0.00	0.00	5.988.79	-227.91	0.64	-227.91	0.00	0.00	0.00
6,100.00		0.00	6,088.79	-227.91	0.64	-227.91	0.00	0.00	0.00
6,200.00		0.00	6,188.79	-227.91	0.64	-227.91		0.00	
							0.00		0.00
6,300.00 6,400.00		0.00 0.00	6,288.79 6,388.79	-227.91 -227.91	0.64 0.64	-227.91 -227.91	0.00 0.00	0.00 0.00	, 0.00 0.00
6,500.00		0.00	6,488.79	-227.91	0.64	-227.91	0.00	0.00	0.00
6,600.00		0.00	6,588.79	-227.91	0.64	-227.91	0.00	0.00	0.00
6,700.00		0.00	6,688.79	-227.91	0.64	-227.91	0.00	0.00	0.00
6,800.00		0.00	6,788.79	-227.91	0.64	-227.91	0.00	0.00	0.00
6,900.00		0.00	6,888.79	-227.91	0.64	-227.91	0.00	0.00	0.00
6,906.21		0.00	6,895.00	-227.91	0.64	-227.91	0.00	0.00	0.00
Bone Spi	•	0.00	0.000.00	007.04	0.04	007.04			
6,993.21	0.00	0.00	6,982.00	-227.91	0.64	-227.91	0.00	0.00	0.00
Avalon 7,000.00	0.00	0.00	6,988.79	-227.91	0.64	-227.91	0.00	0.00	0.00
7,100.00		0.00	7,088.79	-227.91	0.64	-227.91	0.00	0.00	0.00
7,200.00		0.00	7,188.79	-227.91	0.64	-227.91	0.00	0.00	0.00
7,300.00		0.00	7.288.79	-227.91	0.64	-227.91	0.00	0.00	0.00
7,400.00		0.00	7,388.79	-227. 9 1 -227.91	0.64	-227.91 -227.91	0.00	0.00	0.00
7,500.00		0.00	7,488.79	-227.91	0.64	-227.91	0.00	0.00	0.00
7,600.00		0.00	7,588.79	-227.91	0.64	-227.91	0.00	0.00	0.00
7,700.00		0.00	7,588.79	-227.91 -227.91	0.64			0.00	0.00
						-227.91	0.00		
7,800.00		0.00	7,788.79	-227.91	0.64	-227.91	0.00	0.00	0.00
7,811.21		0.00	7,800.00	-227.91	0.64	-227.91	0.00	0.00	0.00
7,900.00	Spring Sand 0.00	0.00	7,888.79	-227.91	0.64	-227.91	0.00	0.00	0.00
8,000.00		0.00	7,000.79 7,988.79	-227.91 -227.91	0.64		0.00	0.00	0.00
						-227.91			
8,100.00		0.00	8,088.79	-227.91	0.64	-227.91	0.00	0.00	0.00
8,200.00		0.00	8,188.79	-227.91	0.64	-227.91	0.00	0.00	0.00
8,221.21	0.00	0.00	8,210.00	-227.91	0.64	-227.91	0.00	0.00	0.00

Planning Report

Database: Company: Gyrodata NWD8 WPX Energy

Project:

Eddy County, NM

Site:

North Brushy Draw Fed 35

Well:

13H

Wellbore: Design:

Design #1

13H

Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference:

MD Reference:

North Reference:

Well 13H

Orion Pegasus KB @ 3012.00usft (Orion Pegasus (2990GL + 22KB = 3012))

Orion Pegasus KB @ 3012.00usft (Orion Pegasus (2990GL + 22KB = 3012))

Grid

Minimum Curvature

1	
Diagnost	Cumiou

ned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
2nd Bone	Spring Lime								
8,300.00		0.00	8,288.79	-227.91	0.64	-227.91	0.00	0.00	0.00
8,400.00	0.00	0.00	8,388.79	-227.91	0.64	-227.91	0.00	0.00	0.00
8,500.00	0.00	0.00	8,488.79	-227.91	0.64	-227.91	0.00	0.00	0.00
8,600.00	0.00	0.00	8,588.79	-227.91	0.64	-227.91	0.00	0.00	0.00
8.699.21	0.00	0.00	8,688.00	-227.91	0.64	-227.91	0.00	0.00	0.00
	Spring Sand	0.00	0,000.00	227.01	0.04	227.51	0.00	0.00	0.00
8,700.00		0.00	8,688.79	-227.91	0.64	-227.91	0.00	0.00	0.00
8,800.00		0.00	8,788.79	-227.91	0.64	-227.91	0.00	0.00	0.00
8,900.00		0.00	8,888.79	-227.91	0.64	-227.91	0.00	0.00	0.00
•			-,						
9,000.00		0.00	8,988.79	-227.91	0.64	-227.91	0.00	0.00	0.00
9,100.00		0.00	9,088.79	-227.91	0.64	-227.91	0.00	0.00	0.00
9,200.00		0.00	9,188.79	-227.91	0.64	-227.91	0.00	0.00	0.00
9,300.00		0.00	9,288.79	-227.91	0.64	-227.91	0.00	0.00	0.00
9,351.21	0.00	0.00	9,340.00	-227.91	0.64	-227.91	0.00	0.00	0.00
3rd Bone	Spring Lime								
9,400.00	0.00	0.00	9,388.79	-227.91	0.64	-227.91	0.00	0.00	0.00
9,500,00		0.00	9,488.79	-227.91	0.64	-227.91	0.00	0.00	0.00
9,600.00		0.00	9,588.79	-227.91	0.64	-227.91	0.00	0.00	0.00
9,633.25		0.00	9,622.04	-227.91	0.64	-227.91	0.00	0.00	0.00
Start Buil	d 10.00								
9,700.00		4.70	9,688.64	-224.04	0.95	-224.04	10.00	10.00	0.00
9,731,70	9.84	4.70	9,720.00	-219.50	1.33	-219.50	10.00	10.00	0.00
•	Spring Sand	4.70	0,120.00	210.00	1.00	210.00	10.00	70.00	0.00
9,800.00		4.70	9,786.44	-203.90	2.61	-203.90	10.00	10.00	0.00
9,900.00		4.70	9,879.26	-167.13	5.63	-167.15	10.00	10.00	0.00
10.000.00		4.70	9,964.25	-114.87	9.93	-114.90	10.00	10.00	0.00
10,100.00		4.70	10,038.85	-48.68	15.37	-48.73	10.00	10.00	0.00
10,167.22		4.70	10,082.00	2.63	19.59	2.57	10.00	10.00	0.00
Wolfcamp		1	10,002.00	2.00	10.00	2.0.			0.00
10,196.77		4.70	10,099.00	26.72	21.57	26.65	10.00	10.00	0.00
WC X	55.55	7.70	10,000.00	20.72	21.07	20.00	10.00	10.00	0.00
10,200.00	56.67	4.70	10,100.78	29.40	21.79	29.34	10.00	10.00	0.00
10,300.00		4.70	10,148.17	117.02	29.00	116.94	10.00	10.00	0.00
10,381.43		4.70	10,175.00	193.58	35.29	193.47	10.00	10.00	0.00
WC Y	7 - 3.02	4.70	. 5, 5.55	. 55.55	00.20	.50.47	10.00	70.00	0.00
	76.67	4 70	10.179.57	244.54	20.70	244.40	40.00	40.00	0.00
10,400.00		4.70		211.51	36.76	211.40	10.00	10.00	0.00
10,500.00 10,533.25		4.70 4.70	10,194.03 10,195.00	310.00 343.12	44.86 47.58	309.87 342.98	10.00 10.00	10.00 10.00	0.00 0.00
			10, 195.00	343.12	47.58	342.90	10.00	10.00	0.00
	1.00 TFO -90.0		10 105 00	400.60	E0.67	400 50	4.00	0.00	4.00
10,600.00		4.03	10,195.00	409.68	52.67	409.52	1.00	0.00	-1.00 1.00
10,700.00		3.03	10,195.00	509.48	58.83	509.31	1.00	0.00	-1.00
10,800.00		2.03	10,195.00	609.39	63.25	609.20	1.00	0.00	-1.00
10,900.00	90.00	1.03	10,195.00	709.35	65.92	709.15	1.00	0.00	-1.00
11,000.00	90.00	0.03	10,195.00	809.34	66.85	809.14	1.00	0.00	-1.00
11,019.25	90.00	359.84	10,195.00	828.59	66.83	828.39	1.00	0.00	-1.00
	1.32 hold at 110								
11,100.00		359.84	10,195.00	909.34	66.60	909.14	0.00	0.00	0.00
11.200.00	90.00	359.84	10,195.00	1,009.34	66.32	1,009.14	0.00	0.00	0.00
11,300.00		359.84	10,195.00	1,109.34	66.04	1,109.14	0.00	0.00	0.00
11,400.00		359.84	10,195.00	1,209.34	65.76	1,209.14	0.00	0.00	0.00

Planning Report

Database: Company: Gyrodata NWDB WPX Energy

Project:

Eddy County, NM

Site:

North Brushy Draw Fed 35

Well:

13H

Wellbore: Design:

13H

Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference:

MD Reference:

North Reference:

Well 13H

Orion Pegasus KB @ 3012.00usft (Orion Pegasus (2990GL + 22KB = 3012)) Orion Pegasus KB @ 3012.00usft (Orion Pegasus (2990GL + 22KB = 3012))

Minimum Curvature

Design #1

Measured	+	A = 1 41-	Vertical		. =	Vertical	Dogleg	Build	Turn
Depth	Inclination	Azimuth	Depth	+N/-S	+E/-W	Section	Rate	Rate	Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100ft)	(°/100ft)	(°/100ft)
11,500.00	90.00	359.84	10,195.00	1,309.34	65.49	1,309.14	0.00	0.00	0.00
11,600.00	90.00	359.84	10,195.00	1,409.34	65.21	1,409.14	0.00	0.00	0.00
11,700.00	90.00	359.84	10,195.00	1,509.34	64.93	1,509.14	0.00	0.00	0.00
11,800.00	90.00	359.84	10,195.00	1,609.34	64.65	1,609.14	0.00	0.00	0.00
11,900.00	90.00	359.84	10,195.00	1,709.34	64.37	1,709.14	0.00	0.00	0.00
12,000.00	90.00	359.84	10,195.00	1,809.34	64.09	1,809.14	0.00	0.00	0.00
12,100.00	90.00	359.84	10,195.00	1,909.34	63.81	1,909.14	0.00	0.00	0.00
12,200.00	90.00	359.84	10,195.00	2,009.34	63.53	2,009.14	0.00	0.00	0.00
12,300.00	90.00	359.84	10,195.00	2,109.34	63.25	2,109.14	0.00	0.00	0.00
12,400.00	90.00	359.84	10,195.00	2,209.34	62.97	2,209.14	0.00	0.00	0.00
12,500.00	90.00	359.84	10,195.00	2,309.34	62.69	2,309.14	0.00	0.00	0.00
12,600.00	90.00	359.84	10,195.00	2,409.34	62.41	2,409.14	0.00	0.00	0.00
12,700.00	90.00	359.84	10,195.00	2,509.34	62.13	2,509.14	0.00	0.00	0.00
12,800.00	90.00	359.84	10,195.00	2,609.34	61.85	2,609.14	0.00	0.00	0.00
12,900.00	90.00	359.84	10,195.00	2,709.34	61.58	2,709.14	0.00	0.00	0.00
13,000.00	90.00	359.84	10,195.00	2,809.34	61.30	2,809.14	0.00	0.00	0.00
13,100.00	90.00	359.84	10,195.00	2,909.34	61.02	2,909.14	0.00	0.00	0.00
13,200.00	90.00	359.84	10,195.00	3,009.33	60.74	3,009.14	0.00	0.00	0.00
13,300.00	90.00	359.84	10,195.00	3,109.33	60.46	3,109.14	0.00	0.00	0.00
13,400.00	90.00	359.84	10,195.00	3,209.33	60.18	3,209.14	0.00	0.00	0.00
13,500.00	90.00	359.84	10,195.00	3,309.33	59.90	3,309.14	0.00	0.00	0.00
13,600.00	90.00	359.84	10,195.00	3,409.33	59.62	3,409.14	0.00	0.00	.0.00
13,700.00	90.00	359.84	10,195.00	3,509.33	59.34	3,509.14	0.00	0.00	0.00
13,800.00	90.00	359.84	10,195.00	3,609.33	59.06	3,609.14	0.00	0.00	0.00
13,900.00	90.00	359.84	10,195.00	3,709.33	58.78	3,709.14	0.00	0.00	0.00
14,000.00	90.00	359.84	10,195.00	3,809.33	58.50	3,809.14	0.00	0.00	0.00
14,100.00	90.00	359.84	10,195.00	3,909.33	58.22	3,909.14	0.00	0.00	0.00
14,200.00 14,300.00 14,400.00 14,500.00	90.00 90.00 90.00 90.00 90.00	359.84 359.84 359.84 359.84 359.84	10,195.00 10,195.00 10,195.00 10,195.00 10,195.00	4,009.33 4,109.33 4,209.33 4,309.33 4,409.33	57.95 57.67 57.39 57.11 56.83	4,009.14 4,109.14 4,209.14 4,309.14 4,409.14	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
14,700.00 14,800.00 14,890.57 TD at 1489	90.00 90.00 90.00	359.84 359.84 359.84	10,195.00 10,195.00 10,195.00	4,509.33 4,609.33 4,699.90	56.55 56.27 56.02	4,509.14 4,609.14 4,699.71	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00

Planning Report

Database:

Gyrodata NWDB

Company: Project:

Site:

WPX Energy

Eddy County, NM

North Brushy Draw Fed 35

Well: Wellbore: 13H 13H Design #1

Design:

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

Well 13H

Orion Pegasus KB @ 3012.00usft (Orion

Pegasus (2990GL + 22KB = 3012)) Orion Pegasus KB @ 3012.00usft (Orion

Pegasus (2990GL + 22KB = 3012))

North Reference: Grid

Survey Calculation Method:

Minimum Curvature

Design Targets

Target Name

•		,	
	-	hit/miss	1

Dip Angle Dip Dir. target - Shape

North Brushy Draw Fe

(°) 0.00

(usft) 0.00 10.195.00

TVD

(usft)

-49.90

+E/-W

(usft)

70.30

392,994.60 - plan misses target center by 132.00usft at 10192.82usft MD (10096.80 TVD, 23.45 N, 21.30 E) - Point

Northing

(usft)

397,664.40

656,162.40

Latitude

32° 5' 33.779 N 103° 57' 45.157 W

32° 4' 47 565 N 103° 57' 45 181 W

Longitude

- plan misses target center by 10.57usft at 14800.00usft MD (10195.00 TVD, 4609.33 N, 56.27 E) - Point North Brushy Draw Fe

0.00

(°)

0.00 10,195.00

4,699.90

+N/-S

397,744.40 56.00

656,162.10

Easting

(usft)

656,176.40

32° 5' 34.570 N 103° 57' 45.158 W

plan misses target center by 0.02usft at 14890.57usft MD (10195.00 TVD, 4699.90 N, 56.02 E)
 Point

Formations

Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)	
3,100.31	3,093.00	Bell Canyon				
4,250.21	4,239.00	Cherry Canyon				
5,297.21	5,286.00	Brushy Canyon				ļ
6,906.21	6,895.00	Bone Spring				Ì
6,993.21	6,982.00	Avalon				
7,811.21	7,800.00	1st Bone Spring Sand				
8,221.21	8,210.00	2nd Bone Spring Lime				
8,699.21	8,688.00	2nd Bone Spring Sand				
9,351.21	9,340.00	3rd Bone Spring Lime				
9,731.70	9,720.00	3rd Bone Spring Sand				
10,167.22	10,082.00	Wolfcamp Top				
10,196.77	10,099.00	WC X				
10,381.43	10,175.00	WC Y				

Plan Annotation

	Measured	Vertical	Local Coor	dinates	
	Depth (usft)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment
1	1,500.00	1,500.00	0.00	0.00	Start Build 1.50
	1,900.00	1,899.27	-20.92	0.06	Start 1780.00 hold at 1900.00 MD
	3.680.00	3,669.52	-206.98	0.58	Start Drop -1.50
ļ	4,080.00	4,068.79	<i>-</i> 227.91	0.64	Start 5553.25 hold at 4080.00 MD
	9,633,25	9.622.04	-227.91	0.64	Start Build 10.00
;	10.533.25	10,195.00	343.12	47.58	Start DLS 1.00 TFO -90.00
1	11.019.25	10,195.00	828.59	66.83	Start 3871.32 hold at 11019.25 MD
1	14,890.57	10,195.00	4,699.90	56.00	TD at 14890.57

WPX Energy
Eddy County, NM
North Brushy Draw Fed 35 13H

13H Design #1

Anticollision Report

24 March, 2017

Anticollision Report

Company:

WPX Energy

Project:

Eddy County, NM

Local Co-ordinate Reference: Well 13H

TVD Reference:

Orion Pegasus KB @ 3012.00usft (Orion Pegasus (2990GL + 22KB = 3012))

Reference Site:

North Brushy Draw Fed 35

MD Reference:

Orion Pegasus KB @ 3012.00usft (Orion

Pegasus (2990GL + 22KB = 3012))

Site Error: Reference Well:

Well Error:

0.00 usft 13H

North Reference: 0.00 usft

Survey Calculation Method:

Output errors are at

2.00 sigma Gyrodata NWDB Reference Datum

Minimum Curvature

Reference Wellbore 13H Reference Design:

Design #1

Database: Offset TVD Reference:

Grid

Reference

Design #1

Filter type:

NO GLOBAL FILTER: Using user defined selection & filtering criteria

Interpolation Method: Stations

Unlimited

Error Model: Scan Method: **ISCWSA**

Depth Range: Results Limited by:

Maximum center-center distance of 25,000.00 u

Error Surface:

Closest Approach 3D

Warning Levels Evaluated at:

2.00 Sigma

Casing Method:

Pedal Curve Not applied

Survey Tool Program

Date 03/24/17

From (usft) To

(usft) Survey (Wellbore) **Tool Name**

Description

0.00 14,890.57 Design #1 (13H) MWD+HDGM

OWSG MWD + HDGM

	Reference	Offset	Dista	nce		
Site Name Offset Well - Wellbore - Design	Measured Depth (usft)	Measured Depth (usft)	Between Centres (usft)	Between Ellipses (usft)	Separation Factor	Warning
North Brushy Draw Fed 35						
14H - 14H - Design #1	1,200.00	1,200.00	25.00	16.83	3.061	CC
14H - 14H - Design #1	1,300.00	1,299.89	25.22	16.35	2.845	ES
14H - 14H - Design #1	9,650.00	9,655.31	120.89	53.60	1.796	SF
3H - 3H - 3H	2,529.90	2,516.50	1,699.10	1,681.80	98.244	CC, ES
3H - 3H - 3H	14,890.57	11,800.00	3,299.04	3,192.92	31.087	SF
Sec 34 T25S R29E						
Bison Wallow 34 Fed #2H - Bison Wallow 34 Fed #2H - E	8,267.09	8,248.74	699.69	642.30	12.191	CC, ES
Bison Wallow 34 Fed #2H - Bison Wallow 34 Fed #2H - E	8,400.00	8,351.32	703.03	645.11	12.139	SF
Sec2, T-26E, R-29E						
Reposado 2 State #3H - Lateral #1 - Lateral #1	8,811.47	13,400.00	1,682.89	1,569.84	14.886	CC, ES
Reposado 2 State #3H - Lateral #1 - Lateral #1	8,900.00	13,400.00	1,685.22	1,571.94	14.877	SF
Reposado 2 State #3H - Lateral #2 - Lateral #2	3,983.97	3,865.51	5,504.03	5,476.93	203.063	CC
Reposado 2 State #3H - Lateral #2 - Lateral #2	4,000.00	3,882.11	5,504.06	5,476.84	202.209	ES
Reposado 2 State #3H - Lateral #2 - Lateral #2	8,400.00	7,100.00	5,740.92	5,687.96	108.409	SF
Reposado 2 State #3H - Reposado 2 State #3H - Reposa	3,983.97	3,865.51	5,504.03	5,476.93	203.063	CC
Reposado 2 State #3H - Reposado 2 State #3H - Reposa	4,000.00	3,882.11	5,504.06	5,476.84	202.209	ES
Reposado 2 State #3H - Reposado 2 State #3H - Reposa	9,750.00	9,510.00	5,680.00	5.612.93	84.685	SF

Offset D	esign	North E	3rushy D	raw Fed 35	5 - 14H ·	- 14H - De.	sign #1						Offset Site Error:	0.00 usft
Survey Pro	gram: 0-M	/WD+HDGM											Offset Well Error:	0.00 usft
Refer	ence	Offs	et	Semi Major	r Axis				Dista	ance				
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbo +N/-S (usft)	re Centre +E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning	
0.00	0.00	0.00	0.00	0.00	0.00	90.00	0.00	25.00	25.00					
100.00	100.00	100.00	100.00	0.14	0.14	90.00	0.00	25.00	25.00	24.72	0.28	89.411		
200.00	200.00	200.00	200.00	0.50	0.50	90.00	0.00	25.00	25.00	24.00	1.00	25.087		
300.00	300.00	300.00	300.00	0.86	0.86	90.00	0.00	25.00	25.00	23.29	1.71	14.590		
400.00	400.00	400.00	400.00	1.22	1.22	90.00	0.00	25.00	25.00	22.57	2.43	10.286		
500.00	500.00	500.00	500.00	1.57	1.57	90.00	0.00	25.00	25.00	21.85	3.15	7.943		
600.00	600.00	600.00	600.00	1.93	1.93	90.00	0.00	25.00	25.00	21.14	3.86	6.469		
700.00	700.00	700.00	700.00	2.29	2.29	90.00	0.00	25.00	25.00	20.42	4.58	5.457		

Anticollision Report

Company:

WPX Energy

Project:

Eddy County, NM

Reference Site:

North Brushy Draw Fed 35

0.00 usft

Site Error: Reference Well: Well Error:

Reference Design:

13H 0.00 usft Reference Wellbore 13H

Design #1

Local Co-ordinate Reference:

TVD Reference:

Orion Pegasus KB @ 3012.00usft (Orion Pegasus (2990GL + 22KB = 3012)) Orion Pegasus KB @ 3012.00usft (Orion

MD Reference:

Pegasus (2990GL + 22KB = 3012))

Grid

North Reference:

Survey Calculation Method:

Output errors are at Database:

Minimum Curvature 2.00 sigma

Gyrodata NWDB

Offset TVD Reference:

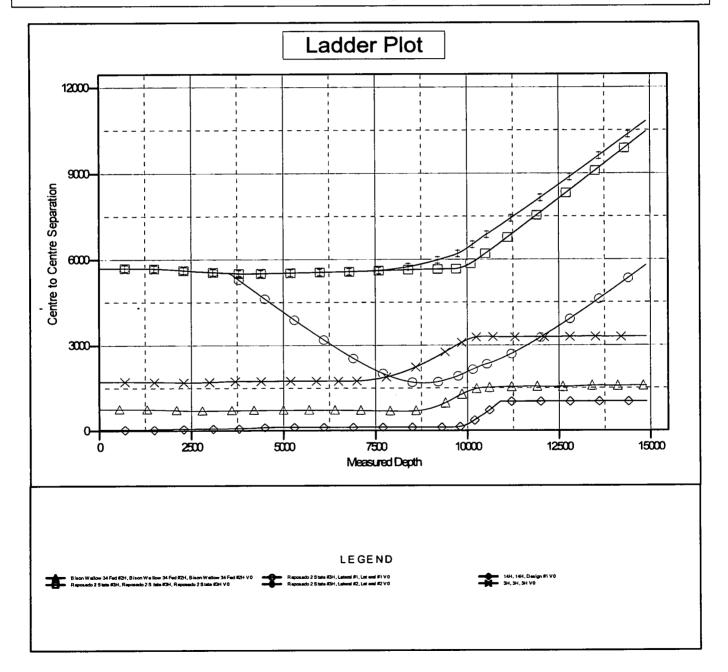
Reference Datum

Reference Depths are relative to Orion Pegasus KB @ 3012.00usft (OrCoordinates are relative to: 13H

Offset Depths are relative to Offset Datum

Coordinate System is US State Plane 1983, New Mexico Eastern Zone

Grid Convergence at Surface is: 0.20° Central Meridian is 104° 20' 0.000 W



Anticollision Report

Company:

WPX Energy

Project:

Eddy County, NM

Reference Site:

North Brushy Draw Fed 35

Site Error: Reference Well:

Well Error:

0.00 usft 13H 0.00 usft

Reference Wellbore

13H Design #1 Reference Design:

Local Co-ordinate Reference:

TVD Reference:

Well 13H

Orion Pegasus KB @ 3012.00usft (Orion Pegasus (2990GL + 22KB = 3012))

MD Reference: Orion Pegasus KB @ 3012.00usft (Orion

Pegasus (2990GL + 22KB = 3012)) Grid

North Reference:

Survey Calculation Method:

Output errors are at

2.00 sigma

Database:

Gyrodata NWDB

Offset TVD Reference:

Reference Datum

Minimum Curvature

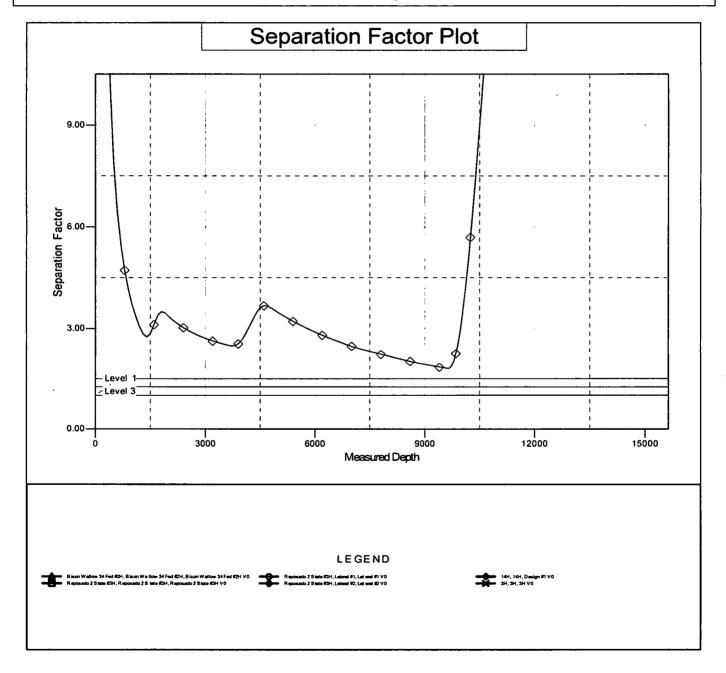
Reference Depths are relative to Orion Pegasus KB @ 3012.00usft (OrCoordinates are relative to: 13H

Offset Depths are relative to Offset Datum

Central Meridian is 104° 20' 0.000 W

Coordinate System is US State Plane 1983, New Mexico Eastern Zone

Grid Convergence at Surface is: 0.20°



RKI Exploration & Production, LLC.

Drilling Plan

Well

North Brushy Draw Federal 35-13H

Location

Surface: 380 FSL 260 FWL

Bottom Hole: 230 FNL 330 FWL

T25S R29E S35 T25S R29E S35

County/State

Eddy, NM

The elevation of the unprepared ground is

2,988 feet above sea level.

The geologic name of the surface formation is

Quaternary - Alluvium

A rotary rig will be utilized to drill the well to 14891' MD, then will be cased and cemented. This equipment will then be rigged down and the well will be completed with a workover rig.

Proposed depth is

14,891 feet MD.

1) Estimated Tops:

Formation Name	MD	TVD	Bearing	BHP (psi)	MASP (psi)
Quaternary - Alluvium	GL	GL	Water	-	
Bell Canyon Sand (Base Salt)	3,100	3,093	Oil/Gas		
Cherry Canyon Sand	4,250	4,239	Oil/Gas		
Brushy Canyon Sand	5,297	5,286	Oil/Gas		
1st Bone Spring Sand	7,811	7,800	Oil/Gas		
2nd Bone Spring Sand	8,699	8,688	Oil/Gas		
3rd Bone Spring Sand	9,732	9,720	Oil/Gas		
КОР	9,633	9,622		1	
Wolfcamp	10,167	10,082	Oil/Gas		
Landing Point (Wolfcamp)	10,533	10,195	Target Frm		
TD	14,891	10,205	Oil/Gas	6,627	4,382

2) Notable Formations:

Any usable fresh water zones encountered will be adequately protected and reported. All usable water zones, potential hydrocarbon zones, and valuable mineral zones will be isolated.

Useable water will be protected by surface casing set and cemented to surface.

3) Pressure Control Equipment:

The blowout preventer equipment (BOPE) will consist of 3 rams (10,000 psi WP) with 2 pipe rams (one of which may be variable), 1 blind ram and 1 annular preventer (5,000 psi WP) will be installed. The BOPE will be used below surface casing to TD. See attachments for BOP and choke manifold diagrams. A rotating head will be installed as needed. Units will be hydraulically operated.

An accumulator that meets the requirements of Onshore Order 2 for the pressure rating of the BOP stack will be present.

BOPE will be inspected and operated as recommended in Onshore Order 2. A third party company will test the BOPE. After surface casing is set and the BOPE is nippled up, pressure tests will be conducted to 250 psi low and 5000 psi high (50% of WP) with the annular tested to 250 psi low and 2500 psi high (50% of WP).

A 20" x 13-3/8" x 9-5/8" x 7" 10M multi-bowl wellhead w/ 9-5/8" and 7" mandrel hangers will be install after setting surface casing and utilized until total depth is reached. The 9-5/8" and 7" casings will be set using a mandrel in the casing head and the stack will not be retested at these casing points.



The following BOPE will be installed, tested and operational:

- Drilling spool or blowout preventer with two (2) side outlets;
 - Choke line side shall be 3" minimum diameter;
 - Two (2) adjustable chokes with one (1) remotely controlled from the rig floor and pressure gauge.
 - · Kill side shall be at least 2" diameter;
 - Two (2) manual valves and one (1) check valve.

Auxiliary equipment is as follows:

- Upper kelly cock valve with a handle available;
- · Lower kelly cock valve with a handle available;
- A float valve will be used in the drill string, either in a float sub or in the mud motor;
- Safety valves and subs with a full opening sized to fit all drill strings and collars will be available on the rig floor in the open position.

RKI Exploration & Production, LLC. requests a variance to drill this well using a co-flex line between the BOP and the choke manifold. Certification for proposed co-flex hose is attached. The hose is required by the

4) Casing Program:

Section	Hole Size	Top (MD)	Bottom (MD)	Bottom (TVD)	Casing OD	Weight (ppf)	Grade	Threads
Surf	17-1/2"	0	600	600	13-3/8"	54.5	1-55	ST&C
Int_1	12-1/4"	0	3,100	3,093	9-5/8"	40.0	J-55	LT&C
Int_2	8-3/4"	0	10,533	10,195	7"	29.0	HCP-110	BT&C
Prod	6-1/8"	9,633	14,891	10,205	4-1/2"	13.5	HCP-110	CDC-HTC

Safety	Factors
Collapse	1.125
Burst	1.000
Tension	2.000

Design Factors								
Section	Collapse	Burst	Tension					
Surf	4.28	20.68	15.72					
Int_1	1.89	5.80	4.19					
Int_2	2.05	5.00	3.13					
Prod	2.38	5.53	2.20					

Centralizers will be run as follows:

- One (1) centralizer on each of the bottom three jts of casing beginning with the shoe jt;
- One (1) centralizer every third jt from above bottom three jts to planned top of cement (TOC).

5) Cement Program:

Section	Hole Size	Casing OD	Cap _{Ann} (cuft/ft)					
Surf	17.50	13.375	0.6946					
Туре	Cmt Btm	Cmt Top	Cubic Feet	Yield	Excess	Sacks	Weight	Blend & Additives
Lead	343	0	238	1.74	50%	205	13.5	Class C + 4% Gel + 2% CaCl + 0.4 pps Defoamer + 0.125 pps CelloFlake
Tail	600	343	134	1.34	50%	200	14.8	Class C + 2% Calcium

Section	Hole Size	Casing OD	Cap _{Ann}	Prev Csg ID	Cap _{Csg-Csg}
Jection	11010 3126	50318 00	(cuft/ft)	C3g 10	(cuft/ft)

Int_1	12.25	9.625	0.3132	12.615	0.3627			
Туре	Cmt Btm	Cmt Top	Cubic Feet	Yield	Excess	Sacks	Weight	Blend & Additives
Lead	600	0	218	1.92	0%	471	12.9	Class C/Poz 35/65 + 5% Salt + 6% Gei + 0.5% Retarder + 3 pps LCM + 0.4 pps Defoamer + 0.125 pps CelloFlake
	2426	600	572		20%			
Tail	3100	2426	211	1.32	20%	200	14.8	Class C

Section	Hole Size	Casing OD	Cap _{Ann} (cuft/ft)	Prev Csg ID	Cap _{Csg-Csg} (cuft/ft)			
Int_2	8.75	7.00	0.1503	8.835	0.1585			
Туре	Cmt Btm	Cmt Top	Cubic Feet	Yield	Excess	Sacks	Weight	Blend & Additives
Lead	3100	2600	79	- 2.67	0%	471	11.2	TXI Lightweight + 10% Gel + 8% Plex Crete + 0.9% Retarder + 0.7 pps Ft + 3 pps LCM + 0.4 pps Defoamer + 0.125 pps CelioFlake
	9633	3100	982 .		20%			
Tail	10533	9633	135	1.18	20%	138	15.6	Class H + 0.3% Retarder

Section	Hole Size	Casing OD	Cap _{Ann} (cuft/ft)	Prev Csg ID	Cap _{Csg-Csg} (cuft/ft)			
Prod	6.125	4.50	0.0942	6.184	0.0981			
Туре	Cmt Btm	Cmt Top	Cubic Feet	Yield	Excess	Sacks	Weight	Blend & Additives
Tail	10533	9633	88	1.89	0%	307	13.0	Acid Soluble TXI + 1.3% Salt + 30% CaCl + 5% Plexald + 0.7% FL + 0.3%
1 411	14891	10533	410		20%			Retarder + 0.1% Antisettling + 0.4 pps Defoamer

6) Drilling Fluids Program:

An electronic mud monitoring system satisfying the requirements of Onshore Order 1 will be used. All necessary mud products for weight addition and fluid loss control will be on location at all times. Mud program is subject to change due to hole conditions.

Section	Hole Size	TMD	Mud Wt.	Vis	PV	YP	Fluid Loss	Туре
Surf	17-1/2"	600	8.5 to 8.9	32 to 36	1 - 6	1-6	NC	Fresh Wtr
Int_1	12-1/4"	3,100	9.8 to 10.0	28 to 30	1 - 3	1 - 3	NC	Brine
Int_2	8-3/4"	10,533	8.9 to 9.4	28 to 36	1 - 3	1 - 3	NC	Cut Brine
Prod	6-1/8"	14,891	10.5 to 12.5	50 to 55	20-22	8 - 10	8 - 10	OBM

Mud checks will be performed every 24 hours.

The following mud system monitoring equipment will be in place during drilling:

- Visual pit markers
- Pit volume totalizer (PVT)
- Stroke counter
- Gas detection
- Mud-gas separator (gas buster)
- Flow sensor

A closed-loop system will be in place during all phases of drilling. Cuttings disposal will be at an off-site disposal facility.

7) Formation Evaluation Program:

No core or drill stem test is planned.

A 2-person mud-logging program will be used from Int 1 9-5/8" casing point to TD.

No electronic logs are planned.

8) Abnormal Conditions:

No abnormal pressure or temperature is expected.

Maximum expected bottom hole pressure is 6627 psi at 10205' TVD. Expected bottom hole temperature is <200°F.

In accordance with Onshore Order 6, RKI Exploration & Production, LLC does not anticipate that there will be enough H2S to meet the BLM's minimum requirements for the submission of an "H2S Drilling Operation Plan" or "Public Protection Plan" for the drilling and completion of this well. However, since RKI Exploration & Production, LLC has an H2S safety package on all wells, an "H2S Drilling Operations Plan" is attached.

Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely.

All personnel will be familiar with all aspects of safe operation of equipment being used.

9) Other Information

The anticipated spud date is upon approval. Expected duration is 30 days to drill the well.



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



APD ID: 10400013434

Submission Date: 04/17/2017

Operator Name: RKI EXPLORATION & PRODUCTION LLC

Well Name: NORTH BRUSHY DRAW 35 FED COM

Weil Type: OTHER

Well Number: 13H

Well Work Type: Drill

Highlighted data réflects the most recent changes

Show Final Text

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

Road_Plat_05-30-2017.pdf

Existing Road Purpose

ROW ID(s)

ID:

Do the existing roads need to be improved?

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

Road_Plat_05-30-2017.pdf

New road type: COLLECTOR

Length: 1388.18

Feet

Width (ft.): 30

Max slope (%): 2

Max grade (%): 3

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 14

New road access eroston control: The access road and associated drainage structures will be constructed and maintained in accordance with the road pulciellnessin the current BLM Gold Book standards and Surface Operating Standards for Oil and Das Exploration and Development, Fourth Edition - Revised 2007. Continuous inspection will be performed and preventive maintenance measures will be taken as needed. These measures may include: grading, cleaning of drainage structures, prosion control and slope stabilization, and road closures during periods of excessive sall moisture.

New road access plan or profile prepared? NO

New road access plan attachment:

Well Name: NORTH BRUSHY DRAW 35 FED COM

Well Number: 13H

Access road engineering design? NO

Access road engineering design attachment:

Access surfacing type: GRAVEL

Access topsoil source: ONSITE

Access surfacing type description:

😯 d'athrab aarvoe Houga aslano e aasae?

Offsite topsoil source description:

Onette topsoft removed process. Top 4.6 inches of topsoft will like sour event of the soft integral within lead or di within the dilets.

Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

Lew road dealing of or while O.H. H. R.

Distrisce Control comments the acocologic and accorded distrige about the office constrained and established in accordance with the read guidelines in the consental Method back standards and Curtice Operating Standards for Olland Sac Exploration and Development, Lourish differ the Court Continues of represent the Sac Exploration and Development, Lourish differ the Court Court Continues of the Saction of the

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 2 - New or Reconstructed Access Roads

inclatted as necessary to provide for proper distingue along the access appartments.

Will new roads be needed? YES

New Road Map:

Road_Plat_05-30-2017.pdf

New road type: COLLECTOR

Length: 1388.18

Feet

Max grade (%): 3

Max slope (%): 2

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

Well Name: NORTH BRUSHY DRAW 35 FED COM

Well Number: 13H

Resurreed trevel width: 20

They read acres enceion controls

New road access plan or profile prepared? NO

New road access plan attachment:

Access road engineering design? NO

Access road engineering design attachment:

Access surfacing type: GRAVEL

Access topsoil source: ONSITE

Access surfacing type description:

allign occurs florgo allow sacal

Offsite topsoil source description:

Direkto topeoil homovel process

Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

Revunced dishing oneschier

Disinses Control comments: The road will be ereward and diffrad with water turnouts installed timescasary to provide for proper drainage along the access read route.

Reed Distrisco Connel Churchures (DCE) decemplism:

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

Exhibit_1_04-17-2017.pdf

Existing Wells description:

Well Name: NORTH BRUSHY DRAW 35 FED COM

Well Number: 13H

Section 4 - Location of Existing and/or Proposed Production Facilities

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description:

Production Facilities map:

North Brushy Draw 35 Federal Com IR 05-30-2017.pdf

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: INTERMEDIATE/PRODUCTION CASING,

Water source type: GW WELL

SURFACE CASING **Describe type**:

Source latitude:

Source longitude:

Source datum:

Water source permit type: WATER WELL

Source land ownership: PRIVATE

Water source transport method: TRUCKING

Source transportation land ownership: PRIVATE

Water source volume (barrels): 10000 Source volume (acre-feet): 1.288931

Source volume (gal): 420000

Water source and transportation map:

Water_Transportation_05-30-2017.pdf

Water source comments:

New water well? NO

New Water Well Info

Well latitude:

Well Longitude:

Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

Aquifer comments:

Aquifer documentation:

Well depth (ft):

Well casing type:

Well casing outside diameter (in.):

Well casing inside diameter (in.):

Well Name: NORTH BRUSHY DRAW 35 FED COM Well Number: 13H

New water well casing?

Used casing source:

Drilling method:

Drill material:

Grout material:

Grout depth:

Casing length (ft.):

Casing top depth (ft.):

Well Production type:

Completion Method:

Water well additional information:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: Caliche will be hauled from existing caliche pits located in Sec. 24 T26S R29E and Sec. 2 T26S R31E. The Bureau of Land Management is the surface management agency for the caliche pit located in Sec. 24 T26S R29E. The State of New Mexico is the surface management agency for the caliche pit located in Sec. 2 T26S R31E. No construction materials will be removed from Federal lands without prior approval form the appropriate surface management agency.

Construction Materials source location attachment:

Section 7 - Methods for Handling Waste

Waste type: GARBAGE

Waste content description: Garbage produced on-site during drilling operations (not including materials used in the drilling process) including non-flammable solid waste materials.

Amount of waste: 100

gallons

Waste disposal frequency: Daily

Safe containment description: Will be contained in a portable trash cage.

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL

Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: Accumulated trash will be hauled off to a local and state authorized disposal site. All debris and other waste materials not contained in the trash cage will be cleaned up and removed from the well location. No potentially adverse materials or substances will be left on the location. No burning will be allowed.

Waste type: SEWAGE

Waste content description: Sewage from trailers and outbuildings will be contained in portable self-contained chemical toilets provided for human waste disposal.

Amount of waste: 1000

Waste disposal frequency: Monthly

Safe containment description: Will be contained in portable self-contained chemical toilets provided for human waste

disposal

Safe containment attachment:

Well Name: NORTH BRUSHY DRAW 35 FED COM

Well Number: 13H

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: Upon completion of operations, or as required, the toilet holdings will be pumped and hauled by a licensed contractor for disposal in an approved sewage disposal facility.

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.)

Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? YES

Description of cuttings location Cuttings will be held in roll-off style mud boxes and taken to NMOCD approved disposal sites via third party contractors.

Cuttings area length (ft.)

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

Is at least 50% of the cuttings area in cut?

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: NO

Ancillary Facilities attachment:

Comments:

Well Name: NORTH BRUSHY DRAW 35 FED COM

Well Number: 13H

Section 9 - Well Site Layout

Well Site Layout Diagram:

North_Brushy_Draw_35_Federal_Com_Rig_Layout_05-30-2017.pdf

Comments:

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance

Multiple Well Pad Name: NORTH BRUSHY DRAW FED COM

Multiple Well Pad Number: 35-25S29E-M

Recontouring attachment:

Drainage/Erosion control construction: Continuous inspection will be performed and preventive maintenance measures will be taken as needed. These measures may include: grading, cleaning of drainage structures, erosion control and slope stabilization, and road closures during periods of excessive soil moisture.

Drainage/Erosion control reclamation: The original stockpiled topsoil will be returned to the pad and re-contoured per original pad topography. The pad and access road will be ripped, barricaded and seeded per BLM requirements.

Wellpad long term disturbance (acres): 5.22

Access road long term disturbance (acres): 1

Pipeline long term disturbance (acres): 4.0599174

Other long term disturbance (acres): 1

Total long term disturbance: 11.279918

Wellpad short term disturbance (acres): 8.47

Access road short term disturbance (acres): 1

Pipeline short term disturbance (acres): 6.766529

Other short term disturbance (acres): 1

Total short term disturbance: 17.236528

Reconstruction method: The surface caliche will be removed from the well pad and road and will be transported to the original caliche pit or used for other roads. The original stockpiled topsoil will be returned to the pad and re-contoured per original pad topography. The pad and access road will be ripped, barricaded and seeded per BLM requirements. Noxious, invasive, and non-native weeds will be controlled.

Topsoil redistribution: The original stockpiled topsoil will be returned to the pad and re-contoured per original pad topography.

Soil treatment: The pad and access road will be ripped, barricaded and seeded per BLM requirements.

Existing Vegetation at the well pad:

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road:

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline:

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances:

Weil Name: NORTH BROOTH	BITATT OF LED COM	ven Namber. 1811
Existing Vegetation Communit	y at other disturband	ces attachment:
Non native seed used?		
Non native seed description:		
Seedling transplant description	n:	
Will seedlings be transplanted	for this project?	
Seedling transplant description	n attachment:	
Will seed be harvested for use	in site reclamation?	•
Seed harvest description:		
Seed harvest description attac	hment:	
Seed Management	1	
Seed Management	J	
Seed Table		
Seed type:		Seed source:
Seed name:	. '	•
Source name:	,	Source address:
Source phone:		·
Seed cultivar:		
Seed use location:	·	·
PLS pounds per acre:		Proposed seeding season:
Seed Summary		Total pounds/Acre:
Seed Type	Pounds/Acre	
:		
Seed reclamation attachment:		-
Operator Contact/Re	sponsible Offic	ial Contact Info
First Name:		Last Name:
Phone:		Email:
Seedbed prep:		•
Seed BMP:		
Seed method:		

Well Name: NORTH BRUSHY DRAW 35 FED COM Well Number: 13H

Existing invasive species? NO

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: The pad and access road will be ripped, barricaded and seeded per BLM requirements. Noxious, invasive, and non-native weeds will be controlled.

Weed treatment plan attachment:

Monitoring plan description: Noxious, invasive, and non-native weeds will be controlled. Periodic inspections will take place until full reclamation according to BLM standards is achieved.

Monitoring plan attachment:

Success standards: RKI will reclaim all disturbed areas according to BLM standards.

Pit closure description: Not applicable

Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: PIPELINE

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT, STATE GOVERNMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office: NEW MEXICO STATE LAND OFFICE

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Operator Name: RKI EXPLORATION & PRODUCTION	N LLC		
Well Name: NORTH BRUSHY DRAW 35 FED COM	Well Number: 13H	.*	
Bi-table and American Maria BAB		······································	•
Disturbance type: WELL PAD			
Describe:			
Surface Owner: BUREAU OF LAND MANAGEMENT			v.
Other surface owner description:			
BIA Local Office:			4
BOR Local Office:			
COE Local Office:	•		
DOD Local Office:		•	`
NPS Local Office:			,
State Local Office:	•		
Military Local Office:		•	
USFWS Local Office:			
Other Local Office:			
USFS Region:			
USFS Forest/Grassland:	USFS Ranger District:	.	•
		.* .*	
	·		
		,	
District and American NEW ACCESS DOAD			
Disturbance type: NEW ACCESS ROAD			
Describe:			
Surface Owner: BUREAU OF LAND MANAGEMENT			
Other surface owner description:			
BIA Local Office:	•		
BOR Local Office:			
COE Local Office:			
DOD Local Office:			
NPS Local Office:			
State Local Office:			

Military Local Office: USFWS Local Office: Other Local Office:

USFS Forest/Grassland:

USFS Region:

USFS Ranger District:

Well Name: NORTH BRUSHY DRAW 35 FED COM

Well Number: 13H

Section 12 - Other Information

Right of Way needed? YES

Use APD as ROW? YES

ROW Type(s): 288100 ROW - O&G Pipeline, 288103 ROW - Salt Water Disposal Pipeline/Facility

ROW Applications

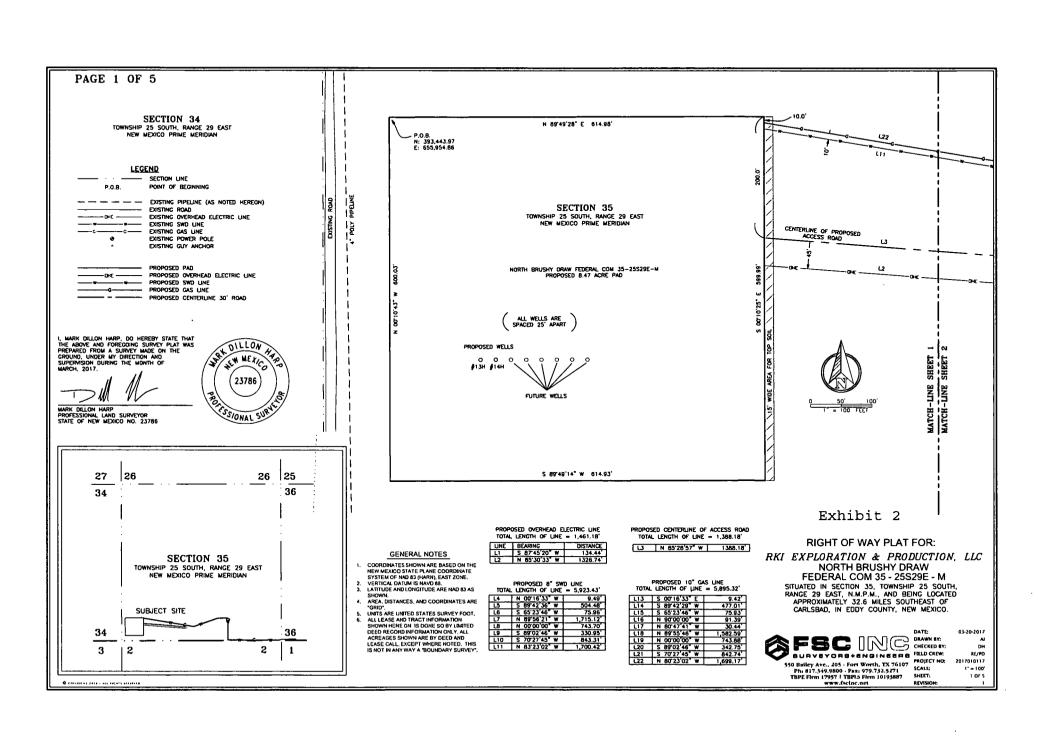
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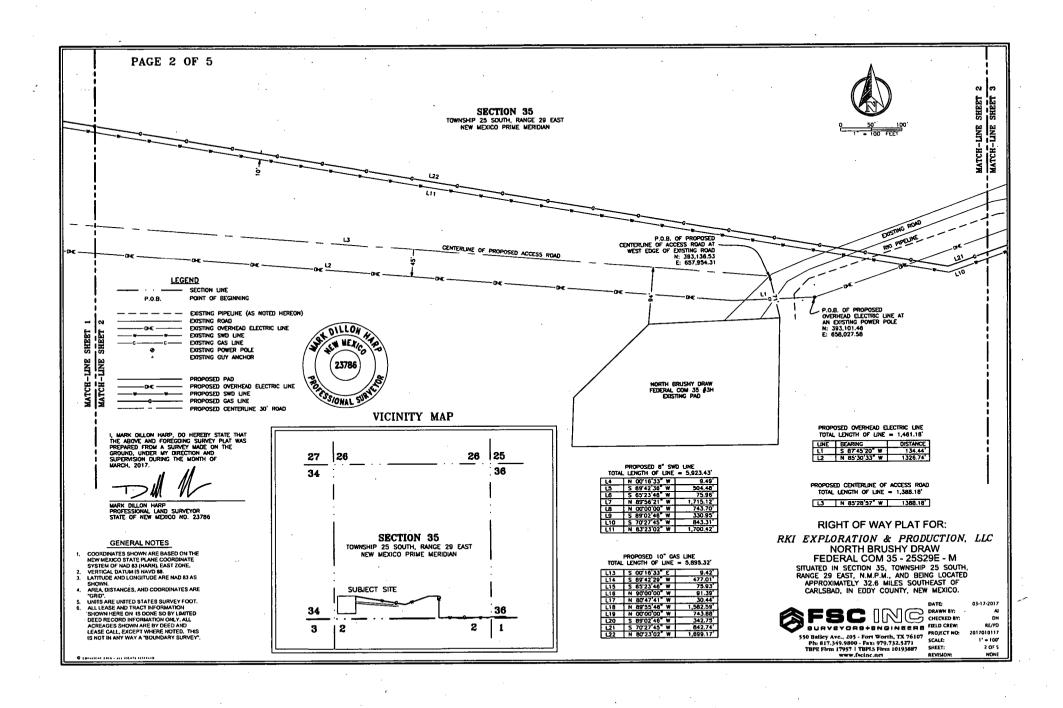
Use a previously conducted onsite? YES

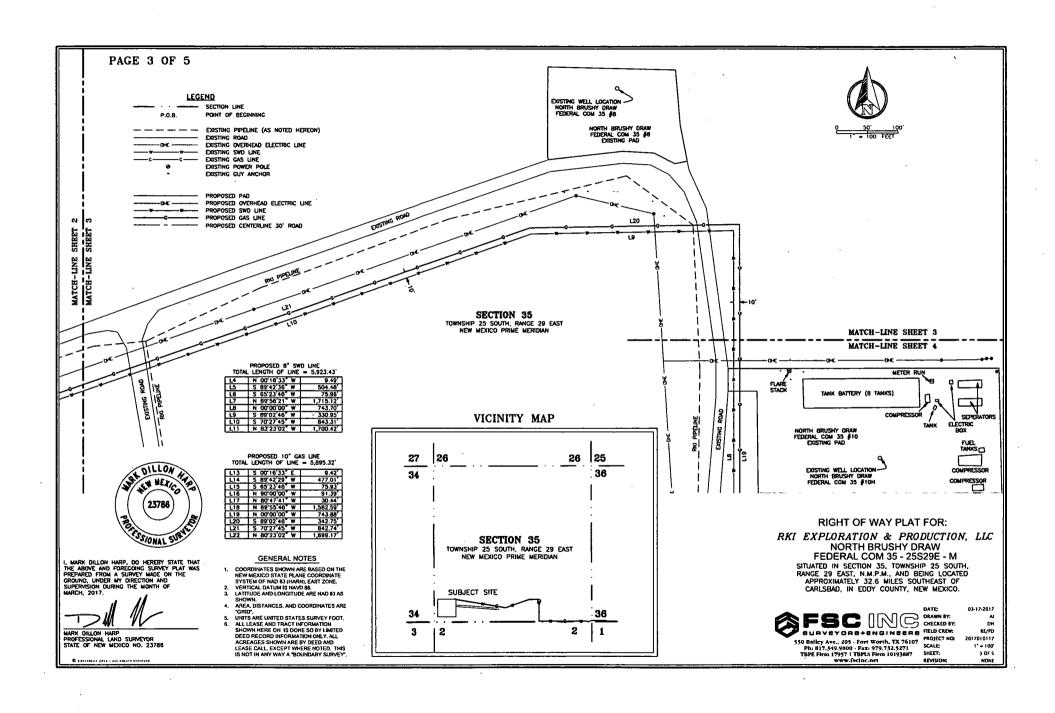
Previous Onsite information: Onsite was performed with BLM on February 7, 2017. New road east, V-door north, production facilities located north, and top soil stockpile east of pad. Electric line, SWD line, and gas line tie-in to east. Right-of-way required for new pipelines located off-lease.

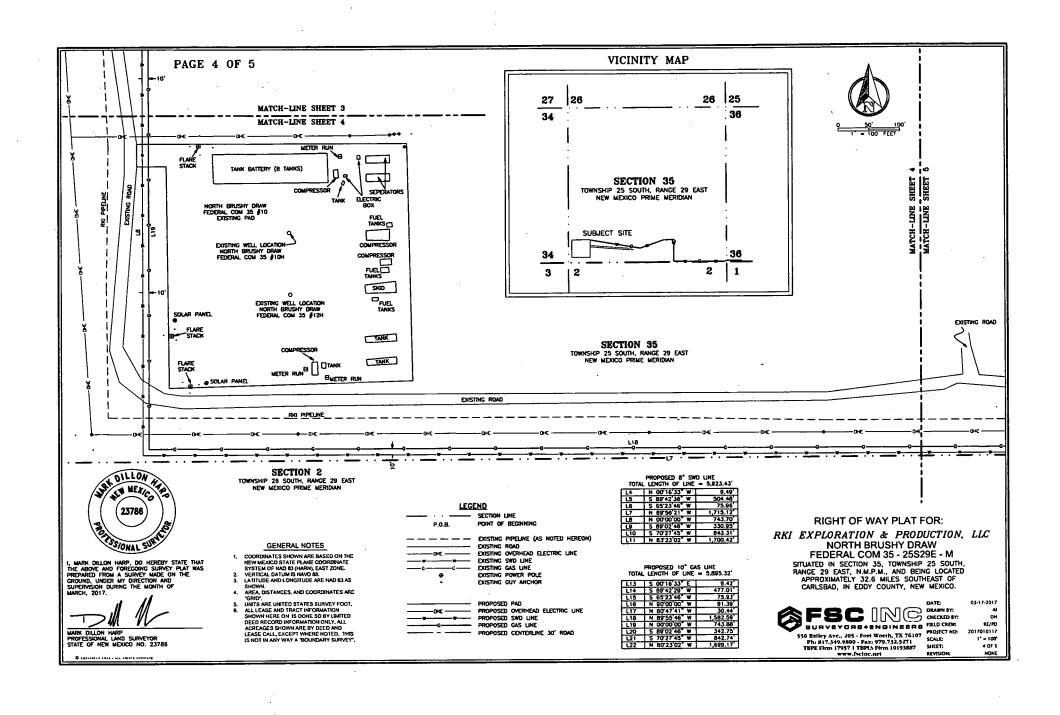
Other SUPO Attachment

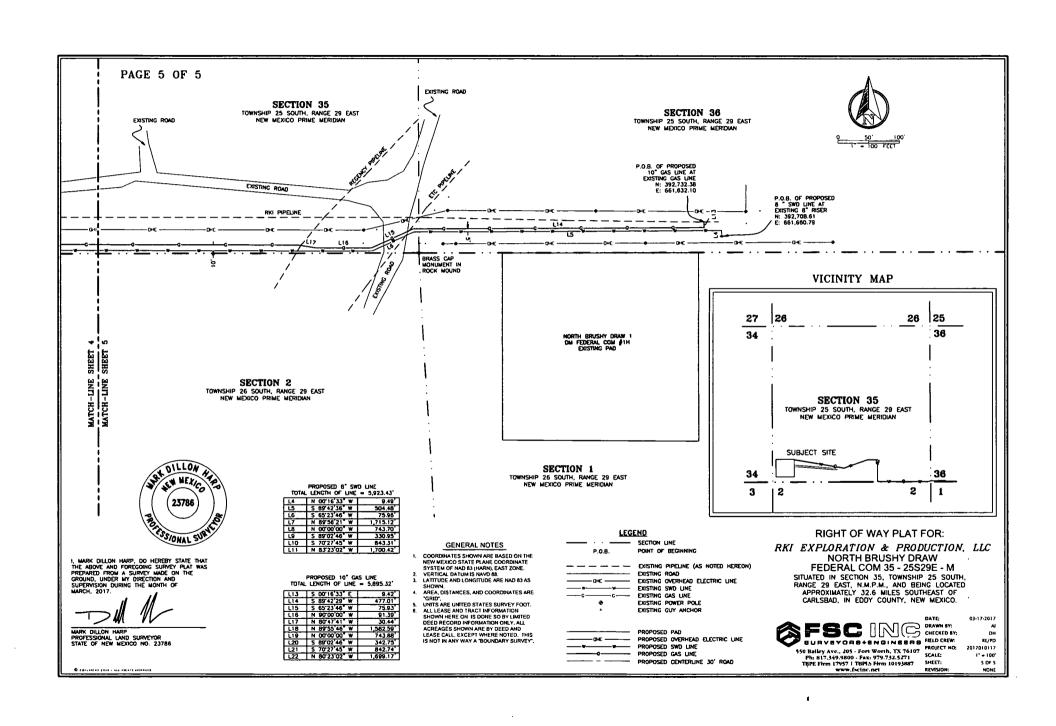
BLM_SUPO_North_Brushy_Draw_Federal_Com_35_13H_05-30-2017.pdf

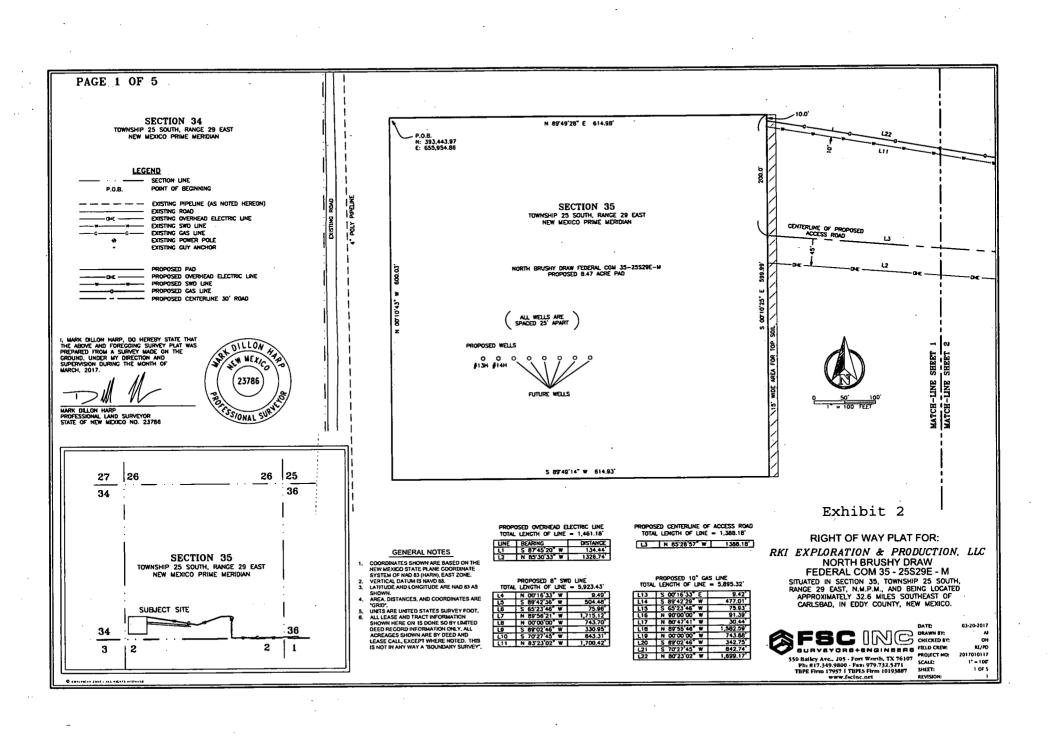


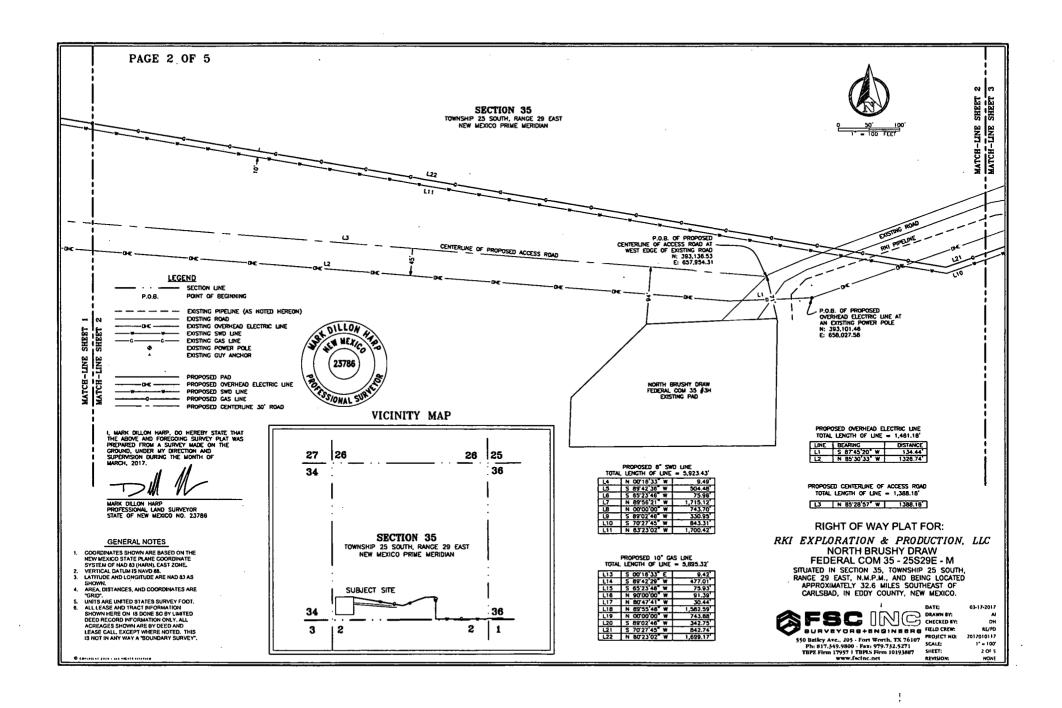


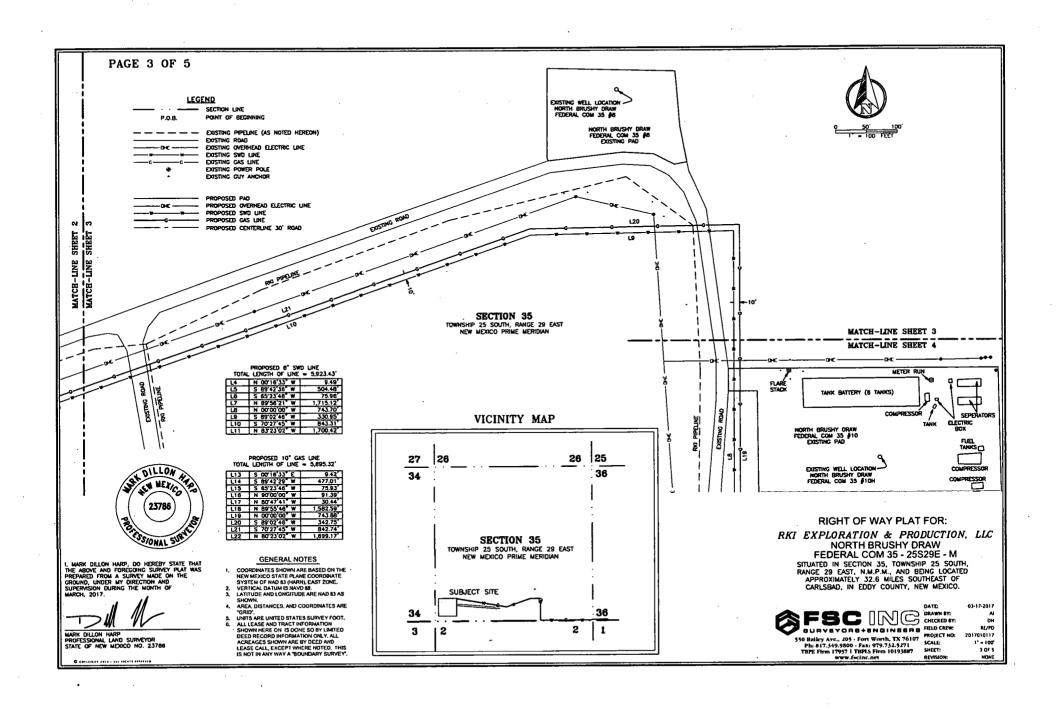


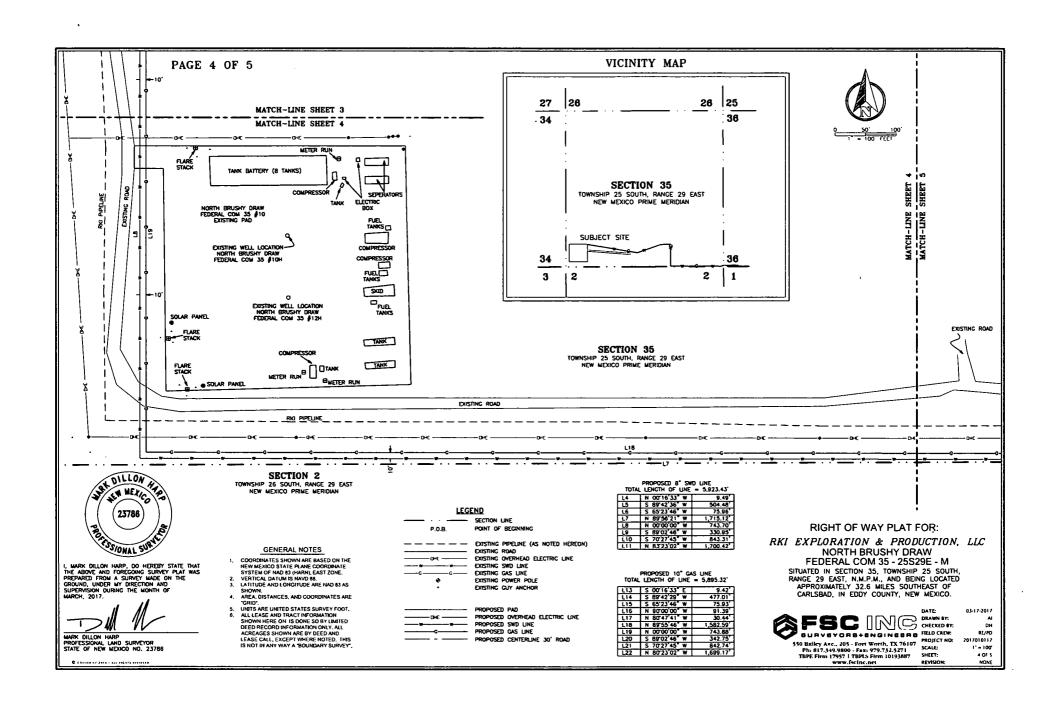


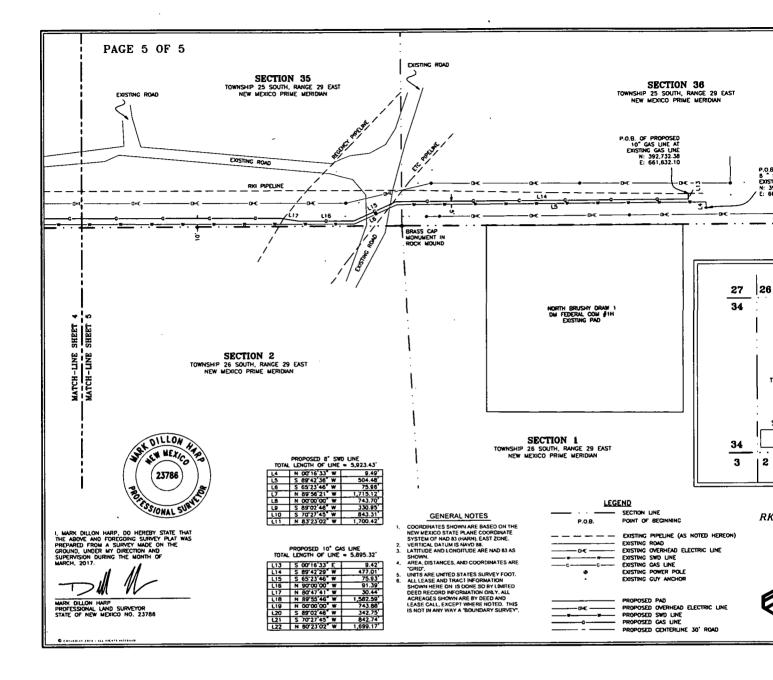












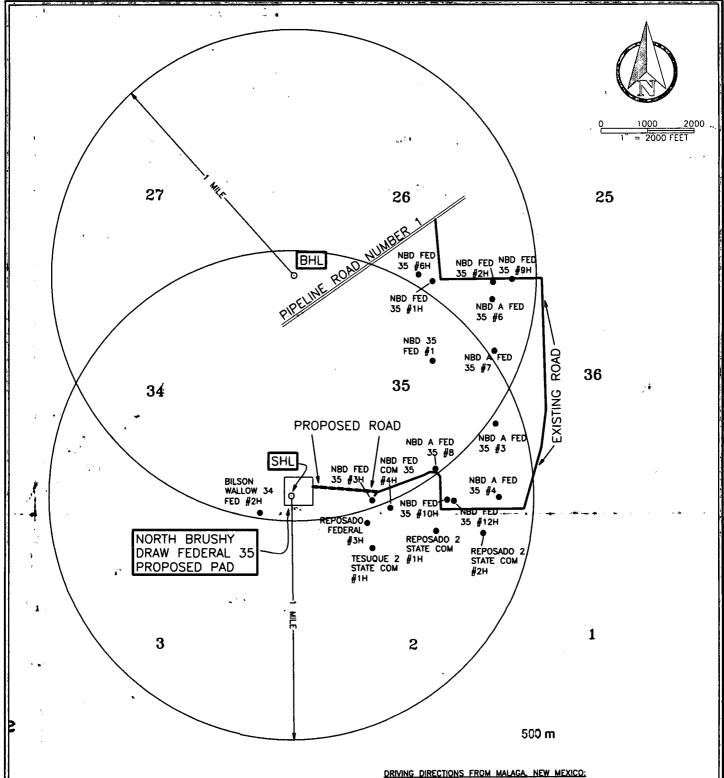


Exhibit 1

EXISTING WELL MAP FOR: RKI EXPLORATION & PRODUCTION, LLC NORTH BRUSHY DRAW FEDERAL COM 35 #13H SITUATED IN SECTION 35, TOWNSHIP 25 SOUTH,

RANGE 29 EAST, N.M.P.M., AND BEING LOCATED APPROXIMATELY 11.9 MILES SOUTHEAST OF MALAGA, IN EDDY COUNTY, NEW MEXICO.

HEAD SOUTH ON US HIGHWAY 285 S FOR 12.5 MILES. TURN LEFT ON WHITEHORN RD FOR 3.5 MILES PAST A CURVE FOR AN ADDITIONAL 0.5 MILES. TURN LEFT ON PIPELINE ROAD NUMBER 1 AND HEAD NORTHEAST FOR 2.9 MILES. TURN RIGHT ON LEASE ROAD AND HEAD SOUTH FOR 0.7 MILES AND LOCATION IS TO THE EAST.



550 Bailey Ave., 205 - Fort Worth, TX 76107 PROJECT NO: Ph: 817.349.9800 - Fax: 979.732.5271 TBPE Firm 17957 | TBPLS Firm 10193887 SHEET: www.fscinc.net

DATE: 03-28-2017 DRAWN BY: CHECKED BY:

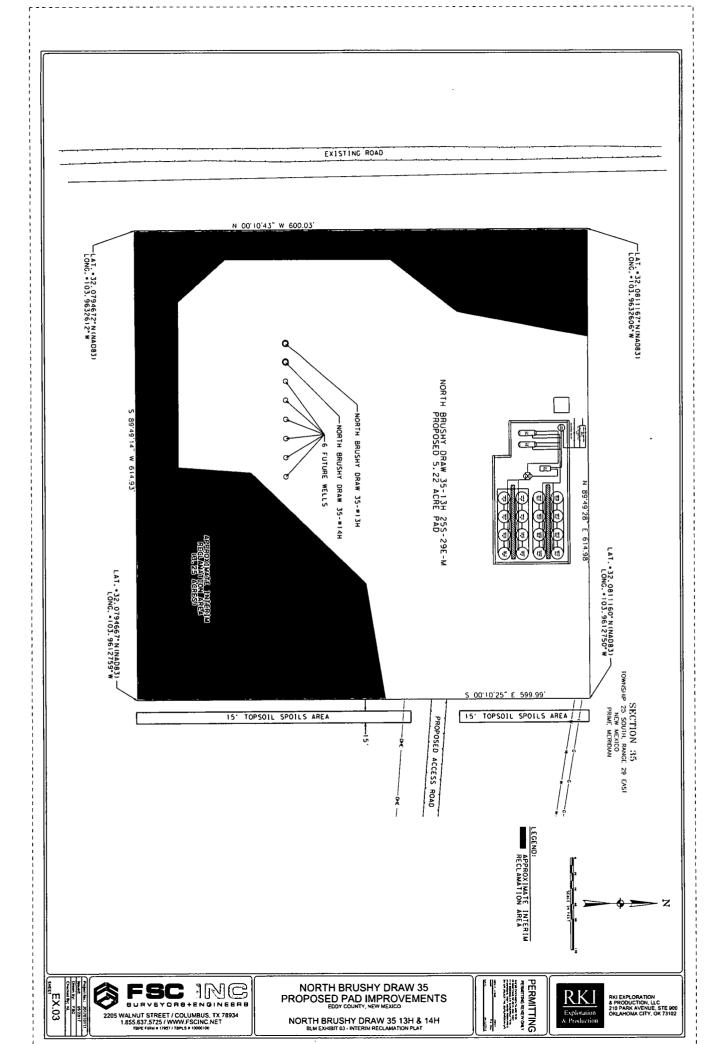
SCALE:

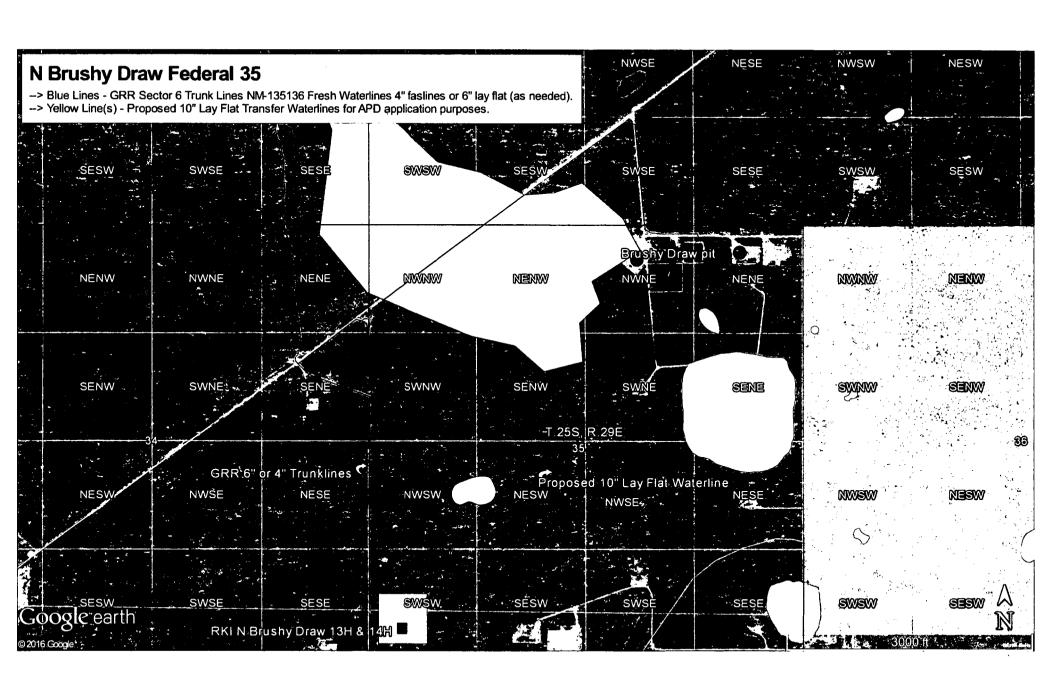
REVISION

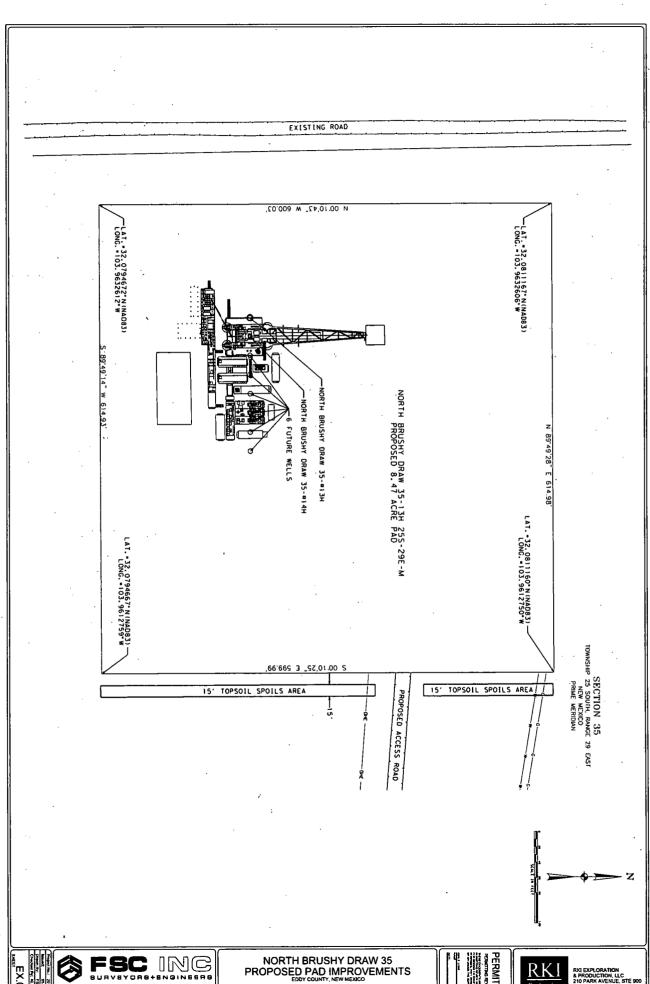
2017020218 1" = 2000" 1 OF 1 NO

DH

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NORTH BRUSHY DRAW 35 13H & 14H





SURFACE USE PLAN OF OPERATIONS

RKI EXPLORATION & PRODUCTION, LLC. North Brushy Draw Federal Com 35-13H EDDY COUNTY, NEW MEXICO LEASE NO. NMNM 119756

1. Existing Roads

- a. Directions to location: From Malaga, NM: Head south on Highway 285 S for 12.5 miles. Turn left on Whitehorn Rd for 3.5 miles past a curve for an additional 0.5 miles. Turn left on Pipeline Rd Number 1 and head northeast for 2.9 miles. Turn right on lease road and head south for 0.7 miles. Location is to the east.
- b. All non-county roads used to access the wells will be maintained in their current condition or better than before operations began and will be maintained in accordance with current BLM Gold Book standards and Surface Operating Standards for Oil and Gas Exploration and Development, Fourth Edition Revised 2007. Continuous inspection will be performed and preventive maintenance measures will be taken as needed. These measures may include: grading, cleaning of drainage structures, erosion control and slope stabilization, and road closures during periods of excessive soil moisture.
- c. Please see Exhibit 1 for existing access road to be used for proposed project.

2. Planned Access Road

- a. Access Road: A new access road will need to be constructed for this pad and will be 1,388.18 feet long, 14 feet driving surface, have a maximum slope of 2%, and a maximum grade of 3%. Surfacing material will be caliche. There will be no cattle guards installed on this site.
- b. Please see Exhibit 1 for existing access road to be used for proposed project.

3. Existing Wells

Please see Exhibit 1 showing the location of all existing wells within a one-mile radius of the proposed location.

4. Proposed Production Facilities

- a. Above ground production facilities will be constructed on the north side of the well pad consisting of oil tanks, water tanks, meter runs, separators, and a flare. Please see Exhibit 3 for proposed production facilities layout.
- b. Pipelines: A 10-inch buried gas line 5,895.32' in length will be laid east to an existing tie-

SURFACE USE PLAN OF OPERATIONS North Brushy Draw Federal Com 35-13H Page 2

in. An 8-inch buried saltwater disposal line (SWD) 5,923.43' in length will be laid east to an existing tie-in. See Exhibit 2 for line route and tie-in location.

c. Electrical: A 3-phase raptor safe overhead power line will be built 1461.18' east to an existing power line. See Exhibit 2 for line route and tie-in location.

5. <u>Location and Type of Water Supply</u>

Water will be piped via a 10-inch O.D. temporary surface line from existing completion ponds located in the NWNW of Sec. 16 T26S R30E and the SWSE of Sec. 17 T26S R30E. See attached map for line route and completion pond locations.

6. Source of Construction Materials

- a. NM One Call (811) will be notified before construction starts.
- b. Top 4-6 inches of topsoil will be stockpiled along the side of location as shown in attached drawing.
- c. Caliche will be hauled from existing caliche pits located in Sec. 24 T26S R29E and Sec. 2 T26S R31E. The Bureau of Land Management is the surface management agency for the caliche pit located in Sec. 24 T26S R29E. The State of New Mexico is the surface management agency for the caliche pit located in Sec. 2 T26S R31E. No construction materials will be removed from Federal lands without prior approval from the appropriate surface management agency

7. Methods for Handling Waste Disposal

- a. Drilling: Drilling fluids, including cuttings and mud, will be self-contained and recycled via a closed loop system. Cuttings will be held in roll-off style mud boxes and taken to NMOCD approved disposal sites via third party contractors.
- b. Sewage: Sewage from trailers and outbuildings will be contained in portable self-contained chemical toilets provided for human waste disposal. Upon completion of operations, or as required, the toilet holdings will be pumped and hauled by a licensed contractor for disposal in an approved sewage disposal facility.
- c. Garbage: Garbage produced on-site during drilling operations (not including materials used in the drilling process) including non-flammable solid waste materials will be contained in a portable trash cage. Upon completion of operations, or as needed, the accumulated trash will be hauled off to a local and state authorized disposal site. All debris and other waste materials not contained in the trash cage will be cleaned up and

SURFACE USE PLAN OF OPERATIONS North Brushy Draw Federal Com 35-13H Page 3

removed from the well location. No potentially adverse materials or substances will be left on the location. No burning will be allowed.

8. Ancillary Facilities

No additional facilities will be utilized.

9. Wellsite Layout

- d. Please see Exhibit 3 for proposed drilling and production facilities layout.
- e. All equipment and vehicles will be confined to the access road, pad, and area specified in this APD.

10. Surface Reclamation Plan

- a. Interim reclamation will be completed within 6 months of completing the last well on the pad. The surface caliche will be removed from the part of the well pad no longer in use and will be transported to the original caliche pit or used for other roads. Some of the original stockpiled topsoil will be returned to the pad and re-contoured per original pad topography. The surface will be ripped, barricaded and seeded per BLM requirements. Please see Exhibit 3 for proposed interim reclamation area.
- b. Once the last well on the pad is plugged, all equipment will be removed and the remainder of the pad will be reclaimed within 6 months of plugging. The surface caliche will be removed from the well pad and road and will be transported to the original caliche pit or used for other roads. The original stockpiled topsoil will be returned to the pad and re-contoured per original pad topography. The pad and access road will be ripped, barricaded and seeded per BLM requirements. Noxious, invasive, and non-native weeds will be controlled.

11. Surface Ownership

- a. The surface is administered by the Bureau of Land Management.
- b. The surface is multiple use with the primary uses of the region being grazing for livestock and production of oil and gas.

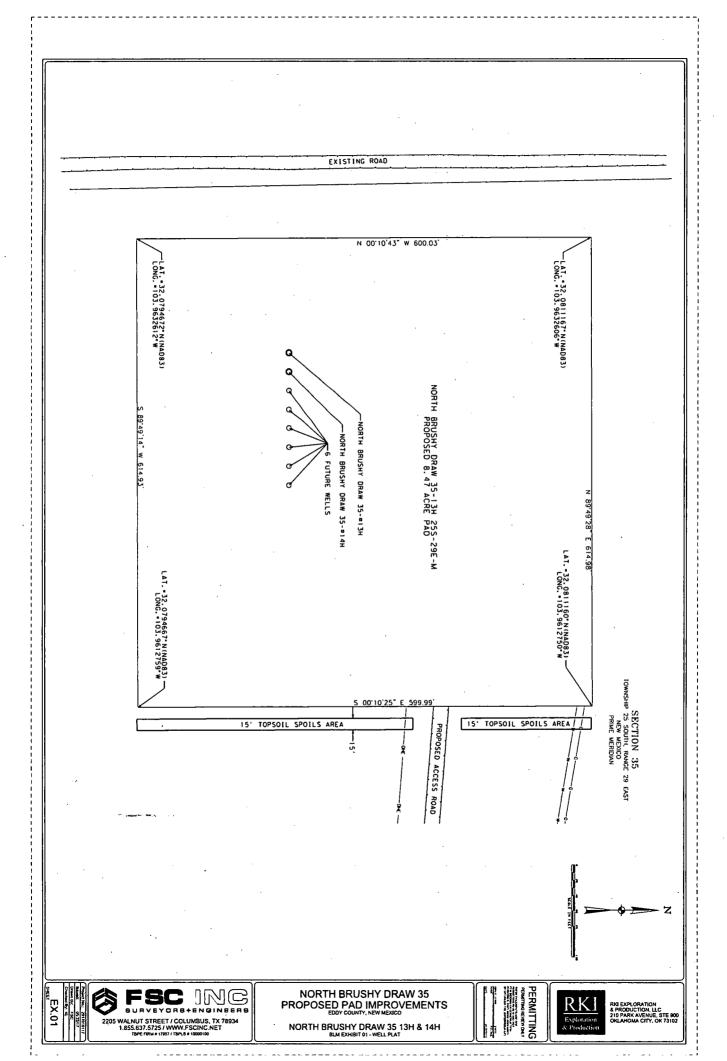
12. Other information

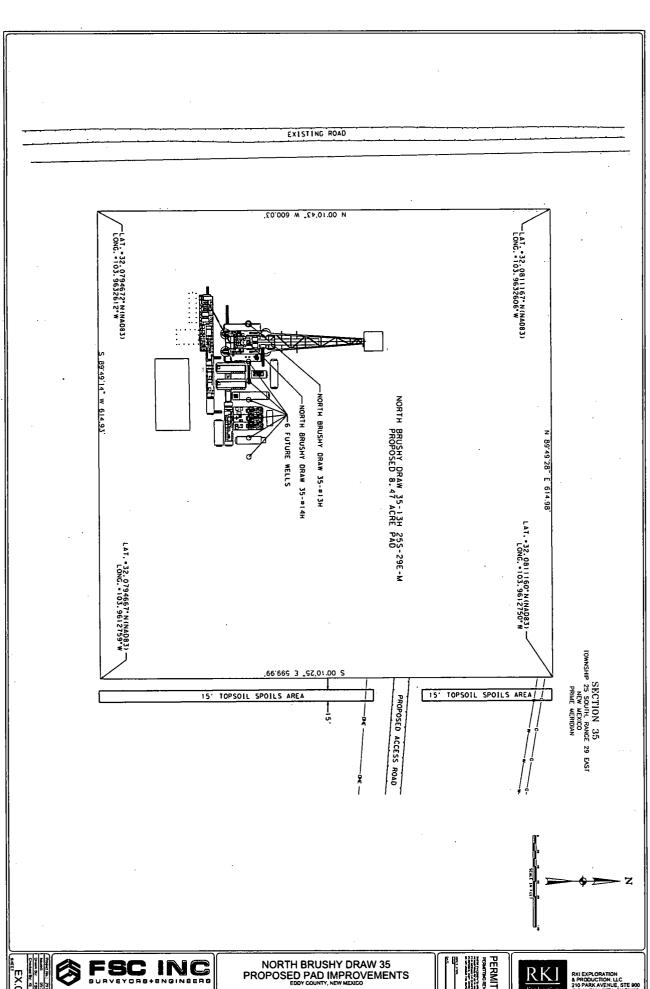
c. Onsite was performed with BLM on February 7, 2017. New road east, V-door north, production facilities located north, and top soil stockpile east of pad. Electric line, SWD

SURFACE USE PLAN OF OPERATIONS North Brushy Draw Federal Com 35-13H Page 4

line, and gas line tie-in to east. Right-of-way required for new pipelines located off-lease.

d. RKI is a participant in the Permian Basin Programmatic Agreement. A check will be submitted for this application.



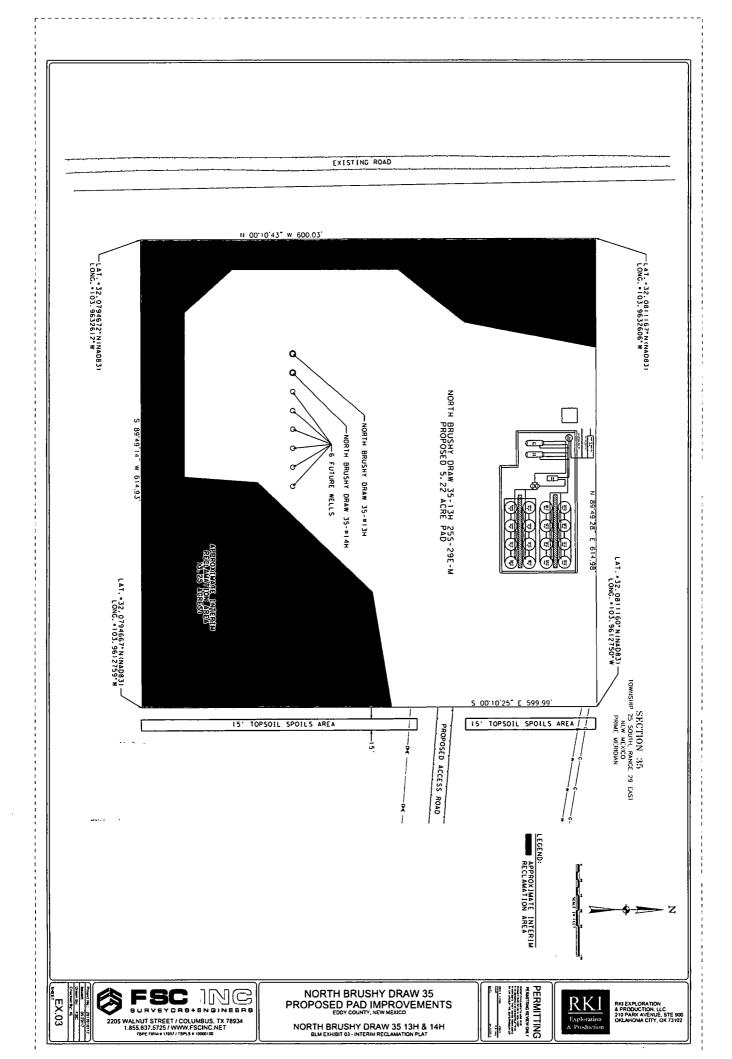


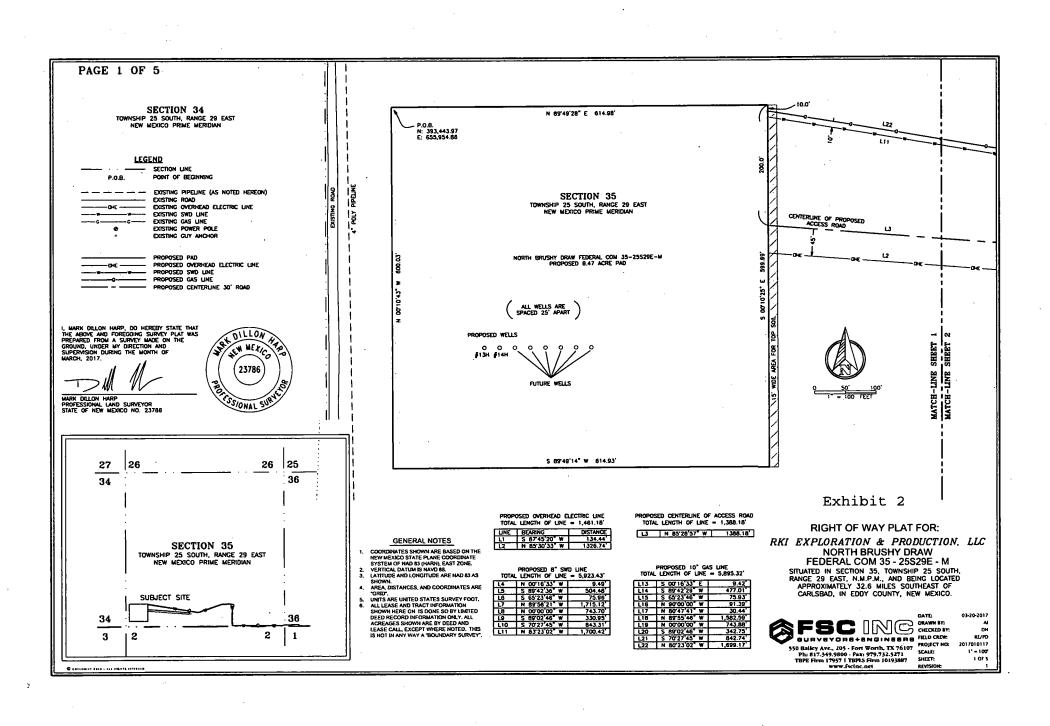


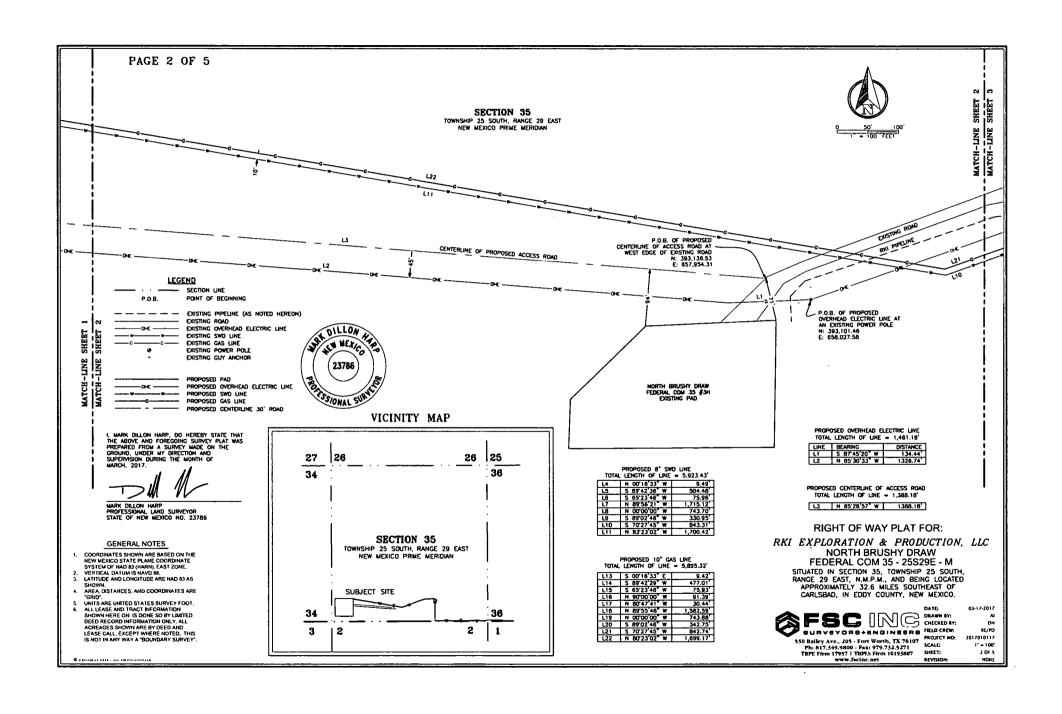
NORTH BRUSHY DRAW 35 13H & 14H BLM EXHIBIT 02 - RIG PLAT

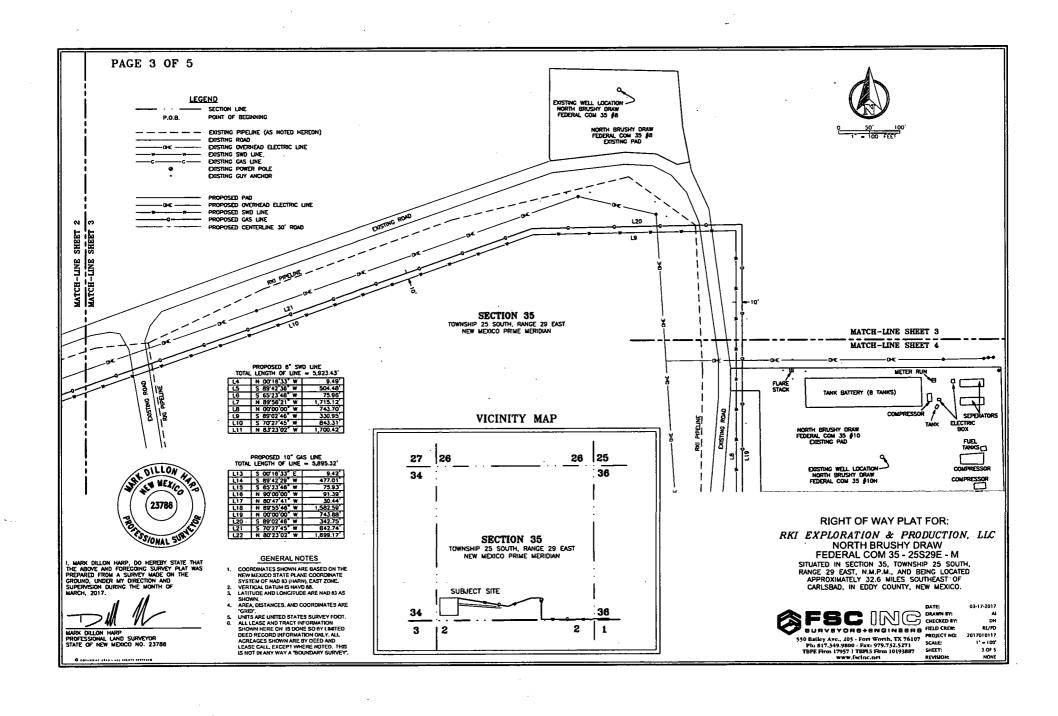


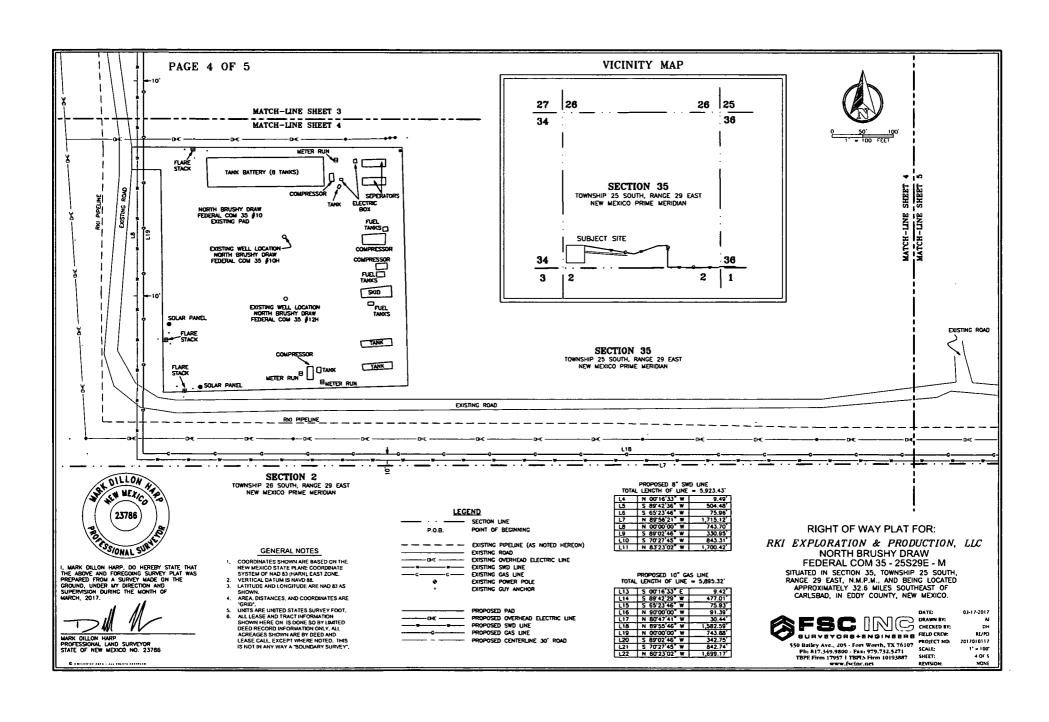


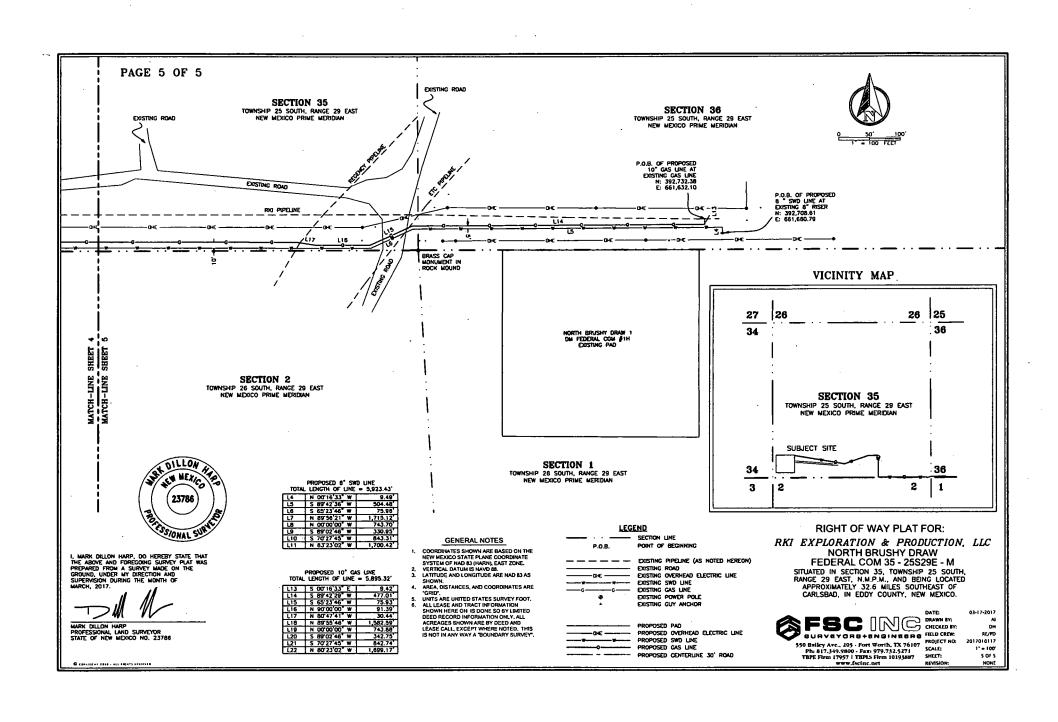


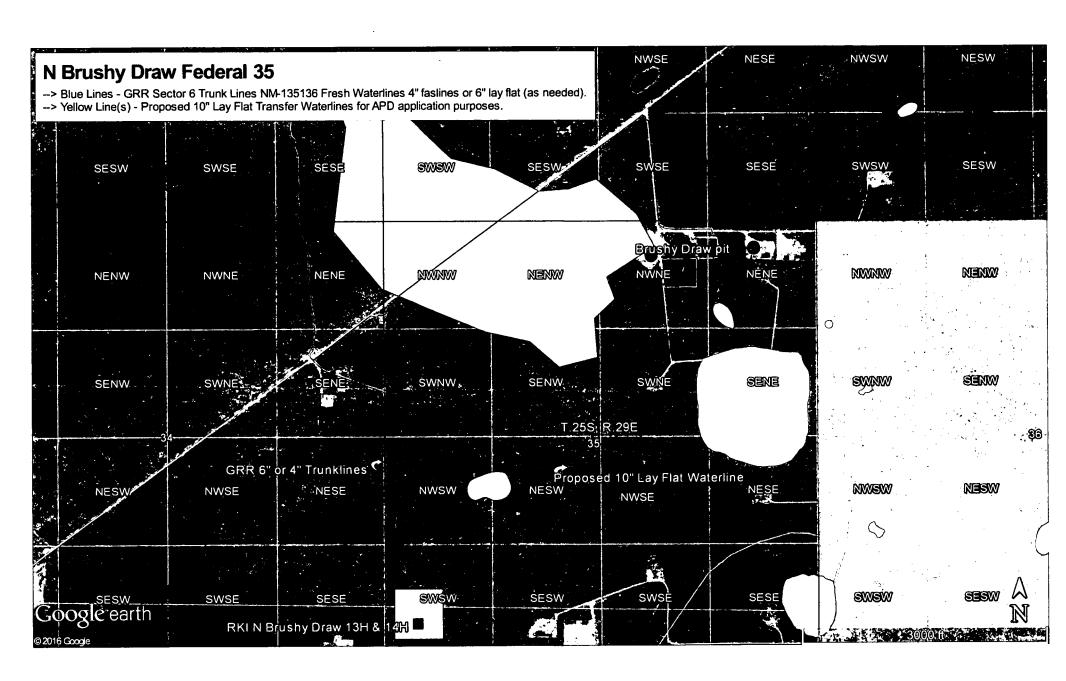












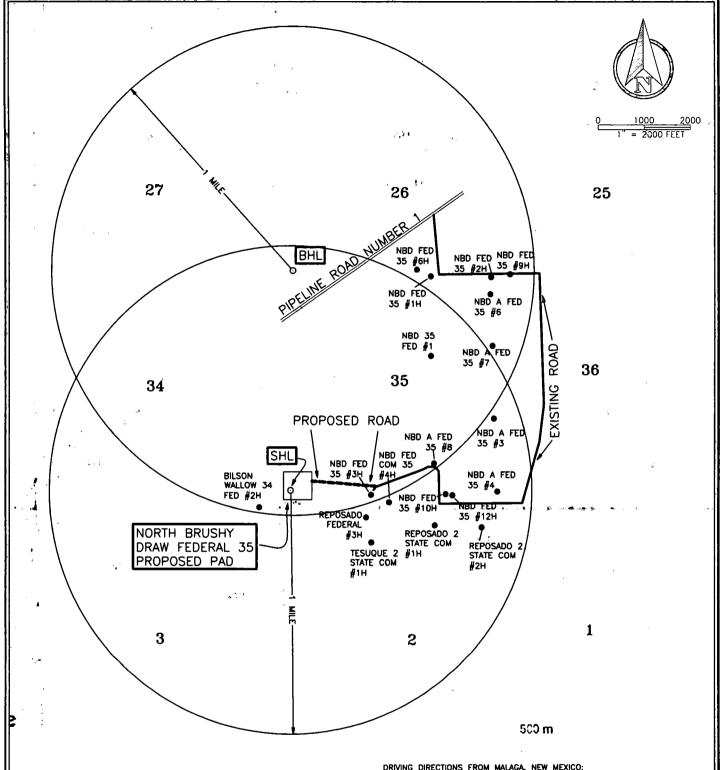


Exhibit 1

EXISTING WELL MAP FOR: RKI EXPLORATION & PRODUCTION, LLC NORTH BRUSHY DRAW FEDERAL COM 35 #13H SITUATED IN SECTION 35, TOWNSHIP 25 SOUTH,

RANGE 29 EAST, N.M.P.M., AND BEING LOCATED APPROXIMATELY 11.9 MILES SOUTHEAST OF MALAGA, IN EDDY COUNTY, NEW MEXICO.

DRIVING DIRECTIONS FROM MALAGA, NEW MEXICO:

HEAD SOUTH ON US HIGHWAY 285 S FOR 12.5 MILES. TURN LEFT ON WHITEHORN RD FOR 3.5 MILES PAST A CURVE FOR AN ADDITIONAL 0.5 MILES. TURN LEFT ON PIPELINE ROAD NUMBER 1 AND HEAD NORTHEAST FOR 2.9 MILES. TURN RIGHT ON LEASE ROAD AND HEAD SOUTH FOR 0.7 MILES AND LOCATION IS TO THE EAST.



550 Bailey Ave., 205 - Fort Worth, TX 76107 PROJECT NO: Ph: 817.349.9800 - Fax: 979.732.5271 TBPE Firm 17957 | TBPLS Firm 10193887 www.fscinc.net

DATE: 03-28-2017 DRAWN BY: CHECKED BY: DH

2017020218 SCALE: 1" = 2000" SHEET: 1 OF 1 REVISION: NO

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



Section 1 - General

Would you like to address long-term produced water disposal? NO

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO

PWD surface owner: PWD disturbance (acres):

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Produced Water Disposal (PWD) Location:

Lined pit specifications:

Pit liner description:

Pit liner manufacturers information:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Lined pit precipitated solids disposal schedule:

Lined pit precipitated solids disposal schedule attachment:

Lined pit reclamation description:

Lined pit reclamation attachment:

Leak detection system description:

Leak detection system attachment:

Lined pit Monitor description:

Lined pit Monitor attachment:

Lined pit: do you have a reclamation bond for the pit?

Is the reclamation bond a rider under the BLM bond?

Lined pit bond number:

Lined pit bond amount:

Additional bond information attachment:

Section 3 - Unlined Pits Would you like to utilize Unlined Pit PWD options? NO **Produced Water Disposal (PWD) Location:** PWD disturbance (acres): PWD surface owner: Unlined pit PWD on or off channel: Unlined pit PWD discharge volume (bbl/day): Unlined pit specifications: Precipitated solids disposal: Decribe precipitated solids disposal: Precipitated solids disposal permit: Unlined pit precipitated solids disposal schedule: Unlined pit precipitated solids disposal schedule attachment: Unlined pit reclamation description: Unlined pit reclamation attachment: Unlined pit Monitor description: **Unlined pit Monitor attachment:** Do you propose to put the produced water to beneficial use? Beneficial use user confirmation: Estimated depth of the shallowest aquifer (feet): Does the produced water have an annual average Total Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected? TDS lab results: Geologic and hydrologic evidence: State authorization: **Unlined Produced Water Pit Estimated percolation:** Unlined pit: do you have a reclamation bond for the pit? Is the reclamation bond a rider under the BLM bond? Unlined pit bond number: Unlined pit bond amount: Additional bond information attachment: Section 4 - Injection Would you like to utilize Injection PWD options? NO Produced Water Disposal (PWD) Location:

PWD disturbance (acres):

Injection PWD discharge volume (bbl/day): Injection well mineral owner:

PWD surface owner:

Injection well type:	
Injection well number:	Injection well name:
Assigned injection well API number?	Injection well API number:
Injection well new surface disturbance (acres):	
Minerals protection information:	
Mineral protection attachment:	
Underground Injection Control (UIC) Permit? NO	
UIC Permit attachment:	
Section 5 - Surface Discharge	
Would you like to utilize Surface Discharge PWD options?	? NO
Produced Water Disposal (PWD) Location:	
PWD surface owner:	PWD disturbance (acres):
Surface discharge PWD discharge volume (bbl/day):	
Surface Discharge NPDES Permit?	• •
Surface Discharge NPDES Permit attachment:	
Surface Discharge site facilities information:	•
Surface discharge site facilities map:	
Section 6 - Other	
Would you like to utilize Other PWD options? NO	
Produced Water Disposal (PWD) Location:	
PWD surface owner:	PWD disturbance (acres):
Other PWD discharge volume (bbl/day):	
Other PWD type description:	
Other PWD type attachment:	
Have other regulatory requirements been met?	•
Other regulatory requirements attachment:	
	•

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

Bond Info Data Report 05/01/2018

Bond Information

Federal/Indian APD: FED

BLM Bond number: NMB000396

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment: