Form 3160-3 (June 2015) DEC 1, 0 2018 UNITED STA	NI A	MOC] rtesia	D	FORM OMB N Expires: Ja	APPROV to. 1004-0 anuary 31	'ED 137 , 2018		
DEPARTMENT OF TH RECEIVED OF LAND M	IE INTERIOR ANAGEMENT			5. Lease Serial No. NMNM131581				
APPLICATION FOR PERMIT TO		6. If Indian, Allotee	or Tribe i	Name				
a. Type of work:	REENTER			7. If Unit or CA Ag	reement. 1	Name and No.		
1b. Type of Well: Oil Well Gas Well	Other			8 Loosa Nama and	Wall No	<u> </u>		
Ic. Type of Completion: Hydraulic Fracturing			EDERAL					
2. Name of Operator MACK ENERGY CORPORATION	13	3837		7 APJ-Well No. 30-04	5-6	4325		
3a. Address 11344 Lovington HWY Artesia NM 88211	3b. Phone No. (in (575)748-1288	clude area cod	^{c)}	10 Field and Pool. ROUND TANK / S	or Exp lor AN AND	atory RES 5277		
 Location of Well (Report location clearly and in accorda, At surface SESW / 565 FSL / 1690 FWL / LAT 32. At proposed prod. zone SESW / 10 FSL / 1690 FWL 	nce with any State requi 9957382 / LONG -104 / LAT 32.9797825 / L	rements.*) 1.0365294 .ONG -104,03	67224	II. Sec., T. R. M. of SEC 217 T15S/R	r Blk, and 29E / NN	Survey or Area		
14. Distance in miles and direction from nearest town or pos 30 miles	t office*	~		12. County or Parisl	h	13. State		
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any)	16. No of acres in 320	lease	17. Spacii 160	Unit dedicated to t	his well			
 Distance from proposed location* to nearest well, drilling, completed. applied for, on this lease, ft. 	19. Proposed Dep 3226 feet / 8764	feet	20/BLM. FED: NM	BIA Bond No. in file B000286				
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3803 feet	22 Approximate 12/01/2018	date wurk will	start*	23. Estimated durati 20 days	ion			
The following completed in accordance with the requirement	4. Attachmen		and the U			CED 2462 2 2		
(as applicable)		tas Order No. 1	, and the m	ydraune Fracturing r	uie per 43	CFK 3102.3-3		
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on Nutional Forest \$ SUPO must be filed with the appropriate Forest Service O 	ystem Lands, the frice	fond to cover the em 20 above). Operator certific uch other site sp BLM.	e operation ation. secific infor	s unless covered by an nation and/or plans as	n existing	bond on file (see		
25. Signature (Electronic Submission)	Name (Prin Deana Wea	<i>ted/Typed)</i> aver / Ph: (575	5)748-128	8	Date 09/26/2	018		
File Production Clerk	<u>I</u>							
Approved by (Signature) (Electronic Submission)	Name (Prin. Ruben J Sa	ted/Typed) anchez / Ph: (575)627-0	250	Date 12/06/20	018		
Title Assistant Field Manager, Lands & Minerals	Office ROSWELL							
Application approval does not warrant or certify that the app pplicant to conduct operations thereon. Conditions of approval, if any, are attached.	licant holds legal or equ	itable title to th	ose rights i	n the subject lease w	hich woul	d entitle the		
Fitle 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 121 of the United States any false, fictitious or fraudulent stateme	2, make it a crime for a ents or representations as	ny person knov s to any matter	vingly and within its j	willfully to make to a urisdiction.	iny depart	ment or agency		
			-					



Approval Date: 12/06/2018

*(Instructions on page 2)

RNP 12-11-18

INSTRUCTIONS

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

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

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

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

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

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

ITEM 24: If the proposal will involve hydraulic fracturing operations, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.



The Privacy Act of 1974 and regulation in 43 CFR 248(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 CRR \$160

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service wen or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other onvironmental impacts.

ROUTINE USE: Information from the record and/or the record win be transferred to appropriate Federal, State, and local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecution, in connection with congressional inquiries and for regulatory responsibilities.

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

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

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

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

Additional Operator Remarks

Location of Well

1. SHL: SESW / 565 FSL / 1690 FWL / TWSP: 15S / RANGE: 29E / SECTION: 21 / LAT: 32.9957382 / LONG: -104.0365294 (TVD: 0 feet, MD: 0 feet) PPP: NENW / 10 FSL / 1690 FWL / TWSP: 15S / RANGE: 29E / SECTION: 28 / LAT: 32.9939112 / LONG: -104.0364865((TVD: 3127 feet, MD: 3228 feet) BHL: SESW / 10 FSL / 1690 FWL / TWSP: 15S / RANGE: 29E / SECTION: 28 / LAT: 32.9797825 / LONG: -104.0367224 (TVD: 3226 feet, MD: 8764 feet)

BLM Point of Contact

Name: Meighan M Salas Title: Land Law Examiner Phone: 5756270228 Email: mmsalas@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.

Geologic Conditions of Approval

by Operator proposes 250, which is below all usable water zones, adequately protecting groun by intermediate string at 1200 this will be in the Seven Rivers, which is an acceptable set po the base of the Rustler and in the Queen and San Andres Formations. Data density in the area to surface is low, ensure GR and CNL are run to surface and submitted to BLM for future development.

NM OIL CONSERVATION

ARTESIA DISTRICT

PECOS DISTRICT DRILLING OPERATIONS CONDITIONS OF APPROVAL

RECEIVED

OPERATOR'S NAME:	Mack Energy Corporation
LEASE NO.:	NMNM-131581
WELL NAME & NO.:	Yellowknife Federal 3H
SURFACE HOLE FOOTAGE:	0565' FSL & 1690' FWL
BOTTOM HOLE FOOTAGE	0010' FSL & 1690' FWL Sec. 28, T. 15 S., R 29 E.
LOCATION:	Section 21, T. 15 S., R 29 E., NMPM
COUNTY:	County, New Mexico

The Gamma Ray and Neutron well logs must be run from total depth to surface and e-mailed to Chris Bolen at <u>cbolen@blm.gov</u> or hard copy mailed to 2909 West Second Street Roswell, NM 88201 to his attention.

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)
 - □ Chaves and Roosevelt Counties

Call the Roswell Field Office, 2909 West Second St., Roswell NM 88201. During office hours call (575) 6270272. After office hours call (575)

- A. Hydrogen Sulfide
- 1. Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. 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.

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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.

B. 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 <u>8 hours</u>. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements.

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.

Low Cave/Karst

Possibility of lost circulation in the Rustler, Queen, and San Andres formations.

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- 1. The 13-3/8 inch surface casing shall be set at approximately 250 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.

Optional 9-5/8'' Casing: If water flow is encountered operator will set 9-5/8'' intermediate casing.

2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:

Cement to surface. If cement does not circulate see B.1.a, c-d above.

Centralizers required on horizontal leg, must be type for horizontal service and a minimum of one every other joint.

- 3. The minimum required fill of cement behind the 7 X 5-1/2 inch production casing is:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office.
- 4. 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.

C. 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.
- Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be psi (Installing 3M BOP, testing to 2,000 psi).
- 3. 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).
 - 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.

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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 100318

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PECOS DISTRICT CONDITIONS OF APPROVAL

OPERATOR'S NAME: MACK ENERGY CORPORATION LEASE NO.: NMNM-131581 WELL NAME & NO.: YELLOWKNIFE FEDERAL COM #3H SURFACE HOLE [565] ' F [S] L [1690] ' F [W] FOOTAGE: L LOCATION: Section 21, T 15. S., R 29 E., NMPM COUNTY: Chaves County, New Mexico

1. GENERAL PROVISIONS

Approval of the APD does not warrant that any party holds equitable or legal title. Any request for a variance shall be submitted to the Authorized Officer on Sundry Notice (Form 3160-5).

For BLM's surface operating standards and guidelines, refer to: <u>The Gold Book</u>, Fourth Edition - Revised 2007. To obtain a copy free of charge contact the Roswell Field Office (575) 627-0272 or visit BLM on the web at:

http://www.blm.gov/wo/st/en/prog/energy/oil_and_gas/best_managem
ent_practices/gold_book.html

All construction, operations, and reclamation shall follow the Onshore Oil and Gas Operations as described in the 43 CFR part 3160.

The Operator shall submit a Sundry Notice (Form 3160-5) to the Bureau of Land Management, Roswell Field Office (address above) for approval prior to beginning any new surface-disturbing activities or operations that are not specifically addressed and approved by this APD.

A site facility diagram and a site security plan shall be filed no later than 60 calendar days following first production (Onshore Order 3, Section III, I. and 43 CFR 3162.7-5).

2. 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, 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).

3. JUISTICTIONAL WATERS of the U.S.

The operator shall obtain appropriate permits from the U.S. Army Corps of Engineers prior to discharge or dredge and fill material into waters of the United States in accordance with Section 404 of the Clean Water Act. Contact The U.S. Army Corps of Engineers regulatory New Mexico Branch Office, 4101 Jefferson Plaza NE, Albuquerque, NM 87109-3435 at (505) 342-3678 or Email: <u>CESPA-RD-NM@usace.army.mil</u> if you have questions.

4. ARCHAEOLOGICAL, PALEONTOLOGICAL & HISTORICAL SITES

Any cultural and/or paleontological resource discovered inadvertently 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.

5. HUMAN REMAINS AND OBJECTS OF CULTURAL PATRIMONY

The operator shall comply with procedures established in the Native American Graves Protection and Repatriation Act (NAGPRA) to protect such cultural items as human remains, funerary objects, sacred objects, and objects of cultural patrimony that are discovered inadvertently during project implementation. In the event that any of the cultural items listed above are discovered during the course of project work, the proponent shall immediately halt the disturbance and contact the BLM within 24 hours for instructions. The proponent or initiator of any project shall be held responsible for protecting, evaluating, reporting, excavating, treating, and disposing of these cultural items according to the procedures established by the BLM in consultation with Indian Tribes.

6. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations (access road and/or well pad). 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.

7. CAVE AND KARST

Any Cave or Karst feature discovered by the operator or by any person working on the operator's behalf shall immediately report the feature 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. During drilling, previously unknown cave and karst features could be encountered. If a void is encountered while drilling and a loss of circulation occurs, lost drilling fluids can directly contaminate groundwater recharge areas, aquifers, and groundwater guality. Drilling operations can also lead to sudden collapse of underground voids.

To mitigate or lessen the probability of impacts associated with the drilling and production of oil and gas wells in karst areas, the guidelines listed in Appendix 3, Practices for Oil and Gas Drilling and Production in Cave and Karst Areas, as approved in the Roswell Resource Management Plan Amendment of 1997, page AP3-4 through AP 3-7 shall be followed.

A more complete discussion of the impacts of oil and gas drilling can be found in the *Dark Canyon Environmental Impact* Statement of 1993, published by the U.S. Department of the Interior, Bureau of Land Management.

8. CONSTRUCTION

NOTIFICATION: The BLM shall administer compliance and monitor construction of the access road and well pad. Notify Natural Resource Specialist, Ricky Flores at (575) 627-0339 or the Roswell Field Office at (575) 627-0272 <u>at least three (3)</u> working days prior to commencing construction of the access road and/or well pad.

A complete copy of the <u>approved</u> APD and the attached Conditions of Approval (COAs) **shall be kept on the well's location** for reference upon inspections.

Construction over and/or immediately adjacent to existing pipelines shall be coordinated, and in accordance with, the relevant pipeline companies' policy.

Any trench left open for (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, an agency approved monitor shall walk the entire length of the open trench and remove all trapped fauna. The bottom surface of the trench will be disturbed a minimum of 2 inches in order to arouse any buried fauna. All fauna will be released a minimum of 100 yards from the trench.

For trenches left open for (8) hours or more, earthen escape ramps (built at nor more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench. Structures will also be authorized within the trench. Metal structures will not be authorized. Structures used as escape ramps will be placed at no more than a 30 degree slope and spaced no more than 500 feet apart.

9. TOPSOIL:

When saturated soil conditions exist on access roads or location, construction shall be halted until soil material dries out or is frozen sufficiently for construction to proceed without undue damage and erosion to soils, roads and locations.

Topsoil shall be stripped following removal of vegetation during construction of well pads, pipelines, roads, or other surface facilities. This shall include all growth medium - at a minimum,

the upper 2-6 inches of soil - but shall also include stripping of any additional topsoil present at a site, such as indicated by color or texture. Stripping depth may be specified during the onsite inspection. Stripped topsoil shall be stored separately from subsoil or other excavated material and replaced prior to interim seedbed preparation. No topsoil shall be stripped when soils are moisture-saturated or frozen below the stripping depth.

The topsoil will not be used to construct the containment structures or earthen dikes that are on the outside boundaries of the constructed well pad, tanks, and storage facilities.

Each construction area is site specific as to topsoil depth. It is the operator's responsibility to ensure that topsoil, caliche, or spoils are not mixed together.

(**Pads**): topsoil will be stripped and stored in separate piles from the spoils pile. They can be stored on opposite or adjacent sides. If topsoil and spoils must be stored on the same pad side together they shall be no closer than toe to toe, not overlapping. Each pile shall be kept within 30 feet of the pad's side. 100% of the topsoil will be used for both interim and final reclamation. 100% of topsoil will be respread over the disturbed areas during reclamation.

(Roads): topsoil shall be stripped in such a way to follow the road's edge outside of the surfacing or drivable area. During final reclamation, after removal of surface material and recontouring, 100% of topsoil will be respread over the disturbed areas during reclamation. Vegetation in the topsoil will help hold re-seeding, moisture content, and reduce erosion.

10. WELL PAD SURFACING:

The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational need. Surfacing of the well pad is not required. If the operator elects to surface the well pad, the surfacing material will be required to be removed at the time of reclamation.

Cattleguards

An appropriately sized cattleguard(s) sufficient to carry out the project shall be installed and maintained at fence crossing(s). Any existing cattle guard(s) on the access road 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 guard(s) that are in place and are utilized during lease operations. Gates or cattle guards on public lands will not be locked or closed to public use unless closure is specifically determined to be necessary and is authorized in writing by the authorized officer. A gate shall be constructed and fastened securely to H-braces.

Fence Requirement

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

11. PRODUCTION:

Storage

Fiberglass storage tanks are **not** permitted for the storage of production.

Placement of Production Facilities

Production facilities should be placed on the well pad to allow for maximum interim reclamation and re-vegetation of the well location.

Containment Structures

All production facilities shall have a lined containment structure large enough to contain <u>110% of the largest Tank</u> (PLUS) 24 hours of production (43 CFR 3162.5-1) Environmental Obligations, unless more stringent protective requirements are deemed necessary by the Authorized Officer.

Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat nonreflective paint color, <u>OIL GREEN</u> (Standard Environmental Color Chart June 2008).

Completion Report

In accordance with 43 CFR 3160, Form 3160-4 (Well Completion or Re-completion Report and Log) must be submitted to the Bureau of Land Management, Roswell Field Office within 30 days after completion of the well or producer. Copies of all open hole and cased hole logs, core descriptions, core analyses, well test data, geologic summaries, sample descriptions, formation test reports, stimulation reports, directional survey (if applicable), and all other surveys or data obtained and compiled during the drilling, completion, and/or work over operations, shall be included with Form 3160-4.

12. INTERIM RECLAMATION:

Reclamation earthwork for interim and/or final reclamation shall be completed within 6 months of well completion or well plugging (weather permitting), and shall consist of: 1) backfilling pits, 2) re-contouring and stabilizing the well site, access road, cut/fill slopes, drainage channels, utility and pipeline corridors, and all other disturbed areas, to approximately the original contour, shape, function, and configuration that existed before construction (any compacted backfilling activities shall ensure proper spoils placement, settling, and stabilization, 3) surface ripping, prior to topsoil placement, to a depth of 18-24 inches deep on 18-24 inch centers to reduce compaction, 4) final grading and replacement of all topsoil so that no topsoil's remains in the stockpile, 5) seeding in accordance with reclamation portions of the APD and these COA's.

Any subsequent re-disturbance of interim reclamation shall be reclaimed within six (6) months by the same means described above.

Prior to conducting interim reclamation, <u>the operator is</u> <u>required to:</u>

- Submit a Sundry Notices and Reports on Wells (Notice of Intent), Form 3160-5, prior to conducting interim reclamation.
- Contact BLM at least three (3) working days prior to conducting any interim reclamation activities, and prior to seeding.

During reclamation, the removal of caliche is important to increasing the success of re-vegetating the site. Removed caliche may be used in road repairs, fire walls or for building other roads and locations. In addition, 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 re-vegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be re-vegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

Use a certified noxious weed-free seed mixture. Use seed tested for viability and purity in accordance with State law(s) within nine months prior to purchase. Use a commercial seed mixture certified or registered and tagged in accordance with State law(s). Make the seed mixture labels available for BLM inspection.

SEE ATTACHED SEED MIX.											
WELL NAME	ECOSITE (ACCESS	ECOSITE (PAD)									
	ROAD)										
PRINCE GEORGE	SHALLOW SD-3	SHALLOW SD-3									
FEDERAL COM #2H											

13. SEED MIX:

14. FINAL ABANDONMENT:

A. Upon abandonment of the well a Notice of Intent for Plug and Abandonment describing plugging procedures. Followed within 30 days you shall file with this office, a Subsequent Report of Abandonment (Form 3160-5). To be included with this report is where the plugs were placed; volumes of cement used and well bore schematic as plugged.

B. On private surface/federal mineral estate land the reclamation procedures on the road and well pad shall be accomplished in accordance with the Private Surface Land Owner agreements and a copy of the release is to be submitted upon abandonment.

C. The Operator shall promptly plug and abandoned each newly completed, re-completed or producing well which is not capable of producing in paying quantities. No well may be temporarily abandoned for more than 30 days without prior approval from this office. When justified by the Operator, BLM may authorize additional delays, no one of which may exceed an additional 12 months. Upon removal of drilling or producing equipment form the site of a well which is to be permanently abandoned, the surface of the lands disturbed shall be reclaimed in accordance with an approved Notice of Intent for final reclamation.

D. Final reclamation shall include: the removal of all solid waste, trash, surfacing materials, storage facilities and all other related equipment, flow lines, and meter housing, power poles, guy wires, and all other related power materials. All disturbed areas, i.e. cuts and fills, shall be re-contoured to their original surroundings. 100% of topsoil shall be used to resurface all disturbed areas including access roads. A label of the seed mix used shall be submitted with the Final Abandonment Notice (FAN) for review once reclamation is complete.

15. PIPELINE PROTECTION REQUIREMENT:

Precautionary measures shall be taken by the operator during construction of the access road to protect existing pipelines that the access road will cross over. An earthen berm; 2 feet high by 3 feet wide and 14 feet across the access road travelway (2' X 3' X 14'), shall be constructed over existing pipelines. The operator shall be held responsible for any damage to existing pipelines. If the pipeline is ruptured and/or damaged the operator shall immediately cease construction operations and repair the pipeline. The operator shall be held liable for any unsafe construction operations that threaten human life and/or cause the destruction of equipment.

16. WILDLIFE PROTECTION MEASURES - Best Management Practices (BMPs)

COA/Stipulation for above ground pipelines

All pipelines laid on the surface will have sloped dirt berms built over them every 100 yards to allow reptiles, amphibians, small mammals, ground-dwelling birds and their broods access over them. Dirt berms should be no less than 12 inches in width and extend over all surface pipelines within the Right of Way. Berms should be maintained for the life of the project.

Wildlife Mortality - General

The operator will notify the Bureau of Land Management (BLM) authorized officer and nearest Fish and Wildlife Service (FWS) Law Enforcement office within 24 hours, if the operator discovers a dead or injured federally protected species (i.e., migratory bird species, bald or golden eagle, or species listed by the FWS as threatened or endangered) in or adjacent to a pit, trench, tank, exhaust stack, or fence. (If the operator is unable to contact the FWS Law Enforcement office, the operator must contact the nearest FWS Ecological Services office.)

1. Closed top tanks are required for any containment system. All tanks are required to have a closed top tank.

2. Chemical and Fuel Secondary Containment Systems 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. Closed-top tanks are required for any secondary containment systems.

3. Open-Vent Exhaust Stacks

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. Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

17. WASTE, HAZARDOUS AND SOLID:

Waste materials produced during all phases of operation will be disposed of promptly in an approved manner so it will not impact the air, soil, water, vegetation or animals. "Waste" means all discarded matter including, but not limited to, human waste, trash, garbage, refuse, oil drums, petroleum products, ashes and equipment. All liquid waste, completion fluids and drilling products associated with oil and gas operations will be contained and then removed and deposited in an approved disposal site. Portable toilets will remain on site throughout well pad construction, drilling and reclamation.

The operator and contractors shall ensure that all use, production, storage, transportation and disposal of hazardous materials, solid wastes and hazardous wastes associated with the drilling, completion and production of this well will be in accordance with all applicable existing or hereafter promulgated federal, state and local government rules, regulations and guidelines. All project related activities involving hazardous materials will be conducted in a manner to minimize potential environmental impacts. A file will be maintained onsite containing current Safety Data Sheets (SDS) for all chemicals, compounds and/or substances which are used in the course of construction, drilling, completion and production operations.

18. SURFACE WATER AND GROUNDWATER PROTECTION MEASURES -Best Management Practices (BMPs) \

A containment structure or earthen dike shall be constructed and maintained around the north, and east outside boundary of the well pad. The containment structure or earthen dike shall be constructed two (2) feet high (the containment structure or earthen dike can be constructed higher than the two (2) feet high minimum). The containment structure or earthen dike is required so that if a oilfield waste contaminant or product contaminant were leaked, spilled, and or released upon the well pad the oilfield waste contaminant or product contaminant shall be contained in order to prevent the contaminant from entering into the ephemeral drainage located north and east of the well pad location.





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: Deana Weaver		Signed on: 09/26/2018						
Title: Production Clerk								
Street Address: 11344	Lovington HWY							
City: Artesia State: NM Zip: 88211								
Phone: (575)748-1288								
Email address: dweav	er@mec.com							
Field Repres	sentative							
Representative Nan	ne:							
Street Address:								
City:	State:	Zip:						
Phone:								
Email address:								

VAFMSS

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

Application Data Report

APD ID: 10400032986

Operator Name: MACK ENERGY CORPORATION

Section 1 - General

Well Name: YELLOWKNIFE FEDERAL

Well Type: OIL WELL

Submission Date: 09/26/2018

Zip: 88211

a second second

. Well Number: 3H Well Work Type: Drill

. . . .

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APD ID:	10400032986	Tie to previous NOS?	10400031640	Submission Date: 09/26/2018					
BLM Office:	ROSWELL	User: Deana Weaver	Title	e: Production Clerk					
Federal/Indi	an APD: FED	Is the first lease penetrated for production Federal or Indian? FED							
Lease numb	per: NMNM131581	Lease Acres: 320							
Surface acc	ess agreement in place?	Allotted? Reservation:							
Agreement i	in place? NO	Federal or Indian agreement:							
Agreement	number:								
Agreement	name:	· · ·							
Keep applic	ation confidential? YES								
Permitting A	Agent? NO	APD Operator: MACK ENERGY CORPORATION							
Operator let	ter of designation:								

Operator Info

Operator Organization Name: MACK ENERGY CORPORATION

Operator Address: 11344 Lovington HWY

Operator PO Box:

Operator City: Artesia State: NM

Operator Phone: (575)748-1288

Operator Internet Address: jerrys@mec.com

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:	
Well Name: YELLOWKNIFE FEDERAL	Well Number: 3H	Well API Number:
Field/Pool or Exploratory? Field and Pool	Field Name: ROUND TANK	Pool Name: SAN ANDRES

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

Well Number: 3H

Describe other minerals:										
Is the proposed well in a Helium produ	uction area? N	Use Existing Well Pad	? NO 🛛 🖡	New surface disturbance? Y						
Type of Well Pad: SINGLE WELL		Multiple Well Pad Nam	lumber:							
Well Class: HORIZONTAL		Number of Legs: 1								
Well Work Type: Drill				· · · · ·						
Well Type: OIL WELL		:								
Describe Well Type:										
Well sub-Type: DELINEATION										
Describe sub-type:			•							
Distance to town: 30 Miles	Distance to ne	arest well: 660 FT	Distance	nce to lease line: 565 FT						
Reservoir well spacing assigned acres Measurement: 160 Acres										
Well plat: YELLOWKNIFE_FEDERAL_3H_20180920110112.pdf										
Well work start Date: 12/01/2018		Duration: 20 DAYS								

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Survey number: 6325

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	QW	TVD
SHL	565	FSL	169	FWL	15S	29E	21	Aliquot	32.99573	-	СНА	NEW	NEW	F	NMNM	380	0	0
Leg			0					SESW	82	104.0365	VES	MEXI	MEXI		131581	3		
#1										294		co	co					
КОР	565	FSL	169	FWL	15S	29E	21	Aliquot	32.99573	-	CHA	NEW	NEW	F	NMNM	126	254	254
Leg			0					SESW	82	104.0365	VES	MEXI	MEXI	!	131581	2	1	1
#1										294		CO.	co					
PPP	10	FSL	169	FWL	15S	29E	28	Aliquot	32.99391	-	CHA	NEW	NEW	F	NMNM	676	322	312
Leg			0					NENW	12	104.0364	VES	MEXI	MEXI		131582		8	7
#1				1						865		co	co			1		

Vertical Datum: NAVD88

Operator Name: MACK ENERGY CORPORATION

Well Name: YELLOWKNIFE FEDERAL

Well Number: 3H

	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
EXIT	100	FSL	169	FWL	15S	29E	28	Aliquot	32.98002	-	СНА	NEW	NEW	F	NMNM	576	870	322
Leg			0					SESW	97	104.0367	VES	MEXI	MEXI		131582		0	7
#1										186		со	со					
BHL	10	FSL	169	FWL	15S	29E	28	Aliquot	32.97978	-	CHA	NEW	NEW	F	NMNM	577	876	322
Leg			0					SESW	25	104.0367	VES	MEXI	MĘXI		131582		4	6
#1										224		co	со					

District.1 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 <u>District.10</u> S11 S. First St., Artesia, NM 58210 Phone: (575) 748-1233 Fax: (575) 748-9720 <u>District.111</u> 1000 Rio Brazos Road, Aztec, NM 37410 Phone: (505) 334-617S Fax: (505) 334-6170 <u>District.1V</u> 1220 S. St. Francis Dr., Santa Fe, NM 37505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico	NM OIL CONSERVATION ARTESIA DISTRICT Form C-102
Energy, Minerals & Natural Resources D OIL CONSERVATION DIVISION	Department C 1 0 2018 Revised August 1, 2011 N DEC 1 0 Subhit one copy to appropriate
1220 South St. Francis Dr. Santa Fe, NM 87505	

WELL LOCATION AND ACREAGE DEDICATION PLAT

30-00	30-005-64325 ^{Pool Code} 52770 Round Tank; San Andres										
* Property (Code		- -		' Property !	Name			* Well Number		
3148	52		YELLOWKNIFE FEDERAL								
⁷ OGRID I	No.	⁴ Operator Name [*] Ele								* Elevation	
13837	,	MACK ENERGY CORPORATION 3803.9								3803.9	
					• Surface 1	Location					
UL or lot no.	Section	Township	Range	Lot Idn	Fect from the	North/South line	Feet from the	East/We	st line	County	
N	21	15 S	29 E		565	SOUTH	1690	WES	ST	CHAVES	
	L		" B	ottom Ho	ole Location	If Different Fr	om Surface				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/ We	st line	County	
N	28	15 S	29 E		10	SOUTH	1690	WEST		CHAVES	
¹² Dedicated Acres 16	; ¹⁰ Joint o	r Infill ¹⁴ Co	nsolidation	Code ¹⁵ Or	der No.						

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

	N89'55'52'E 2615.72 FT N89'56'16'E 2615.03 FT		"OPERATOR CERTIFICATION
NW CORNER SEC. 21	N Q COPNER SEC. 21	NE CORNER SEC. 21 LAT. = 33.0086425'N	I hereby certify that the information contained herein is true and complete to the
LONG. = 104.0420158W	LONG. • 104.0334852'W	LDNG. = 104,0249569'W	best of my knowledge and belief, and that this organization either owns a
NMSP EAST (FT) 53 N = 730813.44 53	NNSP EAST (FT)	N = 730819.43	working interest or unleased mineral interest in the land including the proposed
E = 630640.06	E = 833255.11	E = 633869.46	bottom hole location or has a right to drill this well at this location pursuant to
1 m	NOTE:		a contract with an owner of such a mineral or working interest, or to a
1.10	USING THE NORTH AMERICAN DATUM OF 1983 (NAD83)		voluntary pooling agreement or a compulsory pooling order heretofore entered
W Q CORNER SEC. 21 2 LAT. = 33.0014268 N	ARE GRID (NADSJ). BASIS OF BEARING AND DISTANCES USED ARE NEW MEXICO STATE PLANE EAST	LAL = 33.0012599'N	by the division.
LONG. = 104.0422245'W	COORDINATES MODIFIED TO THE SURFACE VERTICAL DATUM NAVOB8.	NUSP EAST (FT)	
N = 728179.05		N = 728133.59 E = 635940.04	Signature Date
	YELLOWKNIFE FEDERAL 3H		Deana Weaver
FIRST TAKE POINT TAKE POINT	LAT. = J2.9937 J82'N (NAD83)		
LAT. = 32.9939112N = LONG. = 104.0364865'W	SURFACE LONG. = 104.0365294W	2	dweaver@mec.com
NMSP EAST (FT) N = 725449.59	K = 726114.28 E = 632335.18		
E = 632350.21 ¥		*	E-mail Address
NW CORNER SEC. 28	N Q CORNER SEC. 28	NE CORNER SEC. 28	CUDVENOD OF DETIFICATION
LAT. = 32.9941741'N LONG. = 104.0419921'W	FIRST TAKE LAT. = 02.9941925N	LAT. = 32.9939935 N LONG. = 104.0247493'W	"SURVEYOR CERTIFICATION
NWSP EAST (FT)	POINT NKSP EAST (FT)	2 . NVISP EAST (FT) 2 N = 725489.88	I hereby certify that the well location shown on this plat was
E = 630661.92	E = 633299.88	E = 635948.72	plotted from field notes of actual surveys made by me or under
195		n	my supervision, and wanne auge is true and correct to the
			best of marine MEXI
₩ Q CORNER SEC. 28 == LAT. = 32.9869736'N	LAST TAKE POINT	A E Q CORNER SEC. 28 LAT. = 32.9867332N	JUNE 21, 2918
LONG. = 104.0421225'W NUSP FAST (FT)		LONG. = 104.024762474 NMSP EAST (FT)	
N = 722921.40 E	BOTTON OF HOLE LONG. = 104.0367185W	N = 722848.37 F = 835952.44	
50 M	LONG. = 104.0367224'W N = 720399.94		
20	N = 720308.97	B67	X AL SIMMA IC
SW CORNER SEC. 28	L = 0.32292.37 S Q CORACT SEC. 28	SE CORNER SEC. 28	
LONG. = 104.0422325W	OF HOLE	B LONG. = 104.0247868W	Signature and Scal of Professional Surveyor
NMSP EAST (FT) ⁵² N ≠ 720301.96	LAST TAKE N = 720297.22 POINT F = 631277.96	N = 720197.92	Certificate Number FILINON F. JARAMILLO, PLS 12797
E = 630602.71	N89 53 55 W 2615.94 FT N87 52 25 W 2677.33 FT	E = 635952.76	SURVEY NO. 6325
L		<u> </u>	

Rup 12-11-18

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3	19	20	281 281	072013 ,223	STAT 23	E HICH	<u>WAY 82</u> 15	, 20	NMANN 29 Logic	19 ræigs 22 19 ma	28	23.	-19	
NOT AER GOO FEB	NOT TO SCALE AERIAL PHOTO: GOOGLE EARTH FEBRUARY 2017 MACK ENERGY CORPORATION MACK ENERGY CORPORATION MACK ENERGY CORPORATION GOOGLE EARTH LOCATED 565 FT. FROM THE SOUTH LINE AND 1690 FT. FROM THE WEST LINE OF SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M. CHAVES COUNTY, STATE OF NEW MEXICO JUNE 21, 2018 SURVEY NO. 6325													
	MAD	RON	SUR	VEYIN	VG, 1	NC. (57	SOUTH CANAL 5) 234-3341	CARI	LSBA	D, NI	EW M	EXIC	0	



BUREAU OF LAND MANAGEMENT

Well Name: YELLOWKNIFE FEDERAL



APD ID: 10400032986

Operator Name: MACK ENERGY CORPORATION

Submission Date: 09/26/2018

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Well Type: OIL WELL

Well Work Type: Drill

Well Number: 3H

Section 1 - Geologic Formations

Formation			True Vertical	Measured			Producing
D D	Formation Name	Elevation	Depth	Depth	Lithologies	Mineral Resources	Formation
1	QUÁTERNARY	3803	0	0	ALLUVIUM	NONE	No
2	TOP OF SALT	3523	280	280	SALT	NONE	No
3	BASE OF SALT	3013	790	790	SALT	NONE	No
4	YATES	2858	945	945	ANHYDRITE,SILTSTON E	NATURAL GAS,OIL	No
5	SEVEN RIVERS	2628	1175	1175	ANHYDRITE,SILTSTON E	NATURAL GAS,OIL	No
6	QUEEN	2133	1670	1670	ANHYDRITE,SILTSTON E	NATURAL GAS,OIL	No
7	GRAYBURG	1738	2065	2065	DOLOMITE,ANHYDRIT E,SILTSTONE	NATURAL GAS,OIL	No
8	SAN ANDRES	1438	2365	2365	DOLOMITE,ANHYDRIT E	NATURAL GAS, OIL	Yes

Section 2 - Blowout Prevention

Pressure Rating (PSI): 3M

Rating Depth: 8764

Equipment: Rotating Head, Mud-Gas Separator

Requesting Variance? NO

Variance request:

Testing Procedure: 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.

Choke Diagram Attachment:

choke_manifold_diagram_20180906114412.pdf

choke_manifold_20180906114427.pdf

BOP Diagram Attachment:

bop_diagram_20180906114439.pdf

Operator Name: MACK ENERGY CORPORATION

Well Name: YELLOWKNIFE FEDERAL

Well Number: 3H

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	250 ·	0	250			250	J-55	48	STC	5.92 9	4.69 1	BUOY	42.2 96	BUOY	4.74
2	INTERMED	12.2 5	9.625	NEW	API	N	0	1200	0	1200			1200	J-55	36	STC	3.23 7	7.04	BUOY	10.7 68	BUOY	7.04
3	PRODUCTI ON	8.75	7.0	NEW	API	N	0	3700	0	3700			3700	HCP -110	26	BUTT	3.83 2	3.38 2	BUOY	7.81 5	BUOY	3.35 9
4	PRODUCTI ON	8.75	5.5	NEW	API	N	3700	8775	3700	8775			5075	HCP -110	17	Βυττ	4.96 6	3.71 6	BUOY	7.81 5	BUOY	3.61 6

Casing Attachments

Casing ID: 1

String Type:SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

yellow_3_csg_20180920123832.pdf

Well Number: 3H

Casing Attachments	· · · · · · · · · · · · · · · · · · ·
Casing ID: 2 String Type: INTERMEDIATE	
Inspection Document:	· · ·
Spec Document:	
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	
yellow_3_csg_20180920124013.pdf	
Casing ID: 3 String Type:PRODUCTION	······································
Inspection Document:	
Spec Document:	
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	
yellow_3_csg_20180920124210.pdf	
Casing ID: 4 String Type: PRODUCTION	
Inspection Document:	
Spec Document:	
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	
yellow_3_csg_20180920124345.pdf	

Section 4 - Cement

I.

Operator Name: MACK ENERGY CORPORATION

Well Name: YELLOWKNIFE FEDERAL

Well Number: 3H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead	250	0	250	100	1.61	14.4	340		RFC+12% PF53+2%PF1+5p psPF42+.125pps PF29	20bbls Gelled Water, 50sx of 11# Scavenger cement
SURFACE	Tail		0	250	200	1.34	14.8	340	100	Class C+1% PF1	20bbls Gelled Water 50sx of 11# Scavenger Cement
INTERMEDIATE	Lead	1200	0	1200	560	1.34	14.8	469	100	OPTIONAL - Class C 1% PF1	20bbls Gelled Water 50sx of 11# Scavenger Cement

PRODUCTION	Lead	3700	0	3700	300	1.84	13.2	1047	40	Class C 4%	20bbls Gelled Water,
										PF20+4pps PF45+125pps	20bbls Chemical wash, 50sx of 11# Scavenger
										PF29	

PRODUCTION	Lead	8775	3700	8775	1525	1.48	13	1047	40	PVL + 1.3	20bbls gelled water,
										(BWOW) PF44	20bbls Chemical wash,
										+5% PF174+.5%	50sx of 11# Scavenger
										PF606+.1%	
										PF153+.4pps	
										PF44	

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: BOPE Brine Water

Describe the mud monitoring system utilized: Parson PVT with Pit Volume Recorder

Circulating Medium Table

Operator Name: MACK ENERGY CORPORATION Well Name: YELLOWKNIFE FEDERAL

Well Number: 3H

Top Depth	Bottom Depth	Mud Type	Min Weight (Ibs/gal)	Max Weight (Ibs/gal)	Density (Ibs/cu ft)	Gel Strength (lbs/100 sqft)	Н	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	250	SPUD MUD	8.3	9.6	74.8	•	11		160000	10	Gel Strength 0-1.0 Viscosity 34-38
250	1200	LSND/GEL	8.3	10	74.8		11		160000	10	Gel Strength 0-1.0 Viscosity 34-38
1200	8775	LSND/GEL	8.3	10	74.8		11		160000	10	Gel Strength 0-1.0 Viscosity 34-38

Section 6 - Test, Logging, Coring

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

None

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

CALIPER, CNL/FDC, DLL, FDC, GR

Coring operation description for the well:

Will evaluate after logging to determine the necessity for sidewall coring.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 1616

Anticipated Surface Pressure: 906.06

Anticipated Bottom Hole Temperature(F): 95

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

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? NO Hydrogen sulfide drilling operations plan: Operator Name: MACK ENERGY CORPORATION

Well Name: YELLOWKNIFE FEDERAL

Well Number: 3H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

yellow3_gas_20180920101513.pdf yellow3_horizontal_20180920101529.pdf h2s_contingency_plan_20180920101551.pdf Yellowknife_Fed_3H_Preliminary_Plan_1_20180920102611.pdf yellow_knife_drill_pro_20180920162907.pdf _yellowknife_h2s_20180920162925.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

Other Variance attachment:


Mack Energy Corporation

Exhibit #11 MIMIMUM CHOKE MANIFOLD 3.000, 5.000, and 10.000 PSI Working Pressure 354 yell local col 3 MWP - 5 MWP - 10 MWP



Mud Pit

Reserve Pit

* Location of separator optional

Below Substructure

		3.0	00 MWP		5	.000 MWP		10	0,000 MWP	
No.		1.D.		1	LÐ.	Τ	I	1.D.	· · · · · · · · · · · · · · · · · · ·	
	· · · · · ·		Nominal	Rating		Nominat	Rating		Nominal	Rating
1	Line from drilling Spool		3"	3.000		3"	5,000		3"	10,000
2	Cross 3" x 3" x 3" x 2"			3,000		1	5,000			
2	Cross 3" x 3" x 3" x 2"									10,000
3	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10.000
-4	Valve Gate Plug	1 13/16		3,000	1-13/16		5,000	1 13/16		10,000
<u>4a</u>	Valves (1)	2 1/16		3,000	21/16		5,000	2 1/16		10,000
5	Pressure Gauge			3,000			5,000			10,000
6	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000
7	Adjustable Choke (3)	2"		3,000	2"		5,000	2"		10,000
8	Adjustable Choke	1"		3.000	1"		5,000	2"		10,000
9	Line		3"	3,000		3"	5,000		3"	10,000
10	Line		2"	3,000		2"	5,000		2"	10,000
11	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000
12	Line		3"	1.000		3"	1,000		3"	2,000
13	Line		3"	1,000		3"	1.000		3"	2,000
14	Remote reading compound Standpipe pressure quage			3,000			5,000			10,000
15	Gas Separator		2' ×5'			2' x5'			2' \5'	T
16	Line		4"	1.000		4"	1,000		<u>.</u>	2.000
17	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000

Mimimum requirements

(1) Only one required in Class 3M

(2) Gate valves only shall be used for Class 10 M

(3) Remote operated hydraulic choke required on 5,000 psi and 10,000 psi for drilling

FQUIPMENT SPECIFICATIONS AND INSTALLATION INSTRUCTION

1 All connections in choke manifold shall be welded, studded, flanged or Cameron elamp of comparable rating

2 All flanges shall be API 6B or 6BX and ring gaskets shall be API RX or BX. Use only BX for 10 MWP

3. All lines shall be securely anchored.

4. Chokes shall be equipped with tungsten carbide seats and needles, and replacements shall be available.

5 alternate with automatic chokes, a choke manifold pressure gauge shall be located on the rig floor in conjunction with the standpipe pressure gauge.

 Line from drilling spool to choke manifold should bee as straight as possible. Lines downstream from chokes shall make turns by large bends or 90 degree bends using bull plugged tees.

Mack Energy Corporation

Minimum Blowout Preventer Requirements

5000 psi Working Pressure

13 5/8 inch- 5 MWP

11 Inch - 5 MWP

Stack Requirements

NO.	ltems	Min	Min.
		TD.	Nominal
L 1	Flowline		2"
2	Fill up line		2"
3	Drilling nipple		
4	Annular preventer		
5	Two single or one dual hydraulically operated rams		
6a	Drilling spool with 2" min-kill line and 3" min choke line outlets		2" Choke
6h	2" min, kill line and 3" min, choke line outlets in ram. (Alternate to 6a above)		
7	Valve Gate Plug	31/8	
8	Gate valve-power operated	31/8	
9	Line to choke manifold		3"
10	Valve Gate Pług	2 1/16	
11	Check valve	2 1/16	
12	Casing head		
13	Valve Gate Plug	1.13/16	
14	Pressure gauge with needle valve		
15	Kill line to rig mud pump manifold		2"



OPTIONAL Flanged Valve



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CONTRACTOR'S OPTION TO CONTRACTOR'S OPTION TO FURNISH

[16

- All equipment and connections above MI bradenhead or casinghead Working pressure of preventers to be 2000 psi minimum.
- 2 Automatic accumulator (80 gallons, minimum) capable of closing BOP in 30 seconds or less and, holding them closed against full rated working pressure
- BOP controls, to be located near drillers' position
- 4 Kelly equipped with Kelly cock
- 5 Inside blowout preventer or its equivalent on derrick floor at all times with proper threads to fit pipe being used
- Kelly saver-sub equipped with rubber easing protector at all times
- 7 Plug type blowout preventer tester
- 8 Extra set pipe rains to fit drill pipe in use on location at all times
- Type RX ring gaskets in place of Type R.

MEC TO FURNISH

- E Bradenhead or casing head and side valves
- 2 Wear bushing. If required

GENERAL NOTES

- Deviations from this drawing may be made only with the express permission of MEC's Drilling Manager
- All connections, valves, fittings, piping, etc., subject to well or pump pressure must be flanged (suitable clamp connections acceptable) and have minimum working pressure equal to rated working pressure of preventers up through choke valves must be full opening and suitable for high pressure mud service
- 3 Controls to be of standard design and each marked, showing opening and closing position
- Chokes will be positioned so as not to hamper or delay changing of choke beans

Replaceable parts for adjustable choke, or bean sizes, retainers, and choke wrenches to be conventently located for immediate use.

- All valves to be equipped with hand-wheels or handles ready for immediate use
- 6 Choke lines must be suitably anchored
- 7 Handwheels and extensions to be connected and ready for , use
- 8 Valves adjacent to drilling spool to be kept open. Use outside valves except for emergency.
- 9 All seantless steel control piping (2000 ps) working pressure) to have flexible joints to avoid stress. Hoses will be permitted.
- Casinghead connections shall not be used except in case of emergency.
- 11 Does not use kill line for routine fill up operations

Casing Design	Well:	Yellow Kn	ife Federal #	1 3н					
String Size & Function		13 3/	<u>B</u> in	surface		<u>x</u>	intermediate	e	-
Total Depth:	250	<u>f</u> ft							
Pressure Gradient for	Calculation	15			(W	hile drilling)		<u>.</u>	-
Mud weight, collapse:		9.0	5 #/gal		Safe	ty Factor Colla	pse: 1.12	5	
Mud weight, <u>burst</u> :		9,6	6 #/gal		Safe	ety Factor Bur	st: <u>1.2</u>	5	
Mud weight for joint s	trength:	9.6	5 #/gai	Safet	y Fac	tor Joint Stren	gth1.1	3	
BHP @ TD for:	collapse:	124.8	<u>3</u> psi	Burst	:	124.8 psi,	joint strength:	124.8	psi
Partially evacuated ho	ble?	Pressure g	gradient rem	aining:		10 #/gai			<u></u>
Max. Shut in surface p	ressure:		500	psi					
1st segment	250 Wair	ft to	Ö	ft	1	Make up To	rque ft-lbs	Total ft =	250
13.375 inches	48	#/ft	J-55	ST&C	opt.	3,220 2,	420 4,030		
Collapse Resistance 740	Interna 2,370	al Yield psi	Joint St 433	rength .000 #		Body Yield 744 .000 #	Dnft 12.559		
								-	
2nd segment	0	ft lo	0	ft	1_	Make up To	rque ft-lbs	Total ft =	0
O D. Inches	Wen	ght #/ft	Grade	Threads	opt 	min	mx		
Collapse Resistance psi	Interna	al Yield psi	Joint St	rength .000 #	1	Body Yield .000 #	Drift	1	
		·		· · · ·		·····	· · · · · ·	-	
3rd segment	Ő	ft to	0	ft]	Make up To	rque ft-lbs	Total ft =	0
O D.	Weig	ght #/ft	Grade	Threads	opt I	min.	Πх		
Collapse Resistance	Interna	al Yield psi	Joint St	rength 000 #	<u> </u>	Body Yield 000 #	Drift		
	· · · · · · · · · · · · · · · · · · ·		J	000 #	L			J	
4th segment	0	ft to	Ő	ft	1	Make up To	rque ft-lbs	Total ft =	0
OD	Weig	ght	Grade	Threads	opt	min.	mx		
Collapse Resistance	Interna	#/n al Yield	Joint St	rength		Body Yield	Drift		
psi		psi_	I	.000 #	I			J	
5th sogment	0	ft to	0	ft	1	Make up To	rque ft-!bs	Total ft =	0
O D Inches	Weig	រុង #.ក	Grade	Threads	opt.	min.	mx		
Collapse Resistance	Interna	al Yield	Joint St	rength	†	Body Yield	Dnft		
psi	L	231	l	* 000.	-	+ 000,	•	1	
6th segment	0	ft to	0	ft	1	Make up To	rque ft-lbs	Total ft ≠	0
O.D. Inches	Weig	pht #⊮ft	Grade	Threads	opt.	min	mx.		
Collapse Resistance	Interna	Il Yield	Joint Sti	rength .000 #		Body Yield	Dnft	1	
			·····						
Soloct 1st son-	t hallom			360	-		Actual		Desire
isi seymen			-	230	J	collaps	se 5 929487	>=	1 125
250 ft to	0 J-55	ft ST&C				burst-t	4.691211 4.74	>=	1.25
		~				00131-1	7.17		

Desire

1.125

1 25

1.8

>=

burst-l S.F. 4.74 ST&C Top of segment 1 (ft) 0 Actual >¤ >= 2nd segment from bottom collapse #DiV/0∙ 0 burst-b 0ft 0 burst-t 0 jnt strngth 42.29573

Select

Oft to O O

0

Casing Design	Well:	Yellow Knife Federal	#3H	and the
String Size & Function		9 5/8 in	surface	intermediate x
Total Depth:	1200	ft	TVD:	1200 ft
Pressure Gradient for	Calculation	15	(While dri	lling)
Mud weight, collapse:		10 #/gal	Safety Facto	or Collapse: 1.125
Mud weight, <u>burst</u> :		10 #/gal	Safety Fact	or Burst: 1:25
Mud weight for joint s	trength:	10 #/gal	Safety Factor Join	t Strength 1.8
BHP @ TD for:	collapse:	<u>624</u> psi	Burst: 624	psi. joint strength: <u>624</u> psi
Partially evacuated ho	ole?	Pressure gradient rem	aining: 10	#/gal
Max. Shut in surface p	pressure:	500	psi	

1st segment	1200 ft to	0 ft	Make up Torque ft-lbs	Total ft = 1200
0.D.	Weight	Grade Threads	opt. min. mx.	ſ
9.625 inches	36 #/fi	J-55 ST&C	3,940 2,960 4,930	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drift	
2,020 psi	3.520 psi	394 ,000 #	564 ,000 # 8.765	

2nd segment	ft to	ft	Make up Torque ft-lb	s Total ft =
0.D,	Weight	Grade Threads	opt. min. mx.	
inches	#/ft		1	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Drift
psi	psi	000 #	.000 #	

3rd segment	Oft to	0 ft	Make up Toro	ue ft-lbs	Total ft =	0
0.D.	Weight	Grade Threads	opt. min.	mx,	T	
inches	#/ft				1	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Drift	1	
psi	psi	,000 #	.000 #			

4th sogment	Oft to	0 ft	Make up Torg	ue fl-lbs	Total ft =	0
0.D.	Weight	Grade Threads	opt. min.	mx.		
inches	#/fi					
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Drift		
psi	. psi	.000 #	.000 #			

5th segment	Oft to	0 ft	Make up Torque ft-lb	s Total ft = 0
O.D.	Weight	Grade Threads	opt. min. mx.	
inches	#/ft			1.1
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Drift
psi .	pşi	,000 #	,000 #	: :

6th segment	Oft to	0 ft	Make up Torque ft-lbs	Total ft = 0
0.D.	Weight	Grade Threads	opt. min. mx.	
inches	#/ft	1		
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drift	· ·
psi	; psi	.000 #	.000 #	

Select 1st segment bottom	1200	S.F.	Actual		Desire
		collapse	3.237179	>=	1.125
1200 ft to 0 ft		burst-b	7.04	>=	1.25
9,625 0 J-55 ST&C		burst-t	7.04		
Top of segment 1 (ft)	. 0	S.F.	Actual		Desire
Select 2nd segment from bottom		collapse	#DIV/0!	>=	1.125
		burst-b	0	>=	1.25
Oft to Oft		burst-t	· 0		
0, 0 0 0		jnt strngth	10.76785	>=	1.8

Casing Design	Well:	Yellow Knife Federal #	зн	<u> </u>
String Size & Function	1:	5 1/2"x 7" in	Production x	_
Total Depth:	8775	ft	TVD:	<u>3226</u> ft
Pressure Gradient for	Calculation	s	(While dr	illing)
Mud weight, <u>collapse</u> :		10.3 #/gal	Safety Fact	tor Collapse: 1.125
Mud weight, <u>burst</u> :		10.3 #/gal	Safety Fac	ctor Burst: . 1.25
Mud weight for joint s	trength:	. 10.3 #/gal	Safety Factor Join	nt Strength 1.8
BHP @ TD for:	collapse:	1727.846 psi	Burst: 1727.84	6 psi, joint strength: <u>1727.846</u> psi

Partially evacuated hole? Pressure gradient remaining: _____ 10 #/gal

Max. Shut in surface pressure:

3000 psi

1st segment	8775 ft to	3700 ft	Make up Torque ft-lbs	Total ft = 507
0.D.	Weight	Grade Threads	opt. min. mx.	
5.5 inches	17 #/ft	HCP-110 Buttress	4,620 3,470 5,780	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drift	
8,580 psi	10,640 psi-Ircr	568 000 #	546 ,000 # 4.767	

2nd segment	3500 ft to	2400 ft	Make up Torque It-Ibs	Total ft = 1100
0.D.	Weight	Grade Threads	opt. min. mx.	
7 inches	26 #/ft	HCP-110 Buttress	6,930 5,200 8,660	1
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drift	
7,800 psi	9,950 psi-frcr	853 ,000 #	830 000 # 6.151	

3rd segment	2400 ft to	0 ft	0 ft Make up Torqu		Total ft =	2400
O.D.	Weight	Grade Threads	opt min.	mx.	1	
7 inches	26 #/ft	HCP-110 LT&C	6930 5200	8660]	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Dnft	1	
7,800 psi	9,950 psi	693 ,000 #	830 .000 #	6.151	1	

4th segment	Oft to	0 ft	Make up Torq	ue ft-lbs	Total ft =	-
O D.	Weight	Grade Threads	opt. min.	mx		
inches	#/ft		It is			
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Drift	T	
psi	psi	.000 #	,000 #			

(

5th segment	Cift to	Ofi	Make up Torque ft-lbs	Total ft = 0
0.D.	Weight	Grade Threads	opi, min, mx.	
inches	#/ft			
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drift	
psi	psi	.000 #	.000 #	

6th segment	Oft to	0 ft	Make up Torqu	ue ft-lbs	Total ft =
0.D.	Weight	Grade Threads	opt min.	mx.	
inches	#/ft		I		
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Dnft	
psi	psi	,000 #	.000 #		

Select 1st segment bottom	8775	\$.F.	Actual		Desire
		collapse	4.965721	>=	1.125
8775 ft to 3700 ft		burst-b	3 716239	>=	1.25
5.5 0 HCP-110 Buttress		burst-t	3.616243		
Top of segment 1 (ft)	3700	\$.F.	Actual		Desire
Select 2nd segment from bottom		collapse	3.83227	>=	1.125
		burst-b	3.381731	>=	1.25
3700 ft to 2400 ft		burst-t	3.358582		
7 26 HCP-110 Buttress		jnt stragth	7.815196	>=	1.8

			Top of segment	2 (ft)	2400	S.F.	Actual		Desire
Select	3rc	i segmen	a from bottom			collapse	5.833528	>=	1.125
						burst-b	3.358582	>=	1.25
24	400 ft	to	0 ft			burst-t	3.316667		
	7	26	HCP-110 LT8	с		jnt strngth	8.432822	>=	1.8
			Top of segment	3 (ft)	0	S.F.	Actual		Desire
Select	41	segmen	t from bottom			collapse	#DIV/0!	>=	1.125
						burst-b	0	>=	1.25
	0 ft	10	0 ft			burst-t	0		
	0	0	0	0		jnt strogth	6.85105	>=	1.8
			Top of segment	4 (ft)		S.F.	Actual		Desire
Select	5(*	segmen	t from bottom			collapse	#DIV/0!	>=	1.125
						burst-b	0	>=	1.25
	0 ft	to	ft			burst-t	0		
	0	0	0	0		jnt stragth	0	>=	1.8
			Top of segment	5 (ft)		S.F.	Actual		Desire
Select	6th	segmen	t from bottom			collapse	#DIV/0!	>=	1.125
						burst-b	0	>=	1.25
	0 ft	to	ft		•	burst-t	0		
	0	0	0	0		jnt strngth	0	>=	1.8
			Top of segment	6 (ft)		jnt strngth		>=	1.8

use in colapse calculations across different pressured formations

Three grad	lient pressu	ira functio	n					
Depth of e	evaluation:	1.200	ft			516	psi @	1,200 ft
[Τα	op of salt:	2,400	ft	fx #1	516			
Bas	se of salt:	3,700	ft	fx #2	900			
TD of inte	ermediate:	4.600	ft	fx #3	540			
Pressure g	radient to be	used abo	ve e	each top to	be used as a	function	of depin.	ex. psi/ft
fx #1	fx #2	fx #3						
0.43	0.75	0.45						

1) Calculate neutral point for buckling with temperature affects computed also

2) Surface burst calculations & kick tolerance in surface pressure for burst

3) Do a comparison test to determine which value is lower joint strength or body yield to use in tensile strength calculations

4) Raise joint strength safety factor up to next level on page #2

5) Sour service what pipe can be used with proper degrading of strength factors and as function of temp

Adjust for bost combination of safety factors Secondary

.

	Secondary
S F. Collapse bottom of segment:	
S.F. Collapse top of segment:	4.14382
S.F. Burst boltom of segment	
S.F. Burst top of segment	
S F. Joint strength bottom of segment:	795 518
S.F. Joint strength top of segment.	
S.F. Body yield strength bottom of segment:	764.706
S.F. Body yield strength top of segment:	7.51249

Collapse calculations for 1st segment - casing evacuated

Buoyancy factor collapse:	0 84241	
calculations for bottom of sogment @	3226 ft	
hydrostatic pressure collapse - backside:	1727.85 psi	
Axial load @ bottom of section	0 lbs	previous segments
Axial load factor:	0	load/(pipe body yield strength)
Collapse strength reduction factor:	1	Messrs, Westcott, Dunlop, Kemler, 1940
Adjusted collapse rating of segment.	8580 psi	
Actual safety factor	4.96572	adjusted casing rating / actual pressure

Casing Design	Well: Yello	w Knife Feder	al #3H					
String Size & Function	n:	13 3/8 in	surface		×	intermedia	te	
Total Depth:	ft							
Pressure Gradient for	Calculations	<u> </u>		(Wh	ile drilling)		····.	
Mud weight, <u>collapse</u>		9.5 #/gal		Safety	y Factor Colla	opse: 1.12	25	
Mud weight, <u>burst</u> :		9,6 #/gəl		Safe	ty Factor Bur	st: <u>1.</u>	25	
Mud weight for joint :	trength:	9.6 #/gal	Safe	ty Facto	or Joint Stren	igth1	.8	
BHP @ TD for:	collapse:	124.8 psi	Burs	t:	124.8 psi.	joint strength:	124.8	psi
Partially evacuated h	ole? Press	ure gradient r	emaining:		10 #/gal	<u> </u>		·,
Max. Shut in surface p	oressure:		600 psi					
1st segment	250 ft	to	0 ft		Make up Tr	vroue fl-lbs	Total ft =	25
O.D.	Weight	Grade	Threads	opt.	min.	mx.	TOTAL N	2.5
Collapse Resistance	48 #/ft Internal Yiel	J-55 d Joint	Strength	- 3	Body Yield	420 4,030 Drift	4	
740	2,370 psi	4	33 ,000 #		744 .000 #	12.559		
and comment	<u> </u>			-				
O.D.	Weight	Grade	Un Threads	opt.	Make up To min.	mx.	Total ft ≂	
inches	#/ft		<u></u>	<u> </u>	<u> </u>			
psi	Internal Yield psi	Joint	Strength	<u> </u>	Body Yield 000 #	Drift		
		<u>. </u>		-				
3rd segment	0 ft 1	lo Crada	0 ft	1	Make up To	rque ft-lbs	Total ft =	(
inches	##eight #/ft	Gizue	Theads		mini.	1112.		
Collapse Resistance psi	Internał Yield psi	t Joint	Strength .000 #		Body Yield .000 #	Drift :]	
				_			_	
th segment	Oft t	0	0 ft		Make up To	rque ft-lbs	Total ft =	Č.
inches	vveignt #/ft	Grade	Inreads	opt.	min.	mx.		
Collapse Resistance psi	Internal Yield psi	Joint	Strength .000 #		Body Yield .000 #	Drift	1	
				. .			-	
oth segment	Oft t	0	0 ft		Make up To	rque ft-lbs	Total ft =	0
O.D. inches	Weight #/ft	Grade	Threads	opt.	min.	mx.		
Collapse Resistance psi	Internal Yield psi	Joint	Strength .000 #	E	Body Yield .000 #	Drift]	
				-				
O D	0 ft t Weight	0 Grade	0 ft Threads	001	Make up To:	rque ft-lbs	Total ft =	0
inches	#/ft				, mar.			
Collapse Resistance psi	Internal Yield	Joint	Strength .000 #	E	Body Yield 000 #	Drift]	
	F	-		•		· · · · · · · · · · · · · · · · · · ·		
elect 1st segmen	t bottom		250)	S.F	. Actual		Desire

5.929487 1.125 250 ft to 3 375 0 J-55 collapse >= 0 ft burst-b 4.691211 >= 1.25 13.375 ST&C burst-t 4,74 Top of segment 1 (fi) Desire 0 Actual S.F. Select 2nd segment from bottom collapse #DIV/0! >= 1.125 0 burst-b >= 1.25 Oft to O Oft O burst-1 0 0 int strngth 42.29573 >= 1.8

Casing Design	Well: Yellow K	nife Federal #3H	<u></u>	
String Size & Function	n: <u>95</u>	/8 in surface	: intermed	liate x
Total Depth:	1200 ft	TVD:	1200 ft	
Pressure Gradient for	Calculations		(While drilling)	
Mud weight, <u>collapse</u> :	·	10 #/gəl	Safety Factor Collapse:	.125
Mud weight, <u>burst</u> :		10 #/gał	Safety Factor Burst:	1,25
Mud weight for joint s	trength:	10 #/gat Safe	y Factor Joint Strength	1.8
BHP @ TD for:	collapse: <u>6</u>	24 psi Burs	t: <u>624</u> psi, joint streng	lh:624 psi
Partially evacuated h	ple? Pressure	gradient remaining:	10 #/gal	
Max. Shut in surface J	pressure:	500 psi		
			·····	
1st segment	1200 ft to	0 ft	Make up Torque ft-lbs	Total ft = 1200
0.D,	Weight	Grade Threads	opt. min. mx.	
9.625 inches	36 #/ft	J-55 ST&C	3,940 2,960 4,9	30
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Dril	t
2.020 psi	3.520 psi	394 .000 #	564 ,000 # 8.76	5
2nd segment	ft to	ft	Make up Torque ft-lbs	Total ft = 0
OD	Weight	Grade Threads	opt min nix	
inches	#/f1			
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drif	1
psi	psi	,000 #	.000 #	
2-4-5-5-5-5	0.6		1 Mala na T ana na Alba	T-1-14-
3rd segment		U fi	Make up ι orque π-ibs	i otal π = 0
inches	vveight #/ft	Grade Inreads	opt. min. mx.	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drif	· ·
psi	psi	.000 #	.000 #	-
		· · · · ·		
			-	
4th segment	Oft to	0 ft	Make up Torque ft-Ibs	Total ft = 0
O.D.	Weight I 444	Grade Threads	opt. min. mx. I	
Incres	#/II	loial Strongth	Podu Viold Def	<u>.</u>
nsi	ntentar field	000 #	000 # Din	·]
5th segment	Oft to	0 ft	Make up Torque ft-lbs	Total ft = 0
O.D.	Weight	Grade Threads	opt. min, mx.	
inches	#/ft		· · · · · · · · · · · · · · · · · · ·	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drif	
	psi	000 #	1	
6th segment	0 ft to		Make up Torque fi-lbs	Total ft = 0
0.D.	Weight	Grade Threads	opt. mín, mx.	
inches	#/ft		l i i	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drif	
psi	psi	.000 #	.000 #	1

Select	1st se	gment botto	m	•	1200	S.F.	Actual		Desire
					<u></u>	collapse	3.237179	>=	1.125
1200	ft t	0	0 ft			burst-b	7.04	>=	1.25
9.625		0 J-55	ST&C			burst-t	7.04		
		Top of	segment	(ft)	0	\$.F.	Actual		Desire
Select	2nd se	egment from	i bottom			collapse	#DIV/0!	>=	1.125
						burst-b	0	>=	1.25
0	fi t	0	0 ft			burst-t	0		
0		0	0	0		jnt strngth	10.76785	>=	1.8

Casing Design	Well:	Yellow Kni	ife Federal #	13H		<u></u>			
String Size & Function	n:	<u>5 1/2"x 7"</u>	in	Production	<u>نين</u> ا	_			
Total Depth:	8775	ft		TVD:		322	<u>6</u> ft		
Pressure Gradient for	Calculation	ns			(While dri	iling)			
Mud weight, <u>collapse</u>	:	10.3	#/gat		Safety Fact	or Collapse	: _: 1,12	5	
Mud weight, <u>burst</u> :		10.3	#/gal		Safety Fac	tor Burst:	1.2	5.	
Mud weight for joint :	strength:	10.3	#/gal	Safet	y Factor Joir	nt Strength	<u>i.</u>	<u>s</u>	
BHP @ TD for:	collapse:	1727.846	psi	Burst	1727.846	psi, joir	nt strength:	1727.846 p	si
Partially evacuated h Max. Shut in surface (ole? pressure:	Pressure g	radient rem	psi		#/gal			
1st segment	8775	01 ft	3700	ft	1 Mak	e un Tornu	e ft-lbs	Total fi =	5075
0.D	Wei	aht	Grade	Threads	opt	min	my		3073
5.5 inches	1 17	#/ft	HCP-110	Buttress	4.620	3.470	5.780		
Collapse Resistance	Interna	al Yield	Joint St	renath	Body	Yield	Drift	1	
8,580 psi	10,640	psi-Ircr	568	.000 #	546	,000 #	4.767	J	
0 -4		0 1-			1	. .		T	
2nd segment	3500	n to	2400	n	Mak	e up Torqu	e it-ibs	i otal ft =	1100
0.0	Weig	ahi	Grade	Threads	opt.	min.	mx.		

. .

7 inches	26 #/ft	HCP-110 Buttress	6,930 5,200	8,660
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Drift
7,800 psi	9,950 psi-lrcr	853 .000 #	830 .000 #	6.151
	1 0.000 ft	0.1		

3rd segment	2400 ft to	0 ft	Make up Torqu	e ft-lbs	Total ft =	2400
Q.D.	Weight	Grade Threads	opt min.	mх.		
7 inches	, 25 #/ft	HCP-110 LT&C	6930 5200	8660	1	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Drift	1	
7,800 psi	9.950 psi	693 ,000 #	830 .000 #	6.151		

4th segment	Oft to	0 ft	Make up Torque	ft-lbs	Total ft =	0
O D.	Weight	Grade Threads	opt. min.	mx.		
inches		1. 1.	1		}	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Drift	1	
psi	psi	.000 #	# 000			

5th segment	C ft io	0 ft	Make up Torque ft-lbs	Total ft = 0
0.D.	Weight	Grade Threads	opt. min. mx.	
inches	#/ft			1
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drift]
psi	. psi	# 000	,000 #	

6th segment	Oft to	0 ft	Make up Torque ft-lbs	Total ft =
0.D.	Weight	Grade Threads	opt. min. mx.	
inches	#/ft			
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drift	
psi	. psi	.000 #	.000 #	

Select 1st segment bottom	8775	S.F.	Actual		Desire
		collapse	4.965721	>=	1.125
8775 ft to 3700 ft		burst-b	3.716239	>=	1.25
5.5 0 HCP-110 Buttress		burst-t	3.616243		
Top of segment 1 (ft)	37.00	S.F.	Actual		Desire
Select 2nd segment from bottom	<u></u>	collapse	3.83227	>=	1.125
		burst-b	3.381731	>=	1.25
3700 ft to 2400 ft		burst-t	3.358582		
7 26 HCP-110 Buttress		jnt strngth	7.815196	>=	1.8

			Top of seg	ment	2 (ft)	2400	S.F.	Actual		Desire
Select	3rc	i segm	ent from botte	om			collapse	5.833528	>=	1.125
		_					burst-b	3.358582	>=	1.25
24	400 ft	to	0	ft			burst-t	3.316667		
	.7	2	6 HCP-110	LT&C			jnt stringth	8.432822	>=	1.8
			Top of seg	ment	3 (ft)	0	S.F.	Actual		Desire
Select	41	segm	ent from botto	m			collapse	#DIV/0!	>=	1.125
							burst-b	0	>=	1.25
	0 ft	to	0	ft			burst-t	0		
	0	. 1	00		0		jnt strngth	6.85105	>=	1.8
			Top of segr	nent 4	4 (ft)		\$.F.	Actual		Desire
Select	5th	segm	ent from botto	m			collapse	#DIV/0!	>=	1,125
							burst-b	0	>=	1.25
	0 ft	to		ft			burst-l	0		
	0	() 0		0		jnt strngth	0	>=	1.8
			Top of segr	nent s	5 (ft)		S.F.	Actual		Desire
Select	6th	segme	ent from botto	m			collapse	#DIV/0!	>=	1 125
_							burst-b	0	>=	1.25
	0 ft	to		ft			burst-t	0		
	0	() 0		0		int stringth	0	>=	1.8
			Top of segn	nent 6	5 (ft)	1 1	int strath		>=	1.8

use in colapse calculations across different pressured formations

Three gradient press	sure function	1	
Depth of evaluation:	1,200	ń	516 psi@ 1,200 ft
Top of sail:	2,400	ft fx ≢1	516
Base of salt:	3,700	ft fx #2	900
TD of intermediate:	4.600	ft fx #3	540
Pressure gradient to t	e used abov	e each top t	o be used as a function of depth. ex. psi/ft
fx #1 fx #2	fx #3		
0.43 0.75	0.45		

1) Calculate neutral point for buckling with temperature affects computed also

2) Surface burst calculations & kick tolerance in surface pressure for burst

3) Do a comparison test to determine which value is lower joint strength or body yield to use in tensile strength calculations

4) Raise joint strength safety factor up to next level on page #2

5) Sour service what pipe can be used with proper degrading of strength factors and as function of temp

Adjust for best combination of safety factors Secondary

S.E. Callanza bottom of comparts		Secondary
S.P. Collapse bottom of segment:		
S.F. Collapse top of segment:	•	4,14382
S.F. Burst bottom of segment:		
S.E. Burst top of comont		
S.F. Bust top of segment		
S.F. Joint strength bottom of segment:		795,518
S.F. Joint strength top of segment:		
S.F. Body yield strength bottom of segment		764 706
S.S. body yield strength bottom of segment.		704.705
S.F. Body yield strength top of segment:		7.51249

Collapse calculations for 1st segment - casing evacuated

Buoyancy factor collapse:	0 84241	
calculations for bottom of segment @	3226 ft	
hydrostatic pressure collapse - backside:	1727.85 psi	
Axial load @ bottom of section	0 lbs	previous segments
Axial load factor:	0	load/(pipe body yield strength)
Collapse strength reduction factor:	1	Messrs, Westcott, Dunlop, Kemler, 1940
Adjusted collapse rating of segment.	8580 psi	
Actual safety factor	4.96572	adjusted casing rating / actual pressure

Casing Design	Well:	Yellow Kni	fe Federal	#3H						
String Size & Function	1:	13 3/8	<u>in</u>	surface	x	<u></u>	ir	termediate	·	
Total Depth:	250	ft								
Pressure Gradient for	Calculation	•			(Whi	le drilling)				
Mud weight, collapse:		9.6	#/gal		Safety	Factor Colf	apse:	1.125	<u>.</u>	
Mud weight, <u>burst</u> :		9,6	#/gal		Safet	y Factor Bu	rst:	1.25	-	
Mud weight for joint s	trength:	9.6	#/gal	Səfet	y Facto	r Joint Stre	ngth	1.8	L	
BHP @ TD for:	collapse:	124.8	psi	Burst	:: <u> </u>	124.8 psi.	joint	strength;	124.8 psi	
Partially evacuated he	ole?	Pressure g	radient ren	naining:	<u> </u>	10 ¤/gal			<u> </u>	
Max. Shut in surface p	pressure:		500) psi						
					_					
1st segment	250	t to) ft		Make up T	orque	ft-lbs	Total ft =	250
O.D. 13.375 inches	Weig	ht ⊭/ft	Grade	Threads ST&C	opt.	min. .220 2	.420	mx. 4.030		
Collapse Resistance 740	Internal 2,370	Yield osi	Joint S	trength 0.000 #		Body Yield 744 .000	#	Drift 12.559		
-										
2nd segment	0	t to) fi	٦	Make up T	orque	ft-Ibs	Total ft =	0
0.D,	Weig	ht	Grade	Threads	opt.	min.		mx.		
inches		¥/ft		<u> </u>			:			
Collapse Resistance	Internal	Yield	Joint S	trength		Body Yield	.	Drift		
psi	L	251	L	.000 #	1		f	itt	1	
3rd segment		1 10		, ft	T	Make up Tr	orque	ftJhs	Total ft =	0
0.D.	Weig	1 1	Grade	Threads		min.		mx.		<u> </u>
inches	í ,	¥/f1	1 14	F .	Ľ.					
Collapse Resistance	Internal	Yield	Joint S	trength	6	Body Yield		Drift		
psi	I	osi	. 1	.000 #	·	.000	#	:		
4th segment	0 1	t to	0	ft	1	Make up Te	orque	ft-lbs	Total ft =	0
O.D.	Weigl	nt	Grade	Threads	opt.	min.		mx.		
inches		≠/ft	<u> </u>	<u>1 </u>				:		
Collapse Resistance	Internal	Yield	Joint S	trength	1	Body Yield		Drift		
psi	f	osi		.000 #	1	000 #	ÿ	1.00		

5th segment	Oft to	0 ft	Make up Torqu	e ft-lbs	Total ft =	0
0.D.	Weight	Grade Threads	opt, min.	mx.		
inches	#/ft					
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Drift	1	
psi	psi		.000 #	1.4		

6th segment	Oft to	0 ft	Make up Torqu	ie ft-lbs	Total ft ≏	0
0.D.	Weight	Grade Threads	opt. min.	mx,		
inches	// #/ft		1 · · · ·		}	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Drift	1	
psi	psi	.000 #	,000 #		1	

Select 1	lst segr	nent bottor	m		1	250	S.F.	Actual		Desire
							collapse	5.929487	>=	1.125
250 f	t to		0 ft				burst-b	4.691211	>=	1.25
13.375		0 J-55	ST&C				burst-t	4.74		
		Top of	segment	1 (ft)		0	\$.F.	Actual		Desire
Select 2	2nd seg	ment from	bottom				collapse	#DIV/01	>=	1.125
							burst-b	0	>=	1.25
0 f	t to		0 ft				burst-t	0		
0		0	0	0			jnt strngth	42.29573	>=	1.8

Casing Design	Well: Yellow	Knife Federal	#3H	àt ,	¹ *	_		
String Size & Function		5/8 in	surface	<u></u>	1	ntermediate	× ×	
Total Depth:	ft		TVD:		1200	D_ft		
Pressure Gradient for	Calculations			(While dri	lling)			
Mud weight, <u>collapse</u> :		10 #/gal		Safety Facto	or Collapse:	1.125		
Mud weight, <u>burst</u> :		.10 #/gal		Safety Fac	tor Burst:	1.25	-	
Mud weight for joint s	trength:	10 #/gal	Safet	/ Factor Join	t Strength	1.8	-	
U ,							-	
BHP @ TD for:	collapse:	624 psi	Burst	624	psi. jain	it strength:	624	psi
Partially evacuated ho	ole? Pressu	re gradient rer	naining:	10	#/gal			
Max. Shut in surface p	pressure:	50	0 psi				•	
1st sogment	1200 ft to	· · · · ·	0 ft	Mak	e up Torque	e ft-lbs	Total ft ≏	1200
O.D. 9 625 inches	Weight 36 #/ft	Grade	Threads	opt.	min. 2 960	mx. 4 930		
Collapse Resistance	Internal Yield	Joint S	Strength	Body	Yield	Drift	1	
2,020 psi	3.520 psi	39	4 .000 #	564	,000 #	8.765]	
and commont	6 10		A	1 Mar		h ihr	Total # -	0
O.D.	Weight	Grade	Threads	opt.	min,	mx.		······
inches	#/ft	laine C		0-41	i.	D-:*		
psi	psi	JOHTES	; ,000 #	Body	.000 #		J	
3rd segment	0 ft to		0 ft	Make	e up Torque	e ft-lbs	Total ft =	0
O.D.	Weight #/ft	Grade	Threads	opt.	min.	mx.		
Collapse Resistance	Internal Yield	Joint S	Strength	Body	Yield	Drift	1	
psi	psi	ł	.000 #	· · · · ·	.000 #	<u> </u>	J	
4th segment	Oft to		0 ft] Make	e up Tolque	e ft-lbs	Total ft =	0
0.D.	Weight	Grade	Threads	opt.	min.	mx.		
inches	#/ft	- Inimi C		Dartu	MinId	<u> </u>	ł	
Collapse Resistance psi	nternal Heio	Joint S	.000 #	Body	.000 #	Dna		
				_				
5th segment	Oft to	(D ft	Make	e up Torque	e ft-lbs	Total ft =	0
inches	vveigni ≠/fi	Grade	Inteads		nun.	· · · · ·		
Collapse Resistance	Internal Yield	Joint S	trength ,000 #	Body	Yield .000 #	Drift		
psi .	psi	-		-				
psi	psi	•		•				
DSI 6th segment	psi Oft to) ft] Make	e up Torque	e ft-lbs	Total ft =	0
6th segment O.D. inches	0 ft to Weight #/ft	Grade) ft Threads	Maki opt.	e up Torque min.	e ft-lbs mx.	Total ft =	0
6th segment O.D. inches Collapse Resistance	0 ft to Weight #/ft Internal Yield	Grade Joint S	0 ft Threads	Maki opt. Body	e up Torque min. Yield	e ft-lbs mx. Drift	Total ft =	0
psi 6th segment O.D. inches Collapse Resistance psi	psi O ft to Weight #/ft Internal Yield	Grade Joint S	0 ft Threads itrength .000 #	Make opt. Body	e up Torque min. Yield .000 #	e ft-lbs mx. Dnft	Total ft =	0
psi 6th segment O.D. inches Collapse Resistance psi	D ft to Weight #/ft Internal Yield psi	Grade Joint S	0 ft Threads itrength .000 #	Makı opt. Body	e up Torque min. Yield .000 #	nx. Dnft	Total ft =	0
psi 6th segment O.D. inches Collapse Resistance psi Select 1st segmen	D ft to Weight #/ft Internal Yield psi	Grade	D ft Threads itrength .000 #	Opt. Body	e up Torque min. Yield .000 #	e ft-lbs mx. Dnft Actual	Total ft =	O
psi 6th segment O.D. inches Collapse Resistance psi Select 1st segmer	0 ft to Weight #/ft Internal Yield psi	Grade Joint S	0 ft Threads itrength .000 #	Maka opt. Body	e up Torque min. Yield .000 # S.F. collapse	Actual 3.237179	Total ft =	Desire 1.125
psi Sth segment O.D. inches Collapse Resistance psi Select 1st segment 1200 ft to 0 625	0 ft to Weight #/ft Internal Yield psi It bottom	Grade Joint S	D ft Threads Strength .000 #	Makı opt. Body	s up Torque min. Yield .000 # S.F. collapse burst-t	e ft-ibs mx. Drift Actual 3.237179 7.04 7.04	Total ft =	0 Desire 1.125 1.25
psi 6th segment O.D. inches Collapse Resistance psi Select 1st segmen 1200 ft to 9.625 0	0 ft to Weight #/ft Internal Yield psi It bottom J-55 ST&C Top of segment 1	Grade Joint S	0 ft Threads itrength .000 # 1200	Maki	s up Torque min. Yield .000 # S.F. Collapse burst-b burst-b burst-t S.F.	e ft-ibs mx. Drift Actual 3.237179 7.04 7.04 Actual	Total ft =	0 Desire 1.125 1.25 Desire
psi 6th segment 0.D. inches Collapse Resistance psi Select 1st segment 1200 ft to 9,625 0 Select 2nd segment	0 ft to Weight #/ft Internal Yield psi t bottom J-55 ST&C Top of segment 1 nt from bottom	Grade Joint S	0 ft Threads irrength .000 # 1200	Maka opt. Body	s up Torque min. 	Actual 3.237179 7.04 7.04 Actual #DIV/0!	Total ft = >= >= >-	0 Desire 1.125 1.25 Desire 1.125
psi 6th segment O.D. inches Collapse Resistance psi Select 1st segment 1200 ft to 9.625 0 Select 2nd segment 0 ft to	0 ft to Weight #/ft Internal Yield psi t bottom J-55 ST&C Top of segment 1 nt from bottom	Grade Joint S	0 ft Threads irrength .000 # 1200	Maka opt. Body	s up Torque min. Vield .000 # S.F. collapse burst-b burst-t S.F. collapse burst-t burst-t	Actual 3.237179 7.04 7.04 Actual #DIV/0! 0	Total ft = >= >= >=	0 Desire 1.125 1.25 Desire 1.125 1.25

Casing Design				
String Size & Function	י:	5 1/2"x 7" in	Production x	
Total Depth:	8775	ft	TVD:	3226 ft
Pressure Gradient for	Calculation	is	(While drilling	g)
Mud weight, <u>collapse</u> :		10.3 #/gal	Safety Factor C	ollapse: 1.125
Mud weight, <u>burst</u> :		10.3 #/gal	Safety Factor	Burst: <u>1.25</u>
Mud weight for joint s	strength:	10.3 #/gal	Safety Factor Joint St	rength 1.8
BHP @ TD for:	collapse:	1727.846 psi	Burst: <u>1727.846</u> ps	i, joint strength <u>1727.846</u> psi
Partially evacuated h	ole?	Pressure gradient ren	naining: 10 #/(gal

Max. Shut in surface pressure:

3000 psi

1st segment	8775 ft to	3700 ft	Make up Torque ft-lbs	Total ft = 5075
0.D.	Weight	Grade Threads	opt. min. mx	
5.5 inches	17 #/ft	HCP-110 Buttress	4,620 3,470 5	5,780
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Di	rift
8,580 psi	10,640 psi-lrcr	568 .000 #	546 .000 # 4.7	/67

2nd segment	3500 ft to	2400 ft	Make up Torque f	ft-ibs	Total ft =	1100
OD.	Weight	Grade Threads	opt. min. I	mx.		
7 inches	26 #/ft	HCP-110 Buttress	6,930 5,200	8.660	1	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Dnft		
7.800 psi	9,950 psi-Ircr	853 .000 #	830 .000 #	6.151		

3rd segment	2400 ft to	0 ft	Make up Torqu	e fl-ibs	Total ft =	2400
OD	Weight	Grade Threads	opt min	mx		
7 inches	26 #/ft	HCP-110 LT&C	6930 5200	8660		
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Dnft		
7,800 psi	9,950 psi	693 ,000 #	830 .000 #	6.151		

4th segment	0 ft to	C) fi	٦.	Make up Torq	ue ft-lbs	Total ft =	
OD	Weight	Grade	Threads	opt.	min.	mx	ł	
inches	#/ft	1	1	1			1	
Collapse Resistance	Internal Yield	Joint S	trength		Body Yield	Drift	1	
psi	psi		.000 #		.000 #			

5th segment	Oft to	0 ft	Make up Torque ft-lbs	Total ft = 0
DD	Weight	Grade Threads	opt. min. mx.	
inches	#/ft		1	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drift	1
psi	psi	.000 #	,000 #	

6th segment	Oft to	O ft	Make up Toro	ive ft-lbs	Total fi ≃	0
OD	Weight	Grade Threads	opt min	mx		
inches	#/ft]	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Dnft		
psi	psi	.000 #	.000 #		}	

Select 1st segment bottom	8775	S.F.	Actual		Desire
		collapse	4 965721	>=	1 125
8775 ft to 3700 ft		burst-b	3.716239	>=	1 25
5.5 0 HCP-110 Buttress		burst-t	3.616243		
Top of segment 1 (ft)	3700	S.F.	Actual		Desire
Select 2nd segment from bottom		collapse	3 83227	>=	1.125
		burst-b	3.381731	>=	1 25
3700 ft to 2400 ft		burst-t	3.358582		
7 26 HCP-110 Buttress		jnt stringth	7.815196	>=	18

		т	op of segmen	2 (ft)	2400	S.F.	Actual		Desire
Select	3rc	d segment	from bottom			collapse	5.833528	>=	1.125
						burst-b	3.358582	>=	1.25
24	400 ft	to	0 ft			burst-t	3.316667		
	7	26 H	CP-110 LT8	с		int strigth	8.432822	>=	1.8
		Te	op of segmen	1 3 (ft)	0	S.F.	Actual		Desire
Select	41	segment	from bottom			collapse	#DIV/01	>=	1.125
						burst-b	0	>=	1.25
	0 ft	to	0 ft			burst-t	0		
	0	0	0	0		jnt strngth	6.85105	>=	1.8
		Τι	op of segment	4 (ft)		S.F.	Actual		Desire
Select	5th	segment	from bottom			collapse	#DIV/0!	>=	1.125
						burst-b	0	>=	1.25
	0 ft	10	ft			burst-t	0		
	0	0	0	0		jnt strngth	0	>=	1.8
		Ť	op of segment	5 (ft)		S.F.	Actual		Desire
Select	6th	6th segment from bottom				collapse	#DIV/0!	>=	1 1 2 5
						burst-b	0	>=	1.25
	0 ft	to	ft			burst-t	0		
	0	0	0	0		jnt strngth	0	>=	1.8
		To	op of segment	6 (ft)		jnt strngth		>=	1.8

use in colapse calculations across different pressured formations

Three grad	dient press	ure functio	n			
Depth of (evaluation:	1.200	ft		516 psi @	1,200 ft
Te	op of salt:	2,400	ħ	fx #1	516	
Ba	se of salt:	3,700	ft	fx #2	900	
TD of inte	ermediate:	4.600	fl	fx #3	540	
Pressure g	radient to be	e used abo	ve e	ach top to	e used as a function of depth	. ex. psi/ft
fx #1	fx #2	fx #3				
0.43	0.75	0.45				

1) Calculate neutral point for buckling with temperature affects computed also

2) Surface burst calculations & kick tolerance in surface pressure for burst

3) Do a comparison test to determine which value is lower joint strength or body yield to use in tensile strength calculations

4) Raise joint strength safety factor up to next level on page #2

5) Sour service what pipe can be used with proper degrading of strength factors and as function of temp

Adjust for best combination of safety factors Secondary

	occontrary
S.F. Collapse bottom of segment:	
S.F. Collapse top of segment:	4.14382
S.F. Burst bottom of segment:	
S.F. Burst top of segment	
S.F. Joint strength bottom of segment:	795 518
S.F. Joint strength top of segment:	
S.F. Body yield strength bottom of segment:	764,705
S.F. Body yield strength top of segment:	7.51249

Collapse calculations for 1st segment - casing evacuated

Buoyancy factor collapse:	0.84241	
calculations for bottom of sogment @	3226 ft	
hydrostatic pressure collapse - backside:	1727 85 psi	
Axial load @ bottom of section	0 lbs	previous segments
Axial load factor:	0	load/(pipe body yield strength)
Collapse strength reduction factor:	1	Messrs, Westcott, Dunlop, Kemler, 1940
Adjusted collapse rating of segment	8580 psi	
Actual safety factor	4 96572	adjusted casing rating / actual pressure

Casing Design	Well:	Yellow Knife Federal	I #3H	
String Size & Function	1:	13 3/8 in	surface 🖂 🗴	intermediate
Total Depth:	25	<u>ġ</u> ft		
Pressure Gradient for	Calculatio	ns	(While drilling)
Mud weight, collapse:		9.6 #/gal	Safety Factor Co	ollapse: 1.125
Mud weight, <u>burst</u> :		9,6 #/gai	Safety Factor I	Burst:1.25
Mud weight for joint s	strength:	. 9.6 #/gal	Safety Factor Joint St.	rength <u>1.8</u>
BHP @ TD for:	collapse:	124.8 psi	Burst: <u>124.8</u> psi	. joint strength: <u>124.8</u> psi

10. #/gal Partially evacuated hole? Pressure gradient remaining:

Max. Shut in surface pressure:

.

1st segment	250 ft to	0 ft	Make up Torque ft-Ibs	Total ft = 25
O.D.	Weight	Grade Threads	opt, min. mx.	
13.375 inches	3. 1. 48 #/ft	J-55 ST&C	3,220 2,420 4,030	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drift	1
740	2.370 psi	433 .000 #	744 000 # 12.559	

<u>. 500</u> psi

2nd segment	0 ft to	0 ft	Make up Torque ft-lbs	Total ft = 0
0.D.	Weight	Grade Threads	opt. min. mx.	
inches	#/ft			
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drift	
psi	psi	. • .000 #	.000 #	

3rd segment	Oft to	0 ft	Make up Torqu	e ft-lbs	Total ft =	0
O.D.	Weight	Grade Threads	opt. min.	mx.	1	
inches	#/ft					
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Drift]	
psi	psi	.000 #	.000 #			

4th segment	Oft to	0 ft	Make up Toro	ue ft-lbs
0.D.	Weight	Grade Threads	opt. min.	mx.
inches	#/ft			
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Drift
psi	psi	.000 #	.000 #	

5th segment	gment Oft to Oft Make up Torqu		e ft-lbs	Total ft =	0	
0.D.	Weight	Grade Threads	opt min.	mx.		
inches	#/ft .			1.1		
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Drift		
psi	psi	. ,000 #	,000 #			

6th segment	0 ft to	Óft	Make up Torqu	e ft-Ibs	Total ft =	0
0.D.	Weight	Grade Threads	opt. min.	mx.	Γ	
inches	#/ft	1 . L	l		J	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Drift]	
psi	psi	.000 #	# 000,		}	

Select	1st	segn	nent botto	m		250	S.F.	Actual		Desire
							collapse	5.929487	>=	1.125
250	ft	to		0 ft			burst-b	4.691211	>=	1.25
13.375			0 J-55	ST&			burst-t	4,74		
			Top of	segment	1 (ft)	. 0	S.F.	Actual		Desire
Select	2nd	segi	ment from	bottom			collapse	#DIV/0י	>=	1.125
							burst-b	0	>=	1.25
0	ft	to		0 ft			burst-t	0		
0			0	0	o		jnt stmgth	42.29573	>=	1.8

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Casing Design	Well:	Yellow Kr	ife Federal	#3H					
String Size & Function	1;	95/	8_in	surface	<u> </u>		intermedia	te <u>x</u>	
Total Depth:	1200	ft		TVD;		1	.200 ft		
Pressure Gradient for	Calculation	5			(W	hile drilling)			
Mud weight, collapse:		1	0 #/gal		Safe	ty Factor Colla	ose: 1.12	25	
Mud weight, <u>burst</u> :		1	0 #/gat		Safe	ety Factor Burs	t: <u>1.</u>	25	
Mud weight for joint s	trength:	1	0 #/gal	Safet	y Fac	tor Joint Streng	;th1	.8	
BHP @ TD for:	collapse:	62	4 psi	Burst	:	624 psi.	joint strength:	<u> </u>	si
Partially evacuated he	ble?	Pressure p	gradient ren	naining:		10 #/gal			
Max. Shut in surface p	pressure:		500	<u>)</u> psi					
1st sooment	1200	A 10		1 H	1	Make T	aug (1 15-	Total & -	
O.D	1200 Weid	iht io	Grade	Threads	opt	make up ro: min	que n-los	1018111 =	1200
9.625 inches	36	#/ft	J-55	ST&C	1	3,940 2,9	60 4,930	0	
Collapse Resistance	Interna	l Yield	Joint S	trength	1	Body Yield	Drift	1	
2,020 psi	3.520	psi	394	# .000 #		564 .000 #	8.765	_J	
2nd segment		ft to		ft	1	Make up Tor	que ft-lbs	Total ft =	0
OD.	Weig	ht	Grade	Threads	opt	min.	mx.	1	
inches		#/ft	<u> </u>		I			_	
Collapse Resistance	Interna	l Yield	Joint S	trength	ŀ	Body Yield	Dnft		
psi		pŝi		.000 #	ļ	.000 #	_1		
3rd segment	0	ft to)ft	1	Make up Tor	que ft-lbs	Total ft =	0
OD.	Weig	ht	Grade	Threads	opt	៣ព.	mx		
inches		#/ft	<u> </u>	1					
Collapse Resistance psi	Interna	i Yield psi	Joint S	trength .000 #		Body Yield .000 #	Drift		
<u></u>			•						
4th segment	0	ft to	C) ft	1	Make up Tor	que ft-lbs	Total ft ≏	0
0.D.	Weig	ht	Grade	Threads	opt.	min.	mx		
inches		#/ft	L					4	
Collapse Resistance psi	Interna	l Yield psi	Joint S	trength .000 #		Body Yield 000 #	Dnft		
					_				
5th segment	0	ft to	0) fi		Make up Tor	que ft-lbs	Total ft =	0
OD unches	Weig	ht #/#	Grade	Threads	opt.	ຕາກ	mx.		
Collapse Resistance	Interna	l Yield	Joint S	trength	╞	Body Yield	Dnft	1	
μ31		µ51	L	,000 #	i	+ 000,			
6th segment	0	ft to) ft	1	Make up Tor	ove ft-lbs	Total ft =	0
O D	Weig	ht	Grade	Threads	opt.	min.	mx		
inches		#/ft	1	<u> </u>	L		<u> </u>		
Collapse Resistance psi	Interna	Yield psi	Joint Si	trength .000 #		Body Yield .000 #	Duft		
					-	<u> </u>		-	
								- <u></u>	
Select 1st segmen	t bottom			1200		S.F.	Actual) 1 -	Desire

Select	15	i segm	ent botto	נדא		1200 S.F.	Actual		Desire
						collapse	3.237179	>=	1.125
12	100 ft	to		0 ft		burst-b	7 04	>=	1.25
96	25		0 J-55	ST&C		burst-t	7.04		
			Top of	segment	1 (ft)	0 S.F.	Actual		Desire
Select	2n	d segri	ent from	bottom		collapse	#DIV/01	>=	1 125
						burst-b	0	>=	1 25
	0 ft	to		0 ft		burst-t	0		
	0		0	0	0	jnt strng	th 10.76785	>=	1.8

Casing Design	Nell:	Yellow Knife Federa	I #3H	<u> </u>
String Size & Function:		<u>5 1/2"x 7"</u> in	Production x	
Total Depth:	8775	ft	TVD:	3226 ft
Pressure Gradient for C	alculation	15	(While dril	ling)
Mud weight, <u>collapse</u> :		10.3 #/gal	Safety Facto	r Collapse:1.125
Mud weight, <u>burst</u> :		10.3 #/gal	Safety Fact	or Burst: 1.25
Mud weight for joint str	ength:	10.3 #/gal	Safety Factor Join	t Strength <u>1.8</u>
BHP @ TD for: c	ollapse:	1727.846 psi	Burst: 1727.846	psi, joint strength: <u>1727.846</u> psi
				·····

3000 psi

Partially evacuated hole? Pressure gradient remaining: _____ #/gal

_

Max. Shut in surface pressure:

1st segment	8775 ft to	3700 ft	Make up Torque ft-lbs	Total ft = 5075
0.D.	Weight	Grade Threads	opt. min. mx.	
5.5 inches	17 #/ft	HCP-110 Buttress	4.620 3.470 5,780	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drift	1
8,580 psi	.10,640 psi-trcr	568 .000 #	546 000 # 4.767	}

2nd segment	3500 ft to	2400 ft	Make up Torque ft-lbs	Total ft = 1100
0.D.	Weight	Grade Threads	opt. min. mx.	
7 inches	26 #/ft	HCP-110 Buttress	6,930 5,200 8,660	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drift	1
7,800 psi	9,950 psi-Ircr	853 .000 #	830 .000 # 6.151	

3rd segment	2400 ft to	0 ft -	Make up Torqu	e ft-Ibs	Total fi =	2400
0.D.	Weight	Grade Threads	opt. min.	mx.		
7 inches	, 26 #/ft	HCP-110 LT&C	6930 5200	8660		
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Drift	1	
7,800 psi	9,950 psi	693 .000 #	830 .000 #	6.151		

4th segment	Oft to	0 ft	Make up Torque ft-lbs	Total ft =	0
O D.	Weight	Grade Threads	opt. min. mx.		
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drift	-	
psi	psi	.000 #	.000 #		

5th segment	Oft to	0 ft	Make up Torque f	i-lbs To	otal ft = 0
Q.D.	Weight	Grade Threads	opt. min. n	nx.	
inches	#/ft	L			
Collapse Resistance	Internal Yield	Joint Strength	Body Yield	Drift	
psi	. psi	.000 #	,000 #		

6th segment	Oft to	0 ft	Make up Torque ft-lbs	Total ft = 0
0.D.	Weight	Grade Threads	opt. min. mx.	
inches	#/ft	<u> </u>	[· · ·	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drift	
psi	psi	.000 #	.000 #	

Select 1st segment bottom	8775	S.F.	Actual		Desire
		collapse	4.965721	>=	1.125
8775 ft to 3700 ft		burst-b	3.716239	>=	1.25
5.5 0 HCP-110 Buttress		burst-t	3.616243		
Top of segment 1 (ft)	37.00	S.F.	Actual		Desire
Select 2nd segment from bottom		collapse	3.83227	>=	1.125
		burst-b	3.381731	>=	1.25
3700 ft to 2400 ft		burst-t	3.358582		
7 26 HCP-110 Buttress		jnt strngth	7.815196	>=	1.8

			Top of segmen	12(ft)	2400	S.F.	Actual		Desire
Select	310	d segm	ent from bottom			collapse	5.833528	>=	1.125
						burst-b	3.358582	>=	1.25
2	400 ft	to	0 ft			burst-t	3.316667		
	7	2	5 HCP-110 LT8	c		int strngth	8.432822	>=	1.8
			Top of segmen	t 3 (ft)	0	S.F.	Actual		Desire
Select	41	n segm	ent from bottom			collapse	#DIV/0!	>=	1.125
						burst-b	0	>=	1.25
	0 ft	to	· Ofi			burst-t	0		
	0	(0 0	0		jnt strngth	6.85105	>=	1.8
			Top of segmen	t 4 (ft)		\$.F.	Actual		Desire
Select	58	segmi	ent from bottom			collapse	#DIV/0!	>=	1,125
						burst-b	0	>=	1.25
	0 ft	ło	ft			burst-t	0		
	0	. (0 0	0		jnt strngth	0	>=	1.8
			Top of segmen	5 (ft)		S.F.	Actual		Desire
Select	6tr	segme	ent from bottom			collapse	#DIV/0!	>=	1.125
						burst-b	0	>=	1.25
	0 ft	10	ft			burst-t	0		
	0	() 0	0		jnt strngth	0	>=	1.8
			Top of segment	6 (ft)		jnt strngth		>=	1.8

use in colapse calculations across different pressured formations

Three gradient pressure function									
Depth of evaluation	: 1,200	ft			516	psi @	1,200	ft	
Top of salt:	2.400	ft	fx #1	516					
Base of salt:	3,700	ft	fx #2	900					
TD of intermediate	4.600	fl	fx #3	540					
Pressure gradient to	be used abo	ve e	ach top to	be used as a	a function	of depth.	ex. psi/ft		
fx #1 fx #2	fx #3	I							
0.43 0.75	0.45								

1) Calculate neutral point for buckling with temperature affects computed also

2) Surface burst calculations & kick tolerance in surface pressure for burst

3) Do a comparison test to determine which value is lower joint strength or body yield to use in tensile strength calculations
4) Raise joint strength safety factor up to next level on page #2

5) Sour service what pipe can be used with proper degrading of strength factors and as function of temp

Adjust for best combination of safety factors

.

,	Secondary
S.F. Collapse bottom of segment:	
S.F. Collapse top of segment:	4,14382
S.F. Burst bottom of segment:	
S.F. Burst top of segment	
S.F. Joint strength bottom of segment;	795 518
S.F. Joint strength top of segment:	
S F. Body yield strength bottom of segment:	764.706
S.F. Body yield strength top of segment:	7.51249

Collapse calculations for 1st segment - casing evacuated

Buoyancy factor collapse:	0 84241	
calculations for bottom of segment @	3226 ft	
hydrostatic pressure collapse - backside:	1727.85 psi	
Axial load @ bottom of section	0 lbs	previous segments
Axial load factor:	0	load/(pipe body yield strength)
Collapse strength reduction factor:	1	Messrs, Westcott, Dunlop, Kemler, 1940
Adjusted collapse rating of segment:	8580 psi	
Actual safety factor	4.96572	adjusted casing rating / actual pressure

Intent XXXX As Drilled	DEC 1	DEC 1 0 2018			
API #	RECE	IVED			
Operator Name:	Property Name:	Well Number			
Mack Energy Corporation P.O. Box 960 Artesia, NM 88210	Yellowknife Federal	314			

NM OIL CONSERVATION

Kick Off Point (KOP)

Γ	UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
1	N	21	155	29E	·	565	South	1690	West	Chaves, NM
Latitude						Longitude		NAD		
32.9957382						-104.03652	294	NAD 83		

First Take Point (FTP)

UL N	Section 28	Township 155	Range 29E	Lot	Feet	From N/S North	Feet	From E/W West	County Chaves NM
Latitude					Longitude	<u></u>	NAD		
32.9939112					-104.036486	5	NAD 83		

Last Take Point (LTP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
N	28	155	29E		100	South	1690	West	Chaves, NM
Latitude					Longitud	le		NAD	
32.9800297					-104.0367186				NAD 83

Is this well the defining well for the Horizontal Spacing Unit? Yes

Is this well an infill well?

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

API #	,		
Operator Name:	Property Name:	Well Number	

KZ 06/29/2018

Mack Energy Corporation

Legal Description: Mack Energy-San Andres MDP Area Chaves Co. New Mexico Various Sections T-15-S, R-28-E and R-29-E

H2S

"Contingency Plan"

1

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- a. Scope
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- c. Discussion of Plan

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- III. Ignition Procedures
 - a. Responsibility
 - b. Instructions
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- V. Emergency Equipment
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 - a. Status Check List
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- b. H2S Permissible Limits
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- d. Physical Properties
- e. Respirator Use
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H2S CONTINGENCY PLAN SECTION

Scope:

ť,

This contingency plan provides an organized plan of action for alerting and protecting the public within an area of exposure prior to an intentional release, or following the accidental release of a potentially hazardous volume of hydrogen sulfide. The plan establishes guidelines for all personnel whose work activity may involve exposure to Hydrogen Sulfide Gas (H₂S).

Objective:

Prevent any and all accidents, and prevent the uncontrolled release of H2S into the atmosphere.

Provide proper evacuation procedures to cope with emergencies.

Provide immediate and adequate medical attention should an injury occur.

Discussion of Plan:

Suspected Problem Zones:

Implementation: This plan, with all details, is to be fully implemented 1000' before drilling into the first sourzone.

Emergency Response Procedure: This section outlines the conditions and denotes steps to be taken in the event of an emergency.

Emergency Equipment and Procedure: This section outlines the safety and emergency equipment that will be required for the drilling of this well.

Training Provisions: This section outlines the training provisions that must be adhered to 1000' before drilling into the first sour zone.

Emergency call list: Included are the telephone numbers of all persons that would need to be contacted, should an H2S emergency occur.

Briefing: This section deals with the briefing of all persons involved with the drilling of this well.

Public Safety: Public Safety Personnel will be made aware of the drilling of this well.

Check Lists: Status check lists and procedural check lists have been included to ensure adherence to the plan.

Genera/Information: A general information section has been included to supply support information.

EMERGENCY PROCEDURES SECTION

- I. In the event of any evidence of H2S level above l0ppm, take the following steps immediately:
 - a. Secure breathing apparatus.
 - b. Order non-essential personnel out of the danger zone.
 - c. Take steps to determine if the H2S level can be corrected or suppressed, and if so, proceed with normal operations.
- II. If uncontrollable conditions occur, proceed with the following:
 - a. Take steps to protect and/or remove any public downwind of the rig, including partial evacuation or isolation. Notify public safety personnel and the New Mexico Oil Conservation Division or Bureau of Land Management, whichever is appropriate, of the situation.
 - b. Remove all personnel to the Safe Briefing Area.
 - c. Notify public safety personnel for help with maintaining roadblocks and implementing evacuation.
 - d. Determine and proceed with the best possible plan to regain control of the well. Maintain tight security and safety measures.
- III. Responsibility:
 - a. The Company Approved Supervisor shall be responsible for the total implementation of the plan.
 - b. The Company Approved Supervisor shall be in complete command during any emergency.
 - c. The Company Approved Supervisor shall designate a back-up Supervisor in the event that he/she is not available.

EMERGENCY PROCEDURE IMPLEMENTATION

I. Drilling or Tripping

a. All Personnel

- i. When alarm sounds, don escape unit and report to upwind Safe Briefing Area.
- ii. Check status of other personnel (buddy system).
- iii. Secure breathing apparatus.
- iv. Wait for orders from supervisor.

b. Drilling Foreman

- i. Report to the upwind Safe Briefing Area.
- ii. Don Breathing Apparatus and return to the point of release with the Tool Pusher or Driller (buddy system).
- iii. Determine the concentration of H₂S.
- iv. Assess the situation and take appropriate control measures.

c. <u>Tool Pusher</u>

- i. Report to the upwind Safe Briefing Area.
- ii. Don Breathing Apparatus and return to the point of release with the Drilling Foreman or the Driller (buddy system).
- iii. Determine the concentration of H₂S.
- iv. Assess the situation and take appropriate control measures.
- d. Driller
 - i. Check the status of other personnel (in a rescue attempt, always use the buddy system).
 - **ii.** Assign the least essential person to notify the Drilling Foreman and Tool Pusher, in the event of their absence.
 - **iii.** Assume the responsibility of the Drilling Foreman and the Tool Pusher until they arrive, in the event of their absence.

e. Derrick Man and Floor Hands

i. Remain in the upwind Safe Briefing Area until otherwise instructed by a supervisor

f. Mud Engineer

- i. Report to the upwind Safe Briefing Area.
- ii. When instructed, begin check of mud for pH level and H₂S level.

g. <u>Safety Personnel</u>

- i. Don Breathing Apparatus.
- ii. Check status of personnel.
- iii. Wait for instructions from Drilling Foreman or Tool Pusher.

II. Taking a Kick

- a. All Personnel report to the upwind Safe Briefing Area.
- b. Follow standard BOP procedures.

III. Open Hole Logging

- a. All unnecessary personnel should leave the rig floor.
- **b.** Drilling Foreman and Safety Personnel should monitor the conditions and make necessary safety equipment recommendations.

IV. Running Casing or Plugging

- a. Follow "Drilling or Tripping" procedures.
- b. Assure that all personnel have access to protective equipment.

SIMULATED BLOWOUT CONTROL DRILLS

All drills will be initiated by activating alarm devices (air horn). One long blast, on the air horn, for ACTUAL and SIMULATED Blowout Control Drills. This operation will be performed by the Drilling Foreman or Tool Pusher at least one time per week for each of the following conditions, with each crew:

Drill #1 Bottom Drilling

Drill #2 Tripping Drill Pipe

In each of these drills, the initial reaction time to shutting in the well shall be timed as well as the total time for the crew to complete its entire pit drill assignment. The times must be recorded on the IADC Driller's Log as "Blowout Control Drill".

Drill No.:

Reaction Time to Shut-In:minutes,seconds.Total Time to Complete Assignment:minutes,seconds.

I. Drill Overviews

- a. Drill No. 1-Bottom Drilling
 - i. Sound the alarm immediately.
 - ii. Stop the rotary and hoist Kelly joint above the rotary table.
 - iii. Stop the circulatory pump.
 - iv. Close the drill pipe rams.
 - v. Record casing and drill pipe shut-in pressures and pit volume increases.
- b. Drill No. 2-Tripping Drill Pipe
 - i. Sound the alarm immediately.
 - ii. Position the upper tool joint just above the rotary table and set the slips.
 - iii. Install a full opening valve or inside blowout preventer tool in order to close the drill pipe.
 - iv. Close the drill pipe rams.
 - v. Record the shut-in annular pressure.

II. Crew Assignments

a. Drill No. 1-Bottom Drilling

- i. Driller
 - 1. Stop the rotary and hoist Kelly joint above the rotary table.
 - 2. Stop the circulatory pump.
 - 3. Check Flow.
 - 4. If flowing, sound the alarm immediately
 - 5. Record the shit-in drill pipe pressure
 - 6. Determine the mud weight increase needed or other courses of action.

ii. Derrick man

- 1. Open choke line valve at BOP.
- 2. Signal Floor Man #1 at accumulator that choke line is open.
- 3. Close choke and upstream valve after pipe tam have been closed.
- 4. Read the shut-in annular pressure and report readings to Driller.
- iii. Floor Man #1
 - 1. Close the pipe rams after receiving the signal from the Derrickman.
 - 2. Report to Driller for further instructions.
- iv. Floor Man #2
 - 1. Notify the Tool Pusher and Operator representative of the H₂S alarms.
 - 2. Check for open fires and, if safe to do so, extinguish them.
 - 3. Stop all welding operations.
 - 4. Turn-off all non-explosions proof lights and instruments.
 - 5. Report to Driller for further instructions.

v. Tool Pusher

- 1. Report to the rigfloor.
- 2. Have a meeting with all crews.

- 3. Compile and summarize all information.
- 4. Calculate the proper kill weight.
- 5. Ensure that proper well procedures are put into action.
- vi. Operator Representative
 - 1. Notify the Drilling Superintendent.
 - 2. Determine if an emergency exists and if so, activate the contingency plan.
- b. DrillNo.2-Tripping Pipe
 - i. Driller
 - I. Sound the alarm immediately when mud volume increase has been detected.
 - 2. Position the upper tool joint just above the rotary table and set slips.
 - 3. Install a full opening valve or inside blowout preventer tool to close the drill pipe.
 - 4. Check flow.
 - 5. Record all data reported by the crew.
 - 6. Determine the course of action.
 - ii. Derrick man
 - 1. Come down out of derrick.
 - 2. Notify Tool Pusher and Operator Representative.
 - 3. Check for open fires and, if safe to do so, extinguish them.
 - 4. Stop all welding operations.
 - 5. Report to Driller for further instructions.
 - iii. Floor Man#1
 - 1. Pick up full opening valve or inside blowout preventer tool and stab into tool joint above rotary table (with Floor Man #2).
 - 2. Tighten valve with back-up tongs.

- 3. Close pipe rams after signal from Floor Man #2.
- 4. Read accumulator pressure and check for possible high pressure fluid leaks in valves or piping.
- 5. Report to Driller for further instructions.

iv. Floor Man #2

- 1. Pick-up full opening valve or inside blowout preventer tool and stab into tool joint above rotary table (with Floor Man #1).
- 2. Position back-up tongs on drill pipe.
- 3. Open choke line valve at BOP.
- 4. Signal Floor Man #1 at accumulator that choke line is open.
- 5. Close choke and upstream valve after pipe rams have been closed.
- 6. Check for leaks on BOP stack and choke manifold.
- 7. Read annular pressure.
- 8. Report readings to the Driller.
- v. Tool Pusher
 - 1. Report to the rigfloor.
 - 2. Have a meeting with all of the crews.
 - 3. Compile and summarize all information.
 - 4. See that proper well kill procedures are put into action.
- vi. Operator Representative
 - 1. Notify Drilling Superintendent
 - 2. Determine if an emergency exists, and if so, activate the contingency plan.

IGNITION PROCEDURES

Responsibility:

The decision to ignite the well is the responsibility of the DRILLING FOREMAN in concurrence with the emergency response officials. In the event the Drilling Foreman is incapacitated, it becomes the responsibility of the RIG TOOL PUSHER. This decision should be made only as a last resort and in a situation where it is clear that:

1. Human life and property are endangered.

2. There is no hope of controlling the blowout under the prevailing conditions.

If time permits, notify the main office, but do not delay if human life is in danger. Initiate the first phase of the evacuation plan.

Instructions for Igniting the Well:

- Two people are required for the actual igniting operation. Both men must wear self-contained breathing apparatus and must use a full body harness and attach a retrievable safety line to the D-Ring in the back. One man must monitor the atmosphere for explosive gases with the LEL monitor, while the Drilling Foreman is responsible for igniting the well.
- 2. The primary method to ignite is a 25mm flare gun with a range of approximately 500 feet.
- 3. Ignite from upwind and do not approach any closer than is warranted.
- 4. Select the ignition site best suited for protection and which offers an easy escape route.
- 5. Before igniting, check for the presence of combustible gases.
- 6. After igniting, continue emergency actions and procedures as before.
- 7. All unassigned personnel will limit their actions to those directed by the Drilling Foreman.

Note: After the well is ignited, burning Hydrogen Sulfide will convert to Sulfur Dioxide, which is also highly toxic. Do not assume the area is safe after the well is ignited.

TRAINING PROGRAM

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 consistent with the requirements in ANSI/ASSE Z390.1-2006 (R2010) Accepted Practices for Hydrogen Sulfide (H2S) Training Programs:

- 1. Physical and Chemical Properties of Hydrogen Sulfide.
- 2. Sources of Hydrogen Sulfide.
- 3. Human Physiology and Medical Evaluation.
- 4. Work Procedures.
- 5. Personal Protective Equipment.
- 6. Use of Contingency Plans and Emergency Response.
- 7. Burning, Flaring and Venting of Hydrogen Sulfide.
- 8. State and Federal Regulatory Requirements.
- 9. Hydrogen Sulfide Release Dispersion Models
- 10. Rescue Techniques, First Aid and Post-Exposure Evaluation
- 11. Methods of Detection and Monitoring
- 12. Engineering Controls
- 13. Transportation of Hydrogen Sulfide Cargoes
- 14. Emerging Technology

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

EMERGENCY EQUIPMENT REQUIREMENTS

Lease Entrance Sign:

Should be located at the lease entrance with the following information:

CAUTION- POTENTIAL POISON GAS • HYDROGEN SULFIDE NO ADMITTANCE WITHOUT AUTHORIZATION

Respiratory Equipment:

- Fresh air breathing equipment should be placed at the safe briefing areas and should include the following:
- Two SCBA's at each briefing area.
- Enough airline units to operate safely, anytime the H₂S concentration reaches the IDLH level (100 ppm).
- Cascade system with enough breathing air hose and manifolds to reach the rig floor, the derrick man and the other operation areas.

Windsocks or 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).

Hydrogen Sulfide Detector and Alarms:

- I Four channel H₂S monitor with alarms.
- Four (4) sensors located as follows: #1- Rig Floor, #2- Bell Nipple, #3- Shale Shaker, #4- Mud Pits.
- Gastec or Draeger pump with tubes.
- Sensor test gas.

Well Condition Sign and Flags:

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

Auxiliary Rescue Equipment:

- Stretcher
- 2-100' Rescue lines.
- First Aid Kit properly stocked.

Mud Inspection Equipment:

Garret Gas Train or Hach Tester for inspection of Hydrogen Sulfide in the drilling mud system.

Fire Extinguishers:

Adequate fire extinguishers shall be located at strategic locations.

Blowout Preventer:

- The well shall have hydraulic BOP equipment for the anticipated BHP.
- The BOP should be tested upon installation.
- BOP, Choke Line and Kill Line will be tested as specified by Operator.

Confined Space Monitor:

There should be a portable multi-gas monitor with at least 3 sensors (O_2 , LEL H₂S). This instrument should be used to test the atmosphere of any confined space before entering. It should also be used for atmospheric testing for LEL gas before beginning any type of Hot Work. Proper calibration documentation will need to be provided.

Communication Equipment:

- 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.

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· Communication equipment shall be available on the vehicles.

Special Control Equipment:

- o Hydraulic BOP equipment with remote control on the ground.
- Rotating head at the surface casing point.

Evacuation Plan:

- · Evacuation routes should be established prior to spudding the well.
- Should be discussed with all rig personnel.

Designated Areas:

Parking and Visitor area:

- All vehicles are to be parked at a pre-determined safe distance from the wellhead.
- Designated smoking area.

Safe Briefing Areas:

- Two Safe Briefing Areas shall be designated on either side of the location at the maximum allowable distance from the well bore so they offset prevailing winds or they are at a 180 degree angle if wind directions tend to shift in the area.
- Personal protective equipment should be stored at both briefing areas or if a moveable cascade trailer is used, it should be kept upwind of existing winds. When wind is from the prevailing direction, both briefing areas should be accessible.

Note:

- Additional equipment will be available at the Alliance Safety office.
- Additional personal H₂S monitors are available for all employees on location.
- Automatic Flare Igniters are recommended for installation on the rig.

CHECK LISTS

Status Check List

Note: Date each item as they are implemented.

- 1. Sign at location entrance.
- 2. Two (2) wind socks (in required locations).
- 3. Wind Streamers (if required).
- 4. SCBA's on location for all rig personnel and mud loggers.
- 5. Air packs, inspected and ready for use.
- 6. Spare bottles for each air pack (if required).
- 7. Cascade system for refilling air bottles.
- 8. Cascade system and hose line hook up.
- 9. Choke manifold hooked-up and tested. (before drilling out surface casing.)
- 10. Remote Hydraulic BOP control (hooked-up and tested before drilling out surface casing).
- 11. BOP tested (before drilling out surface casing).
- 12. Mud engineer on location with equipment to test mud for H₂S.
- 13. Safe Briefing Areas set-up
- 14. Well Condition sign and flags on location and ready.
- 15. Hydrogen Sulfide detection system hooked -up & tested.
- 16. Hydrogen Sulfide alarm system hooked-up & tested.
- 17. Stretcher on location at Safe Briefing Area.
- 18. 2 -100' Life Lines on location.
- 19. 1-20# Fire Extinguisher in safety trailer.
- 20. Confined Space Monitor on location and tested.
- 21. All rig crews and supervisor trained (as required).
22. Access restricted for unauthorized personnel.

23. Drills on H_2S and well control procedures.

24. All outside service contractors advised of potential H_2S on the well.

25. NO SMOKNG sign posted.

26. H₂S Detector Pump w/tubes on location.

27. 25mm Flare Gun on location w/flares."

28. Automatic Flare Igniter installed on rig.

Procedural Check List

Perform the following on each tour:

- 1. Check fire extinguishers to see that they have the proper charge.
- 2. Check breathing equipment to insure that they have not been tampered with.
- 3. Check pressure on the supply air bottles to make sure they are capable of recharging.
- 4. Make sure all of the Hydrogen Sulfide detection systems are operative.

Perform the following each week:

- Check each piece of breathing equipment to make sure that they are fully charged and operational. This requires that the air cylinder be opened and the mask assembly be put on and tested to make sure that the regulators and masks are properly working. Negative and Positive pressure should be conducted on all masks.
- 2. BOP skills.
- 3. Check supply pressure on BOP accumulator stand-by source.
- 4. Check all breathing air mask assemblies to see that straps are loosened and turned back, ready for use.
- 5. Check pressure on cascade air cylinders to make sure they are fully charged and ready to use for refill purposes if necessary.
- 6. Check all cascade system regulators to make sure they work properly.
- 7. Perform breathing drills with on-site personnel.
- 8. Check the following supplies for availability:
 - Stretcher
 - Safety Belts and Ropes
 - Spare air Bottles
 - Spare Oxygen Bottles (if resuscitator required)
 - Gas Detector Pump and Tubes
 - Emergency telephone lists
- 9. Test the Confined Space Monitor to verify the batteries are good

EVACUATION PLAN

General Plan

The direct lines of action prepared by Mack Energy Corporation to protect the public from hazardous gas situations are as follows:

- 1. When the company approved supervisor (Drilling Foreman, Tool Pusher or Driller) determine that Hydrogen Sulfide gas cannot be limited to the well location, and the public will be involved, he will activate the evacuation plan. Escape routes are noted on the area map.
- 2. Company safety personnel or designee will notify the appropriate local government agency that a hazardous condition exists and evacuation needs to be implemented.
- 3. Company approved safety personnel that have been trained in the use of the proper emergency equipment will be utilized.
- 4. Law enforcement personnel (State Police, Local Police Department, Fire Department, and the Sheriff's Department) will be called to aid in setting up and maintaining road blocks. Also, they will aid in evacuation of the public if necessary.
- NOTE: Law enforcement personnel will not be asked to come into a contaminated area. Their assistance will be limited to uncontaminated areas. Constant radio contact will be maintained with them.
 - 5. After the discharge of gas has been controlled, "Company" safety personnel will determine when the area is safe for re-entry.

See Specific Site Safety Plan or Job Safety Analysis to be completed during drilling

Emergency Assistance Telephone List

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PUBLIC SAFETY:	911 or
Pecos Valley Communication Center (Chaves County Police, Fire, EMS)	(575) 624-7590
Central Dispatch	
(Eddy County Police, Fire, EMS)	(575) 616-7155
Hospitals:	
Roswell	(575) 622-8170
Artesia	(575) 748-3333
Dept. of Public Safety/SE New Mexico	(575) 622-7200
Highway Department	(575) 637-7200
New Mexico Oil Conservation	(575) 748-1283
Bureau of Land Management	(575) 622-5335
Mack Energy Corporation	
Company Drilling Supervisor	
Jim Krogman	(575) 703-7385
Drilling Foreman	
Emilio Martinez	(575) 703-5231
Silver Oak Drilling	
Silver Oak Drilling	· (575) 746-4405
Tool Pusher:	
Darren Mc Bride	(575) 703-6070
Osiel Sanchez	(575) 703-4109
Safety	
Lee Hassell (Alliance Safety) (806) 217 2050	
Scott Ford (Mack Energy)	
(505) 692-4976	
Robbie Houghtaling (Silver Oak)	
(575) 703-2122	

Intentionally Blank –Space provided for Specific Site Safety Plan or Job Safety Analysis

Affected Notification List

(within a 65' radius of exposure @ IOOppm)

The geologic zones that will be encountered during drilling are known to contain hazardous quantities of H_2S . The accompanying map illustrates the affected areas of the community. The residents within this radius will be notified via a hand delivered written notice describing the activities, potential hazards, conditions of evacuation, evacuation drill siren alarms and other precautionary measures.

Evacuee Description: Residents: THERE ARE NO RESIDENTS WITHIN 3000' ROE.

Notification Process:

A continuous siren audible to all residence will be activated, signaling evacuation of previously notified and informed residents.

Evacuation Plan: All evacuees will migrate lateral to the wind direction.

The Oil Company will identify all home bound or highly susceptible individuals and make special evacuation preparations, interfacing with the local and emergency medical service as necessary.

Toxic Effects of H₂S Poisoning

Hydrogen Sulfide is extremely toxic. The acceptable ceiling concentration for eight-hour exposure is 10 PPM, which is .001% by volume. Hydrogen Sulfide is heavier than air (specific gravity -1.192) and is colorless and transparent. Hydrogen Sulfide is almost as toxic as Hydrogen Cyanide and is 5-6 times more toxic than Carbon Monoxide. Occupational exposure limits for Hydrogen Sulfide and other gases are compared below in Table 1. Toxicity table for H₂S and physical effects are shown in Table 2.

	Permissio	te Exposure Limits of Val	lous Gases		
Common Name	Symbol	Sp. Gravity	TLV	STEL	IDLH
Hydrogen Cyanide	HCN	.94	4.7 ppm	с	
Hydrogen Sulfide	H2S	1.192	l 0 ppm	15ppm	100 ppm
Sulfide Dioxide	so2	2.21	2 ppm	5 ppm	
Chlorine	CL	2.45	.5 ppm	lppm	
Carbon Monoxide	co	.97	25 ppm	200 ppm	
Carbon Dioxide	C02	1.52	5000 ppm	30,000 ppm	
Methane	CH4	.55	4.7% LEL	14% UEL	

Table I Permissible Exposure Limits of Various Gases

Definitions

- A. TLV- Threshold Limit Value is the concentration employees may be exposed based on a TWA (time weighted average) for eight (8) hours in one day for 40 hours in one (1) week. This is set by ACGIH (American Conference of Governmental Hygienists) and regulated by OSHA.
- B. STEL- Short Term Exposure Limit is the 15 minute average concentration an employee may be exposed to providing that the highest exposure never exceeds the OEL {Occupational Exposure Limit}. The OEL for H2S is 19 PPM.
- C. IDLH -Immediately Dangerous to Life and Health is the concentration that has been determined by the ACGIH to cause serious health problems or death if exposed to this level. The IDLH for H₂S is 100 PPM.
- D. TWA- Time Weighted Average is the average concentration of any chemical or gas for an eight
 (8) hour period. This is the concentration that any employee may be exposed based on an TWA.

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		TABLE 2
		Toxicity Table of H ₂ S
Percent%	PPM	Physical Effects
.0001	1	Can smell less than 1ppm.
.001	10	TLV for 8 hours of exposure .
.0015	15	STEL for 15 minutes of exposure.
.01	100	Immediately Dangerous to Life & Health.
		Kills sense of smell in 3 to 5 minutes.
.02	200	Kills sense of smell quickly, may burn eyes and throat.
.05	500	Dizziness, cessation of breathing begins in a few minutes.
.07	700	Unconscious quickly, death will result if not rescued promptly.
.10	1000	Death will result unless rescued promptly. Artificial resuscitation may be necessary.

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PHYSICAL PROPERTIES OF H2S

The properties of all gases are usually described in the context of seven major categories:

COLOR ODOR VAPOR DENSITY EXPLOSIVE LIMITS FLAMMABILITY SOLUBILITY (INWATER) BOILING POINT

Hydrogen Sulfide is no exception. Information from these categories should be considered in order to provide a fairly complete picture of the properties of the gas.

COLOR-TRANSPARENT

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Hydrogen Sulfide is colorless so it is invisible. This fact simply means that you can't rely on your eyes to detect its presence. In fact that makes this gas extremely dangerous to be around.

ODOR- ROTTEN EGGS

Hydrogen Sulfide has a distinctive offensive smell, similar to "rotten eggs". For this reason it earned its common name "sour gas". However, H₂S, even in low concentrations, is so toxic that it attacks and quickly impairs a victim's sense of smell, so it could be fatal to rely on your nose as a detection device.

VAPOR DENSITY- SPECIFIC GRAVITY OF 1.192

Hydrogen Sulfide is heavier than air so it tends to settle in low-lying areas like pits, cellars or tanks. If you find yourself in a location where H_2S is known to exist, protect yourself. Whenever possible, work in an area upwind and keep to higher ground.

EXPLOSIVE LIMITS- 4.3% TO 46%

Mixed with the right proportion of air or oxygen, H₂S will ignite and burn or explode, producing another alarming element of danger besides poisoning.

FLAMMABILITY

Hydrogen Sulfide will burn readily with a distinctive clear blue flame, producing Sulfur Dioxide (S0₂), another hazardous gas that irritates the eyes and lungs.

SOLUBILITY-4 TO 1 RATIO WITH WATER

Hydrogen Sulfide can be dissolved in liquids, which means that it can be present in any container or vessel used to carry or hold well fluids including oil, water, emulsion and sludge. The solubility of H₂S is dependent on temperature and pressure, but if conditions are right, simply agitating a fluid containing H₂S may release the gas into the air.

BOILING POINT- {-76 degrees Fahrenheit)

Liquefied Hydrogen Sulfide boils at a very low temperature, so it is usually found as a gas.

RESPIRATOR USE

The Occupational Safety and Health Administration (OSHA) regulate the use of respiratory protection to protect the health of employees. OSHA's requirements are written in the Code of Federal Regulations, Title 29, Part 1910, Section 134, Respiratory Protection. This regulation requires that all employees who might be required to wear respirators, shall complete a OSHA mandated medical evaluation questionnaire. The employee then should be fit tested prior to wearing any respirator while being exposed to hazardous gases.

Written procedures shall be prepared covering safe use of respirators in dangerous atmospheric situations, which might be encountered in normal operations or in emergencies. Personnel shall be familiar with these procedures and the available respirators.

Respirators shall be inspected prior to and after each use to make sure that the respirator has been properly cleaned, disinfected and that the respirator works properly. The unit should be fully charged prior to being used.

Anyone who may use respirators shall be properly trained in how to properly seal the face piece. They shall wear respirators in normal air and then in a test atmosphere. (Note: Such items as facial hair (beard or sideburns) and eyeglass temple pieces will not allow a proper seal.) Anyone that may be expected to wear respirators should have these items removed before entering a toxic atmosphere. A special mask must be obtained for anyone who must wear eyeglasses. Contact lenses should not be allowed.

Respirators shall be worn during the following conditions:

- A. Any employee who works near the top or on the top of any tank unless tests reveal less than 20 ppm of H2S.
- B. When breaking out any line where H2S can reasonably be expected.
- C. When sampling air in areas where H2S may be present.
- D. When working in areas where the concentration of H2S exceeds the Threshold Limit Value for H2S {10 ppm).

E. At any time where there is a doubt as to the H2S level in the area to be entered.

EMERGENCY RESCUE PROCEDURES

DO NOT PANIC!!!

Remain Calm -Think

- 1. Before attempting any rescue you must first get out of the hazardous area yourself. Go to a safe briefing area.
- 2. Sound alarm and activate the 911 system.
- 3. Put on breathing apparatus. At least two persons should do this, when available use the buddy system.
- 4. Rescue the victim and return them to a safe briefing area.
- 5. Perform an initial assessment and begin proper First Aid/CPR procedures.
- 6. Keep victim lying down with a blanket or coat, etc., under the shoulders to keep airway open. Conserve body heat and do not leave unattended.
- 7. If the eyes are affected by H₂S, wash them thoroughly with potable water. For slight irritation, cold compresses are helpful.
- 8. In case a person has only minor exposure and does not lose consciousness totally, it's best if he doesn't return to work until the following day.
- 9. Any personnel overcome by H₂S should always be examined by medical personnel. They should always be transported to a hospital or doctor.

			Y	ellow	knife Fe	ed 3H, F	Plan 1			
Operator Field Well Name Plan	Mack Energ Round Tan Yellowknife 1	gy Corp k Fed 3H	······································	Units County State Country	feet, %100ft Chaves New Mexico USA		09:5 Vertic Survey (4 Thursday, Se al Section Azin Calculation Me Data	ptember 20, 2018 nuth 180.42 thod Minimum C base Access	Page 1 of 4 urvature
Locatio	n SL: 565 f		90 FWL Sec 21-	T15S-R29	E BHL: 10	Map Zone	UTM	Lat	Long Ref	
Sit Slot Nam	FSL & 16 e e	90 FWL S	UWI	9E		Surface X Surface Y	1935833.1 11978324.7	Surl Su	ace Long Irface Lat	
Well Numbe	er		ΑΡΙ			Surface Z	3821.4	Glo	bal Z Ref Mean	Sea Level
Projec			MD/TVD Re	Г КВ		iround Level	3803.9	Local	North Ref Grid	
DIRECTION	AL-WELL-PI									
MD*		AZI*	TVD*	N* "	E*	DLS*	V. S.*	MapE*	MapN*	SysTVD*
*** TIE (at MD) = 2441.00)	nan				•/ 1/ 0/11		п	n	п
2441.00	0.00	0.0	2441.00	0.00	0.00		0.00	1935833.10	11978324.70	1380.40
2450.00	0.00	0.0	2450.00	0.00	0.00	0.00	0.00	1935833.10	11978324.70	1371.40
2500.00	0.00	0.0	2500.00	0.00	0.00	0.00	0.00	1935833.10	11978324.70	1321.40
*** KOP 8 DE0	GREE (at M	D = 2541.	.00)							
2541.00	0.00	0.0	2541.00	0.00	0.00	0.00	0.00	1935833.10	11978324.70	1280.40
2550.00	0.72	180.4	2550.00	-0.06	0.00	8.00	0.06	1935833.10	11978324.64	1271.40
2600.00	4.72	180.4	2599.93	-2.43	-0.02	8.00	2.43	1935833.08	11978322.27	1221.47
2650.00	8.72	180.4	2649.58	-8.28	-0.06	8.00	8.28	1935833.04	11978316.42	1171.82
2700.00	12.72	180.4	2698.70	-17.58	-0.13	8.00	17.58	1935832.97	11978307,12	1122.70
2750.00	16.72	180.4	2747.05	-30.28	-0.22	8.00	30.28	1935832.88	11978294.42	1074.35
2800.00	20.72	180.4	2794.39	-46.32	-0.34	8.00	46.32	1935832.76	11978278.38	1027.01
2850.00	24.72	180.4	2840.50	-65.63	-0.48	8.00	65.63	1935832.62	11978259.07	980.90
2900.00	28.72	180.4	2885.15	-88.11	-0.65	8.00	88.11	1935832.45	11978236.59	936.25
2950.00	32.72	180.4	2928.13	-113.64	-0.83	8.00	113.64	1935832.27	11978211.06	893.27
3000.00	36.72	180.4	2969.22	-142.11	-1.04	8.00	142.12	1935832.06	11978182.59	852.18
3050.00	40.72	180.4	3008.22	-173.38	-1.27	8.00	173.39	1935831.83	11978151.32	813.18
3100.00	44.72	180.4	3044.95	-207.29	-1.52	8.00	207.30	1935831.58	11978117.41	776.45
3150.00	48.72	180.4	3079.22	-243.69	-1.79	8.00	243.69	1935831.31	11978081.01	742.18
3200.00	52.72	180.4	3110.87	-282.38	-2.07	8.00	282.39	1935831.03	11978042.32	710.53
*** 55 DEGRE	E TAN (at M	1D = 3228	8.50)							
3228.50	55.00	180.4	3127.67	-305.40	-2.24	8.00	305.40	1935830.86	11978019.30	693.73
3250.00	55.00	180.4	3140.01	-323.01	-2.37	0.00	323.02	1935830.73	11978001.69	681.39
3300.00	55.00	180.4	3168.69	-363.96	-2.67	0.00	363.97	1935830.43	11977960.74	652.71
*** 12 DEGRE	E BUILD (at	MD = 33	28.50)							
3328.50	55.00	180.4	3185.03	-387.31	-2.84	0.00	387.32	1935830.26	11977937.39	636.37
3350.00	57.58	180.4	3196.96	-405.19	-2.97	12.00	405.20	1935830.13	11977919.51	624.44
3400.00	63.58	180.4	3221.51	-448.72	-3.29	12.00	448.73	1935829.81	11977875.98	599.89
3450.00	69.58	180.4	3241.38	-494.58	-3.63	12.00	494.59	1935829.47	11977830.12	580.02
3500.00	75.58	180.4	3256.34	-542.26	-3.98	12.00	542.28	1935829.12	11977782.44	565.06
3550.00	81.58	180.4	3266.23	-591.25	-4.33	12.00	591.27	1935828.77	11977733.45	555.17
3600.00	87.58	180.4	3270.95	-641.00	-4.70	12.00	641.02	1935828.40	11977683.70	550.45
···· LANDING F	POINT (at M	ID = 3624	.33)							
3624.33	90.50	180.4	3271.36	-665.33	-4.88	12.00	665.35	1935828.22	11977659.37	550.04
3650.00	90.50	180.4	3271.14	-690.99	-5.07	0.00	691.01	1935828.03	11977633.71	550.26
3700.00	90.50	180.4	3270.70	-740.99	-5.43	0.00	741.01	1935827.67	11977583.71	550.70
3750.00	90.50	180.4	3270.27	-790.99	-5.80	0.00	791.01	1935827.30	11977533.71	551.13
3800.00	90.50	180.4	3269.83	-840.99	-6.16	0.00	841.01	1935826.94	11977483.71	551.57
3850.00	90.50	180.4	3269.39	-890.98	-6.53	0.00	891.01	1935826.57	11977433.72	552.01

				Yellow	knife Fe	ed 3H, F	Plan 1			
Operator Field Well Name Plan	Mack Ener Round Tar Yellowknife 1	rgy Corp nk e Fed 3H		Units County State Country	feet, %100ft Chaves New Mexico USA		09:5 Vertic Survey (54 Thursday, Se al Section Azir Calculation Me Datal	ptember 20, 2018 nuth 180.42 thod Minimum Cu base Access	Page 2 of 4 rvature
Locatio	n SL: 565	FSL & 169	0 FWL Sec 2	1-T15S-R29	E BHL: 10	Map Zone	UTM	Lat	Long Ref	
Sit Slot Nam	e e	590 F WL 3	UWI	1296		Surface X Surface Y	1935833.1 11978324.7	Surf Su	ace Long Irface Lat	
Well Numbe	er		ΑΡΙ			Surface Z	3821.4	Glo	bal Z Ref Mean S	ea Level
Projec	;t		MD/TVD F	Ref KB	G	iround Level	3803.9	Local I	North Ref Grid	
-DIRECTION	AL-WELL P	LAN	·							
MD*	INC*	AZI*	TVD*	N*	E*	DLS⁺	V. S.*	MapE*	MapN* S	SysTVD*
3900.00	90.50	180.4	3268.96	-940.98	-6.90	9/100# 0.00	941.00	f 1935826.20	11977383.72	552.44
3950.00	90.50	180.4	3268.52	-990.98	-7.26	0.00	991.00	1935825.84	11977333.72	552.88
4000.00	90.50	180.4	3268.08	-1040.97	-7.63	0.00	1041.00	1935825.47	11977283.73	553.32
4050.00	90.50	180.4	3267.65	-1090.97	-8.00	0.00	1091.00	1935825.10	11977233.73	553.75
4100.00	90.50	180.4	3267.21	-1140.97	-8.36	0.00	1141.00	1935824.74	11977183.73	554.19
4150.00	90.50	180.4	3266.78	-1190.96	-8.73	0.00	1190.99	1935824.37	11977133.74	554.62
4200.00	90.50	180.4	3266.34	-1240.96	-9.10	0.00	1240.99	1935824.00	11977083.74	555.06
4250.00	90.50	180.4	3265.90	-1290.96	-9.46	0.00	1290.99	1935823.64	11977033.74	555.50
4300.00	90.50	180.4	3265.47	-1340.95	-9.83	0.00	1340.99	1935823.27	11976983.75	555.93
4350.00	90.50	180.4	3265.03	-1390.95	-10.20	0.00	1390.99	1935822.90	11976933.75	556.37
4400.00	90.50	180.4	3264.59	-1440.95	-10.56	0.00	1440.98	1935822.54	11976883.75	556.81
4450.00	90.50	180.4	3264.16	-1490.94	-10.93	0.00	1490.98	1935822.17	11976833.76	557.24
4500.00	90.50	180.4	3263.72	-1540.94	-11.30	0.00	1540.98	1935821.80	11976783.76	557.68
4550.00	90.50	180.4	3263.28	-1590.94	-11.66	0.00	1590.98	1935821.44	11976733.76	558.12
4600.00	90.50	180.4	3262.85	-1640.93	-12.03	0.00	1640.98	1935821.07	11976683.77	558.55
4650.00	90.50	180.4	3262.41	-1690.93	-12.40	0.00	1690.98	1935820.70	11976633.77	558.99
4700.00	90.50	180.4	3261.98	-1740.93	-12.76	0.00	1740.97	1935820.34	11976583.77	559.42
4750.00	90.50	180.4	3261.54	-1790.92	-13.13	0.00	1790.97	1935819.97	11976533.78	559.86
4800.00	90.50	180.4	3261.10	-1840.92	-13.49	0.00	1840.97	1935819.61	11976483.78	560.30
4850.00	90.50	180.4	3260.67	-1890.92	-13.86	0.00	1890.97	1935819.24	11976433.78	560.73
4900.00	90.50	180.4	3260.23	-1940.91	-14.23	0.00	1940.97	1935818.87	11976383.79	561.17
4950.00	90.50	180.4	3259.79	-1990.91	-14.59	0.00	1990.96	1935818.51	11976333.79	561.61
5000.00	90.50	180.4	3259.36	-2040.91	-14.96	0.00	2040.96	1935818.14	11976283.79	562.04
5050.00	90.50	180.4	3258.92	-2090.90	-15.33	0.00	2090.96	1935817.77	11976233.80	562.48
5100.00	90.50	180.4	3258.49	-2140.90	-15.69	0.00	2140.96	1935817.41	11976183.80	562.92
5150.00	90.50	180.4	3258.05	-2190.90	-16.06	0.00	2190.96	1935817.04	11976133.80	563.35
5200.00	90.50	180.4	3257.61	-2240.89	-16.43	0.00	2240.95	1935816.67	11976083.81	563.79
5250.00	90.50	180.4	3257.18	-2290.89	-16.7 9	0.00	2290.95	1935816.31	11976033.81	564.22
5300.00	90.50	180.4	3256.74	-2340.89	-17.16	0.00	2340.95	1935815.94	11975983.81	564.66
5350.00	90.50	180.4	3256.30	-2390.88	-17.53	0.00	2390.95	1935815.57	11975933.82	565.10
5400.00	90.50	180.4	3255.87	-2440.88	-17.89	0.00	2440.95	1935815.21	11975883.82	565.53
5450.00	90.50	180.4	3255.43	-2490.88	-18.26	0.00	2490.94	1935814.84	11975833.82	565.97
5500.00	90.50	180.4	3254.99	-2540.87	-18.63	0.00	2540. 9 4	1935814.47	11975783.83	566.41
5550.00	90.50	180.4	3254.56	-2590.87	-18.99	0.00	2590.94	1935814.11	11975733.83	566.84
5600.00	90.50	180.4	3254.12	-2640.87	-19.36	0.00	2640.94	1935813.74	11975683.83	567.28
5650.00	90.50	180.4	3253.69	-2690.87	-19.73	0.00	2690.94	1935813.37	11975633.84	567.71
5700.00	90.50	180.4	3253.25	-2740.86	-20.09	0.00	2740.94	1935813.01	11975583.84	568.15

				Yellow	cnife Fe	ed 3H,	Plan 1			
Operator	Mack Ene	rgy Corp	<u></u>	Units	feet, %100ft		09:	54 Thursday, Se	ptember 20, 2018	Page 3 of 4
Field	Id Round Tank County Chaves						Vertic	al Section Azir	nuth 180.42	-
Well Name	Yellowknif	e Fed 3H		State	New Mexico		Survey	Calculation Me	thod Minimum Cu	rvature
Plan	1			Country	USA			Datal	base Access	
Locatio	n SL: 565	FSL & 169	0 FWL Sec 2	1-T15S-R29E	BHL: 10	Map Zo	ne UTM	Lat	Long Ref	
Sit	FSL & 16	590 FWL S	ec 28-T15S-F	R29E		Surface	¥ 1035833 1	Surf	ace Long	
Slot Nam	. с		HWI			Surface	V 11978324 7	7 Sun	urface Long	
Well Numbe	or		ΔΡΙ			Surface	7 3821 4	Glo	hat 7 Ref Mean S	ea Level
Projec	et .			Ref KB	G		vel 3803.9	Local I	North Ref Grid	
DIRECTION	AL-WELL P	LAN								
MD*	INC*	Δ7Ι*			F*	DI S*	V S*	ManE*	ManN* 9	SveTVD*
WID #	- den	dea		•• ft	ب	9/100#	v. J. #	марс	мари ч	Jy31VD . #
5750.00	90.50	180.4	3252.81	-2790.86	-20.46	0.00	2790.93	1935812.64	11975533.84	568.59
5800.00	90.50	180.4	3252.38	-2840.86	-20.82	0.00	2840.93	1935812.28	11975483.84	569.02
5850.00	90 <i>.</i> 50	180.4	3251.94	-2890.85	-21.19	0.00	2890.93	1935811.91	11975433.85	569.46
5900.00	90.50	180.4	3251.50	-2940.85	-21.56	0.00	2940.93	1935811.54	11975383.85	569.90
5950.00	90.50	180.4	3251.07	-2990 85	-21 92	0.00	2990 93	1935811 18	11975333 85	570.33
6000.00	90.50	180.4	3250.63	-3040 84	-22.29	0.00	3040.92	1935810.81	11975283.86	570 77
6050.00	90.50	180.4	3250 19	-3090 84	-22.66	0.00	3090 92	1935810.44	11975233.86	571.21
6100.00	90.50	180.4	3249 76	-3140 84	-23 02	0.00	3140 92	1935810.08	11975183.86	571.64
6150.00	90.50	180.4	3249 32	-3190.83	-23.39	0.00	3190.92	1935809 71	11975133.87	572.08
0100.00	00.00	100.1	0240.02	0100.00	20.00	0.00	0100.02	1000000.71	11070100.07	072.00
6200.00	90.50	180.4	3248.89	-3240.83	-23.76	0.00	3240.92	1935809.34	11975083.87	572.51
6250.00	90.50	180.4	3248.45	-3290.83	-24.12	0.00	3290.91	1935808.98	11975033.87	572.95
6300.00	90.50	180.4	3248.01	-3340.82	-24.49	0.00	3340.91	1935808.61	11974983.88	573.39
6350.00	90.50	180.4	3247.58	-3390.82	-24.86	0.00	3390.91	1935808.24	11974933.88	573.82
6400.00	90.50	180.4	3247.14	-3440.82	-25.22	0.00	3440.91	1935807.88	11974883.88	574.26
6450.00	90.50	180.4	3246.70	-3490.81	-25.59	0.00	3490.91	1935807.51	11974833.89	574.70
6500.00	90.50	180.4	3246.27	-3540.81	-25.96	0.00	3540.90	1935807.14	11974783.89	575.13
6550.00	90.50	180.4	3245.83	-3590.81	-26.32	0.00	3590.90	1935806.78	11974733.89	575.57
6600.00	90.50	180.4	3245.40	-3640.80	-26.69	0.00	3640.90	1935806.41	11974683.90	576.00
6650.00	90.50	180.4	3244.96	-3690.80	-27.06	0.00	3690.90	1935806.04	11974633.90	576.44
0700.00	00.50	100.4	0044.50	0740.00	07.40	0.00	0740.00	4005005.00	11071500.00	570.00
6700.00	90.50	180.4	3244.52	-3740.80	-27,42	0.00	3740.90	1935805.68	11974583.90	5/6.88
6750.00	90.50	180.4	3244.09	-3790.79	-27.79	0.00	3790.90	1935805.31	11974533.91	577.31
6800.00	90.50	180.4	3243.65	-3840.79	-28.16	0.00	3840.89	1935804.95	11974483.91	577.75
6850.00	90.50	180.4	3243.21	-3890.79	-28.52	0.00	3890.89	1935804.58	11974433.91	578.19
6900.00	90.50	180.4	3242.78	-3940.78	-28.89	0.00	3940.89	1935804.21	11974383.92	578.62
6950.00	9 0.50	180.4	3242.34	-3990.78	-29.25	0.00	3990.89	1935803.85	11974333.92	579.06
7000.00	90.50	180.4	3241.90	-4040.78	-29.62	0.00	4040.89	1935803.48	11974283.92	579.50
7050.00	90.50	180.4	3241.47	-4090.77	-29.99	0.00	4090.88	1935803.11	11974233.93	579.93
7100.00	90.50	180.4	3241.03	-4140.77	-30.35	0.00	4140.88	1935802.75	11974183.93	580.37
7150.00	90.50	180.4	3240.60	-4190.77	-30.72	0.00	4190.88	1935802.38	11974133.93	580.80
7200.00	90.50	180.4	3240 16	-4240 76	-31.09	0.00	4240 88	1935802.01	11974083 94	581 24
7250.00	90.50	180.4	3239 72	-4290.76	-21 45	0.00	4290 88	1935801 65	11974032 0/	581 69
7300.00	90.50	180.4	3230 20	-4340 76	-31.82	0.00	4340 87	1935801.03	11073083 04	582 11
7350.00	90.50	180.4	3238 85	-4390.75	.32 10	0.00	4390 87	1935800 01	11973933 95	582.55
7400.00	90.50	180.4	3238 41	-4440 75	-32 55	0.00	4440.87	1935800 55	11973883 95	582.00
1400.00	30.00	100.4	0200.41	J. J. F. F.	-02.00	0.00	10.07	1999000.99	11370000.30	562.33
7450.00	90.50	180.4	3237.98	-4490.75	-32.92	0.00	4490.87	1935800.18	11973833.95	583.42
7500.00	90.50	180.4	3237.54	-4540.74	-33.29	0.00	4540.87	1935799.81	11973783.96	583.86
7550.00	90.50	180.4	3237.11	-4590.74	-33.65	0.00	4590.87	1935799.45	11973733.96	584.30

Operator	Mack Ener	gy Corp		Units	feet, %100ft		09:	54 Thursday, Se	ptember 20, 2018	B Page 4 of 4
Field	Round Tar	ık		County	Chaves		Vertic	al Section Azir	nuth 180.42	
Well Name	Yellowknife	e Fed 3H		State	New Mexico		Survey	Calculation Me	thod Minimum C	urvature
Plan	1			Country	USA			Datal	base Access	
Locatio	n SL: 565 FSL & 16	FSL & 169	0 FWL Sec 2	21-T15S-R29	E BHL: 10	Map Zone	e UTM	Lat	Long Ref	
Sit	ie					Surface >	(1935833.1	Surf	ace Long	
Slot Nam	е		UWI			Surface \	11978324.7	Su	Inface Lat	
Well Numbe	er		API			Surface Z	2 3821.4	Glo	bal Z Ref Mean	Sea Level
Projec	ct		MD/TVD F	Ref KB	G	iround Leve	I 3803.9	Local I	North Ref Grid	
DIRECTION	AL-WELL P	LAN								
MD*	INC*	AZi⁺	TVD*	N*	E*	DLS*	V. S.*	MapE*	MapN*	SysTVD*
7600.00	90.50	180.4	4 3236.67	4 4640.74-	-34.02	•/100# 0.00	4640.86	4 1935799.08	4 11973683.96	584.73
7650.00	90.50	180.4	3236.23	-4690.74	-34.39	0.00	4690.86	1935798.71	11973633.96	585.17
7700.00	90.50	180.4	3235.80	-4740.73	-34.75	0.00	4740.86	1935798.35	11973583.97	585.60
7750.00	90.50	180.4	3235.36	-4790.73	-35.12	0.00	4790.86	1935797.98	11973533.97	586.04
7800.00	90.50	180.4	3234.92	-4840.73	-35.49	0.00	4840.86	1935797.62	11973483.97	586.48
7850.00	90.50	180.4	3234.49	-4890.72	-35.85	0.00	4890.85	1935797.25	11973433.98	586.91
7900.00	90 .50	180.4	3234.05	-4940.72	-36.22	0.00	4940.85	1935796.88	11973383.98	587.35
7950.00	90.50	180.4	3233.61	-4990.72	-36.58	0.00	4990.85	1935796.52	11973333.98	587.79
8000.00	90.50	180.4	3233.18	-5040.71	-36.95	0.00	5040.85	1935796.15	11973283.99	588.22
8050.00	90.50	180.4	3232.74	-5090.71	-37.32	0.00	5090.85	1935795.78	11973233.99	588.66
8100.00	90.50	180.4	3232.31	-5140.71	-37.68	0.00	5140.84	1935795.42	11973183.99	589.09
8150.00	90.50	180.4	3231.87	-5190.70	-38.05	0.00	5190.84	1935795.05	11973134.00	589.53
8200.00	90.50	180.4	3231.43	-5240.70	-38.42	0.00	5240.84	1935794.68	11973084.00	589.97
8250.00	90.50	180.4	3231.00	-5290.70	-38.78	0.00	5290.84	1935794.32	11973034.00	590.40
8300.00	90.50	180.4	3230.56	-5340.69	-39.15	0.00	5340.84	1935793.95	11972984.01	590.84
8350.00	90.50	180.4	3230.12	-5390.69	-39.52	0.00	5390.83	1935793.58	11972934.01	591.28
8400.00	90.50	180.4	3229.69	-5440.69	-39.88	0.00	5440.83	1935793.22	11972884.01	591.71
8450.00	90.50	180.4	3229.25	-5490.68	-40.25	0.00	5490.83	1935792.85	11972834.02	592.15
8500.00	90.50	180.4	3228.81	-5540.68	-40.62	0.00	5540.83	1935792.48	11972784.02	592.59
8550.00	90.50	180.4	3228.38	-5590.68	-40.98	0.00	5590.83	1935792.12	11972734.02	593.02
8600.00	90.50	180.4	3227.94	-5640.67	-41.35	0.00	5640.83	1935791.75	11972684.03	593.46
8650.00	90.50	180.4	3227.51	-5690.67	-41.72	0.00	5690.82	1935791.38	11972634.03	593.89
8700.00	90.50	180.4	3227.07	-5740.67	-42.08	0.00	5740.82	1935791.02	11972584.03	594.33
8750.00	90.50	180.4	3226.63	-5790.66	-42.45	0.00	5790.82	1935790.65	11972534.04	594.77
** TD (at MD	= 8764.33)									
8764.33	90.50	180.4	3226.51	-5805.00	-42.55	0.00	5805.15	1935790.55	11972519.70	594.89

Attached to Form 3160-3 Mack Energy Corporation Yellowknife Federal #3H NMNM-131581 SHL : 565 FSL & 1690 FWL, SESW, Sec. 21 T155 R29E BHL : 10 FSL & 1690 FWL, SESW, Sec. 28 T155 R29E Chaves County, NM

DRILLING PROGRAM

t. Geologic Name of Surface Formation

Quaternary

2. Estimated Tops of Important Geologic Markers:

Top Salt	280
Base Salt	790
Yates	945
Seven Rivers	1175
Queen	1670
Grayburg	2065
San Andres	2365

3. Estimated Depths of Anticipated Fresh Water, Oil and Gas:

Water Sand	150	Fresh Water
Yates	945	Oil/Gas
Seven Rivers	1175	Oil/Gas
Queen	1670`	Oil/Gas
Grayburg	20653	Oil/Gas
San Andres	2365	Oil/Gas

No other formations are expected to give up oil, gas or fresh water in measurable quantities. Setting 13 3/8" casing to 250° and circulating cement back to surface will protect the surface fresh water sand. Salt section and shallower zones above TD, which contain commercial quantities of oil and/or gas, will have cement circulated across them by cementing 5 ½" production casing, sufficient cement will be pumped to circulate back to surface.

4. Casing Program:

Hole Size Interval OD Casing Wt, Grade, Jt, cond. collapse/burst/tension

17 1/2"	0-250	13 3/8" 48#, J-55, ST&C, New, 5.929487/4.691211/4.74
OPTIONAL-	4244" 0-1200	9.5.8° 36% J-55, S1&C, New, 3.237179.7.04.7.04-OPTIONAL
8 ¾"	0-3,700	7" 26#, P-110, Buttress, New, 3.83227/3.381731/3.358582
8 3/4"	3,700 - 8,775	5 1/2" 17#, P-110.Buttress, New, 4.965721/3, 716239/3.616242

5. Cement Program:

13 3/8" Surface Casing: 100sx RFC + 12% PF53 + 2% PF1 + 5pps PF42+.125pps PF29, yld 1.61, wt 14.4 ppg, 7.357 gals/sx, Tail 200sx Class C + 1% PF 1, yld 1.34, wt 14.8 ppg, 6.323 gals/sx, excess 100%.

Attached to Form 3160-3 Mack Energy Corporation Yellowknife Federal #3H NMNM-131581 SIIL : 565 FSL & 1690 FWL, SESW, Sec. 21 T15S R29E BHL : 10 FSL & 1690 FWL, SESW, Sec. 28 T15S R29E Chaves County, NM

OPTIONAL - 9 5/8" Intermediate Casing: 560sx Class C + 1% PT 1, yld 1.34, wt 14.8 ppg, 6.323gals/sx, excess 100%.- OPTIONAL

7 & 5 ½° Production Casing: Lead 300sx Class C 4% PF 20+4 pps PF45 +125pps PF-29, yld 1.84, wt 13.2 ppg, 9.914gals/sx, excess 40%, Tail 1525sx, PVL + 1.3% (BWOW) PF44 + 5% PF174 + 5% PF606 + .1% PF153 +.4% PF44, yield 1.48, wt 13.0, 7.577gals/sx, 40% excess.

6. Minimum Specifications for Pressure Control:

The blowout preventer equipment (BOP) shown in Exhibit #10 will consist of a double ram-type (3000 psi WP) minimum preventer. This unit will be hydraulically operated and the ram type preventer will be equipped with blind rams on top of 4 1/2" drill pipe rams on bottom. The 11" BOP will be nippled up on the 8 5/8" surface casing and tested by a 3rd party to 2000 psi used continuously until TD is reached. All BOP's and accessory equipment will be tested to 2000 psi before drilling out of intermediate casing. Pipe rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment (Exhibit #10) will include a Kelly cock and floor safety valve and choke lines and choke manifold (Exhibit #11) with a minimum 3000 psi WP rating

7. Types and Characteristics of the Proposed Mud System:

The well will be drilled to TD with a combination of fresh and cut brine mud system. The applicable depths and properties of this system are as follows:

DEPTH	TYPE	WEIGHT	VISCOSITY	WATERLOSS
0-250	Fresh Water	9.6	28	N.C
250'-1200'	Cut Brine	10	29	N.C.
1200°-TD	Cut Brine	10	29	N.C.

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept at the well site at all times.

8. Auxiliary Well Control and Monitoring Equipment:

- A. Kelly cock will be kept in the drill string at all times.
- B. A full opening drill pipe-stabbing valve with proper drill pipe connections will be on the rig floor at all times.

9. Logging, Testing and Coring Program:

- A. The electric logging program will consist of GR-Dual Laterolog, Spectral Density, Dual Spaced Neutron, CSNG Log from T.D. to 8 5/8 casing shoe.
- B. Drill Stem test is not anticipated.
- C. No conventional coring is anticipated.

Attached to Form 3160-3 Mack Energy Corporation Yellowknife Federal #3H NMNM-131581 SHL : 565 FSL & 1690 FWL, SESW, Sec. 21 T15S R29E BHL : 10 FSL & 1690 FWL, SESW, Sec. 28 T15S R29E Chaves County, NM

D. Further testing procedures will be determined at TD.

10. Abnormal Conditions, Pressures, Temperatures and Potential Hazards:

No abnormal pressures or temperatures are anticipated. The estimated bottom hole at TD is 120 degrees and estimated maximum bottom hole pressure is 1600 psi. Low levels of Hydrogen sulfide have been monitors in producing wells in the area, so H2S may be present while drilling of the well; a plan is attached to the Drilling program. No major loss of circulation zones has been reported in offsetting wells.

11. Anticipated Starting Date and Duration of Operations:

Road and location work will not begin until approval has been received from the BLM. The anticipated spud date is December 1, 2018. Once commenced, the drilling operation should be finished in approximately 20 days. If the well is productive, an additional 30 days will be required for completion and testing before a decision is made to install permanent facilities.

Attached to Form 3160-3 Mack Energy Corporation Yellowknife Federal #3H NMNM-131581 SHL : 565 FSL & 1690 FWL, SESW, Sec. 21 T15S R29E BHL : 10 FSL & 1690 FWL, SESW, Sec. 28 T15S R29E Chaves County, NM

Attachment to Exhibit #10 NOTES REGARDING THE BLOWOUT PREVENTERS Yellowknife Federal #3H - Chaves County, New Mexico

- 1. Drilling nipple to be so constructed that it can be removed without use of a welder through rotary table opening, with minimum 1.D. equal to preventer bore.
- 2. Wear ring to be properly installed in head.
- 3. Blow out preventer and all fittings must be in good condition, 2000 psi WP minimum.
- 4. All fittings to be flanged.
- 5. Safety valve must be available on rig floor at all times with proper connections, valve to be full 2000 psi WP minimum.
- 6. All choke and fill lines to be securely anchored especially ends of choke lines.
- 7. Equipment through which bit must pass shall be at least as large as the diameter of the casing being drilled through.
- 8. Kelly cock on Kelly.
- 9. Extension wrenches and hands wheels to be properly installed.
- 10. Blow out preventer control to be located as close to driller's position as feasible.
- 11. Blow out preventer closing equipment to include minimum 40-gallon accumulator, two independent sources of pump power on each closing unit installation all API specifications.

Mack Energy Corporation Minimum Blowout Preventer Requirements 3000 psi Working Pressure 13 3/8 inch- 3 MWP 11 Inch - 3 MWP EXHIBIT #10

	Stack Negurienic	1115	
NO.	Items	Min.	Min.
		<u> 1.D.</u>	Nominal
	Flowline		2"
2	Fill up line		2"
3	Drilling nipple		
4	Annular preventer		
5	I'wo single or one dual hydraulically		
	operated rams		
63	Drilling spool with 2" min. kill line and 3"		2"
	min choke line outlets		Choke
6b	2" min. kill line and 3" min. choke line		
	outlets in ram. (Alternate to 6a above)		
7	Valve Gate	3 1/8	
	Plug		
8	Gate valve-power operated	3 1/8	
9	Line to choke manifold		3"
10	Valve Gate	2 1/16	
	Plug		
11	Check valve	2 1/16	[
12	Casing head	[
13	Valve Gate	1 13/16	
	Plug		
14	Pressure gauge with needle valve	-	
15	Kill line to rig mud pump manifold		2"

Stack Requirements



OPTIONAL Flanged Valve

10

1 13/16

CONTRACTOR'S OPTION TO CONTRACTOR'S OPTION TO FURNISH

16

- All equipment and connections above MI bradenhead or casinghead. Working pressure of preventers to be 2000 psi minimum.
- Automatic accumulator (80 gallons, minimum) capable of closing BOP in 30 seconds or less and, holding them closed against full rated working pressure.
- BOP controls: to be located near drillers' position
- Kelly equipped with Kelly cock.
 Inside blowout preventer or its
- 5 Inside blowout preventer or its equivalent on derrick floor at all times with proper threads to fit pipe being used
- Kelly saver-sub equipped with rubber easing protector at all times.
- 7. Plug type blowout preventer tester.
- 8. Extra set pipe runs to fit drill pipe in
- use on location at all times 9 Type RX ring gaskets in place of Type R

MEC TO FURNISH:

L. Bradenhead or casing head and side valves

2 Wear bushing If required

GENERAL NOTES:

- Deviations from this drawing may be made only with the express permission of MFC's Drilling Manager
- 2 All connections, valves, fittings, piping, etc., subject to well or pump pressure must be flanged (suitable clamp connections acceptable) and have minimum working pressure equal to rated working pressure of preventers up through choke valves must be full opening and suitable for high pressure mud service
- Controls to be of standard design and each marked, showing opening and closing position
- 4 Chokes will be positioned so as not to hamper or delay changing of choke beans

Replaceable parts for adjustable choke, or bean sizes, retainers, and choke wrenches to be conveniently located for immediate use

- 5 All valves to be equipped with hand-wheels or handles ready for immediate use.
- 6 Choke lines must be suitably anchored
- Handwheels and extensions to be connected and ready for use.
- 8 Valves adjacent to drilling spool to be kept open. Use outside valves except for emergency.
- 9 All seamless steel control piping (2000 psi working pressure) to have flexible joints to avoid stress. Hoses will be permitted.
- Casinghead connections shall not be used except in case of emergency
- Does not use kill line for routine fill up operations.

Mack Energy Corporation

Exhibit #11 MIMIMUM CHOKE MANIFOLD 3.000, 5.000, and 10,000 PSI Working Pressure 3M will be used 3 MWP - 5 MWP - 10 MWP



Mud Pit

Reserve Pit

* Location of separator optional

Below Substructure

Mimimum requirements 3,000 MWP 5,000 MWP 10,000 MWP No. LD. LD. LD. Nominal Rating Nominal Rating Rating Nominal Line from drilling Spool 5,000 10,000 ١ 3" 3.000 3" 3' Cross 3" x 3" x 3" x 2" 2 3,000 5,000 <u>v 2"</u> 2 Cross 3" x 3" x 3" 10,000 Valve Gate 3 3 1/8 3,000 3 1/8 5.000 31/8 10,000 Plug Valve Gate Ŧ 4 3,000 1 13/16 5,000 1 13/16 10,000 13/16 Plug **4**a Valves (1) 3,000 2 1/16 5.000 2 1/16 2 1/16 10,000 Pressure Gauge 5 3.000 5,000 10,000 Valve Gate 6 3 1/8 3.000 3 1/8 5,000 3 1/8 10,000 Plug 7 2" 3.000 2" Adjustable Choke (3) 5,000 2" 10,000 1" 2" 8 Adjustable Choke 1" 3,000 5.000 10,000 9 Line 3,000 5,000 3' 10,000 10 Line 2' 3,000 5,000 2" 2 10,000 Valve Gate 11 3 1/8 3,000 3 1/8 5,000 31/8 10,000 Plug 12 Line 1,000 3" 1,000 3" 2.000 13 3" Line 1,000 3" 3" 1,000 2,000 Remote reading compound 14 3,000 5,000 10,000 Standpipe pressure quage Gas Separator 15 2' x5' 2' x5' 2' \5' 16 Line 4" 1.000 -1" -1" 1,000 2,000 Valve Gate 17 3 1/8 3.000 3.1/8 5,000 3.1/8 10.000 Plug

(1) Only one required in Class 3M

(2) Gate valves only shall be used for Class 10 M

(3) Remote operated hydraulic choke required on 5,000 psi and 10,000 psi for drilling

FQUIPMENT SPECIFICATIONS AND INSTALLATION INSTRUCTION

1 All connections in choke manifold shall be welded, studded, flanged or Cameron clamp of comparable rating

2. All flanges shall be API 6B or 6BN and ring gaskets shall be API RX or BX. Use only BX for 10 MWP

3. All lines shall be securely anchored.

4 Chokes shall be equipped with tungsten carbide seats and needles, and replacements shall be available

5. alternate with automatic chokes, a choke manifold pressure gauge shall be located on the rig floor in conjunction with the

standpipe pressure gauge

 Line from drilling spool to choke manifold should bee as straight as possible. Lines downstream from chokes shall make turns by large bends or 90 degree bends using bull plugged tees.



Attached to Form 3160-3 Mack Energy Corporation Yellowknife Federal #311 NMNM-131581 SHL : 565 FSL & 1690 FWL, SESW, Sec. 21 T15S R29E BHL : 10 FSL & 1690 FWL, SESW, Sec. 28 T15S R29E Chaves County, NM

Mack Energy Corporation Onshore Order #6 Hydrogen Sulfide Drilling Operation Plan

I. HYDROGEN SULFIDE TRAINING

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

- 1. The hazards an characteristics of hydrogen sulfide (H2S)
- 2. The proper use and maintenance of personal protective equipment and life support systems.
- 3. The proper use of H2S detectors alarms warning systems, briefing areas, evacuation procedures, and prevailing winds.
- 4. The proper techniques for first aid and rescue procedures.

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

- 1. The effects of 112S on metal components. If high tensile tubular are to be used, personnel well be trained in their special maintenance requirements.
- 2. Corrective action and shut-in procedures when drilling or reworking a well and blowout prevention and well control procedures.
- 3. The contents and requirements of the H2S Drilling Operations Plan and Public Protection Plan.

There will be an initial training session just prior to encountering a known or probable H2S zone (within 3 days or 500 feet) and weekly H2S and well control drills for all personnel in each crew. The initial training session shall include a review of the site specific H2S Drilling Operations Plan and the Public Protection Plan. The concentrations of H2S of wells in this area from surface to TD are low enough that a contingency plan is not required.

II. H2S SAFETY EQUIPMENT AND SYSTEMS

Note: All H2S safety equipment and systems will be installed, tested, and operational when drilling reaches a depth of 500 feet above, or three days prior to penetrating the first zone containing or reasonable expected to contain H2S.

1. Well Control Equipment:

- A. Flare line.
- B. Choke manifold.
- C. Blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit.
- D. Auxiliary equipment may include if applicable: annular preventer & rotating head.

Attached to Form 3160-3 Mack Energy Corporation Yeflowknife Federal #3H NMNM-131581 SHL : 565 FSL & 1690 FWL, SESW, Sec. 21 T15S R29E BHL : 10 FSL & 1690 FWL, SESW, Sec. 28 T15S R29E Chaves County, NM

2. Protective equipment for essential personnel:

A. Mark II Survive air 30-minute units located in the doghouse and at briefing areas, as indicated on well site diagram.

3. H2S detection and monitoring equipment:

A. 1 portable H2S monitors positioned on location for best coverage and response. These units have warning lights and audible sirens when H2S levels of 20 PPM are reached.

4. Visual warning systems:

- A. Wind direction indicators as shown on well site diagram (Exhibit #8).
- B. Caution/Danger signs (Exhibit #7) shall be posted on roads providing direct access to location. Signs will be painted a high visibility yellow with black lettering of sufficient size to be readable at a reasonable distance from the immediate location. Bilingual signs will be used, when appropriate. See example attached.

5. Mud program:

A. The mud program has been designed to minimize the volume of H2S circulated to surface. Proper mud weight, safe drilling practices and the use of H2S scavengers will minimize hazards when penetrating H2S bearing zones.

6. Metallurgy:

- A. All drill strings, casings, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold and lines, and valves shall be suitable for H2S service.
- B. All elastomers used for packing and seals shall be H2S trim.

7. Communication:

- A. Radio communications in company vehicles including cellular telephone and 2way radio.
- B. Land line (telephone) communication at Office.

8. Well testing:

A. Drill stem testing will be performed with a minimum number of personnel in the immediate vicinity, which are necessary to safely and adequately conduct the test. The drill stem testing will be conducted during daylight hours and formation fluids will not be flowed to the surface. All drill-stem-testing operations conducted in an H2S environment will use the closed chamber method of testing.

Attached to Form 3160-3 Mack Energy Corporation Yellowknife Federal #3H NMNM-131581 SHL : 565 FSL & 1690 FWL, SESW, Sec. 21 T155 R29E BHL : 10 FSL & 1690 FWL, SESW, Sec. 28 T155 R29E Chaves County. NM





Warning sign @ access road entrance

There will be no drill stem testing.

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Mack Energy Corporation Call List, Chaves County

Artesia (575)	Cellular	Office	
Jim Krogman			
Emilio Martinez		748-1288	

Agency Call List (575)

Roswell

State Police	622-7200
City Police	624-6770
Sheriff's Office	624-7590
Ambulance	624-7590
Fire Department	624-7590
LEPC (Local Emergency Planning Committee	624-6770
NMOCD	748-1283
Bureau of Land Management	627-0272

Emergency Services

Boots & Coots IWC	1-800-256-9688 or (281)931-8884
Cudd pressure Control	(915)699-0139 or (915)563-3356
Halliburton	
Par Five	

Flight For Life-Lubbock, TX	
Aerocare-Lubbock, TX	(806)747-8923
Med Flight Air Amb-Albuquerque, NM	(505)842-4433
Lifeguard Air Med Svc. Albuquerque, NM	(505)272-3115



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



12/06/2018

APD ID: 10400032986

Operator Name: MACK ENERGY CORPORATION

Well Name: YELLOWKNIFE FEDERAL

Well Type: OIL WELL

Well Number: 3H

Submission Date: 09/26/2018

Highlighted data wilexis (ine mosi 1883mi dhenges

Show Final Text

Well Work Type: Drill

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

ACCESS_ROAD_FROM_THE_YELLOWKNIFE_FEDERAL_2H_TO_THE_YELLOWKNIFE_FEDERAL_3H_TO_THE_WHIT E_ROCK_FEDERAL_1H_20180920101751.pdf ACCESS_ROAD_TO_THE_YELLOWKNIFE_FEDERAL_3H_20180920101813.pdf Existing Road Purpose: ACCESS,FLUID TRANSPORT Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

ACCESS_ROAD_TO_THE_YELLOWKNIFE_FEDERAL_3H_20180907102348.pdf

New road type: TWO-TRACK

Length: 211.09 Feet Width (ft.): 14

Max slope (%): 1

Max grade (%): 2

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 14

New road access erosion control: The maximum width of the running surface will be 14'. The road will be crowned and ditched and constructed of 6" rolled and compacted caliche. Ditches will be at 3:1 slope and 3' wide. Water will be diverted where necessary to avoid ponding, prevent erosion, maintain good drainage and to be consistent with local drainage patterns. The average grade will be less than 1%. No turnouts are planned, No culverts, cattleguard, gates, low water crossings or fence cuts are necessary. Surfacing material will consist of native caliche. Caliche will be obtained for the nearest BLM approved caliche pit located Sec. 19 T15S R29E and Sec. 34 T15S R29E.

Well Name: YELLOWKNIFE FEDERAL

Well Number: 3H

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: OTHER

Access topsoil source: ONSITE

Access surfacing type description: Caliche will be obtained from the nearest BLM approved caliche pit located Sec. 19 T15S R29E and Sec. 34 T15S R29E

Access onsite topsoil source depth: 2

Offsite topsoil source description:

Onsite topsoil removal process: Blade topsoil into windrow along up-slope edge of road.

Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

New road drainage crossing: OTHER

Drainage Control comments: The maximum width of the running surface will be 14'. The road will be crowned and ditched and constructed of 6" rolled and compacted caliche. Ditches will be at 3:1 slope and 3' wide. Water will be diverted where necessary to avoid ponding, prevent erosion, maintain good drainage and to be consistent with local drainage patterns. The average grade will be less than 1%. No turnouts are planned, No culverts, cattleguard, gates, low water crossings or fence cuts are necessary. Surfacing material will consist of native caliche. Caliche will be obtained for the nearest BLM approved caliche pit located Sec. 19 T15S R29E and Sec. 34 T15S R29E.

Road Drainage Control Structures (DCS) description: The maximum width of the running surface will be 14'. The road will be crowned and ditched and constructed of 6" rolled and compacted caliche. Ditches will be at 3:1 slope and 3' wide. Water will be diverted where necessary to avoid ponding, prevent erosion, maintain good drainage and to be consistent with local drainage patterns. The average grade will be less than 1%. No turnouts are planned, No culverts, cattleguard, gates, low water crossings or fence cuts are necessary. Surfacing material will consist of native caliche. Caliche will be obtained for the nearest BLM approved caliche pit located Sec. 19 T15S R29E and Sec 34 T15S R29E. **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:

existing wells 20180920162015.pdf

Well Name: YELLOWKNIFE FEDERAL

Well Number: 3H

Existing Wells description:

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

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description: Mack Energy Corporation will produced this well at the White Rock Federal CTB. If the well is productive, contemplated facilities will be as fellows: San Andres Completion- Will be sent to the White Rock Federal CTB located at the #1 well NW/4 NW/4 Sec. 28 T15S R29E. The facility is shown in attachment. The tank battery and facilities including all flow lines and piping will be installed according to API specifications. Any additional caliche will be obtained from a BLM approved caliche pit. Any additional constructions materials will be purchased from contractors. It will be necessary to run electric power if this well productive. Power will be run by CVE and they will send in a separate plan for power. Proposed flow lines will tren West to the White Rock CTB. Flowline will be a 4" poly surface line, 3420.64' in length with a 40 psi working pressure.

Production Facilities map:

white_rock_facility___20180907100538.pdf

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: CAMP USE, DUST CONTROL, INTERMEDIATE/PRODUCTION CASING, STIMULATION, SURFACE CASING	Water source type: GW WELL
Describe type:	Source longitude:
Source latitude:	
Source datum:	
Water source permit type: OTHER	
Source land ownership: OTHER	Describe land ownership:
Water source transport method: TRUCKING	
Source transportation land ownership: OTHER	Describe transportation land ownership;
Water source volume (barrels): 2000	Source volume (acre-feet): 0.25778618
Source volume (gal): 84000	

Water source and transportation map:

Water Source 2 20180920103901.pdf

Water Source 3 20180920103910.pdf

Water_Source_20180920103918.pdf

Water source comments: See attachments, City/Municipal Water: Town of Hagerman Sec 10 T14S R26E, Mor-West Sec 20 T17S R30E Brine Water; Salty Dog Sec 5 T19S R26E Wasserhund Sec 36 T16S R24E New water well? NO

New Water Well Info

Well Name: YELLOWKNIFE FEDERAL

Well Number: 3H

Well latitude:	Well Longitude:	Well datum:
Well target aquifer:		
Fot donth to ton of aquifor/(t):		
Est. depth to top of aduler(it).	Est mickness of aquiter:	
Aquifer comments:		
Aquifer documentation:		
Well depth (ft):	Well casing type:	
Well casing outside diameter (in.):	Well casing inside diameter	(in.):
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: All caliche required for construction of drill pad and proposed new access road (approximately 2500 cubic yards) will be obtained for approved caliche pit @ Sec. 34 T15S R29E and /or Sec. 19 T15S R29E.

Construction Materials source location attachment:

Caliche_Pits_20180906120624.pdf

Section 7 - Methods for Handling Waste

Waste type: DRILLING

Waste content description: Drill cuttings and fluids will be disposed into the steel tanks and hauled to R-360 disposal facility, permit number NM-01-0006. Located on HWY 62 to MM 66. Drilling fluids will be contained in steel tanks using a closed loop system. No pits will be used during drilling operations. **Amount of waste:** 380 barrels

Waste disposal frequency : Weekly

Safe containment description: Drill cuttings and fluids will be disposed into the steel tanks and hauled to R-360 disposal facility, permit number NM-01-0006. Located on HWY 62 to MM 66. Drilling fluids will be contained in steel tanks using a closed loop system. No pits will be used during drilling operations. **Safe containmant attachment:**

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

Disposal location description: R-360 disposal facility, permit number NM-01-0006. Located on HWY 62 to MM 66.

Well Name: YELLOWKNIFE FEDERAL

Well Number: 3H

Waste type: SEWAGE

Waste content description: Sewage and Gray Water will be placed in container and hauled to an approved facility. Container and disposal handled by Black Hawk. **Amount of waste:**

Waste disposal frequency : Weekly

Safe containment description: Sewage and Gray Water will be placed in container and hauled to an approved facility. Container and disposal handled by Black Hawk. **Safe containmant attachment:**

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

Disposal location description: Black Hawk will dispose at an approved location. Black Hawk Keith Willis 575-631-6378

Waste type: GARBAGE

Waste content description: Garbage and trash produced during drilling or completion operations will be collected in a trash bin and hauled to an approved local landfill. No toxic waste or hazardous chemicals will be produced by this operation. Amount of waste: pounds

Waste disposal frequency : Weekly

Safe containment description: Garbage and trash produced during drilling or completion operations will be collected in a trash bin and hauled to an approved local landfill. No toxic waste or hazardous chemicals will be produced by this operation. **Safe containmant attachment:**

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

FACILITY

Disposal type description:

Disposal location description: Black Hawk will dispose at an approved location. Black Hawk Keith Willis 575-631-6378

Waste type: PRODUCED WATER

Waste content description: Water produced from the well during completion may be disposed into a steel tank. After the well is permanently placed on production, produced water will collected in tanks (fiberglass) and trucked to the Round Tank SWD #1 L-0729, 30-005-64095, Sec. 19 T15S R29E 1980 FSL 1980 FWL, Chaves County NM; produced oil will be collected in steel tanks until sold.

Amount of waste: 2080 barrels

Waste disposal frequency : Weekly

Safe containment description: Water produced from the well during completion may be disposed into a steel tank. After the well is permanently placed on production, produced water will collected in tanks (fiberglass) and trucked to the Round Tank SWD #1 L-0729, 30-005-64095, Sec. 19 T15S R29E 1980 FSL 1980 FWL, Chaves County NM; produced oil will be collected in steel tanks until sold.

Safe containmant attachment:

Waste disposal type: OFF-LEASE INJECTION Disposal location ownership: STATE

Disposal type description:

Disposal location description: Round Tank SWD #1 L-0729, 30-005-64095, Sec. 19 T15S R29E 1980 FSL 1980 FWL, Chaves County, NM

Well Name: YELLOWKNIFE FEDERAL

Well Number: 3H

Reserve Pit

Reserve pit width (ft.)

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (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? NO

Description of cuttings location

Cuttings area length (ft.)

Cuttings area depth (ft.)

Cuttings area width (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:

Section 9 - Well Site Layout

Well Site Layout Diagram:

YELLOWKNIFE_FEDERAL_3H_site_map_20180920104253.pdf

Comments: The well site and elevation plat for the proposed well is shown in well site layout diagram. It was staked by Maddron Surveying, Carlsbad, NM. The drill pad layout with elevations staked by Maddron Surveying, is shown in attachment. Dimensions of the pad are shown. Topsoil if available will be stockpiled per BLM specifications. The pad is

Well Name: YELLOWKNIFE FEDERAL

Well Number: 3H

almost level no major cuts will be required. Diagram below shows the proposed orientation of the location. No permanent living facilities are planned but a temporary foreman/toolpusher's trailer will be on location during the drilling operations.

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance Multiple Well Pad Name:

Multiple Well Pad Number:

Recontouring attachment:

yellow_3_reclaim_20180920104659.pdf

Drainage/Erosion control construction: Edges of location will be bermed to prevent run off or erosion.

Drainage/Erosion control reclamation: The maximum width of the running surface will be 14'. The road will be crowned and ditched and constructed of 6" rolled and compacted caliche. Ditches will be at 3:1 slope and 3' wide. Water will be diverted where necessary to avoid ponding, prevent erosion, maintain good drainage and to be consistent with local drainage patterns.

Well pad proposed disturbance (acres): 2.192	Well pad interim reclamation (acres): 0.76	Well pad long term disturbance (acres): 1.43
Road proposed disturbance (acres): 0.14	Road interim reclamation (acres): 0.08	Road long term disturbance (acres): 0.06
Powerline proposed disturbance (acres): 0 Pipeline proposed disturbance (acres): 2.35	Powerline interim reclamation (acres): 0 Pipeline interim reclamation (acres): 1.96 Other interim reclamation (acres): 0	Powerline long term disturbance (acres): 0 Pipeline long term disturbance (acres): 0.39 Other term disturbance (acres): 0
Total proposed disturbance: 4.682	Total interim reclamation: 2.8	Total long term disturbance: 1.88

Disturbance Comments:

Reconstruction method: Caliche will be removed, ground ripped and stockpiled topsoil used to re contoured as close as possible to the original natural level to prevent erosion and ponding of water. Area will be reseeded as per BLM specifications. Seeding will be done when moisture is available and weather permitting. Pure live seed will be used to prevent noxious weeds. Annual inspection of growth will be done and necessary measures taken to eliminate noxious weeds. **Topsoil redistribution**: Caliche will be removed, ground ripped and stockpiled topsoil used to re contoured as close as possible to the original natural level to prevent erosion and ponding of water. Area will be reseeded as per BLM specifications. Seeding will be done when moisture is available and weather permitting. Pure Live Seed will be used to prevent noxious weeds. Annual inspection of growth will be done and necessary measures taken to eliminate noxious weeds. **Soil treatment**: Caliche will be removed, ground ripped and stockpiled topsoil used to re contoured as close as possible to the original natural level to prevent erosion and ponding of water. Area will be reseeded as per BLM specifications. Seeding will be used to prevent noxious weeds. **Soil treatment**: Caliche will be removed, ground ripped and stockpiled topsoil used to re contoured as close as possible to the original natural level to prevent erosion and ponding of water. Area will be reseeded as per BLM specifications. Seeding will be done when moisture is available and stockpiled topsoil used to re contoured as close as possible to the original natural level to prevent erosion and ponding of water. Area will be reseeded as per BLM specifications. Seeding will be done when moisture is available and weather permitting. Pure Live Seed will be used to prevent noxious weeds. **Annual inspection of growth will be done and necessary measures taken to eliminate noxious weeds**. Annual inspection of growth will be done and necessary measures taken to eliminate noxious weeds. **Existing Veg**

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: The area around the well site is grassland and topsoil is sandy. The vegetation is native scrub grass with sagebrush.

Existing Vegetation Community at the road attachment:

Well Name: YELLOWKNIFE FEDERAL

Well Number: 3H

Existing Vegetation Community at the pipeline: The area around the well site is grassland and topsoil is sandy. The vegetation is native scrub grass with sagebrush.

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: The area around the well site is grassland and topsoil is sandy. The vegetation is native scrub grass with sagebrush. Existing Vegetation Community at other disturbances attachment:

Non native seed used? NO

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project? NO

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? YES

Seed harvest description: A cultural resources examination has been requested and will be forwarded to your office in the near future.

Seed harvest description attachment:

Seed Management

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/Responsible Official Contact Info

First Name: Jerry

Last Name: Sherrell

Well Name: YELLOWKNIFE FEDERAL

Well Number: 3H

Phone: (575)748-1288

Email: jerrys@mec.com

Seedbed prep:

Seed BMP:

Seed method:

Existing invasive species? NO

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: The holder shall seed all disturber areas with the seeds mixture listed by BLM. The seed mixture will be planted in the amounts specified in pounds of pure live seed (PLS)* per acres. There shall be no 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 Laws and the nine (9) months proir 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 office.

Weed treatment plan attachment:

Monitoring plan description: After all disturbed area have been satisfactorily prepared, these area need to be revegetated with seed mixture provided by BLM. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may be repeated until re-vegetation is successful, as determined by the BLM.

Monitoring plan attachment:

Success standards: The seeding will be repeated until a satisfactory stand is established as determined by the authorized office. Evaluation of growth will not be made before completion of at least one full growing season after seeding. **Pit closure description:** No Pit

Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: WELL PAD

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:
Operator Name: MACK ENERGY CORPORATION

Well Name: YELLOWKNIFE FEDERAL

Well Number: 3H

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Section 12 - Other Information

Right of Way needed? NO ROW Type(s):

ROW Applications

SUPO Additional Information: Use a previously conducted onsite? YES Previous Onsite information: 7/31/2018

Other SUPO Attachment

_yellowknife_supo_20180920162950.pdf

Use APD as ROW?

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Page 10 of 10



ACCESS ROAD PLAT ACCESS ROAD FROM THE YELLOWKNIFE FEDERAL 2H TO THE YELLOWKNIFE FEDERAL SH & TO THE WHITE ROCK FEDERAL 1H

MACK ENERGY CORPORATION CENTERLINE SURVEY OF AN ACCESS ROAD CROSSING SECTION 21, TOWNSHIP 15 SOUTH, RANCE 29 EAST, N.M.P.M. CHAVES COUNTY, STATE OF NEW MEXICO AUGUST 29. 2018

DESCRIPTION

A STRIP OF LAND 30 FEET WIDE CROSSING BUREAU OF LAND MANAGEMENT LAND IN SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M., CHAVES COUNTY, STATE OF NEW MEXICO AND BEING 15 FEET EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY:

NORTHEAST ACCESS ROAD TO YELLOWKNIFE FEDERAL 3H

BEGINNING AT A POINT WITHIN THE SW/4 SW/4 OF SAID SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M., WHENCE THE SOUTHWEST CORNER OF SAID SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M. BEARS S34 49'28 W, A DISTANCE OF 854.98 FEET;

THENCE N89'36'07"E A DISTANCE OF 1020.47 FEET THE TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE SOUTH QUARTER CORNER OF SAID SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M. BEARS 558'24'43"E, A DISTANCE OF 1326.48 FEET:

SAID STRIP OF LAND BEING 1020.47 FEET OR 61.85 RODS IN LENGTH, CONTAINING 0.702 ACRES MORE OR LESS AND BEING ALLOCATED BY FORTIES AS FOLLOWS:

SW/4 SW/4 826.66 L.F. 50.10 RODS 0.569 ACRES SE/4 SW/4 193.81 L.F. 11.75 RODS 0.133 ACRES

SOUTHWEST ACCESS ROAD TO THE WHITE ROCK FEDERAL 1H

BEGINNING AT A POINT WITHIN THE SW/4 SW/4 OF SAID SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M., WHENCE THE SOUTHWEST CORNER OF SAID SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M. BEARS S24'17'57'W, A DISTANCE OF 457.29 FEET;

THENCE S24'39'14"E A DISTANCE OF 456.35 FEET THE TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE SOUTHWEST CORNER OF SAID SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M. BEARS S89'41'35"W. A DISTANCE OF 378.54 FEET;

SAID STRIP OF LAND BEING 456.35 FEET OR 27.66 RODS IN LENGTH, CONTAINING 0.314 ACRES MORE OR LESS AND BEING ALLOCATED BY FORTIES AS FOLLOWS:

SW/4 SW/4 456.35 L.F. 27.66 RODS 0.314 ACRES

SURVEYOR CERTIFICATE

CENERAL NOTES 1.) THE INTENT OF THIS ROUTE SURVEY IS TO ACQUIRE AN EASEMENT.	I, FILIMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12797, HEREBY CERTIFY THAT I HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAP THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THEFSTATE OF MEN. MEXICO.
2.) BASIS OF BEARING AND DISTANCE IS NMSP EAST (NAD83) MODIFIED TO SURFACE COORDINATES. NAD 83 (FEET) AND NAVD 88 (FEET) COORDINATE SYSTEMS USED IN THE SURVEY.	IN WITHERS WHEREOF THIS CERTIFICATE IS EXECUTED AT CARLSBAD, NEW MEXICO, THIS DAY OF AUGUST 2018 127,97 ADD DAY OF AUGUST 2018 MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO 88220 Phone (575) 234-3341
SHEET: 2-6 MADRON SURVEYING,	INC. (575) 234-3341 CARLSBAD, NEW MEXICO



ACCESS ROAD PLAT

ACCESS ROAD FROM THE YELLOWKNIFE FEDERAL 2H TO THE YELLOWKNIFE FEDERAL 3H & TO THE WHITE ROCK FEDERAL 1H

MACK ENERGY CORPORATION CENTERLINE SURVEY OF AN ACCESS ROAD CROSSING SECTION 28, TOWNSHIP 15 SOUTH, RANCE 29 EAST, N.M.P.M. CHAVES COUNTY, STATE OF NEW MEXICO AUCUST 29, 2018

DESCRIPTION

A STRIP OF LAND 30 FEET WIDE CROSSING BUREAU OF LAND MANAGEMENT LAND IN SECTION 28, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M., CHAVES COUNTY, STATE OF NEW MEXICO AND BEING 15 FEET EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY:

BEGINNING AT A POINT WITHIN THE NW/4 NW/4 OF SAID SECTION 28, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M., WHENCE THE NORTHWEST CORNER OF SAID SECTION 28, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M. BEARS S89'41'35"W, A DISTANCE OF 378.54 FEET; THENCE THE TERMINUM OF THE OF TH

THENCE S24'39'14"E A DISTANCE OF 23.62 FEET THE TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE NORTHWEST CORNER OF SAID SECTION 28, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M. BEARS N87'08'05"W, A DISTANCE OF 388.87 FEET;

SAID STRIP OF LAND BEING 23.62 FEET OR 1.43 RODS IN LENGTH, CONTAINING 0.016 ACRES MORE OR LESS AND BEING ALLOCATED BY FORTIES AS FOLLOWS:

NW/4 NW/4 23.62 L.F. 1.43 RODS 0.016 ACRES

SURVEYOR CERTIFICATE

I, FILIMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12797, HEREBY CERTIFY THAT I HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS ISURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MERCO. GENERAL NOTES 1.) THE INTENT OF THIS ROUTE SURVEY IS TO ACQUIRE AN EASEMENT. IN WITNESS WHEREOF THIS CERTIFICATE IS EXECUTED AT CARLSBAD, 2.) BASIS OF BEARING AND DISTANCE IS NMSP ,OF NEW MEXIC THIS -7 (DAY) UGUST_2018 EAST (NAD83) MODIFIED TO SURFACE m E. MADRON SURVEYING, INC. COORDINATES. NAD 83 (FEET) AND NAVD 88 G 301 SOUTH CANAL (FEET) COORDINATE SYSTEMS USED IN THE CARLSBAD, NEW MEXICO 88220 SURVEY. Phone (575) 234-3341 SHEET: 4-6 FILIMON A ARAHIBUG E23/01:22 SURVEY NO. 6315 INC. 301 SOUTH CANE tSBAD MADRON SURVEYING. NEW MEXICO (575) 234







ACCESS ROAD PLAT ACCESS ROAD TO THE YELLOWKNIFE FEDERAL 3H

MACK ENERGY CORPORATION CENTERLINE SURVEY OF AN ACCESS ROAD CROSSING SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M. CHAVES COUNTY, STATE OF NEW MEXICO AUGUST 29, 2018

DESCRIPTION

A STRIP OF LAND 30 FEET WIDE CROSSING BUREAU OF LAND MANAGEMENT LAND IN SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M., CHAVES COUNTY, STATE OF NEW MEXICO AND BEING 15 FEET EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY:

BEGINNING AT A POINT WITHIN THE SE/4 SW/4 OF SAID SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M., WHENCE THE SOUTH QUARTER CORNER OF SAID SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M. BEARS S76'45'18"E, A DISTANCE OF 933.15 FEET; THENCE N21'48'26"E A DISTANCE OF 211.09 FEET THE TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE SOUTH QUARTER

CORNER OF SAID SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M. BEARS S63'43'17"E, A DISTANCE OF 925.57 FEET;

SAID STRIP OF LAND BEING 211.09 FEET OR 12.79 RODS IN LENGTH, CONTAINING 0.145 ACRES MORE OR LESS AND BEING ALLOCATED BY FORTIES AS FOLLOWS:

SE/4 SW/4 211.09 L.F. 12.79 RODS 0.145 ACRES

SURVEYOR CERTIFICATE

	I, FILIMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12797,
GENERAL NOTES	THAT THIS SURVEY IS TRUE AND SORRECT TO THE BEST OF MY KNOWLEDGE AND
1.) THE INTENT OF THIS ROUTE SURVEY IS TO	BELIEF, AND THAT THIS SURVEY AND RLAT MEET THE MINIMUM STANDARDS FOR LAND
ACQUIRE AN EASEMENT.	SURVEYING IN THE STAIL OF THE WEXICO.
	IN WITNESS WHEREOF, ITHIS CERTIFICATE IS EXECUTED AT CARLSBAD.
2.) BASIS OF BEARING AND DISTANCE IS NMSP	4 2
EAST (NAD83) MODIFIED TO SURFACE	NEW MEXICO, THIS TAY, OF AUGUST 2018
COORDINATES. NAD 83 (FEET) AND NAVD 88	MADRON SURVEYING, INC.
(FEET) COORDINATE SYSTEMS USED IN THE	JUL 2
SURVEY.	Phone (575) 234-3341
\subseteq SHEET: 2-4	FULLYON TY JARAMIHUGHRIES 12797 SURVEY NO. 6325
H MADRON SURVEYING	INTO JOI SOUTH CANAL CADICOAD NIEW MEVICO
MADION SURVEIING,	AINO. (575) 234-3341 CARLODAD, IVEW MEXICO







ACCESS ROAD PLAT ACCESS ROAD TO THE YELLOWKNIFE FEDERAL 3H

MACK ENERGY CORPORATION CENTERLINE SURVEY OF AN ACCESS ROAD CROSSING SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M. CHAVES COUNTY, STATE OF NEW MEXICO AUGUST 29, 2018

DESCRIPTION

A STRIP OF LAND 30 FEET WIDE CROSSING BUREAU OF LAND MANAGEMENT LAND IN SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M., CHAVES COUNTY, STATE OF NEW MEXICO AND BEING 15 FEET EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY:

BEGINNING AT A POINT WITHIN THE SE/4 SW/4 OF SAID SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M., WHENCE THE SOUTH QUARTER CORNER OF SAID SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M. BEARS S76'45'18"E, A DISTANCE OF 933.15 FEET; THENCE N21'48'26"E A DISTANCE OF 211.09 FEET THE TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE SOUTH QUARTER

CORNER OF SAID SECTION 21, TOWNSHIP 15 SOUTH, RANGE 29 EAST, N.M.P.M. BEARS S63'43'17"E, A DISTANCE OF 925.57 FEET;

SAID STRIP OF LAND BEING 211.09 FEET OR 12.79 RODS IN LENGTH, CONTAINING 0.145 ACRES MORE OR LESS AND BEING ALLOCATED BY FORTIES AS FOLLOWS:

SE/4 SW/4 211.09 L.F. 12.79 RODS 0.145 ACRES

SURVEYOR CERTIFICATE

CENERAL NOTES 1.) THE INTENT OF THIS ROUTE SURVEY IS TO	I, FILIMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12797, HEREBY CERTIFY THAT I HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND SORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS SURVEY AND THAT MEET THE MINIMUM STANDARDS FOR LAND
ACQUIRE AN EASEMENT.	IN WITNESS WHEREOF, I'H'S CERTIFICATE IS EXECUTED AT CARLSBAD,
2.) BASIS OF BEARING AND DISTANCE IS NMSP EAST (NAD83) MODIFIED TO SURFACE	NEW MEXICO, THIS - THE PAY OF AUGEST 2018
COORDINATES. NAD 83 (FEET) AND NAVD 88 (FEET) COORDINATE SYSTEMS USED IN THE SURVEY.	MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO 85220 Phone (575) 234-3341
SHEET: 2-4	FULTHION T. JARAN HURH BLES 12797 SURVEY NO. 6325
MADRON SURVEYING,	INC. 2501 SOUTH CANAL CARLSBAD, NEW MEXICO





Yellowknife Federal Com #3H

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÷	CO2 Active	۵,	Injection, Plugged	۵	Water, Cancelled

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OCD, Bureau of Land Management, Texas Parks & Wildlife, Esri, HERE, Garmin, INCREMENT P, USGS, METUNASA, NGA, EPA, USDA, BLM

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New Mexico Oil Conservation Division NM OCD Oil and Gas Map. http://nm-emnrd.maps.arcgis.com/apps/webappviewer/: New Mexico Oil Conservation Division

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SWNW (E)	SENV (F	SWNE (G)	SENE (H)	SWNW (E)	SENW (F)	SWNE (G)	SENE (H)	SWNW (E)	SENW (F)	SWNE (G)
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Yellowknife Federal Com #3H BHL

OCD, Bureau of Land Management, Texas Parks & Wildlife. Esri, HERE, Garmin, INCREMENT P. USGS, METUNASA, NGA, EPA, USDA, BLM

Miscellaneous

🔆 CO2, Plugged

Gas Active

Gas, New

Gas, Plugged

P Injection. Active

Injection, New

, Injection, Cancelled

, Injection, Plugged

CO2, Temporally Abandoned

😳 Gas, Temporarily Abandoned

Oil, Cancelled

Oil, Plugged

Water, Active

Water, Cancelled

△ Salt Water Injection, Active

△ Salt Water Injection, New

Sall Water Injection, Cancelled

Δ Salt Water Injection, Plugged

C Salt Water InjectionTemporarily Abandoned

Oil, New

📩 Gas, Cancelled, Never Drilled 🌔 Oil, Temporarily Abondoned

🔆 CO2 Active

Points

O Override 1

O Override 2

Active

• New

.

Plugged

Cancelled

Well Locations - Small Scale

Temporarily Abandoned

Well Locations - Large Scale

New Mexico Oil Conservation Division NM OCD Oil and Gas Map. http://nm-emnrd.maps.arcgis.com/apps/webappviewer/: New Mexico Oil Conservation Division

	Production Phase				Sales Phase			
Tank 1	Tank 2	Tank 3	Tank 4	Tank 1	Tank 2	Tank 3	Tank 4	
F-1 Open	F-1 Closed	F-1 Closed	F-1 Closed	F-1 Closed	F-1 Closed	F-1 Open	F-1 Closed	
F-2 Closed	F-2 Open	F-2 Closed	F-2 Closed	F-2 Closed	F 2 Closed	F-2 Closed	F-2 Open	
F-3 Closed	F-3 Closed	F-3 Open	F-3 Closed	F-3 Open	F-3 Closed	F+3 Closed	F-3 Closed	
F-4 Closed	F-4 Closed	F-4 Closed	F-4 Open	F-4 Closed	F-4 Open	F-4 Closed	F-4 Closed	
E-1 Open	E-1 Open	E-1 Closed	E-1 Closed	E-1 Closed	E-1 Closed	E-1 Open	E-1 Open	
E-2 Closed	E-2 Closed	E-2 Open	E-2 Open	E-2 Open	E-2 Open	E-2 Closed	E-2 Closed	
D-1 Open	D-1 Closed	D-1 Clased	D-1 Closed	D-1 Closed	D-1 Closed	D-1 Open	D-1 Closed	
D-2 Closed	D-2 Open	D-2 Closed	D-2 Closed	D-2 Closed	D-2 Closed	D-2 Closed	D-2 Open	
D-3 Closed	D-3 Closed	D-3 Open	D-3 Closed	D-3 Open	D-3 Closed	D-3 Closed	D-3 Closed	
D-4 Closed	D-4 Closed	D-4 Closed	D-4 Open	D-4 Closed	D-4 Open	D-4 Closed	D-4 Closed	
S-1 Closed	S-1 Closed	S-1 Closed	S-1 Closed	S-1 Open	S-1 Closed	S-1 Closed	S-1 Closed	
S-2 Closed	S-2 Closed	S-2 Closed	S-2 Closed	S-2 Closed	S-2 Open	S-2 Closed	S-2 Closed	Flare
S-3 Closed	S-3 Closed	S-3 Closed	S-3 Closed	S-3 Closed	S-3 Closed	S-3 Open	S-3 Closed	
S-4 Closed	S-4 Closed	S-4 Closed	S-4 Closed	S-4 Closed	S-4 Closed	S-4 Closed	S-4 Open	
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Combustor

Mack Energy Corporation PO Box 960 Artesia, NM 88211-0960 White Rock Federal CTB NWNW Sec. 28 T155 R29E

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Wichita

Rd

W Morgan St

And

20

S Oxford Rd

15

W Morgan St

Redwood Ave

Elm St

Damson St

Linden St

W Cherry St

Green Ave

S York Ave

Angeli Dr

20

airview Ave

Clayton Ave

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Angell Sports Complex

-Angeli Dr

16

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ST	ANDA 」題	RD						
Home	Mission	Frac Tank	Hot Oil Truck	Pump Truck	Vacuum Truck	Well Service	Disposals	Fresh Water
Disposal	Sites & Brin	e Stations & F	reshwater We	Il Servicing Rigs	HS&E Sta	ndard Energy Loo	ations Ass	sociations
News an	d Events	Testimonials	Employment (Opportunities	Equipment For Sa	ale Store		

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32°49'05.3"N 103°59'03.7"W



ArcGIS Web Map



Web AppBunder for ArcGIS

NM OSE (U.S. BLM | US Census Bureau NMDOT | BLM | OCD | Source Esr DigitalGlobe, GeoEye, Earthstar Geographics, CNESIA 4tous DS, USDA USGS, AeroGRID, IGN, and the GIS User Community | Esr, HERE, DeLorme, Mapmylindio, & OpenStreetMap contributions, and the GIS user community |





SURFACE USE AND OPERATING PLAN

1. Existing Access Roads

A. All roads to the location are shown in Exhibit #6. The existing lease roads are illustrated and are adequate for travel during drilling and production operations. Upgrading existing roads prior to drilling well, will be done where necessary.

B. Directions to Location: From the intersection of State Highway 82 and CR 217 go North on CR 217 approx. 10 miles, turn West on 20° caliche lease road and go approx. 3.4 miles, turn North on 20° caliche lease road and go approx. 1.0 mile to White Rock Federal Com 211, from North side of pad continue North on 2-track road approx. 150° to begin road survey, follow road survey approx. 211° to Southcast pad corner for this location.

C. Routine grading and maintenance of existing roads will be conducted as necessary to maintain their condition as long as any operations continue on this lease.



Exhibit #6

1. Proposed Access Road:

Vicinity Map shows this location with existing road and 211° of new road exiting the Southeast corper of the pad. Proposed upgrade of existing road will be done along staked centerline survey. Necessary maintenance will be done to insure traffic stays within the access road. The road has been constructed as follows:

- A. The Maximum width of the running surface will be 14°. The road will be crowned and ditched and constructed of 6° rolled and compacted caliche. Ditches will be at 3:1 slope and 3 feet wide. Water will be diverted where necessary to avoid ponding, prevent erosion, maintain good drainage, and to be consistent with local drainage patterns.
- B. The average grade will be less than 1%.

- C. No turnouts are planned.
- D. No culverts, cattleguard, gates, low water crossings or fence cuts are necessary.
- E. Surfacing material will consist of native caliche. Caliche will be obtained from the nearest BLM approved caliche pit located Sec. 19 T15S R29E and Sec. 34 T15S R29E.
- F. The access road as shown in Exhibit #6 is existing.

2. Location of Existing Wells:

Exhibit #16 shows all existing wells within a one-mile radius of this well.





3. Location of Existing and/or Proposed Facilities:

- 4.
- A. Mack Energy Corporation will produce this well at the White Rock Federal CTB.
- B. If the well is productive, contemplated facilities will be as follows:
 - San Andres Completion: Will be sent to the White Rock Federal CTB located at the #1 well NW/4 NW/4 Sec. 28 T15S R29E. The facility is shown in Exhibit #13.
 - 2) The tank battery and facilities including all flow lines and piping will be installed according to API specifications.
 - 3) Any additional caliche will be obtained from a BLM approved caliche pit. Any additional construction materials will be purchased from contractors.
 - 4) It will be necessary to run electric power if this well is productive. Power will be run by CVE and they will send in a separate plan for power.

C. Proposed flow lines will tren West to the White Rock CTB. Flowline will be a 4" poly surface line, 3420.64" in length with a 40 psi working pressure.

5. Location and Type of Water Supply:

The well will be drilled with combination brine and fresh water mud system as outlined in the drilling program. The water will be obtained from commercial water stations in the area and hauled to location by transport truck over the existing and proposed access roads shown in Exhibit #6. If a commercial fresh water source is nearby, fashine may be laid along existing road ROW's and fresh water pumped to the well. No water well will be drilled on the location.

6. Source of Construction Materials:

D. All caliche required for construction of the drill pad and proposed new access road (approximately 2500 cubic yards) will be obtained from BLM approved pit located Sec. 19 T15S R29E and Sec. 34 T15S R29E.

7. Methods of Handling Waste:

- A. Drill cuttings and fluids will be disposed into the steel tanks and hauled to R-360 disposal facility, permit number NM-01-0006. Located on Hwy 62 at MM 66.
- B. Water produced from the well during completion may be disposed into a steel tank. After the well is permanently placed on production, produced water will be collected in tanks (fiberglass) and trucked to our Round Tank SWD #1; produced oil will be collected in steel tanks until sold.
- C. Garbage and trash produced during drilling or completion operations will be collected in a trash bin and hauled to an approved local landfill. No toxic waste or hazardous chemicals will be produced by this operation.
- D. After the rig is moved out and the well is either completed or abandoned, all waste materials will be cleaned up within 30 days. In the event of a dry hole only a dry hole marker will remain.
- E. Sewage and Gray Water will be placed in container and hauled to a approved facility. Container and disposal handled by Black Hawk
- F. Drilling fluids will be contained in steel tanks using a closed loop system Exhibit #12. No pits will be used during drilling operations

8. Ancillary Facilities:

No airstrip, campsite or other facilities will be built as a result of the operation on this well.

9. Well Site Layout:

- A. The well site and elevation plat for the proposed well is shown in Exhibit #14. It was staked by Maddron Surveying, Carlsbad, NM.
- B. The drill pad layout, with elevations staked by Maddron Surveying, is shown in Exhibit #14. Dimensions of the pad are shown. Topsoil, if available, will be stockpiled per BLM specifications. Because the pad is almost level no major cuts will be required.
- C. Diagram below shows the proposed orientation of the location. No permanent living facilities are planned, but a temporary foreman/toolpusher's trailer will be on location during the drilling operations.



10. Plans for Restoration of the Surface:

- A. Upon completion of the proposed operations, if the well is completed, any additional caliche required for facilities will be obtained from a BLM approved caliche pit.
- B. Plans for interim and or final remediation:
 - 1) Caliche will be removed, ground ripped and stockpiled topsoil used to recontoured as close as possible to the original natural level to prevent erosion and ponding of water.
 - 2) Area will be reseeded as per BLM specifications. Seeding will be done when moisture is available and weather permitting. Pure live seed will be used to prevent noxious weeds. Annual inspection of growth will be done and necessary measures taken to eliminate noxious weeds.
 - C. Exhibit #15 below shows the proposed downsized well site after Interim Reclamation. Dimensions are estimates on present conditions and are subject to change.





11. Surface Ownership:

The well site and lease is located entirely on State Land surface.

12. Other Information:

- A. The area around the well site is grassland and the topsoil is sandy. The vegetation is native scrub grass with sagebrush.
- B. There is no permanent or live water in the immediate area.
- C. A Cultural Resources Examination has been requested and will be forwarded to your office in the near future. 13. Lessee's and Operator's Representative:

The Mack Energy Corporation representative responsible for assuring compliance with the surface use plan is as follows:

Deana Weaver Mack Energy Corporation P.O. Box 960 Artesia, NM 88211-0960 Phone (575) 748-1288 (office) dweaver@mee.com

APD CERTIFICATION

I hereby certify that I, or person under my direct supervision, have inspected the proposed 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 the work associated with the operations proposed herein will be performed in conformity with this APD package and 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.

Date: 9.20, 48

Weaver Signed:



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 **Produced Water Disposal (PWD) Location: PWD surface owner:** Lined pit PWD on or off channel: Lined pit PWD discharge volume (bbl/day): 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:

PWD disturbance (acres):

Section 3 - Unlined Pits

Would you like to utilize Unlined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

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 surface owner:

Injection PWD discharge volume (bbl/day):

Injection well mineral owner:

PWD disturbance (acres):

PWD disturbance (acres):

Injection well number: Assigned injection well API number? Injection well new surface disturbance (acres): Minerals protection information: Mineral protection attachment: Underground Injection Control (UIC) Permit? UIC Permit attachment:

Injection well type:

Section 5 - Surface Discharge

Would you like to utilize Surface Discharge PWD options? NO

Produced Water Disposal (PWD) Location: PWD surface owner: 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: Other PWD discharge volume (bbl/day): Other PWD type description: Other PWD type attachment: Have other regulatory requirements been met? Other regulatory requirements attachment: Injection well name:

Injection well API number:

PWD disturbance (acres):

PWD disturbance (acres):

WAFMSS

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

Bond Information

Federal/Indian APD: FED

BLM Bond number: NMB000286

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Bond Info Data Report

12/06/2018

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: