Form 3160-3 FORM APPROVED (June 2015) OMB No. 1004-0137 Expires: January 31, 2018 **UNITED STATES** DEPARTMENT OF THE INTERIOR 5. Lease Serial No. NMNM0000587 BUREAU OF LAND MANAGEMENT APPLICATION FOR PERMIT TO DRILL OR REENTER 6. If Indian, Allotee or Tribe Name 7. If Unit or CA Agreement, Name and No. ✓ DRILL REENTER 1a. Type of work: BELL LAKE / NMNM 068292X 1b. Type of Well: ✓ Oil Well Gas Well Other 8. Lease Name and Well No. ✓ Single Zone 1c. Type of Completion: Hydraulic Fracturing Multiple Zone BELL LAKE UNIT NORTH [316707] 2. Name of Operator 9. API Well No. 30-025-48553 [12361] KAISER FRANCIS OIL COMPANY 10. Field and Pool, or Exploratory [98265] 3b. Phone No. (include area code) 3a. Address OJO CHISO/WOLFCAMP, SOUTHWEST 6733 S. Yale Ave., Tulsa, OK 74121 (918) 491-0000 4. Location of Well (Report location clearly and in accordance with any State requirements.*) 11. Sec., T. R. M. or Blk, and Survey or Area SEC 6/T23S/R34E/NMP At surface LOT 5 / 2005 FNL / 1073 FWL / LAT 32.3351667 / LONG -103.5140298 At proposed prod. zone LOT 4 / 100 FSL / 350 FWL / LAT 32.312154 / LONG -103.51638 12. County or Parish 13. State 14. Distance in miles and direction from nearest town or post office* 20 miles NM 17. Spacing Unit dedicated to this well 15. Distance from proposed* 16. No of acres in lease 635 feet location to nearest 480.0 property or lease line, ft. (Also to nearest drig. unit line, if any) 20. BLM/BIA Bond No. in file 18. Distance from proposed location* 19. Proposed Depth to nearest well, drilling, completed, applied for, on this lease, ft. FED: WYB000055 11700 feet / 19800 feet 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 23. Estimated duration 3481 feet 07/01/2020 40 days 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable) 1. Well plat certified by a registered surveyor. 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). 2. A Drilling Plan. 3. A Surface Use Plan (if the location is on National Forest System Lands, the 5. Operator certification. 6. Such other site specific information and/or plans as may be requested by the SUPO must be filed with the appropriate Forest Service Office), BLM. Name (Printed/Typed) Date 25. Signature MELANIE WILSON / Ph: (918) 491-0000 02/03/2020 (Electronic Submission) Title Regulatory Analyst Approved by (Signature) Date Name (Printed/Typed) 12/14/2020 (Electronic Submission) Cody Layton / Ph: (575) 234-5959 Office Assistant Field Manager Lands & Minerals Carlsbad Field Office Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Conditions of approval, if any, are attached. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. GCP Rec 03/12/2021 APPROVED WITH CONDITIONS SL (Continued on page 2) *(Instructions on page 2) pproval Date: 12/14/2020

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: KAISER FRANCIS OIL COMPANY

LEASE NO.: | NMNM0000587

WELL NAME & NO.: BELL LAKE UNIT NORTH 407H

SURFACE HOLE FOOTAGE: 2005'/N & 1073'/W **BOTTOM HOLE FOOTAGE** 100'/S & 350'/W

LOCATION: | Section 6, T.23 S., R.34 E., NMPM

COUNTY: Lea County, New Mexico

COA

H2S	← Yes	€ No	
Potash	None	C Secretary	⊂ R-111-P
Cave/Karst Potential	© Low	^C Medium	↑ High
Cave/Karst Potential	Critical		
Variance	○ None	Flex Hose	○ Other
Wellhead	Conventional	Multibowl	⊂ Both
Other	☐4 String Area	Capitan Reef	□WIPP
Other	Fluid Filled	Cement Squeeze	Pilot Hole
Special Requirements	Water Disposal	COM	□ Unit

A. HYDROGEN SULFIDE

Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet 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.

B. CASING

- 1. The 10-3/4 inch surface casing shall be set at approximately 1250 feet (a minimum of 25 feet (Lea County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of 8

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- <u>hours</u> or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The 7-5/8 inch intermediate casing shall be set at 11065 feet. The minimum required fill of cement behind the 7-5/8 inch intermediate casing is:

Option 1 (Single Stage):

- Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.
- Excess cement calculates to less than 25%; More cement may be needed.
- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is:

Option 1 (Single Stage):

Cement should tie-back at least 200 feet into previous casing string.
 Operator shall provide method of verification.

C. PRESSURE CONTROL

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

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2. BOP Requirements

Option 1

- a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 5000 (5M) psi.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the intermediate casing shoe shall be 10,000 (10M) psi.

Option 2

Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 10,000 (10M) psi. Variance is approved to use a 5000 (5M) Annular which shall be tested to 5000 (5M) psi.

- a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
- b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- c. Manufacturer representative shall install the test plug for the initial BOP test.
- d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

D. SPECIAL REQUIREMENT (S)

Unit Wells

The well sign for a unit well shall include the unit number in addition to the surface and bottom hole lease numbers. This also applies to participating area numbers. If a participating area has not been established, the operator can use the general unit designation, but will replace the unit number with the participating area number when the sign is replaced.

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Commercial Well Determination

A commercial well determination shall be submitted after production has been established for at least six months. (This is not necessary for secondary recovery unit wells)

GENERAL REQUIREMENTS

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

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
 - Eddy County
 Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822
 - ✓ Lea CountyCall the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)393-3612
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on

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which the draw works are located, this does not include the dog house or stairway area.

3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well – vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- 2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.

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- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

- 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 RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test
 - d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
 - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.

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- 5. The appropriate BLM office shall be notified a minimum of 4 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).
 - b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
 - c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
 - d. 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.
 - e. The results of the test shall be reported to the appropriate BLM office.
 - f. 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.
 - g. 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

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the test at full stack pressure.

h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

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

D. 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.

RI12072020

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APD ID: 10400053835

Well Type: OIL WELL

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

Application Data Report

Submission Date: 02/03/2020

Highlighted data reflects the most

recent changes

Well Number: 407H

Show Final Text

Well Name: BELL LAKE UNIT NORTH

Well Work Type: Drill

Section 1 - General

Operator Name: KAISER FRANCIS OIL COMPANY

APD ID: 10400053835

Tie to previous NOS? N

Submission Date: 02/03/2020

BLM Office: CARLSBAD

User: Melanie Wilson

Title: Regulatory Analyst

Federal/Indian APD: FED

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

Lease number: NMNM0000587

Lease Acres:

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? YES

Federal or Indian agreement: FEDERAL

Agreement number: NMNM068292X

Agreement name: BELL LAKE

Keep application confidential? Y

Permitting Agent? YES

APD Operator: KAISER FRANCIS OIL COMPANY

Operator letter of designation:

Operator Info

Operator Organization Name: KAISER FRANCIS OIL COMPANY

Operator Address: 6733 S. Yale Ave.

Zip: 74121

Operator PO Box: PO Box 21468

Operator City: Tulsa

State: OK

Operator Phone: (918)491-0000

Operator Internet Address:

Section 2 - Well Information

Well in Master Development Plan? NO

Master Development Pian name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

Well Name: BELL LAKE UNIT NORTH

Well Number: 407H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: OJO CHISO

Pool Name: WOLFCAMP,

SOUTHWEST

Is the proposed well in an area containing other mineral resources? NATURAL GAS,OIL

Well Number: 407H Well Name: BELL LAKE UNIT NORTH

Is the proposed well in an area containing other mineral resources? NATURAL GAS,OIL

Is the proposed well in a Helium production area? N Use Existing Well Pad? N

New surface disturbance?

Type of Well Pad: MULTIPLE WELL

Multiple Well Pad Name: NORTH BELL LAKE UNIT Number: 6

Well Class: HORIZONTAL

Number of Legs: 1

Well Work Type: Drill Well Type: OIL WELL **Describe Well Type:**

Well sub-Type: EXPLORATORY (WILDCAT)

Describe sub-type:

Distance to town: 20 Miles

Distance to nearest well: 30 FT

Distance to lease line: 635 FT

Reservoir well spacing assigned acres Measurement: 480 Acres

BLUN_407H_C102_20200129112112.pdf Well plat:

BLUN_407H_Pymt_20200129123034.pdf

Well work start Date: 07/01/2020

Duration: 40 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

Survey number: 7640

Reference Datum: GROUND LEVEL

Wellbore	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	Will this well produce from this lease?
SHL Leg #1	200 5	FNL	107 3	FW L	238		6	Lot 5	32.33516 67	- 103.5140 298	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 000124 4A	348 1	0	0	N
KOP Leg #1	203 0	FNL	415	FW L	238	34E	6	Lot 5	32.33510 9	- 103.5161 62	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 000124 4A	- 764 6	111 65	111 27	N

Well Name: BELL LAKE UNIT NORTH Well Number: 407H

Wellbore	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	TVD	Will this well produce from this lease?
PPP Leg #1-1	264 0	FSL	350	FW L	23S	34E	7	Lot 3	32.31926 3	- 103.5163 13	LEA	NEW MEXI CO	NEW MEXI CO	S	STATE	- 821 9	173 05	117 00	Υ
PPP Leg #1-2	0	FNL	350	FW L	238	34E	7	Lot 1	32.32638 2	- 103.5162 45	LEA		NEW MEXI CO	F	NMLC0 065194	- 821 9	146 65	117 00	Υ
	260 0	FSL	410	FW L	238	34E	6	Lot 6	32.33353 4	- 103.5161 77	LEA	NEW MEXI CO		F	NMNM 000058 7	- 821 9	120 65	117 00	Υ
	264 0	FSL	417	FW L	23S	34E	6	Lot 6	32.33364 4	- 103.5161 76	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 000058 7	- 821 6	120 25	116 97	Υ
EXIT Leg #1	100	FSL	350	FW L	23S	34E	7	Lot 4	32.31215 4	- 103.5163 8	LEA	NEW MEXI CO	NEW MEXI CO	S	STATE	- 821 9	198 00	117 00	Y
BHL Leg #1	100	FSL	350	FW L	23S	34E	7	Lot 4	32.31215 4	- 103.5163 8	LEA	NEW MEXI CO	NEW MEXI CO	S	STATE	- 821 9	198 00	117 00	Υ

Melanie Wilson

From: notification@pay.gov

Sent: Wednesday, January 29, 2020 12:29 PM

To: mjp1692@gmail.com

Subject: Pay.gov Payment Confirmation: BLM Oil and Gas Online Payment



An official email of the United States government



Your payment has been submitted to Pay.gov and the details are below. If you have any questions regarding this payment, please contact BLM OC CBS Customer Service at (303) 236-6795 or BLM_OC_CBS_Customer_Service@blm.gov.

Application Name: BLM Oil and Gas Online Payment

Pay.gov Tracking ID: 26N6EOHP Agency Tracking ID: 75940505815

Transaction Type: Sale

Transaction Date: 01/29/2020 02:28:55 PM EST Account Holder Name: GEORGE B KAISER

Transaction Amount: \$10,230.00

Card Type: Visa

Card Number: **********0061

Company: Kaiser-Francis Oil Company

APD IDs: 10400053835

Lease Numbers: NMNM0000587

Well Numbers: 407H

Note: You will need your Pay.gov Tracking ID to complete your APD transaction in AFMSS II.

Please ensure you write this number down upon completion of payment.

THIS IS AN AUTOMATED MESSAGE. PLEASE DO NOT REPLY.



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

Well Name: BELL LAKE UNIT NORTH

Drilling Plan Data Report 01/22/2021

APD ID: 10400053835

Submission Date: 02/03/2020

Highlighted data reflects the most

recent changes

Operator Name: KAISER FRANCIS OIL COMPANY

Well Number: 407H

Show Final Text

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical Depth	Measured Depth	Lithologies	Mineral Resources	Producing
648770		3480	0	0	OTHER : Surface	NONE	N
648771	RUSTLER	2280	1200	1200	SANDSTONE	NONE	N
648772	SALADO	2005	1475	1475	SALT	NONE	N
648773	TOP SALT	1680	1800	1800	SALT	NONE	N
648774	BASE OF SALT	-1270	4750	4750	SALT	NONE	N
648775	LAMAR	-1570	5050	5050	SANDSTONE	NATURAL GAS, OIL	N
648776	BELL CANYON	-1870	5350	5350	SANDSTONE	NATURAL GAS, OIL	N
648777	CHERRY CANYON	-3070	6550	6550	SANDSTONE	NATURAL GAS, OIL	N
648778	BRUSHY CANYON	-4720	8200	8200	SANDSTONE	NATURAL GAS, OIL	N
648779	BONE SPRING	-4945	8425	8425	LIMESTONE	NATURAL GAS, OIL	N
648780	AVALON SAND	-5260	8740	8740	SANDSTONE	NATURAL GAS, OIL	N
648781	BONE SPRING 1ST	-6195	9675	9675	SANDSTONE	NATURAL GAS, OIL	N
648788	BONE SPRING 2ND	-6720	10200	10200	SANDSTONE	NATURAL GAS, OIL	N
652391	BONE SPRING LIME	-7220	10700	10700	LIMESTONE	NATURAL GAS, OIL	N
652392	BONE SPRING 3RD	-7720	11200	11200	SANDSTONE	NATURAL GAS, OIL	N
652393	WOLFCAMP	-8020	11500	11500	SANDSTONE	NATURAL GAS, OIL	Y

Section 2 - Blowout Prevention

Well Name: BELL LAKE UNIT NORTH Well Number: 407H

Pressure Rating (PSI): 5M Rating Depth: 13000

Equipment: A 5M system will be installed according to Onshore Order #2 consisting of an Annular Preventer, BOP with two rams, a blind ram and safety valves and appropriate handles located on the rig floor. BOP will be equipped with 2 side outlets (choke side shall be a minimum 3 line, and kill side will be a minimum 2 line). Kill line will be installed with (2) valves and a check valve (2 min) of proper pressure rating for the system. Remote kill line (2 min) will be installed and ran to the outer edge of the substructure and be unobstructed. A manual and hydraulic valve (3 min) will be installed on the choke line, 3 chokes will be used with one being remotely controlled. Fill up line will be installed above the uppermost preventer. Pressure gauge of proper pressure rating will be installed on choke manifold. Upper and lower kelly cocks will be utilized with handles readily available in plain sight. A float sub will be available at all times. All connections subject to well pressure will be flanged, welded, or clamped.

Requesting Variance? YES

Variance request: Flex Hose Variance MultiBowl Wellhead 5M Annular Variance

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

Choke Diagram Attachment:

BLUN_407H_Choke_Manifold_20200203103704.pdf

BOP Diagram Attachment:

BLUN_407H_Flex_Hose_20200129110333.pdf

BLUN_407H_Annular_BOP_Variance_Rqst_20200129110334.pdf

BLUN_407H_Wellhead_20200129110334.pdf

BLUN Well Control_Plan_20200129165724.pdf

BLUN_407H_BOP_20200203135502.pdf

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	14.7 5	10.75	NEW	API	N	0	1250	0	1250	3481	2231	1250	J-55	40.5	ST&C	2.7	5.4	DRY	8.3	DRY	12.4
2	INTERMED IATE	9.87 5	7.625	NEW	API	N	0	11065	0	11027		-7546	11065	HCP -110		LT&C	1.3	1.8	DRY	2.3	DRY	2.9
3	PRODUCTI ON	6.75	5.5	NEW	API	N	0	19800	0	11700		-8219	19800	P- 110		OTHER - USS Eagle SFH	1.8	2	DRY	2.7	DRY	3.1

Well Name: BELL LAKE UNIT NORTH Well Number: 407H

Casing Attachments

Casing ID: 1

String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

BLUN_407H_Csg_Assumptions_20200129111556.pdf

Casing ID: 2

String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

BLUN_407H_Csg_Assumptions_20200129110549.pdf

Casing ID: 3

String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

BLUN_407H_Prod_Csg_Specs_20200129111531.pdf

Section 4 - Cement

Well Name: BELL LAKE UNIT NORTH Well Number: 407H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	1250	602	1.7	13.5	1041	50	ExtendaCem	Poly E Flake

INTERMEDIATE	Lead	0	1106 5	837	2.7	11	2286	25	NeoCem	Extender
INTERMEDIATE	Tail	0	1106 5	571	1.2	15.6	684	25	Halcem	none
PRODUCTION	Lead	9000	1980 0	848	1.2	14.5	1037	15	Versacem	Halad

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: Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all time.

Describe the mud monitoring system utilized: PVT/Pason/Visual Monitoring

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	ЬН	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
1102 7	1170 0	OIL-BASED MUD	10	12							
1250	1102 7	OTHER : Brine	8.7	9							
0	1250	OTHER : Fresh Water	8.4	9							

Well Name: BELL LAKE UNIT NORTH Well Number: 407H

Section 6 - Test, Logging, Coring

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

Top of cement on production casing will be determined by calculation.

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

DIRECTIONAL SURVEY, GAMMA RAY LOG, MUD LOG/GEOLOGIC LITHOLOGY LOG, MUD LOG/GEOLOGICAL LITHOLOGY LOG,

Coring operation description for the well:

None planned

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 7300

Anticipated Surface Pressure: 4725

Anticipated Bottom Hole Temperature(F): 199

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

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

BLUN_H2S_Plan_20200114113955.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

BLUN_407H_Directional_Plan_20200129110628.pdf

Other proposed operations facets description:

Gas Capture Plan attached

Other proposed operations facets attachment:

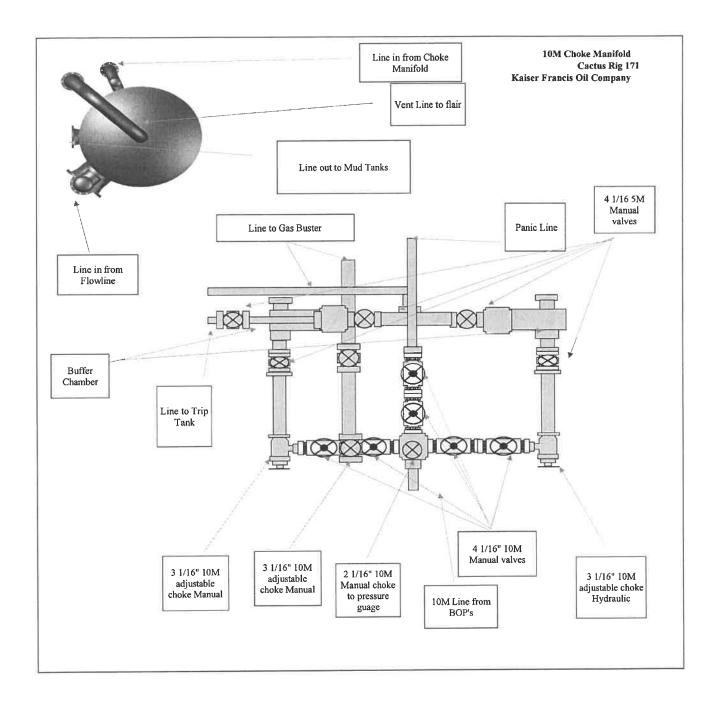
BLUN_Pad_6_GCP_20200122132813.pdf

Other Variance attachment:

BLUN_407H_Annular_BOP_Variance_Rqst_20200129110652.pdf

BLUN 407H Wellhead_20200129110652.pdf

BLUN_407H_Flex_Hose_20200129110652.pdf



KAISER-FRANCIS OIL COMPANY HYDROGEN SULFIDE (H2S) CONTINGENCY PLAN FOR DRILLING/COMPLETION WORKOVER/FACILITY

Bell Lake Unit North SECTION 1 -T23S-R33E SECTION 6 -T23S-R34E SECTION 5 -T23S-R34E

LEA COUNTY, NM

This well/facility is not expected to have H₂S, but due to the sensitive location, the following is submitted as requested.

TABLE OF CONTENTS

Emergency Response Activation and General Responsibilities	3
Individual Responsibilities During An H₂S Release	4
Procedure For Igniting An Uncontrollable Condition	5
Emergency Phone Numbers	6
Protection Of The General Public/Roe	7
Characteristics Of H ₂ S And SO ₂	8
Training	8
Public Relations	8
Maps	

EMERGENCY RESPONSE ACTIVATION AND GENERAL RESPONSIBILITIES

Activation of the Emergency Action Plan

In the event of any emergency situation, all personnel on location should first ensure that the following items are initiated. After that, they should refer to the appropriate Specific Emergency Guidance sections below for further responsibilities:

- 1. Notify the senior ranking contract representative on site.
- 2. Notify Kaiser-Francis representative in charge.
- 3. Notify civil authorities if the Kaiser-Francis Representative cannot be contacted and the situation dictates.
- 4. Perform rescue and first aid as required (without jeopardizing additional personnel).

General Responsibilities

In the event of an H₂S emergency, the following plan will be initiated.

- 1) All personnel will immediately evacuate to an up-wind and if possible up-hill "safe area".
- If for any reason a person must enter the hazardous area, they must wear a SCBA (Self contained breathing apparatus).
- 3) Always use the "buddy system".
- 4) Isolate the well/problem if possible.
- 5) Account for all personnel
- 6) Display the proper colors, warning all unsuspecting personnel of the danger at hand
- 7) Contact the Company personnel as soon as possible if not at the location. (use the enclosed call list as instructed)

At this point the company representative will evaluate the situation and coordinate the necessary duties to bring the situation under control, and if necessary, the notification of emergency response agencies and residents.

INDIVIDUAL RESPONSIBILITIES DURING AN H2S RELEASE

The following procedures and responsibilities will be implemented on activation of the H₂S siren and lights.

All Personnel:

1. On alarm, don escape unit (if available) and report to upwind briefing area.

Rig Manager/Tool Pusher:

- 1. Check that all personnel are accounted for and their condition.
- 2. Administer or arrange for first aid treatment, and/or call EMTs as needed.
- 3. Identify two people best suited to secure well and perform rescue, and instruct them to don SCBA.
- 4. Notify Contract management and Kaiser-Francis Representative.
- 5. Remain at the briefing area, assess and monitor personnel and overall situation for hazards or conditions that might warrant a change in the action plan.

Two People Responsible for Shut-in and Rescue:

- Don SCBA and acquire tools to secure well and perform rescue, i.e., wrenches, retrieval ropes, etc.
- Utilize the buddy system to secure well and perform rescue(s).
- 3. Return to the briefing area and stand by for further instructions.

All Other Personnel:

1. Isolate the area and prevent entry by other persons into the 100 ppm ROE.

Additionally the first responder(s) must evacuate any public places encompassed by the 100 ppm ROE. First responder(s) must take care not to injure themselves during this operation. Company and/or local officials must be contacted to aid in this operation. Evacuation of the public should be beyond the 100 ppm ROE.

Kaiser-Francis Oil Company Representative:

- 1. Remain at the briefing area, assess and monitor personnel and overall situation for hazards or conditions that might warrant a change in the action plan.
- 2. Notify company management or Local Incident Commander, and Police, Fire Department, or other local emergency services as required.

PROCEDURE FOR IGNITING AN UNCONTROLLABLE CONDITION:

Should control of the well be considered lost and ignition considered, take care to protect against exposure to Sulfur Dioxide (SO₂). Intentional ignition must be coordinated with the NMOCD and local officials. Additionally the NM State Police shall be the Incident Command of any major release.

The decision to ignite a well should be a last resort and one if not both of the following pertain.

- 1) Human life and/or property are in danger.
- 2) There is no hope of bringing the situation under control with the prevailing conditions at the site.

INSTRUCTIONS FOR IGNITION:

- 1) Two people are required. They must be equipped with positive pressure; self contained breathing apparatus and a "D"-ring style, full body, OSHA approved safety harness. Non-flammable rope will be attached.
- One of the people will be a qualified safety person who will test the atmosphere for H₂S, Oxygen, & LFL. The other person will be the company supervisor; he is responsible for igniting the well.
- 3) Ignite up-wind from a distance no closer than necessary. Make sure that where you ignite from has the maximum escape avenue available. A 25mm flare gun shall be used, with a +/-500' range to ignite the gas.
- 4) Prior to ignition, make a final check for combustible gases.
- 5) Following ignition, continue with the emergency actions & procedures as before.

CONTACTING AUTHORITIES

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

EMERGENCY CALL LIST: (Start and continue until ONE of these people have been reached)

Kaiser-Francis Oil Co.	<u>OFFCE</u> 918/494-0000	<u>MOBILE</u>
Bill Wilkinson	580/668-2335	580/221-4637
David Zerger	918/491-4350	918/557-6708
Charles Lock	918/491-4337	918/671-6510
Stuart Blake	918/491-4347	918/510-4126
Robert Sanford	918/491-4201	918/770-2682
Eric Hansen	918/491-4339	918/527-5260

EMERGENCY RESPONSE NUMBERS: Lea County, New Mexico

State Police Artesia	575/748-9718
State Police – Hobbs	575/392-5580
State Police - Carlsbad	575/885-3138
Lea County Sheriff - Lovington	575/396-3611
Local Emergency Planning Center – Lea County	575/396-8607
Local Emergency Planning Center - Eddy County	575/885-3581
Fire Fighting, Rescue & Ambulance – Carlsbad	911 or 575/885-3125
Fire Fighting, Rescue & Ambulance – Hobbs	911 or 575/397-9308
Fire Fighting – Jal Volunteer Fire Department	911 or 505/395-2221
New Mexico Oil & Gas Commission – Artesia	575/748-1283
New Mexico Oil & Gas Commission – Hobbs	575/393-6161
Air Medical Transport Services – Hobbs	800/550-1025
Med Flight Air Ambulance – Albuquerque	505/842-4433
Angel MedFlight	844/553-9033
DXP	432/580-3770
BJ Services	575/392-5556
Halliburton	575/392-6531
I leader the second sec	800/844-8451

PROTECTION OF THE GENERAL PUBLIC/ROE:

In the event of a release with a concentration greater than 100 ppm H₂S, the ROE (Radius of Exposure) calculations will be done to determine if the following conditions have been met:

- Does the 100 ppm ROE include any public area (any place not associated with this site)
- Does the 500 ppm ROE include any public road (any road which the general public may travel)
- Is the 100 ppm ROE equal to or greater than 3000 feet

If any one of these conditions have been met then the Contingency Plan will be implemented. The following shows how to calculate the radius of exposure and an example.

Calculation for the 100 ppm ROE:

(H2S concentrations in decimal form)

X = [(1.589)(concentration)(Q)] (0.6258)

10,000 ppm +=1.+ 1,000 ppm +=.1+

Calculation for the 500 ppm ROE:

100 ppm +=.01+ 10 ppm +=.001+

X+[(0.4546)(concentration)(Q)] (.06258)

EXAMPLE: If a well/facility has been determined to have 150 ppm H₂S in the gas mixture and the well/facility is producing at a gas rate of 200 MCFPD then:

ROE for 100 PPM X=[(1.589)(.0150)(200)] (0.6258)

X=2.65'

ROE for 500 PPM X=[(.4546)(.0150)(200)] (0.6258)

X=1.2'

(These calculations will be forwarded to the appropriate District NMOCD office when applicable.)

PUBLIC EVACUATION PLAN:

(When the supervisor has determined that the General Public will be involved, the following plan will be implemented)

- Notification of the emergency response agencies of the hazardous condition and Implement evacuation procedures.
- 2) A trained person in H₂S safety, shall monitor with detection equipment the H₂S Concentration, wind and area of exposure (ROE). This person will determine the outer perimeter of the hazardous area. The extent of the evacuation area will be determined from the data being collected. Monitoring shall continue until the situation has been resolved. (All monitoring equipment will be UL approved, for use in class I groups A,B,C & D, Division I, hazardous locations. All monitors will have a minimum capability of measuring H₂S, oxygen, and flammable values.)
- Law enforcement shall be notified to set up necessary barriers and maintain such for the duration of the situation as well as aid in the evacuation procedure.
- 4) The company supervising personnel shall stay in communication with all agencies through out the duration of the situation and inform such agencies when the situation has been contained and the effected area(s) is safe to enter.

CHARACTERISTICS OF H2S AND SO2

Common Name	Chemical Formula	Specific Gravity	Threshold Limit	Hazardous Limit	Lethal Concentration
Hydrogen Sulfide	H₂S	1.189 Air = 1	10 ppm	100 ppm	600 ppm
Sulfur Dioxide	SO ₂	2.21 Air = 1	2 ppm	N/A	1000 ppm

TRAINING:

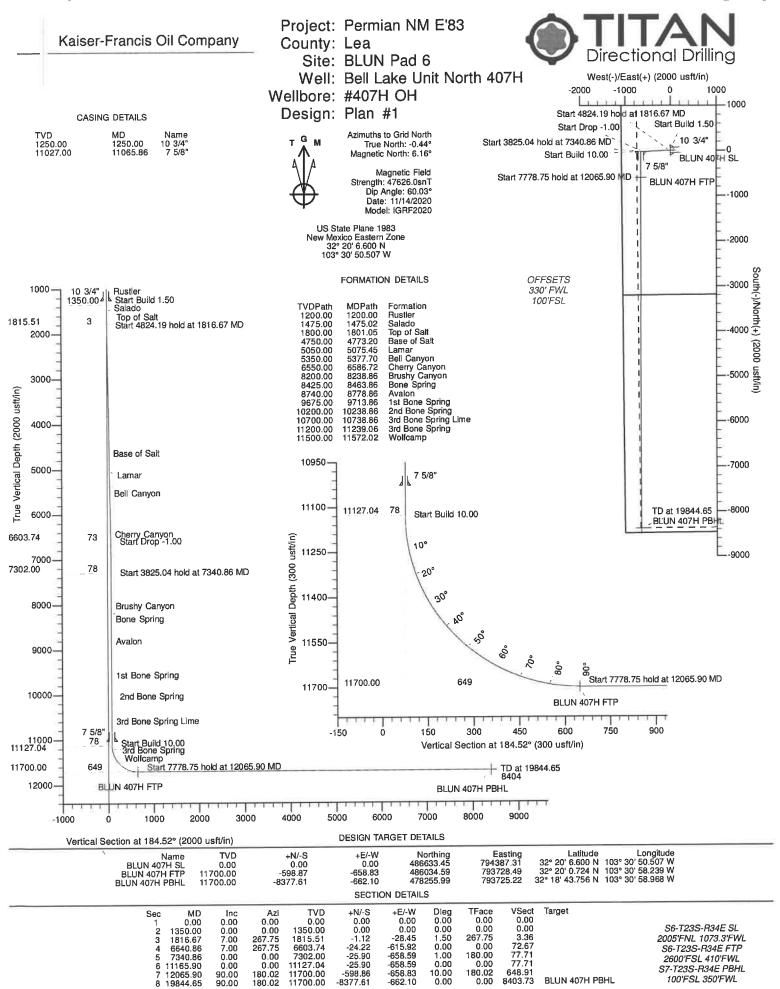
All responders must have training in the detection of H₂S measures for protection against the gas, equipment used for protection and emergency response. Weekly drills by all crews will be conducted and recorded in the IADC daily log. Additionally, responders must be equipped with H₂S monitors at all times.

PUBLIC RELATIONS

Kaiser-Francis recognizes that the news media have a legitimate interest in incidents at Kaiser-Francis facilities that could affect the public. It is to the company's benefit to cooperate with the news media when incidents occur because these media are our best liaison with the public.

Our objective is to see that all reports of any emergency are factual and represent the company's position fairly and accurately. Cooperation with news media representatives is the most reliable quarantee that this objective will be met.

All contract and Kaiser-Francis employees are instructed <u>NOT</u> to make any statement to the media concerning the emergency incident. If a media representative contacts any employee, they should refer them to the designated Emergency Command Center where they should contact the Incident Commander or his designated relief for any information concerning the incident.



Survey Report

Company: Project:

Kaiser-Francis Oil Company

Permian NM E'83 **BLUN Pad 6**

Bell Lake Unit North 407H Well:

Wellbore: #407H OH Design: Plan #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method: Database:

Well Bell Lake Unit North 407H - Slot F

est.GL+KB @ 3507.00usft (planning) est.GL+KB @ 3507.00usft (planning)

Minimum Curvature EDM 5k-14

Project

Site:

Permian NM E'83

Map System: Geo Datum:

US State Plane 1983 North American Datum 1983 New Mexico Eastern Zone

System Datum:

Mean Sea Level

Using geodetic scale factor

Map Zone: Site

Well

BLUN Pad 6, Centered on #207H

Site Position: From:

Мар

+N/-S

Northing: Easting:

486,583.25 usft 794,420.27 usft Latitude: Longitude:

Grid Convergence:

32° 20' 6.101 N 103° 30' 50.128 W

0.44°

Position Uncertainty:

0.00 usft

Slot Radius:

13-3/16 "

32° 20' 6.600 N

Well Position

0.00 usft +E/-W 0.00 usft 0.00 usft

Bell Lake Unit North 407H - Slot F

Northing: Easting:

486,633.45 usft 794,387.31 usft Wellhead Elevation:

Longitude: usft Ground Level: 103° 30' 50.507 W 3,481.60 usft

Position Uncertainty

Depth From (TVD)

Latitude:

0.00

#407H OH Wellbore **Model Name** Magnetics

Sample Date

Declination (°)

Dip Angle (°)

Field Strength (nT)

47,626.00213345 6.60 60.03 IGRF2020 11/14/20 Plan #1

+N/-S

(usft)

Design **Audit Notes:**

Version:

Vertical Section:

Phase:

PROTOTYPE

Tie On Depth:

Direction

(°)

(usft) 0.00

0.00

+E/-W (usft) 0.00

184,52

Planned Survey Vertical Dogleg Build Turn Vertical Measured Rate Rate Depth +E/-W Section Rate +N/-S Depth Azimuth Inclination (°/100usft) (°/100usft) (usft) (usft) (°/100usft) (usft) (usft) (usft) (*) 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 1,200.00 0.00 0.00 0.00 0.00 0.00 1.200.00 Rustler 0.00 0.00 0.00 0.00 0.00 0.00 1,250.00 0.00 0.00 1,250.00 10 3/4" 0.00 0.00 1.350.00 0.00 0.00 0.00 0.00 0,00 0.00 1,350.00 0.00 1.50 1.50 1,400.00 -0.01 -0.33 0.04 1,400.00 0.75 267.75 1.50 1.50 0.00 1,475.00 -0.08 -2.040.24 1.475.02 1.88 267.75 Salado 0.00 0.35 1.50 1.50 -2.94 1,499.96 -0.121,500.00 2.25 267.75 1.50 1.50 0.00 -0.32 -8.17 0.96 267.75 1,599.82 1,600.00 3.75 0.00 1 89 1.50 1.50 267.75 1,699.51 -0.63 -16.01 1,700.00 5.25 1.50 1.50 0.00 -26.46 3.12 -1.04 1,800.00 6.75 267.75 1,798.96 1.50 1.50 0.00 -26.58 3.14 -1.05 1,800.00 1,801.05 6.77 267.75 Top of Salt 0.00 1.50 267.75 1,815.51 -1.12 -28.45 3.36 1.50 7.00 1,816.67

Survey Report

Company: Project:

Kaiser-Francis Oil Company

Permian NM E'83

#407H OH

Site: Well: BLUN Pad 6 Bell Lake Unit North 407H

Wellbore:

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Bell Lake Unit North 407H - Slot F

est.GL+KB @ 3507.00usft (planning) est.GL+KB @ 3507.00usft (planning)

Grid

Minimum Curvature

n: Plar	T #1			Database:			EDM 5k-14		
ed Survey								Pull-I	Town
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
1,900.00	7.00	267.75	1,898.22	-1.52	-38.60	4.55	0.00	0.00	0.00
2,000.00	7.00	267.75	1,997.47	-2.00	-50.78	5.99	0.00	0.00	0.00
2,100.00	7.00	267.75	2,096.73	-2.48	-62.95	7.43	0.00	0.00	0.00
2,200.00	7.00	267.75	2,195.98	-2.95	-75.13	8.86	0.00	0.00	0.00
2,300.00	7.00	267.75	2,295.24	-3.43	-87.31	10.30	0.00	0.00	0.00
2,400.00	7.00	267.75	2,394.49	-3.91	-99.49	11.74	0.00	0.00	0.00
2,500.00	7.00	267.75	2,493.75	-4.39	-111.66	13.18	0.00	0.00	0.00
2,600.00	7.00	267.75	2,593.00	-4.87	-123.84	14.61	0.00	0.00	0.00
2,700.00	7.00	267.75	2,692.26	-5.35	-136.02	16.05	0.00	0.00	0.00
2,800.00	7.00	267.75	2,791.51	-5.83	-148.20	17.49	0.00	0.00	0.00
2,900.00	7.00	267.75	2,890.77	-6.31	-160.37	18.92	0.00	0.00	0.00
3,000.00	7.00	267.75	2,990.02	-6.79	-172.55	20.36	0.00	0.00	0.00
3,100.00	7.00	267.75	3,089.27	-7.27	-184.73	21.80	0.00	0.00	0.00
3,200.00	7.00	267.75	3,188.53	-7.74	-196.91	23.23	0.00	0.00	0.00
3,300.00	7.00	267.75	3,287.78	-8.22	-209.08	24.67	0.00	0.00	0.00
3,400.00	7.00	267.75	3,387.04	-8.70	-221.26	26.11	0.00	0.00	0.00
3,500.00	7.00	267.75	3,486.29	-9.18	-233.44	27.54	0.00	0.00	0.00
3,600.00	7.00	267.75	3,585.55	-9.66	-245.62	28.98	0.00	0.00	0.00
3,700.00	7.00	267.75	3,684.80	-10.14	-257.79	30.42	0.00	0.00	0.00
3,800.00	7.00	267.75	3,784.06	-10.62	-269.97	31.86	0.00	0.00	0.00
	7.00	267.75	3,883.31	-11.10	-282.15	33.29	0.00	0.00	0.00
3,900.00	7.00	267.75	3,982.57	-11.58	-294.33	34.73	0.00	0.00	0.00
4,000.00 4,100.00	7.00	267.75	4,081.82	-12.05	-306.50	36.17	0.00	0.00	0.00
4 000 00	7.00	267.75	4,181.08	-12.53	-318.68	37.60	0.00	0.00	0.00
4,200.00	7.00	267.75	4,280.33	-13.01	-330.86	39.04	0.00	0.00	0.00
4,300.00	7.00	267.75	4,230.53	-13.49	-343.04	40.48	0.00	0.00	0.00
4,400.00	7.00		4,478.84	-13.43	-355.21	41.91	0.00	0.00	0.00
4,500.00 4,600.00	7.00 7.00	267.75 267.75	4,578.09	-14.45	-367.39	43.35	0.00	0.00	0.00
ŕ		067.75	4,677.35	-14.93	-379.57	44.79	0.00	0.00	0.00
4,700.00	7.00	267.75	4,750.00	-14.53	-388.48	45.84	0.00	0.00	0.00
4,773.20	7.00	267.75	4,750.00	-10.20	-300.40	70.04	5.50	5.50	
Base of Sal		067 7F	4,776.60	-15.41	-391.75	46.22	0.00	0.00	0.00
4,800.00	7.00	267.75 267.75	4,776.60	-15.89	-403.92	47.66	0.00	0.00	0.00
4,900.00 5,000.00	7.00 7.00	267.75 267.75	4,875.00 4,975.11	-16.37	-416.10	49.10	0.00	0.00	0.00
			5,050.00	-16.73	-425.29	50.18	0.00	0.00	0.00
5,075.45 Lamar	7.00	267.75	5,050.00	-10.73	-425.29	30.10	0.00	0.50	3.30
5.100.00	7.00	267.75	5,074.37	-16.84	-428.28	50.53	0.00	0.00	0.00
5,200.00	7.00		5,173.62	-17.32	-440.46	51.97	0.00	0.00	0.00
5,300.00	7.00		5,272.88	-17.80	-452.63	53.41	0.00	0.00	0.00
5,377.70	7.00		5,350.00	-18.17	-462.10	54.52	0.00	0.00	0.00
Bell Canyo			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,						
5,400.00	7.00	267.75	5,372.13	-18.28	-464.81	54.85	0.00	0.00	0.00
5,500.00	7.00		5,471.39	-18.76	-476.99	56.28			0.00
5,600.00			5,570.64	-19.24	-489.17				0.00

Survey Report

Company: Project: Kaiser-Francis Oil Company

Permian NM E'83 BLUN Pad 6

Site: Well:

Bell Lake Unit North 407H

Wellbore: Design: #407H OH Plan #1 Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Database:

Well Bell Lake Unit North 407H - Slot F

est.GL+KB @ 3507.00usft (planning) est.GL+KB @ 3507.00usft (planning)

Grid

Minimum Curvature

EDM 5k-14

gn	· I Base I lea	1111			Database.	YELVEN IN		EDINI OK 11		
ıne	d Survey									
	Measured Depth (usft)	Inclination (°)	Azimuth	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
	5,700.00	7.00	267.75	5,669.89	-19.72	-501.34	59.16	0.00	0.00	0.00
	5,800.00	7.00	267.75	5,769.15	-20.20	-513.52	60.59	0.00	0.00	0.00
	5,900.00	7.00	267.75	5,868.40	-20.68	-525.70	62.03	0.00	0.00	0.00
	6,000.00	7.00	267.75	5,967.66	-21.15	-537.88	63.47	0.00	0.00	0.00
	6,100.00	7.00	267.75	6,066.91	-21.63	-550.05	64.90	0.00	0.00	0.00
	6,200.00	7.00	267.75	6,166.17	-22.11	-562.23	66.34	0.00	0.00	0.00
	6,300.00	7.00	267.75	6,265.42	-22.59	-574.41	67.78	0.00	0.00	0.00
	6,400.00	7.00	267.75	6,364.68	-23.07	-586.59	69.21	0.00	0.00	0.00
	6,500.00	7.00	267.75	6,463.93	-23.55	-598.76	70.65	0.00	0.00	0.00
	6,586.72	7.00	267.75	6,550.00	-23.96	-609.32	71.90	0.00	0.00	0.00
	Cherry Cany		201.10	0,000.00						
	6,600.00	7.00	267.75	6,563.19	-24.03	-610.94	72.09	0.00	0.00	0.00
	6,640.86	7.00	267.75	6,603.74	-24.22	-615.92	72.67	0.00	0.00	0.00
	6,700.00	6.41	267.75	6,662.48	-24.50	-622.82	73.49	1.00	-1.00	0.00
	6,800.00	5.41	267.75	6,761.94	-24.90	-633.10	74.70	1.00	-1.00	0.00
	6,900.00	4.41	267.75	6,861.58	-25.24	-641.65	75.71	1.00	-1.00	0.00
	7,000.00	3.41	267.75	6,961.34	-25.50	-648.46	76.52	1.00	-1.00	0.00
	7,100.00	2.41	267.75	7,061.21	-25.70	-653.53	77.11	1.00	-1.00	0.00
	7,200.00	1.41	267.75	7,161.16	-25.83	-656.86	77.51	1.00	-1.00	0.00
	7,300.00	0.41	267.75	7,261.14	-25.90	-658.45	77.69	1.00	-1.00	0.00
	7,340.86	0.00	0.00	7,302.00	-25.90	-658.59	77.71	1.00	-1.00	0.00
	7,400.00	0.00	0.00	7,361.14	-25.90	-658.59	77.71	0.00	0.00	0.00
	7,500.00	0.00	0.00	7,461.14	-25.90	-658.59	77.71	0.00	0.00	0.00
	7,600.00	0.00	0.00	7,561.14	-25.90	-658.59	77.71	0.00	0.00	0.00
	7,700.00	0.00	0.00	7,661.14	-25.90	-658.59	77.71	0.00	0.00	0.00
	7,800.00	0.00	0.00	7,761.14	-25.90	-658.59	77.71	0.00	0.00	0.00
	7,900.00	0.00	0.00	7,861.14	-25.90	-658.59	77.71	0.00	0.00	0.00
	8,000.00	0.00	0.00	7,961.14	-25.90	-658.59	77.71	0.00	0.00	0.00
	8,100.00	0.00	0.00	8,061.14	-25.90	-658.59	77.71	0.00	0.00	0.00
	8,200.00	0.00	0.00	8,161.14	-25.90	-658.59	77.71	0.00	0.00	0.00
	8,238.86	0.00	0.00	8,200.00	-25.90	-658.59	77.71	0.00	0.00	0.00
	Brushy Can									
	8,300.00	0.00	0.00	8,261.14	-25.90	-658.59	77.71	0.00	0.00	0.00
	8,400.00	0.00	0.00	8,361.14	-25.90	-658.59	77.71	0.00	0.00	0.00
	8,463.86	0.00	0.00	8,425.00	-25.90	-658.59	77.71	0.00	0.00	0.00
	Bone Spring	3								
	8,500.00	0.00	0.00	8,461.14	-25.90	-658.59	77.71	0.00	0.00	0.00
	8,600.00	0.00	0.00	8,561.14	-25.90	-658.59	77.71	0.00	0.00	0.00
	8,700.00	0.00	0.00	8,661.14	-25.90	-658.59	77.71	0.00	0.00	0.00
	8,778.86	0.00	0.00	8,740.00	-25.90	-658.59	77.71	0.00	0.00	0.00
	Avalon									
	8,800.00	0.00	0.00	8,761.14	-25.90	-658.59	77.71	0.00	0.00	0.00
	8,900.00	0.00	0.00	8,861.14	-25.90	-658.59	77.71	0.00	0.00	0.00
	9,000.00	0.00	0.00	8,961.14	-25.90	-658.59	77.71	0.00	0.00	0.00

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COMPASS 5000.14 Build 85F

Survey Report

Company:

Kaiser-Francis Oil Company

Permian NM E'83 Project: BLUN Pad 6 Site:

Well: Wellbore:

Bell Lake Unit North 407H

#407H OH Design: Plan #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Database:

Well Bell Lake Unit North 407H - Slot F

est.GL+KB @ 3507.00usft (planning) est.GL+KB @ 3507.00usft (planning)

Grid

Minimum Curvature

EDM 5k-14

Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth (usft)	Inclination (°)	Azimuth (°)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Section (usft)	Rate (°/100usft)	Rate (°/100usft)	Rate (°/100usft)
9,100.00	0.00	0.00	9,061.14	-25.90	-658.59	77.71	0.00	0.00	0.00
9,200.00	0.00	0.00	9,161.14	-25.90	-658.59	77.71	0.00	0.00	0.00
9,300.00	0.00	0.00	9,261.14	-25.90	-658.59	77.71	0.00	0.00	0.00
9,400.00	0.00	0.00	9,361.14	-25.90	-658.59	77.71	0.00	0.00	0.00
9,500.00	0.00	0.00	9,461.14	-25.90	-658.59	77.71	0.00	0.00	0.00
9,600.00	0.00	0.00	9.561.14	-25.90	-658.59	77.71	0.00	0.00	0.00
9,700.00	0.00	0.00	9,661.14	-25.90	-658.59	77.71	0.00	0.00	0.00
9,713.86	0.00	0.00	9,675.00	-25.90	-658.59	77.71	0.00	0.00	0.00
1st Bone Sp	rina								
9,800.00	0.00	0.00	9,761.14	-25.90	-658.59	77.71	0.00	0.00	0.00
9,900.00	0.00	0.00	9,861.14	-25.90	-658.59	77.71	0.00	0.00	0.00
10,000.00	0.00	0.00	9,961.14	-25.90	-658.59	77.71	0.00	0.00	0.00
10,000.00	0.00	0.00	10,061.14	-25.90	-658.59	77.71	0.00	0.00	0.00
10,200.00	0.00	0.00	10,161.14	-25.90	-658.59	77.71	0.00	0.00	0.00
10,238.86	0.00	0.00	10,200.00	-25.90	-658.59	77.71	0.00	0.00	0.00
2nd Bone S									
10,300.00	0.00	0.00	10,261.14	-25.90	-658.59	77.71	0.00	0.00	0.00
-	0.00	0.00	10,361.14	-25.90	-658.59	77.71	0.00	0.00	0.00
10,400.00 10,500.00	0.00	0.00	10,461.14	-25.90	-658.59	77.71	0.00	0.00	0.00
10,600.00	0.00	0.00	10,561.14	-25.90	-658.59	77.71	0.00	0.00	0.00
10,700.00	0.00	0.00	10,661.14	-25.90	-658.59	77.71	0.00	0.00	0.00
10,738.86	0.00	0.00	10,700.00	-25.90	-658.59	77.71	0.00	0.00	0.00
3rd Bone Sp	oring Lime								2.22
10,800.00	0.00	0.00	10,761.14	-25.90	-658.59	77.71	0.00	0.00	0.00
10,900.00	0.00	0.00	10,861.14	-25.90	-658.59	77.71	0.00	0.00	0.00
11,000.00	0.00	0.00	10,961.14	-25.90	-658.59	77.71	0.00	0.00	0.00
11,065.86	0.00	0.00	11,027.00	-25.90	-658.59	77.71	0.00	0.00	0.00
7 5/8"									
11,100.00	0.00	0.00	11,061.14	-25.90	-658.59	77.71	0.00	0.00	0.00
11,165.90	0.00	0.00	11,127.04	-25.90	-658.59	77.71	0.00	0.00	0.00
11,200.00	3.41	180.02	11,161.12	-26.92	-658.59	78.72	10.00	10.00	0.00
11,239.06	7.32	180.02	11,200.00	-30.57	-658.59	82.36	10.00	10.00	0.00
3rd Bone S	pring								
11,250.00	8.41	180.02	11,210.84	-32.06	-658.59	83.85	10.00	10.00	0.00
11,300.00	13.41	180.02	11,259.92	-41.52	-658.60	93.28	10.00	10.00	0.00
11,350.00	18.41	180.02	11,307.99	-55.23	-658.60	106.94	10.00	10.00	0.00
11,400.00	23.41	180.02	11,354.68	-73.06	-658.61	124.73	10.00	10.00	0.00
11,450.00	28.41	180.02	11,399.64	-94.91	-658.62	146.50	10.00	10.00	0.00
11,500.00	33.41	180.02	11,442.53	-120.58	-658.63	172.10	10.00	10.00	0.00
11,550.00	38.41	180.02	11,483.01	-149.90	-658.64	201.32	10.00	10.00	0.00
11,572.02	40.61	180.02	11,500.00	-163.91	-658.65	215.29	10.00	10.00	0.00
Wolfcamp									
11,600.00	43.41	180.02	11,520.79	-182.63	-658.66	233.96	10.00	10.00	0.00
11,650.00	48.41	180.02	11,555.56	-218.53	-658.67	269.75	10.00	10.00	0.00

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COMPASS 5000.14 Build 85F

Survey Report

Company: Project:

Kaiser-Francis Oil Company

Permian NM E'83

Site: Well: BLUN Pad 6 Bell Lake Unit North 407H

Wellbore:

#407H OH Plan #1

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference:

Survey Calculation Method:

Well Bell Lake Unit North 407H - Slot F

est.GL+KB @ 3507.00usft (planning) est.GL+KB @ 3507.00usft (planning)

Grid

Minimum Curvature

Design:	Plar	n #1			Database:			EDM 5k-14		
lanned Surve	у									
Measu Dep (ust	th	Inclination	Azimuth	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
	100	(°)	(°)		E-Vallet -		308.42	10.00	10.00	0.00
	00.00	53.41	180.02	11,587.08	-257.33	-658.69	349.69	10.00	10.00	0.00
	50.00	58.41	180.02	11,615.10	-298.72	-658.71				0.00
11,8	00.00	63.41	180.02	11,639.40	-342.40	-658.72	393.24	10.00	10.00	
11,8	50.00	68.41	180.02	11,659.80	-388.03	-658.74	438.73	10.00	10.00	0.00
11.9	00.00	73.41	180.02	11,676.15	-435.27	-658.76	485.82	10.00	10.00	0.00
	50.00	78.41	180.02	11,688.32	-483.75	-658.78	534.15	10.00	10.00	0.00
-	00.00	83.41	180.02	11,696.21	-533.10	-658.80	583.35	10.00	10.00	0.00
	50.00	88.41	180.02	11,699.78	-582.96	-658.82	633.06	10.00	10.00	0.00
	65.90	90.00	180.02	11,700.00	-598.86	-658.83	648.91	10.00	10.00	0.00
12,0	.00.00	00.00		,.						
12,1	00.00	90.00	180.02	11,700.00	-632.96	-658.85	682.90	0.00	0.00	0.00
12,2	200.00	90.00	180.02	11,700.00	-732.96	-658.89	782.59	0.00	0.00	0.00
12,3	300.00	90.00	180.02	11,700.00	-832.96	-658.93	882.28	0.00	0.00	0.00
12,4	00.00	90.00	180.02	11,700.00	-932.96	-658.97	981.98	0.00	0.00	0.00
12,5	00.00	90.00	180.02	11,700.00	-1,032.96	-659.01	1,081.67	0.00	0.00	0.00
12.6	00.00	90.00	180.02	11,700.00	-1,132.96	-659.06	1,181.36	0.00	0.00	0.00
		90.00	180.02	11,700.00	-1,232.96	-659.10	1,281.05	0.00	0.00	0.00
	700.00	90.00	180.02	11,700.00	-1,332.96	-659.14	1,380.75	0.00	0.00	0.00
	300.00		180.02	11,700.00	-1,432.96	-659.18	1,480.44	0.00	0.00	0.00
	00.00	90.00				-659.22	1,580.13	0.00	0.00	0.00
13,0	00.00	90.00	180.02	11,700.00	-1,532.96	-055.22	1,000.10	0.00	0.00	0.00
13.1	100.00	90.00	180.02	11,700.00	-1,632.96	-659.27	1,679.82	0.00	0.00	0.00
	200.00	90.00	180.02	11,700.00	-1,732.96	-659.31	1,779.52	0.00	0.00	0.00
	300.00	90.00	180.02	11,700.00	-1,832.96	-659.35	1,879.21	0.00	0.00	0.00
-	100.00	90.00	180.02	11,700.00	-1,932.96	-659.39	1,978.90	0.00	0.00	0.00
	500.00	90.00	180.02	11,700.00	-2,032.96	-659.43	2,078.59	0.00	0.00	0.00
					0.400.00	050.40	0.479.00	0.00	0.00	0.00
13,6	00.00	90.00	180.02	11,700.00	-2,132.96	-659.48	2,178.29		0.00	0.00
13,7	700.00	90.00	180.02	11,700.00	-2,232.96	-659.52	2,277.98	0.00		0.00
13,8	800.00	90.00	180.02	11,700.00	-2,332.96	-659.56	2,377.67	0.00	0.00	
13,9	900.00	90.00	180.02	11,700.00	-2,432.96	-659.60	2,477.36	0.00	0.00	0.00
14,0	00.000	90.00	180.02	11,700.00	-2,532.96	-659.64	2,577.06	0.00	0.00	0.00
14 -	100.00	90.00	180.02	11,700.00	-2,632.96	-659.69	2,676.75	0.00	0.00	0.00
	200.00	90.00	180.02	11,700.00	-2,732.96	-659.73	2,776.44	0.00	0.00	0.00
	300.00	90.00	180.02	11,700.00	-2,832.96	-659.77	2,876.13	0.00	0.00	0.00
	400.00	90.00	180.02	11,700.00	-2,932.96	-659.81	2,975.83	0.00	0.00	0.00
		90.00	180.02	11,700.00	-3,032.96	-659.85	3,075.52	0.00	0.00	0.00
14,	500.00	50.00	100.02	11,100.00	0,000.00		_,			
14,	600.00	90.00	180.02	11,700.00	-3,132.96	-659.90	3,175.21	0.00	0.00	0.00
14,	700.00	90.00	180.02	11,700.00	-3,232.96	-659.94	3,274.90	0.00	0.00	0.00
	800.00	90.00	180.02	11,700.00	-3,332.96	-659.98	3,374.60	0.00	0.00	0.00
-	900.00	90.00	180.02	11,700.00	-3,432.96	-660.02	3,474.29	0.00	0.00	0.00
	000.00	90.00	180.02	11,700.00	-3,532.96	-660.06	3,573.98	0.00	0.00	0.00
			400.00	44 700 00	2 620 05	-660.11	3,673.67	0.00	0.00	0.00
	100.00	90.00	180.02	11,700.00	-3,632.96		3,773.37	0.00	0.00	0.00
	200.00	90.00	180.02	11,700.00	-3,732.96	-660.15		0.00	0.00	0.00
	300.00	90.00	180.02	11,700.00	-3,832.96	-660.19	3,873.06	0.00	0.00	0.00
	400.00	90.00	180.02	11,700.00	-3,932.96	-660.23	3,972.75		0.00	0.00
15,	500.00	90.00	180.02	11,700.00	-4,032.96	-660.28	4,072.44	0.00	0.00	0.00

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COMPASS 5000.14 Build 85F

Survey Report

Company: Project:

Site:

Well:

Kaiser-Francis Oil Company

Permian NM E'83

BLUN Pad 6

Bell Lake Unit North 407H

Wellbore: Design: #407H OH Plan #1 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Database:

Well Bell Lake Unit North 407H - Slot F est.GL+KB @ 3507.00usft (planning) est.GL+KB @ 3507.00usft (planning)

Grid

Minimum Curvature

EDM 5k-14

nned Survey			- 0000				E 2 1 1 1 1 1 1 1		
Measured Depth (usft)	Inclination	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
15,600.00	90.00	180.02	11,700.00	-4,132.96	-660.32	4,172.14	0.00	0.00	0.00
15,700.00	90.00	180.02	11,700.00	-4,232.96	-660.36	4,271.83	0.00	0.00	0.00
15,800.00	90.00	180.02	11,700.00	-4,332.96	-660.40	4,371.52	0.00	0.00	0.00
15,900.00	90.00	180.02	11,700.00	-4,432.96	-660.44	4,471.21	0.00	0.00	0.00
16,000.00	90.00	180.02	11,700.00	-4,532.96	-660.49	4,570.91	0.00	0.00	0.00
16,100.00	90.00	180.02	11,700.00	-4,632.96	-660.53	4,670.60	0.00	0.00	0.00
16,200.00	90.00	180.02	11,700.00	-4,732.96	-660.57	4,770.29	0.00	0.00	0.00
16,300.00	90.00	180.02	11,700.00	-4,832.96	-660.61	4,869.98	0.00	0.00	0.00
16,400.00	90.00	180.02	11,700.00	-4,932.96	-660.65	4,969.68	0.00	0.00	0.00
16,500.00	90.00	180.02	11,700.00	-5,032.96	-660.70	5,069.37	0.00	0.00	0.00
16,600.00	90.00	180.02	11,700.00	-5,132.96	-660.74	5,169.06	0.00	0.00	0.00
16,700.00	90.00	180.02	11,700.00	-5,232.96	-660.78	5,268.75	0.00	0.00	0.00
16,800.00	90.00	180.02	11,700.00	-5,332.96	-660.82	5,368.45	0.00	0.00	0.00
16,900.00	90.00	180.02	11,700.00	-5,432.96	-660.86	5,468.14	0.00	0.00	0.00
17,000.00	90.00	180.02	11,700.00	-5,532.96	-660.91	5,567.83	0.00	0.00	0.00
		450.00	44 700 00	5 000 00	-660.95	5,667.52	0.00	0.00	0.00
17,100.00		180.02	11,700.00	-5,632.96		5,767.22	0.00	0.00	0.00
17,200.00		180.02	11,700.00	-5,732.96	-660.99	5,866.91	0.00	0.00	0.00
17,300.00		180.02	11,700.00	-5,832.96	-661.03		0.00	0.00	0.00
17,400.00		180.02 180.02	11,700.00 11,700.00	-5,932.96 -6,032.96	-661.07 -661.12	5,966.60 6,066.29	0.00	0.00	0.00
17,500.00	90.00	100.02	11,700.00	-0,032.50	-001.12	0,000.20	0.00	0.00	-
17,600.00	90.00	180.02	11,700.00	-6,132.96	-661.16	6,165.98	0.00	0.00	0.00
17,700.00	90.00	180.02	11,700.00	-6,232.96	-661.20	6,265.68	0.00	0.00	0.00
17,800.00	90.00	180.02	11,700.00	-6,332.96	-661.24	6,365.37	0.00	0.00	0.00
17,900.00	90.00	180.02	11,700.00	-6,432.96	-661.28	6,465.06	0.00	0.00	0.00
18,000.00	90.00	180.02	11,700.00	-6,532.96	-661.33	6,564.75	0.00	0.00	0.00
18,100.00	90.00	180.02	11,700.00	-6,632.96	-661.37	6,664.45	0.00	0.00	0.00
18,200.00		180.02	11,700.00	-6,732.96	-661.41	6,764.14	0.00	0.00	0.00
18,300.00		180.02	11,700.00	-6,832.96	-661.45	6,863.83	0.00	0.00	0.00
18,400.00		180.02	11,700.00	-6,932.96	-661.49	6,963.52	0.00	0.00	0.00
18,500.00		180.02	11,700.00	-7,032.96	-661.54	7,063.22	0.00	0.00	0.00
40.000.00	00.00	180.02	11,700.00	-7,132.96	-661.58	7,162.91	0.00	0.00	0.00
18,600.00		180.02	11,700.00	-7,132.96	-661.62	7,162.61	0.00	0.00	0.00
18,700.00 18,800.00		180.02	11,700.00	-7,332.96	-661.66	7,362.29	0.00	0.00	0.00
18,800.00		180.02	11,700.00	-7,432.96	-661.70	7,461.99	0.00	0.00	0.00
19,000.00		180.02	11,700.00	-7,532.96	-661.75	7,561.68	0.00	0.00	0.00
19,000,00	50.00	100.02	11,700.00	1,002.00	301170	.,3030			
19,100.00	90.00	180.02	11,700.00	-7,632.96	-661.79	7,661.37	0.00	0.00	0.00
19,200.00	90.00	180.02	11,700.00	-7,732.96	-661.83	7,761.06	0.00	0.00	0.00
19,300.00	90.00	180.02	11,700.00	-7,832.96	-661.87	7,860.76	0.00	0.00	0.00
19,400.00	90.00	180.02	11,700.00	-7,932.96	-661.91	7,960.45	0.00	0.00	0.00
19,500.00	90.00	180.02	11,700.00	-8,032.96	-661.96	8,060.14	0.00	0.00	0.00
19,600.00	90.00	180.02	11,700.00	-8,132.96	-662.00	8,159.83	0.00	0.00	0.00
19,700.00		180.02	11,700.00	-8,232.96	-662.04	8,259.53	0.00	0.00	0.00
19,800.00		180.02	11,700.00	-8,332.96	-662.08	8,359.22	0.00	0.00	0.00

Survey Report

Company:

Kaiser-Francis Oil Company

Project: Site:

Permian NM E'83 BLUN Pad 6

Well: Wellbore: Design:

Bell Lake Unit North 407H

#407H OH Plan #1

Depth

(usft)

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: **Survey Calculation Method:**

Database:

Well Bell Lake Unit North 407H - Slot F

est.GL+KB @ 3507.00usft (planning) est.GL+KB @ 3507.00usft (planning)

Minimum Curvature

EDM 5k-14

Planned Survey

Vertical Measured Depth Inclination Azimuth Depth +N/-S +E/-W (usft) (usft) (usft) (usft) (°) 11,700.00 -8,377.61 -662.10 90.00 180.02 19,844.65

Vertical Section (usft) 8,403.73

Dogleg Build Rate Rate (°/100usft) (°/100usft)

0.00

Turn Rate (°/100usft)

0.00

Casing Points

Measured Vertical Depth (usft) 1,250.00 10 3/4" 1,250.00 11,065.86 11,027.00 7 5/8"

Hole Casing Diameter Diameter (") 10-3/4

(") 13-1/2

0.00

7-5/8

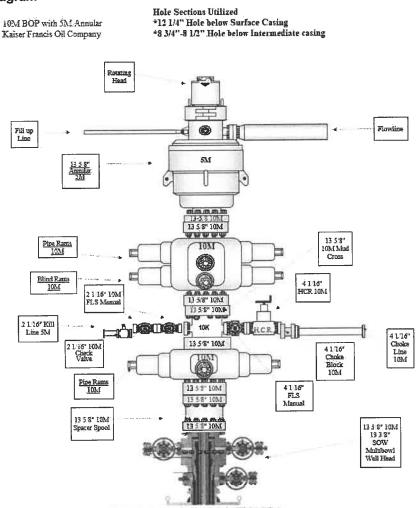
9-7/8

Formations						
	Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)
	1,200.00	1,200.00	Rustler			
	1,475.02	1,475.00	Salado			
	1,801.05	1,800.00	Top of Salt			
	4,773.20	4,750.00	Base of Salt			
	5,075.45	5,050.00	Lamar			
	5,377.70	5,350.00	Bell Canyon			
	6,586.72	6,550.00	Cherry Canyon			
	8,238.86	8,200.00	Brushy Canyon			
	8,463.86	8,425.00	Bone Spring			
	8,778.86	8,740.00	Avalon			
	9,713.86	9,675.00	1st Bone Spring			
	10,238.86	10,200.00	2nd Bone Spring			
	10,738.86	10,700.00	3rd Bone Spring Lime			
	11,239.06	11,200.00	3rd Bone Spring			
	11,572.02	11,500.00	Wolfcamp			

Kaiser Francis Oil Co. 10K Annular Variance Request

Kaiser Francis Oil Co. request a variance to use a 5K psi annular BOP with a 10K BOP stack. Attached are Kaiser Francis Oil Co. minimum processes required to assure a proper shut-in while drilling, tripping, open hole, and moving BHA through the BOPs. A minimum of one well control drill will be performed weekly per tour, to regulate compliance with well control procedures and plans. Drills will be determined by operations, and will variate on drills conducted. Drills will consist of but are not limited to pit, trip, open hole, and choke drills. This well control plan will be available for review to all rig personnel. A copy of well control plan will be located in the Kaiser Francis Oil Co. representative's office on location, and on the rig floor during drilling operations. All BOP equipment will be tested per Onshore O&G Order No. 2 with the exception of the 5K annular which will be tested to 70% of it rated working pressure.

A. BOP Diagram



Page 1 of 5

B. Component and Preventer Compatibility Table

Component	OD	Preventer	RWP
Drill Pipe	4 1/2"	Upper VBR: 3.5 – 5.5 Lower VBR: 3.5 – 5.5	10M
Heavyweight Drill Pipe	4 1/2"	Upper VBR: 3.5 – 5.5 Lower VBR: 3.5 – 5.5	10M
Drill Collars & MWD Tools	6 1/4"-4 3/4"	Annular Upper VBR: 3.5 – 5.5 Lower VBR: 3.5 – 5.5	5M 10M 10M
Mud Motor	8"-4 3/4"	Annular Upper VBR: 3.5 – 5.5 Lower VBR: 3.5 – 5.5	5M 10M 10M
Production Casing	5 1/2"	Upper VBR: 3.5 – 5.5 Lower VBR: 3.5 – 5.5	10M
Surface Casing	10-3/4"	Annular	5M
Intermediate Casing	7-5/8	Annular	5M
All	0 – 13 5/8"	Annular	5M
Open Hole		Blind Rams	10M

C. Well Control Procedures

- General Procedures While Drilling:
 - a. Sound alarm alert crew
 - b. Space out drill string
 - c. Shut down pumps and stop rotary
 - d. Open HCR
 - e. Shut well in, utilizing upper VBRs
 - f. Close choke
 - g. Confirm shut in
 - h. Notify rig manager and KFOC, Inc. company representative
 - i. Call KFOC, Inc. engineer
 - j. Read and record:
 - i. Shut in drill pressure and shut in casing pressure
 - ii. Pit gain
 - iii. Time
 - k. Regroup, identify forward plan
- II. General Procedures While Tripping:
 - a. Sound alarm alert crew
 - b. Stab full opening safety valve and close
 - c. Space out drill string
 - d. Open HCR

- e. Shut well in, utilizing upper VBRs
- f. Close choke
- g. Confirm shut in
- h. Notify rig manager and KFOC. company representative
- i. Call KFOC. engineer
- j. Read and record:
 - i. Shut in drill pressure and shut in casing pressure
 - ii. Pit gain
 - iii. Time
- k. Regroup, identify forward plan

III. General Procedures While Running Casing:

- a. Sound alarm alert crew
- b. Stab full opening safety valve and close
- c. Space out drill string
- d. Open HCR
- e. Shut well in, utilizing upper VBRs
- f. Close choke
- g. Confirm shut in
- h. Notify rig manager and KFOC company representative
- i. Call KFOC engineer
- j. Read and record:
 - i. Shut in drill pressure and shut in casing pressure
 - ii. Pit gain
 - iii. Time
- k. Regroup, identify forward plan

IV. General Procedures With No Pipe in Hole (Open Hole):

- a. Sound alarm alert crew
- b. Open HCR
- c. Shut well in with blind rams
- d. Close choke
- e. Confirm shut in
- f. Notify rig manager and KFOC company representative
- g. Call KFOC engineer
- h. Read and record:
- i. Shut in drill pressure and shut in casing pressure
 - ii. Pit gain
 - iii. Time
- j. Regroup, identify forward plan

V. General Procedures While Pulling BHA Through BOP Stack:

1. Prior to pulling last joint of drill pipe through stack A.

Perform flow check and if flowing:

- a. Sound alarm alert crew
- b. Stab full opening safety valve and close
- c. Space out drill string with tool joint just beneath upper pipe ram

Page **3** of **5**

- d. Open HCR
- e. Shut well in utilizing upper VBRs
- f. Close choke
- g. Confirm shut in
- h. Notify rig manager and KFOC company representative
- i. Call KFOC engineer
- j. Read and record:
 - i. Shut in drill pressure and shut in casing pressure
 - ii. Pit gain
 - iii. Time
- k. Regroup, identify forward plan
- 2. With BHA in the BOP stack and compatible ram preventer and pipe combo immediately available.
 - a. Sound alarm alert crew
 - b. Stab full opening safety valve and close
 - c. Space out drill string with tool joint just beneath upper pipe ram
 - d. Open HCR
 - e. Shut well in utilizing upper VBRs
 - f. Close choke
 - g. Confirm shut in
 - h. Notify rig manager and KFOC. company representative
 - i. Call KFOC engineer
 - j. Read and record:
 - i. Shut in drill pressure and shut in casing pressure
 - ii. Pit gain
 - iii, Time
 - k. Regroup, identify forward plan
- 3. With BHA in the BOP stack and no compatible ram preventer and pipe combo immediately available
 - a. Sound alarm alert crew
 - b. If possible to pick up high enough, pull string clear of the stack and follow Open Hole scenario (III)
 - c. If impossible to pick up high enough to pull the string clear of the stack:
 - Stab crossover, make up one joint/stand of drill pipe and full opening safety valve and close
 - ii. Space out drill string with tool joint just beneath the upper pipe ram
 - ii. Open HCR
 - iv. Shut in utilizing upper VBRs
 - v. Close choke
 - vi. Confirm shut in
 - vii. Notify rig manager and Mesquite SWD, Inc. company representative
 - viii. Read and record:
 - 1. Shut in drill pipe pressure and shut in casing pressure
 - 2. Pit gain
 - 3. Time

Page 4 of 5

d. Regroup and identify forward plan

^{**} If annular is used to shut in well and pressure build to or is expected to get to 50% of RWP, confirm space-out and swap to upper VBRs for shut in.



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

SUPO Data Report

APD ID: 10400053835

Submission Date: 02/03/2020

Highlighted data reflects the most

recent changes

Well Name: BELL LAKE UNIT NORTH

Well Number: 407H

Show Final Text

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Existing Roads

Operator Name: KAISER FRANCIS OIL COMPANY

Will existing roads be used? YES

Existing Road Map:

BLUN 407H Existing_Roads_20200129111704.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:

BLUN_407H_Access_Road_20200129111717.pdf

New road type: RESOURCE

Length: 762

Feet

Width (ft.): 30

Max slope (%): 2

Max grade (%): 2

Army Corp of Engineers (ACOE) permit required? N

ACOE Permit Number(s):

New road travel width: 20

New road access erosion control: Road construction requirements and regular maintenance would alleviate potential impacts to the access road from water erosion damage.

New road access plan or profile prepared? N

New road access plan attachment:

Access road engineering design? N

Access road engineering design attachment:

Well Name: BELL LAKE UNIT NORTH Well Number: 407H

Turnout? N

Access surfacing type: OTHER

Access topsoil source: BOTH

Access surfacing type description: Native caliche

Access onsite topsoil source depth: 6

Offsite topsoil source description: BLM's caliche pit in SWSW Section 22-T24-R34E or NENE Section 20-T23S-R33E.

Onsite topsoil removal process: The top 6 inches of topsoil is pushed off and stockpiled along the side of the location. An approximate 160 X 160 area is used within the proposed well site to remove caliche. Subsoil is removed and stockpiled within the pad site to build the location and road. Then subsoil is pushed back in the hole and caliche is spread accordingly across proposed access 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: Proposed access road will be crowned and ditched and constructed of 6 inch rolled and compacted caliche. Water will be diverted where necessary to avoid ponding, maintain good drainage, and to be consistent with local drainage patterns.

Road Drainage Control Structures (DCS) description: The ditches will be 3' wide with 3:1 slopes

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

BLUN_407H_1_Mile_Map_20200129111746.pdf BLUN_407H_1_Mile_Data_20200129111747.pdf

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

Submit or defer a Proposed Production Facilities plan? DEFER

Estimated Production Facilities description: Production facilities are planned for the south side of pad. Plan for initial wells: 2-1000 bbl water tanks and 5 -1000 bbl oil tanks, a temporary 6X20 horizontal 3-phase sep, a 48 X 10 3-phase sep, a 8 X 20 heater treater and a 48X 10 2-phase sep

Well Number: 407H Well Name: BELL LAKE UNIT NORTH

Section 5 - Location and Types of Water Supply

Water Source Table

Water source type: OTHER Describe type: Brine Water

Water source use type:

INTERMEDIATE/PRODUCTION

CASING

Source latitude:

Source longitude:

Source datum:

Water source permit type:

PRIVATE CONTRACT

Water source transport method:

TRUCKING

Source land ownership: PRIVATE

Source transportation land ownership: STATE

Water source volume (barrels): 20000

Source volume (acre-feet): 2.57786193

Source volume (gal): 840000

Water source type: OTHER Describe type: FRESH WATER

Water source use type:

STIMULATION

OTHER

Describe use type: ROAD/PAD CONSTRUCTION ANI

SURFACE CASING

Source latitude:

Source longitude:

Source datum:

Water source permit type:

PRIVATE CONTRACT

Water source transport method:

TRUCKING

Source land ownership: PRIVATE

Source transportation land ownership: OTHER

is a mixture of Federal, State and County.

Describe transportation land ownership: Source trai

Water source volume (barrels): 250000

Source volume (acre-feet): 32.223274

Source volume (gal): 10500000

Well Name: BELL LAKE UNIT NORTH

Well Number: 407H

Water source and transportation map:

BLUN_Pad_6_Wtr_Source_Map_20200122133639.pdf

Water source comments: Source transportation land ownership is a mixture of Federal, State and County.

New water well? N

New Water Well Info

Well latitude:

Well Longitude:

Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

Aquifer comments:

Aquifer documentation:

Well depth (ft):

Well casing type:

Well casing outside diameter (in.):

Well casing inside diameter (in.):

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

Using any construction materials: YES

Construction Materials description: On site caliche will be used for construction if sufficient. In the event insufficient quantities of caliche are available onsite, caliche will be trucked in from BLM's caliche pit in SWSW Section 22-T24-R34E or NENE Section 20-T23S-R33E.

Construction Materials source location attachment:

Section 7 - Methods for Handling Waste

Waste type: DRILLING

Waste content description: Drilling fluids and cuttings

Amount of waste: 3900

harrels

Waste disposal frequency: Weekly

Safe containment description: All drilling fluids will be stored safely and disposed of properly

Well Name: BELL LAKE UNIT NORTH Well Number: 407H

Safe containment attachment:

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

FACILITY

Disposal type description:

Disposal location description: Cuttings will be hauled to R360's facility located in Section 27-T20S-R32E on US 62/180 at

Halfway, NM

Waste type: SEWAGE

Waste content description: Human waste and grey water

Amount of waste: 1000 gallons

Waste disposal frequency: Weekly

Safe containment description: Waste material will be stored safely and disposed of properly

Safe containment attachment:

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

FACILITY

Disposal type description:

Disposal location description: Trucked to an approved disposal facility (Carlsbad sewer plant SENW Section 10-T22S-

R27E)

Waste type: GARBAGE

Waste content description: Miscellaneous trash

Amount of waste: 500 pounds

Waste disposal frequency: Weekly

Safe containment description: Trash produced during drilling and completion operations will be collected in a trash

container and disposed of properly Safe containmant attachment:

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

FACILITY

Disposal type description:

Disposal location description: Trucked to an approved disposal facility (Sandpoint Landfill (solid materials dump) NW/4

Section 11-T21S-R28E)

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit? NO

Reserve pit length (ft.) Reserve pit width (ft.)

Reserve pit depth (ft.) Reserve pit volume (cu. yd.)

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

Reserve pit liner

Well Name: BELL LAKE UNIT NORTH Well Number: 407H

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? Y

Description of cuttings location Cuttings will be stored in roll off bins and hauled to R360 located in Section 27-T20S-R32E on US 62/180 near Halfway.

Cuttings area length (ft.)

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

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

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: N

Ancillary Facilities attachment:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

BLUN_407H_Well_Site_Layout_20200827131421.pdf
BLUN_407H_Pad_6_Drlg_Layout_20200911133216.pdf
Comments:

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance Multiple Well Pad Name: NORTH BELL LAKE UNIT

Multiple Well Pad Number: 6

Recontouring attachment:

BLUN_407H_IR_Plat3_20200910075205.pdf

Drainage/Erosion control construction: During construction proper erosion control methods will be used to control erosion, runoff and siltation of the surrounding area.

Drainage/Erosion control reclamation: Proper erosion control methods will be used on the area to control erosion, runoff and siltation of the surrounding area.

Well Number: 407H Well Name: BELL LAKE UNIT NORTH

Well pad proposed disturbance

(acres): 5.96

Road proposed disturbance (acres):

0.53

Powerline proposed disturbance

(acres): 0

Pipeline proposed disturbance

(acres): 0

Other proposed disturbance (acres): 0

Total proposed disturbance: 6.49

Well pad interim reclamation (acres): Well pad long term disturbance

Road interim reclamation (acres): 0

Powerline interim reclamation (acres):

Pipeline interim reclamation (acres): 0

Other interim reclamation (acres): 0

Total interim reclamation: 0.91

(acres): 5.05

Road long term disturbance (acres):

0.53

Powerline long term disturbance

(acres): 0

Pipeline long term disturbance

(acres): 0

Other long term disturbance (acres): 0

Total long term disturbance: 5.58

Disturbance Comments:

Reconstruction method: The areas planned for interim reclamation will then be recontoured to the original contour if feasible, or if not feasible, to an interim contour that blends with the surrounding topography as much as possible. Where applicable, the fill material of the well pad will be backfilled into the cut to bring the area back to the original contour. The interim cut and fill slopes prior to re-seeding will not be steeper than a 3:1 ratio, unless the adjacent native topography is steeper. Note: Constructed slopes may be much steeper during drilling, but will be recontoured to the above ratios during interim reclamation.

Topsoil redistribution: Topsoil will be evenly respread and aggressively revegetated over the entire disturbed area not needed for all-weather operations

Soil treatment: To seed the area, the proper BLM seed mixture, free of noxious weeds, will be used. Final seedbed preparation will consist of contour cultivating to a depth of 4 to 6 inches within 24 hours prior to seeding, dozer tracking, or other imprinting in order to break the soil crust and create seed germination micro-sites.

Existing Vegetation at the well pad: The historic climax plant community is a grassland dominated by black grama, dropseeds, and blue stems with sand sage and shinnery oak distributed evenly throughout. Current landscape displays mesquite, shinnery oak, yucca, desert sage, fourwing saltbush, snakeweed, and bunch grasses Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: Refer to "Existing Vegetation at the well pad'

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline: Refer to "Existing Vegetation at the well pad"

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: None

Existing Vegetation Community at other disturbances attachment:

Non native seed used? N

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project? N

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? N

Well Name: BELL LAKE UNIT NORTH Well Number: 407H

Seed harvest description:

Seed harvest description attachment:

Seed Management

Seed Table

Seed Summary
Seed Type Pounds/Acre

Total pounds/Acre:

Seed reclamation attachment:

Operator Contact/Responsible Official Contact Info

First Name:

Last Name:

Phone:

Email:

Seedbed prep:

Seed BMP:

Seed method:

Existing invasive species? N

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: No invasive species present. Standard regular maintenance to maintain a clear location and road.

Weed treatment plan attachment:

Monitoring plan description: Identify areas supporting weeds prior to construction; prevent the introduction and spread of weeds from construction equipment during construction; and contain weed seeds and propagules by preventing segregated topsoil from being spread to adjacent areas. No invasive species present. Standard regular maintenance to maintain a clear location and road.

Monitoring plan attachment:

Success standards: To maintain all disturbed areas as per Gold Book standards

Pit closure description: N/A

Pit closure attachment:

Section 11 - Surface Ownership

Operator Name: KAISER FRANCIS OIL COMPANY Well Number: 407H Well Name: BELL LAKE UNIT NORTH Disturbance type: WELL PAD Describe: Surface Owner: STATE GOVERNMENT Other surface owner description: **BIA Local Office: BOR Local Office: COE Local Office: DOD Local Office: NPS Local Office:** State Local Office: NM STATE LAND OFFICE, 602 N CANAL ST B, CARLSBAD, NM 88220 Military Local Office: **USFWS Local Office:** Other Local Office: **USFS** Region: **USFS Ranger District: USFS Forest/Grassland:** Disturbance type: NEW ACCESS ROAD Describe: Surface Owner: STATE GOVERNMENT Other surface owner description: **BIA Local Office: BOR Local Office: COE Local Office: DOD Local Office: NPS Local Office:** State Local Office: NM STATE LAND OFFICE, 602 N CANAL STE B, CARLSBAD NM 88220 Military Local Office: **USFWS Local Office:** Other Local Office:

USFS Ranger District:

USFS Forest/Grassland:

USFS Region:

Well Name: BELL LAKE UNIT NORTH Well Number: 407H

Section 12 - Other Information

Right of Way needed? N

Use APD as ROW?

ROW Type(s):

ROW Applications

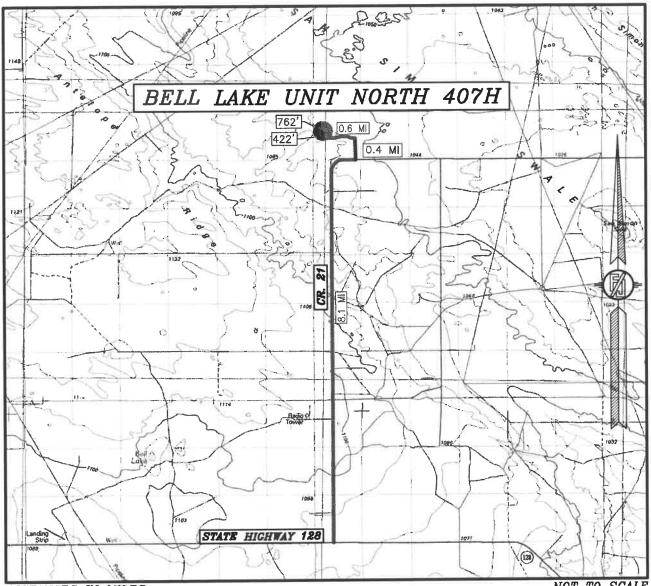
SUPO Additional Information:

Use a previously conducted onsite? Y

Previous Onsite information: Onsite conducted 10/24/2019 by Nik MacPhee (BLM), Eric Hansen (Kaiser-Francis) and Frank Jaramillo (Madron Surveying).

Other SUPO Attachment

SECTION 6, TOWNSHIP 23 SOUTH, RANGE 34 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO VICINITY MAP



DISTANCES IN MILES

DIRECTIONS TO LOCATION

DIRECTIONS TO LOCATION FROM THE INTERSECTION OF STATE HIGHWAY 128 AND CR. 21 (DELAWARE BASIN) GO NORTH ON CR. 21 FOR APPROX. 8.1 MILES TO 90' BEND EAST, CONTINUE EAST TO SECOND CALICHE LEASE ROAD (KAISER-FRANCIS SIGNS) GO NORTH ON CALICHE LEASE ROAD APPROX. 0.4 OF A MILE, GO WEST 0.8 OF A MILE TO BEGIN ROAD SURVEY, FOLLOW ROAD SURVEY NORTH 422', CONTINUE NORTH APPROX. 112' THEN NORTHWEST APPROX. 650' (TOTAL OF 782') TO THE NORTHWEST PAD CORNER FOR THIS LOCATION.

KAISER-FRANCIS OIL CO. BELL LAKE UNIT NORTH 407H LOCATED 2005 FT. FROM THE NORTH LINE AND 1073.3 FT. FROM THE WEST LINE OF SECTION 6, TOWNSHIP 23 SOUTH. RANGE 34 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO

OCTOBER 16, 2019

SURVEY NO. 7640

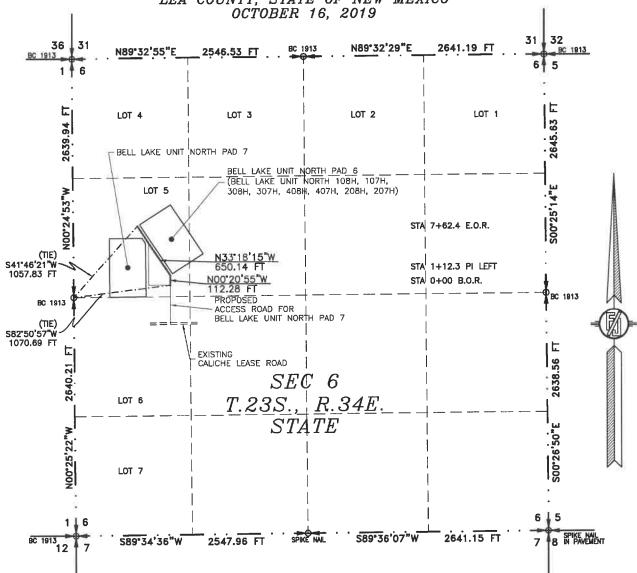
MADRON SURVEYING, INC. 501 SOUTH CANAL CARLSBAD, NEW MEXICO

ACCESS ROAD PLAT

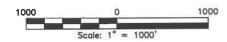
ACCESS ROAD TO THE BELL LAKE UNIT NORTH PAD 6 (BELL LAKE UNIT NORTH 108H, 107H, 308H, 307H, 408H, 407H, 208H, 207H)

KAISER-FRANCIS OIL CO.

CENTERLINE SURVEY OF AN ACCESS ROAD CROSSING SECTION 6, TOWNSHIP 23 SOUTH, RANGE 34 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO



SEE NEXT SHEET (2-2) FOR DESCRIPTION



GENERAL NOTES

1.) THE INTENT OF THIS ROUTE SURVEY IS TO ACQUIRE AN EASEMENT.

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 **SURVÉY.**

SHEET: 1-2

MADRON SURVEYING,

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 SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MEXICO.

IN WITNESS WHEREOF, THIS CERTIFICATE IS EXECUTED AT CARLSBAD,

NEW MEXICO, THIS DAY OF DECEMBER 2019



MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO 88220 Phone (575) 234-3341

SURVEY NO. 7640

NEW MEXICO

ACCESS ROAD PLAT

ACCESS ROAD TO THE BELL LAKE UNIT NORTH PAD 6 (BELL LAKE UNIT NORTH 108H, 107H, 308H. 307H, 408H, 407H, 208H, 207H)

KAISER-FRANCIS OIL CO. CENTERLINE SURVEY OF AN ACCESS ROAD CROSSING SECTION 6, TOWNSHIP 23 SOUTH, RANGE 34 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO OCTOBER 16, 2019

DESCRIPTION

A STRIP OF LAND 30 FEET WIDE CROSSING STATE OF NEW MEXICO LAND IN SECTION 6, TOWNSHIP 23 SOUTH, RANGE 34 EAST, N.M.P.M., LEA COUNTY, STATE OF NEW MEXICO AND BEING 15 FEET EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY:

BEGINNING AT A POINT WITHIN LOT 5 OF SAID SECTION 6, TOWNSHIP 23 SOUTH, RANGE 34 EAST, N.M.P.M., WHENCE THE WEST QUARTER CORNER OF SAID SECTION 6, TOWNSHIP 23 SOUTH, RANGE 34 EAST, N.M.P.M. BEARS 582'50'57"W, A DISTANCE OF 1070.69 FEET:

THENCE NOO'20'55"W A DISTANCE OF 112.28 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED; THENCE N33'18'15"W A DISTANCE OF 650.14 FEET THE TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE WEST QUARTER CORNER OF SAID SECTION 6, TOWNSHIP 23 SOUTH, RANGE 34 EAST, N.M.P.M. BEARS S41°46'21"W, A DISTANCE OF 1057.83 FEET;

SAID STRIP OF LAND BEING 762.42 FEET OR 46.21 RODS IN LENGTH, CONTAINING 0.525 ACRES MORE OR LESS AND BEING ALLOCATED BY FORTIES AS FOLLOWS:

LOT 5 762.42 L.F. 46.21 RODS 0.525 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 SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MEXICO.

IN WITNESS WHEREOF, THIS CERTIFICATE IS EXECUTED AT CARLSBAD,

20 DAY OF DECEMBER 2019 NEW MEXICO, THIS

JARA MADRON SURVEYING, INC.

OLLO PLS

CARLSBAD,

301 SOUTH CANAL CARLSBAD, NEW MEXICO 88220 Phone (575) 234-3341 SURVEY NO.

7640 NEW MEXICO

1.) THE INTENT OF THIS ROUTE SURVEY IS TO ACQUIRE AN EASEMENT.

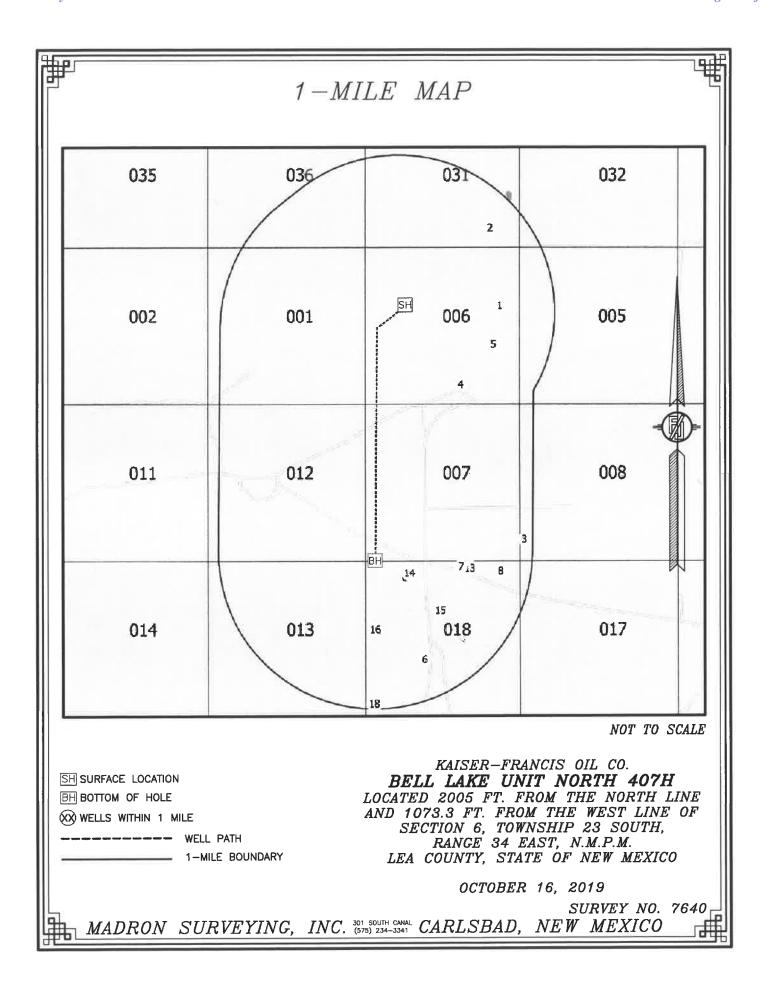
2.) BASIS OF BEARING AND DISTANCE IS NMSP EAST (NAD83) MODIFIED TO SURFACE COORDINATES. NAD 83 (FEET) AND NAVD 88 (FEET) COORDINATE SYSTEMS USED IN THE SURVEY.

SHEET: 2-2

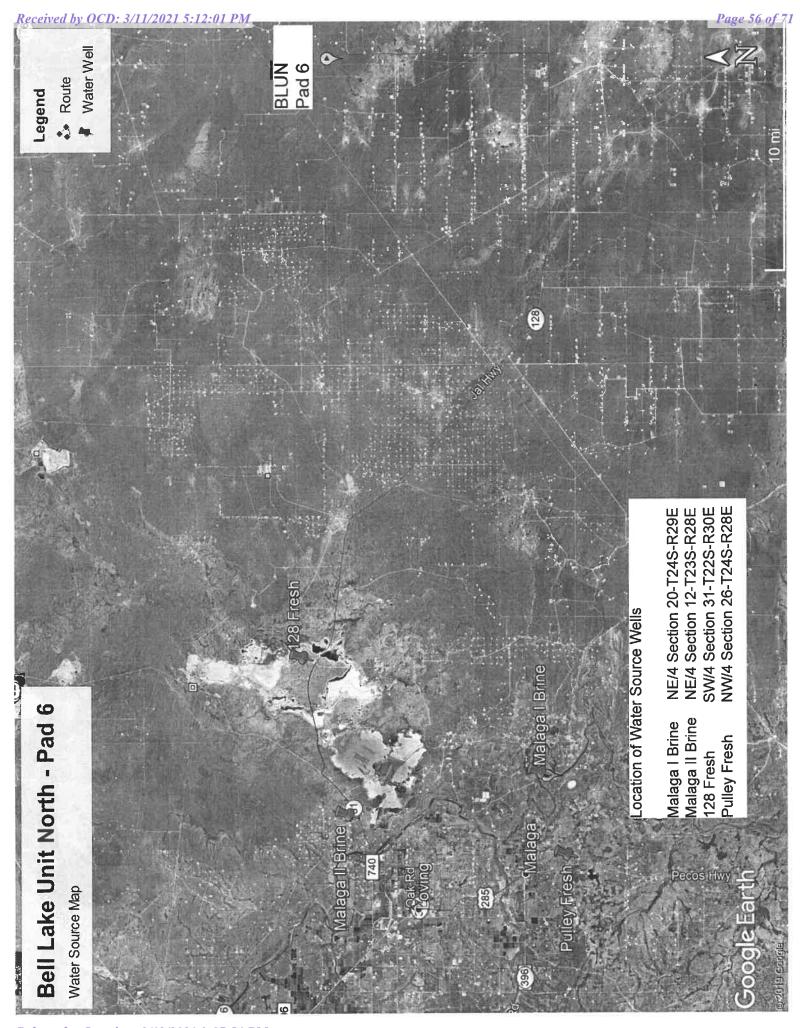
GENERAL NOTES

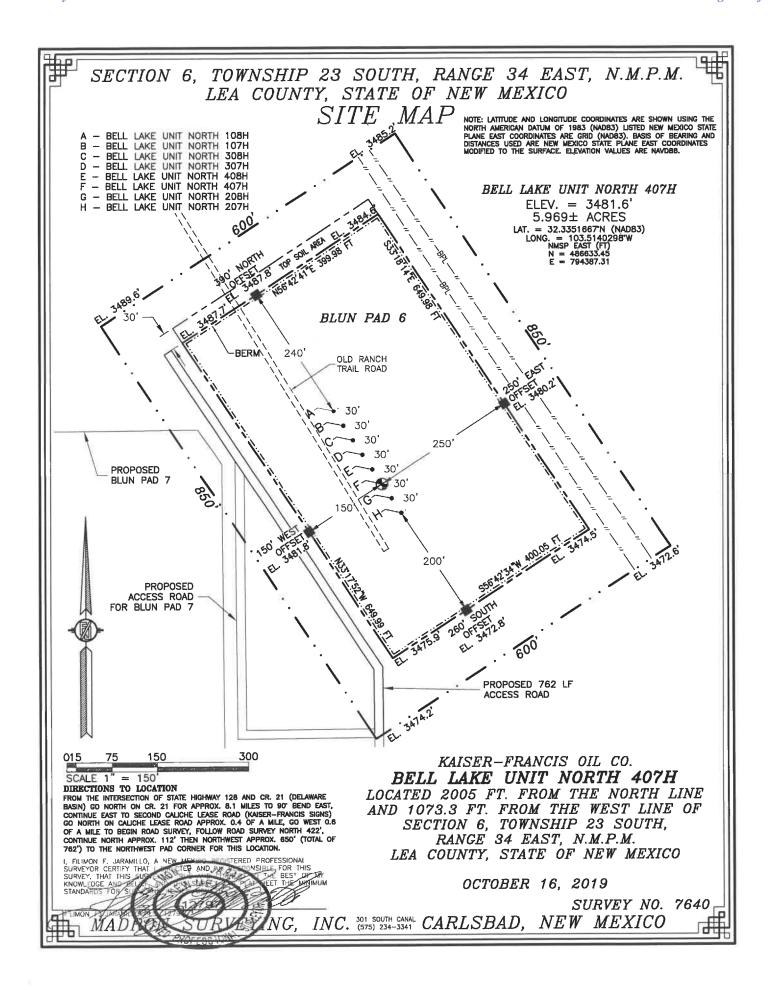
MADRON SURVEYING, INC. 301 SOUTH CANAL (575) 234-3341

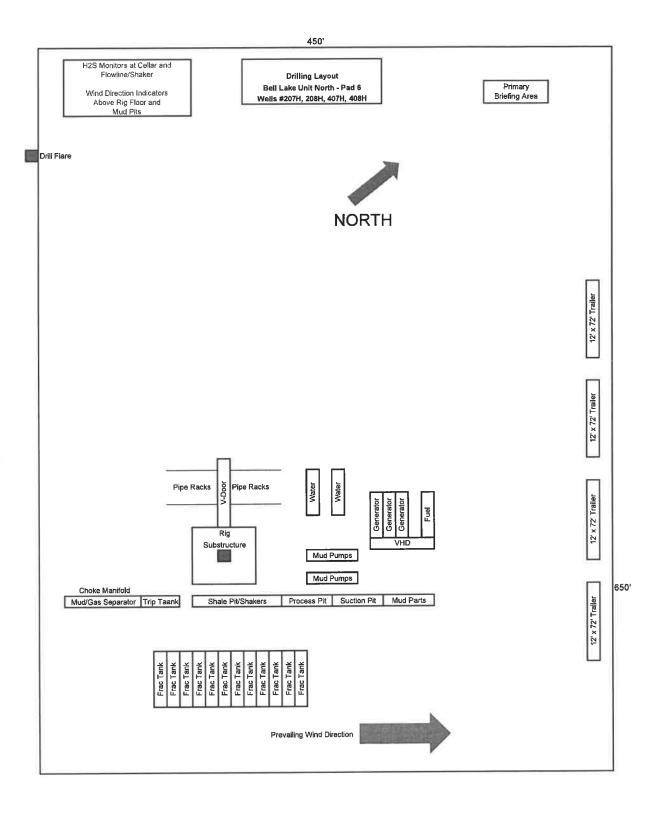
FILIMON

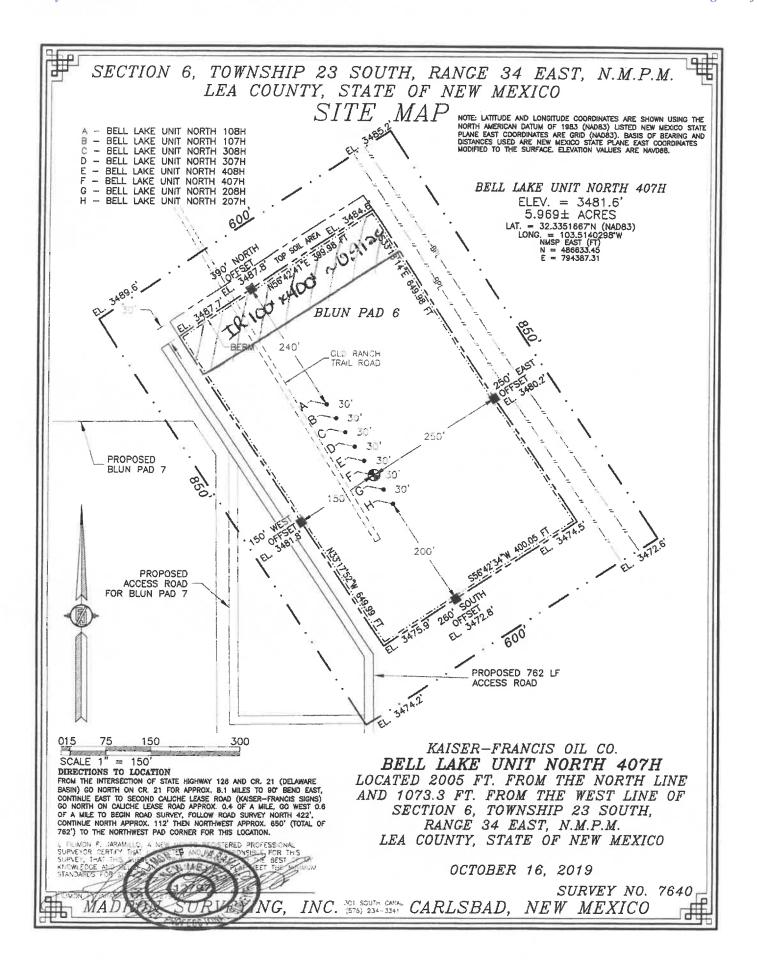


		Well				÷					Pool
Me de	wellname	type	ulstr	ogrid ogrid_name	status	status	elevation	DVT OM	spud_year	latitude	longitude (D
30-02	EDERAL #003	G	H-06-23S-34E	12361 KAISER-FRANCIS OIL CO	٨	>	3456	17540 17540	1995	32.3356552	-103.5028305 [71840]
2 30-025-35592 BELL LAKE UNIT #022	2	U	P-31-22S-34E	12361 KAISER-FRANCIS OIL CO	4	>	341	13430 13430	2001	32.3427773	-103.503891 [96665]
3 30-025-44387 LEVIATHAN STATE SWD #001	WD #001	S	M-08-235-34E	12361 KAISER-FRANCIS OIL CO	z	>	3470	0	6666	32.3139656	-103.5002D05 [97869]
4 30-025-08483 BELL LAKE UNIT #006	9	U	O-06-235-34E	12361 KAISER-FRANCIS OIL CO	۵	>	3485	16506 16506	1959	32.3282585	-103.507103 [71840]
5 30-025-43033 BELL LAKE UNIT NORTH #230H	RTH #230H	0	I-06-23S-34E	12361 KAISER-FRANCIS OIL CO	٧	I	3456	18370 10226	2017	32.332037	-103,503544 [5150] E
6 30-025-20261 PRE-CNGARD WELL #009	600#	0	K-18-235-34E	214263 PRE-ONGARD WELL OPERATOR	۵	0	0	0 8697	1900	32.3028488	-103.5110779 [5150] 8
7 30-025-42917 STARCASTER 18 FEDERAL COM #003H	SERAL COM #003H	0	B-18-235-34E	260297 BTA OIL PRODUCERS, LLC	٧	I	3490	14995 10396	2015	32.3114532	-103.5070874 [5150] B
8 30-025-42025 STARCASTER 18 FEDERAL COM #004H	SERAL COM #004H	0	A-18-235-34E	260297 BTA OIL PRODUCERS, LLC	∢	I	3479	14836 10394	2015	32.3110123	-103.5027847 [5150] B
13 30-025-46151 STARCASTER 7909 FEDERAL COM #008H	EDERAL COM #008H	0	B-18-235-34E	260297 BTA OIL PRODUCERS, LLC	z	I	3489	0	6666	32.311302	-103,506067 [5150] B
13 30-025-46150 STARCASTER 7909 FEDERAL COM #007H	EDERAL COM #007H	0	B-18-235-34E	260297 BTA OIL PRODUCERS, LLC	z	I	3488	0	6666	32.311302	-103.506165 [5150] B
14 30-025-46149 STARCASTER 7909 FEDERAL COM #006H	EDERAL COM #006H	0	C-18-23S-34E	260297 BTA OIL PRODUCERS, LLC	Z	I	3507	0	6666	32.310424	-103.513079 [5150] B
14 30-025-46148 STARCASTER 7909 FEDERAL COM #005H	EDERAL COM #005H	0	C-18-235-34E	260297 BTA OIL PRODUCERS, LLC	z	I	3507	0	6666	32.310424	-103.513177 [5150] B
14 30-025-43213 STARCASTER 18 FEDERAL COM #002H	DERAL COM #002H	0	C-18-235-34E	260297 BTA OIL PRODUCERS, LLC	∢	I	3507	15228 10434	1 2016	32.310973	-103.5130795 [5150] B
14 30-025-43388 STARCASTER 18 FEDERAL COM #001H	DERAL COM #001H	0	C-18-235-34E	260297 BTA OIL PRODUCERS, LLC	٧	I	3509	15370 10590	2017	32.3108492	-103.5126964 [5150] B
15 30-025-26508 BELL LAKE 7909 JV-P #001	P #001	Ø	F-18-235-34E	3002 BTA OIL PRODUCERS	<u>а</u>	>	3496	99999 14755	6666	32.3073921	-103.5093613 [71880]
16 30-025-41481 BELL LAKE 18 23 34 #001	#001	0	2-18-235-34E	4323 CHEVRON U S A INC	I	۵	3525	5040 5037	2013	32.3056374	-103.5164185 [5150] 6
18 30-025-43194 PALOMA BLANCO 19 FEDERAL #003H	9 FEDERAL #003H	0	4-18-23S-34E	6137 DEVON ENERGY PRODUCTION COMPANY, LP	z	I	3539	0 0	6666	32.2987482	-103.5162199 [5150] B
18 30-025-43192 PALOMA BLANCO 19 FEDERAL #001H	9 FEDERAL #001H	0	4-18-23S-34E	6137 DEVON ENERGY PRODUCTION COMPANY, LP	z	I	3541	0 0	6666	32.2987483	-103.5165434 [5150] E
19 20-025-42102 DAI OMA RI ANCO 19 FEDERAL #002H	P CCOCK (VCC)	c	A-18-325-34F	6137 DEVON ENERGY PRODUCTION COMPANY, LP	z	Ξ	3540	0	6666	32,2987483	-103.5163816 [5150] B











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

PWD Data Report

APD ID: 10400053835 Submission Date: 02/03/2020

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: BELL LAKE UNIT NORTH
Well Type: OIL WELL
Well Work Type: Drill

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? N

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:

PWD disturbance (acres):

Well Name: BELL LAKE UNIT NORTH Well Number: 407H

Lined pit Monitor description:

Lined pit Monitor attachment:

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

Is the reclamation bond a rider under the BLM bond?

Lined pit bond number:

Lined pit bond amount:

Additional bond information attachment:

Section 3 - Unlined Pits

Would you like to utilize Unlined Pit PWD options? N

Produced Water Disposal (PWD) Location:

PWD disturbance (acres):

PWD surface owner:

Unlined pit PWD on or off channel:

Unlined pit PWD discharge volume (bbl/day):

Unlined pit specifications:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Unlined pit precipitated solids disposal schedule:

Unlined pit precipitated solids disposal schedule attachment:

Unlined pit reclamation description:

Unlined pit reclamation attachment:

Unlined pit Monitor description:

Unlined pit Monitor attachment:

Do you propose to put the produced water to beneficial use?

Beneficial use user confirmation:

Estimated depth of the shallowest aquifer (feet):

Does the produced water have an annual average Total Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected?

TDS lab results:

Geologic and hydrologic evidence:

State authorization:

Unlined Produced Water Pit Estimated percolation:

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

Well Name: BELL LAKE UNIT NORTH Well Number: 407H

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? N

Produced Water Disposal (PWD) Location:

PWD surface owner: PWD disturbance (acres):

Injection PWD discharge volume (bbl/day):

Injection well mineral owner:

Injection well type:

Injection well number: Injection well name:

Assigned injection well API number? Injection well API number:

Injection well new surface disturbance (acres):

Minerals protection information:

Mineral protection attachment:

Underground Injection Control (UIC) Permit?

UIC Permit attachment:

Section 5 - Surface Discharge

Would you like to utilize Surface Discharge PWD options? N

Produced Water Disposal (PWD) Location:

PWD surface owner: PWD disturbance (acres):

Surface discharge PWD discharge volume (bbl/day):

Surface Discharge NPDES Permit?

Surface Discharge NPDES Permit attachment:

Surface Discharge site facilities information:

Surface discharge site facilities map:

Section 6 - Other

Would you like to utilize Other PWD options? N

Produced Water Disposal (PWD) Location:

PWD surface owner: PWD disturbance (acres):

Other PWD discharge volume (bbl/day):

Well Name: BELL LAKE UNIT NORTH Well Number: 407H

Other PWD type description:

Other PWD type attachment:

Have other regulatory requirements been met?

Other regulatory requirements attachment:



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

Bond Info Data Report

APD ID: 10400053835

Submission Date: 02/03/2020

Highlighted data reflects the most

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: BELL LAKE UNIT NORTH

recent changes

Well Type: OIL WELL

Well Number: 407H

Show Final Text

Well Work Type: Drill

Bond Information

Federal/Indian APD: FED

BLM Bond number: WYB000055

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment:

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe. NM 87505

Phone: (505) 476-3460 Fax: (505) 476-3462

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

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

☐ AMENDED REPORT

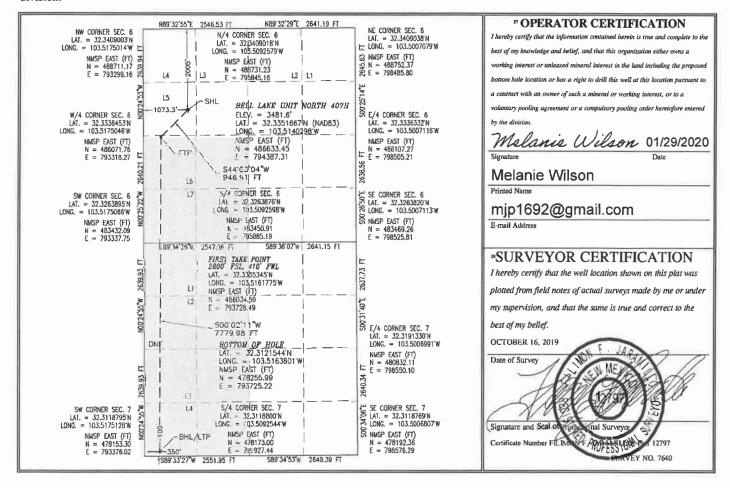
WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Numbe	er	Pool Code	³ Pool Name	
30-025-	30-025-48	98265	Ojo Chiso; Wolfcamp,	Southwest
4 Property Code		⁵ Pr	operty Name	6 Well Number
316707		BELL LAN	KE UNIT NORTH	407H
OGRID No.		8 OI	perator Name	⁹ Elevation
12361		KAISER-FI	RANCIS OIL CO.	3481.6

Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County				
5	6	23 S	34 E		2005	NORTH	1073.3	WEST	LEA				
			uВ	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/West line	County				
4	7	23 S	34 E		100	SOUTH	350	WEST	LEA				
12 Dedicated Acres	s 13 Joint	or Infill 14	Consolidation	1 Code		,	15 Order No.						
480					R-14602								

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.



04/40/0000

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Original to Appropriate District Office

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

GAS CAPTURE PLAN

Date: 01/10/2020	
☑ Original☐ Amended - Reason for Amendment:	Operator & OGRID No.: Kaiser-Francis Oil Company, 12361

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

Well(s)/Production Facility - Name of facility

The well(s) that will be located at the production facility are shown in the table below.

Well Name	API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
Bell Lake Unit North 207H		6-23S-34E	2137' FNL/1105' FWL	2000	0	
Bell Lake Unit North 208H		6-23S-34E	2111' FNL/1089' FWL	2000	0	
Bell Lake Unit North 307H		6-23S-34E		2000	0	
Bell Lake Unit North 308H		6-23S-34E		2000	0	
Bell Lake Unit North 407H 30-02	5-48553	6-23S-34E	2005' FNL/1073' FWL	2000	0	
Bell Lake Unit North 408H		6-23S-34E	2086' FNL/1057' FWL	2000	0	

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. The gas produced from production facility is dedicated to <u>Targa</u> and will be connected to <u>Targa</u> low/high pressure gathering system located in <u>Lea</u> County, New Mexico. It will require <u>11,000</u>' of pipeline to connect the facility to low/high pressure gathering system. <u>Kaiser-Francis Oil Company</u> provides (periodically) to <u>Targa</u> a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, <u>Kaiser-Francis Oil Company</u> and <u>Targa</u> have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at <u>Targa</u> Processing Plant located in Sec. <u>36</u>, Twn. <u>19S</u>, Rng. <u>36E</u>, <u>Lea</u> County, New Mexico. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on <u>Targa</u> system at that time. Based on current information, it is <u>Kaiser-Francis Oil Company's</u> belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

Well Name: BELL LAKE UNIT NORTH Well Number: 407H

Pressure Rating (PSI): 5M Rating Depth: 13000

Equipment: A 5M system will be installed according to Onshore Order #2 consisting of an Annular Preventer, BOP with two rams, a blind ram and safety valves and appropriate handles located on the rig floor. BOP will be equipped with 2 side outlets (choke side shall be a minimum 3 line, and kill side will be a minimum 2 line). Kill line will be installed with (2) valves and a check valve (2 min) of proper pressure rating for the system. Remote kill line (2 min) will be installed and ran to the outer edge of the substructure and be unobstructed. A manual and hydraulic valve (3 min) will be installed on the choke line, 3 chokes will be used with one being remotely controlled. Fill up line will be installed above the uppermost preventer. Pressure gauge of proper pressure rating will be installed on choke manifold. Upper and lower kelly cocks will be utilized with handles readily available in plain sight. A float sub will be available at all times. All connections subject to well pressure will be flanged, welded, or clamped.

Requesting Variance? YES

Variance request: Flex Hose Variance MultiBowl Wellhead 5M Annular Variance

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

Choke Diagram Attachment:

BLUN_407H_Choke_Manifold_20200203103704.pdf

BOP Diagram Attachment:

BLUN_407H_Flex_Hose_20200129110333.pdf

BLUN_407H_Annular_BOP_Variance_Rqst_20200129110334.pdf

BLUN 407H Wellhead 20200129110334.pdf

BLUN Well Control Plan 20200129165724.pdf

BLUN 407H_BOP_20200203135502.pdf

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	14.7 5	10.75	NEW	API	N	0	1250	0	1250	3481	2231	1250	J-55	40.5	ST&C	2.7	5.4	DRY	8.3	DRY	12.4
2	INTERMED IATE	9.87 5	7.625	NEW	API	N	0	11065	0	11027		-7546	11065	HCP -110	29.7	LT&C	1.3	1.8	DRY	2.3	DRY	2.9
3	PRODUCTI ON	6.75	5.5	NEW	API	N	0	19800	0	11700		-8219	19800	P- 110		OTHER - USS Eagle SFH	1.8	2	DRY	2.7	DRY	3.1

Well Name: BELL LAKE UNIT NORTH Well Number: 407H

Casing Attachments

Casing ID: 1 String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

BLUN_407H_Csg_Assumptions_20200129111556.pdf

Casing ID: 2

String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

BLUN 407H Csg_Assumptions_20200129110549.pdf

Casing ID: 3

String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

 $BLUN_407H_Prod_Csg_Specs_20200129111531.pdf$

Section 4 - Cement

Well Name: BELL LAKE UNIT NORTH Well Number: 407H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	1250	602	1.7	13.5	1041	50	ExtendaCem	Poly E Flake

INTERMEDIATE	Lead	0	1106 5	837	2.7	11	2286	25	NeoCem	Extender
INTERMEDIATE	Tail	0	1106 5	571	1.2	15.6	684	25	Halcem	none
PRODUCTION	Lead	9000	1980 0	848	1.2	14.5	1037	15	Versacem	Halad

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: Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all time.

Describe the mud monitoring system utilized: PVT/Pason/Visual Monitoring

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (Ibs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	ЬН	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
1102 7	1170 0	OIL-BASED MUD	10	12							
1250	1102 7	OTHER : Brine	8.7	9							
0	1250	OTHER : Fresh Water	8.4	9							

Date: 3/11/2021

To: NMOCD

From: Charlotte Van Valkenburg

Re: Closed-Loop System

It is the intention of Kaiser-Francis Oil Company to use a closed-loop system during drilling of the following well:

Bell: Lake Unit North #407H Sec. 6-23S-34E Lea Co., NM

Charlotte Van Valkenburg

Mgr., Regulatory Compliance

Kaiser-Francis Oil Company

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

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III
1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Action 20600

CONDITIONS OF APPROVAL

Operator:			OGRID:	Action Number:	Action Type:
KAISER-FRANCIS OIL CO	P.O. Box 21468	Tulsa, OK74121	12361	20600	FORM 3160-3

OCD Reviewer	Condition
pkautz	Will require a File As Drilled C-102 and a Directional Survey with the C-104
pkautz	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string