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

District II

16. Multiple

Depth to Ground water

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

District IV 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**

Form C-101 August 1, 2011

Permit 326890

		APPLIC/	ATION	FOR PERMIT	TO DRILL, RE	-ENTER,	DEEPE	N, PLUGBAC	K, OR	ADD A ZO	ONE		
	me and Address erback Operating II	, LLC								2. 00	GRID Number 330968		
	0 West, Suite 201 Antonio, TX 78257	,								3. AF	Number 30-015-50	071	
4. Property Coo 333	de 3446		5. Prop	erty Name MORRISON						6. W	ell No. 102H		
					7. Su	rface Loca	tion						
UL - Lot D	Section 10	Township 1	9S	Range 25E	Lot Idn	Feet From	521	N/S Line N	Feet Fr	om 1330	E/W Line W	Count	ty Eddy
					8. Proposed	Bottom Ho	le Location	on					
UL - Lot	Section 9	Township 195		Range 25E	Lot Idn D	Feet From	1000	N/S Line	Feet	From 100	E/W Line W	Coun	ty Eddy
					9. Po	ol Informat	tion						
PENASCO DI	RAW;SA-YESO (AS	SSOC)									5027	70	
					Additiona	ıl Well Info	rmation						
11. Work Type	w Well	12. Well T	ype		13. Cable/Rotary		14. Lease Type 15. Gro			15. Ground Le	evel Elevation		

We will be using a closed-loop system in lieu of lined pits

17. Proposed Depth

8233

21. Proposed Casing and Cement Program

19. Contractor

20. Spud Date

11/30/2022

Distance to nearest surface water

18. Formation

Yeso

Distance from nearest fresh water well

	Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC					
I	Surf	12.25	9.625	36	1250	275	0					
ſ	Prod	8.75	7	32	2903	196	0					
I	Prod	8.75	5.5	20	8233	1443	2349					

Casing/Cement Program: Additional Comments

22. Proposed Blowout Prevention Program								
Туре	Working Pressure	Test Pressure	Manufacturer					
Double Ram	5000	5000	SHAFFER					

knowledge and b	have complied with 19.15.14.9 (A) N	true and complete to the best of my		OIL CONSERVATION	ON DIVISION	
Printed Name:	Electronically filed by Matthew Alle	y	Approved By:	Katherine Pickford		
Title:	Chief Financial Officer		Title:	Geoscientist		
Email Address: malley@silverbackexp.com			Approved Date:	10/18/2022	Expiration Date: 10/18/2024	
Date:	10/13/2022 Phone: 303-513-0990			Conditions of Approval Attached		

District I 1625 N. French Dr., Hobbs, NM 88240

Phone: (575) 393-6161 Fax: (575) 393-0720 <u>District II</u>
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720

<u>District III</u> 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 Number 30-015 50071		² Pool Code 50270	³ Pool Name PENASCO DRAW; SA-YESO (ASSOC)
⁴ Property Code 333446			roperty Name ORRISON	⁶ Well Number 102H
⁷ OGRID No. 330968			perator Name COPERATING II, LLC	⁹ Elevation 3,502'

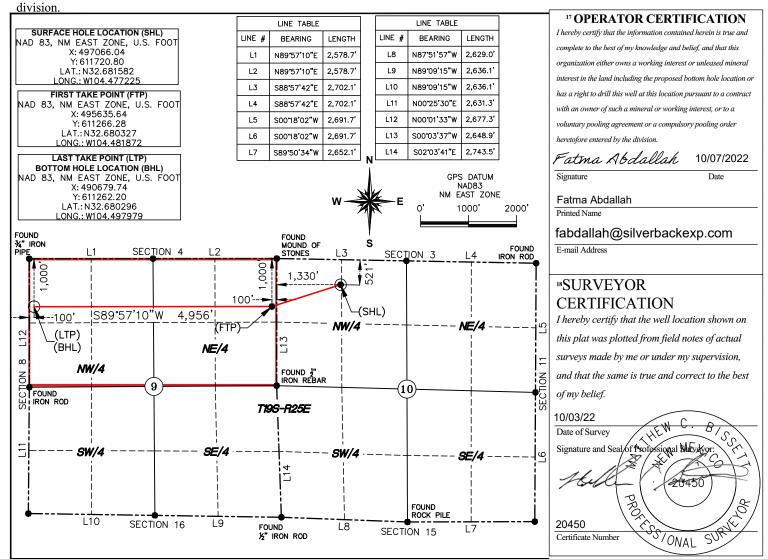
¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	10	19-S	25-E		521'	NORTH	1,330'	WEST	EDDY

¹¹ Bottom Hole Location If Different From Surface

	Bowoiii 11010 Edeanoii 11 Billioleiii 110111 Sallace								
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	9	19-S	25-E		1,000'	NORTH	100'	WEST	EDDY
12 Dedicated Acres	13 Joint or	r Infill 14	Consolidation	Code 15 Or	der No.				
320		İ		İ					

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



<u>District I</u> 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 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**

Form APD Conditions

Permit 326890

PERMIT CONDITIONS OF APPROVAL

	Operator N	ame and Address:	API Numb	er:
ı	;	Silverback Operating II, LLC [330968]		30-015-50071
ı	I	H10 West, Suite 201	Well:	
ı	;	San Antonio, TX 78257		MORRISON #102H
	OCD	Condition		
	Reviewer			

OCD	Condition
Reviewer	
kpickford	Will require administrative order for non-standard spacing unit
kpickford	Notify OCD 24 hours prior to casing & cement
kpickford	Will require a File As Drilled C-102 and a Directional Survey with the C-104
kpickford	The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud
kpickford	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
kpickford	Cement is required to circulate on both surface and intermediate1 strings of casing
kpickford	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system

I. Operator:

Silverback Operating II, LLC

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

Date: 10 / 10 / 2022

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

NATURAL GAS MANAGEMENT PLAN

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

Section 1 – Plan Description Effective May 25, 2021

OGRID:

330968

If Other, please describ		11 due to 🗀 17.13.27	.5.D(0)(a) TWIAC	, = 19.13.27.9.50	(0)(0) 111111111111111111111111111111111	omer.	
III. Well(s): Provide to be recompleted from a	the following is				wells proposed t	o be dri	lled or proposed to
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D		
MORRISON 101H	30-015	D-10-19S-25E	501' N 1330' W	515	800		3,000
MORRISON 102H	30-015	D-10-19S-25E	521' N 1330' W	515	800		3,000
V. Anticipated Schedule: Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point. Well Name API Spud Date TD Reached Date Completion Commencement Date Back Date Date							
MORRISON 101H	30-015	2/3/23	2/10/23	3/22/23	4/27/2	3	4/27/23
MORRISON 102H	30-015	2/12/23	2/20/23	3/22/23	4/27/2		4/27/23
VII. Operational Pra Subsection A through I VIII. Best Managemeduring active and plant	nctices: Atta F of 19.15.27.3	ach a complete desc 8 NMAC.	cription of the acti	ions Operator wil	ll take to comply	y with t	the requirements of

Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

Beginning April 1, 2022, an operator that is not in compliance with its statewide natural gas capture requirement for the applicable reporting area must complete this section.

☑ Operator certifies that it is not required to complete this section because Operator is in compliance with its statewide natural gas capture requirement for the applicable reporting area.

IX. Anticipated Natural Gas Production:

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

X. Natural Gas Gathering System (NGGS):

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

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

XII. Line Capacity. The natural	gas gathering system \square wi	ll □ will not have o	capacity to gather	100% of the anticipated	natural gas
production volume from the well	prior to the date of first prod	duction.			

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

\neg	A 44 1 4	O 4 9	1 .		1 4	•	4 41	1.1"	
	. Attach (Operator	s blan i	ro manage	production	in response	to the increa	sed line press	ure

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

(i)

Section 3 - Certifications Effective May 25, 2021

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal: 🗵 Operator will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system: or ☐ Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system. If Operator checks this box, Operator will select one of the following: Well Shut-In. ☐ Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or Venting and Flaring Plan.

Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including: power generation on lease; (a) **(b)** power generation for grid; compression on lease; (c) (d) liquids removal on lease; reinjection for underground storage; (e) **(f)** reinjection for temporary storage; **(g)** reinjection for enhanced oil recovery; fuel cell production; and (h)

Section 4 - Notices

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

other alternative beneficial uses approved by the division.

- (a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or
- (b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.
- 2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

Signature: Jaton Maller									
Printed Name: Fatma Abdallah									
Title: Regulatory Manager									
E-mail Address: fabdallah@silverbackexp.com									
Date: 10/10/2022									
Phone: 210-585-3316									
OIL CONSERVATION DIVISION (Only applicable when submitted as a standalone form)									
Approved By:									
Title:									
Approval Date:									
Conditions of Approval:									

Separation Equipment

Silverback Operating II (LLC) has sampled existing producing wells and performed laboratory testing to determine composition. Performance of existing producing wells was analyzed to predict expected production volumes including a low probably, high volume production case (approximately 75% higher than type curve or most likely amount of production). Production composition and the volumes were utilized as inputs to a process model which predicts relative amounts of gas, oil and water throughout the process. The high volume case was used to size equipment, piping and instrumentation. Equipment sizing is based on drop settlement and limits the amount of carry over to the gas phase.

Each well has a dedicated 3 phase separator and gas from that separator is taken directly to gas sales. Facility piping and pipeline were sized to allow peak volumes to flow with minimal pressure loss and deliver to midstream gatherer at an acceptable pressure. Water is conveyed directly to tankage.

Oil from 3 phase separators is comingled and conveyed to a heated separator for enhanced liquid-liquid separation and degassing. Vapors from the heater treater are routed to a Vapor Recovery Unit (VRU).

Oil and water storage tanks vapor outlets are common and utilize a closed vent vapor system to ensure all working & breathing and flashing losses are routed to the Vapor Recovery Unit (VRU) Site VRUs are sized to accommodate peak expected production volume. Flash volumes were estimated using the high volume case and process modeling software. Gas from the VRU outlet is combined with 1st stage separation gas and sent to sales.

Venting and Flaring

Silverback Operating II, LLC will ensure pipeline connectivity before producing hydrocarbons and will operate a closed vent vapor capture system that is designed to capture all associated and evolved gas during normal operation. Venting or flaring will only occur during start up and shut down, maintenance activities or equipment failure or upset. Silverback may utilize the following from list A-I of Section 3 for its operations to minimize flaring:

- a) Power generation on lease Natural gas driven gen set to produce power required to run supply well pad electrical loads
- c) Compression on lease gas lift or gas compression as required
- d) Liquids removal on lease gas pressure will be used to convey fluids as needed

Best Management Practices

Silverback utilizes automate engineering controls included in facility design to minimize venting and flaring. Additionally, operational best practices support minimization of flare and venting as described below.

If the main gas outlet becomes unavailable and pressure increases on the outlet sales line, produced gas will be routed directly to the facility flare. The facility control system will alert personnel to the need for maintenance and appropriate response to the temporary flaring event.

The facility design includes a closed vent vapor capture system to route flash or evolved from the heater treater and tanks to the Vapor Recovery Unit (VRU) Compressor. If the VRU requires planned or unplanned maintenance, vapors will automatically be routed to the facility flare.

For maintenance activities, Silverback will utilize the facility flare to blowdown equipment and piping whenever practical to minimize venting

Received by OCD: 10/18/2022 9:47:47 AM Silverback Exploration



100

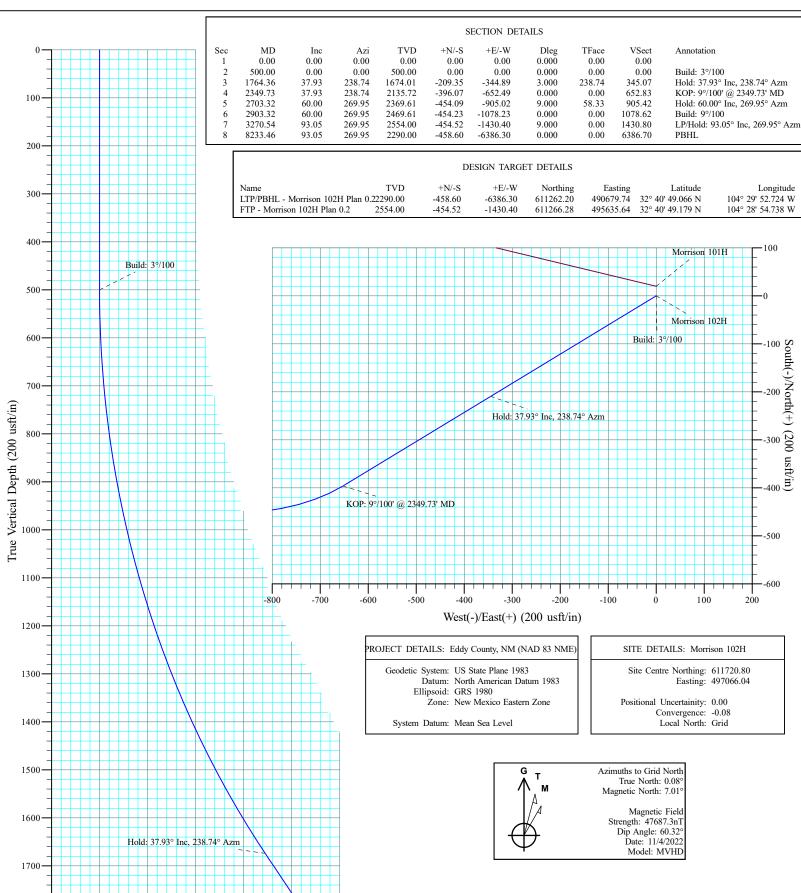
200

Vertical Section at 269.95° (200 usft/in)

300

Morrison 102H Eddy County, NM (NAD 83 NME) Job No. WT-22-*** Plan 0.2





Drawn By: KRN
Date Created: 10/3/2022
Date Revised: 10/4/2022
Date 10/2H - Plan 0.2 - Int was

File:Silverback - Morrison 102H - Plan 0.2 - Int.wpc



Silverback Exploration

Morrison 102H Eddy County, NM (NAD 83 NME) Job No. WT-22-*** Plan 0.2



	SECTION DETAILS													
Sec	MD	Inc	Azi	TVD	+N/-S	+E/-W	Dleg	TFace	VSect	Target Annotation				
1	0.00	0.00	0.00	0.00	0.00	0.00	0.000	0.00	0.00					
2	500.00	0.00	0.00	500.00	0.00	0.00	0.000	0.00	0.00	Build: 3°/100				
3	1764.36	37.93	238.74	1674.01	-209.35	-344.89	3.000	238.74	345.07	Hold: 37.93° Inc, 238.74° Azm				
4	2349.73	37.93	238.74	2135.72	-396.07	-652.49	0.000	0.00	652.83	KOP: 9°/100' @ 2349.73' MD				
5	2703.32	60.00	269.95	2369.61	-454.09	-905.02	9.000	58.33	905.42	Hold: 60.00° Inc, 269.95° Azm				
6	2903.32	60.00	269.95	2469.61	-454.23	-1078.23	0.000	0.00	1078.62	Build: 9°/100				
7	3270.54	93.05	269.95	2554.00	-454.52	-1430.40	9.000	0.00	1430.80	FTP - Morrison 102H Plan 0.2 LP/Hold: 93.05° Inc, 269.95° Azm				
8	8233.46	93.05	269.95	2290.00	-458.60	-6386.30	0.000	0.00	6386.70	LTP/PBHL - Morrison 102H PlaPBHL				

DESIGN TARGET DETAILS										
Name	TVD	+N/-S	+E/-W	Northing	Easting 490679.74 495635.64	Latitude Longitude				
LTP/PBHL - Morrison 102H Plan	0.22290.00	-458.60	-6386.30	611262.20		32° 40' 49.066 N 104° 29' 52.724 W				
FTP - Morrison 102H Plan 0.2	2554.00	-454.52	-1430.40	611266.28		32° 40' 49.179 N 104° 28' 54.738 W				

SITE DETAILS: Morrison 102H

Site Centre Northing: 611720.80 Easting: 497066.04

Positional Uncertainity: 0.00

Convergence: -0.08 Local North: Grid System Datum: Mean Sea Level

Datum: North American Datum 1983

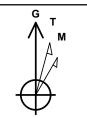
Zone: New Mexico Eastern Zone

PROJECT DETAILS: Eddy County, NM (NAD 83 NME

Geodetic System: US State Plane 1983

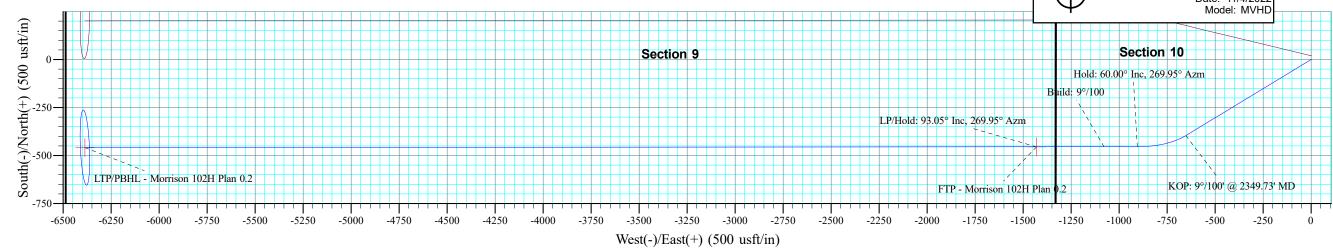
Ellipsoid: GRS 1980

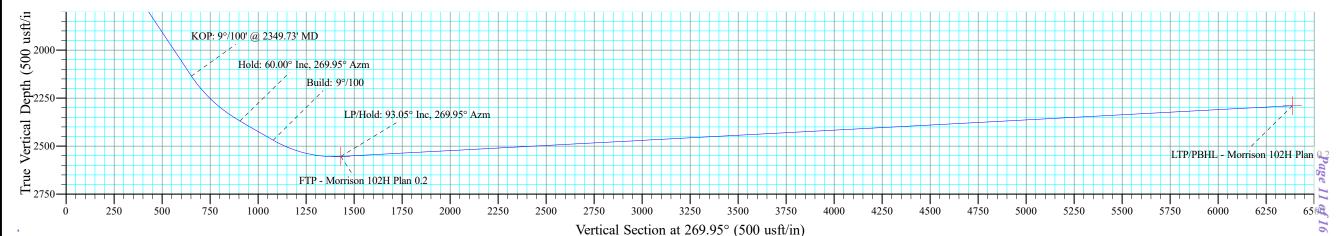
Drawn By: KRN
Date Created: 10/3/2022
Date Revised: 10/4/2022
File:Silverback - Morrison
102H - Plan 0.2.wpc



Azimuths to Grid North True North: 0.08° Magnetic North: 7.01° CD: 10/18/2022 9:47:47 AM

Magnetic Field Strength: 47687.3nT Dip Angle: 60.32° Date: 11/4/2022 Model: MVHD







Silverback Exploration

Eddy County, NM (NAD 83 NME) Morrison 102H Morrison 102H

Planning

Plan: Plan 0.2

Standard Planning Report

04 October, 2022



SILVERBACK EXPLORATION

Page 13 of 16

Aim Directional Services, LLC





Database: Company:

RTOC- EDM 5000.1 Single User Db

Silverback Exploration

Project: Eddy County, NM (NAD 83 NME) Site: Morrison 102H Well: Morrison 102H

Wellbore: **Planning** Design: Plan 0.2

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Site Morrison 102H

Well @ 3518.00usft (16' RKB) Well @ 3518.00usft (16' RKB)

Minimum Curvature

Project Eddy County, NM (NAD 83 NME)

Map System: Geo Datum:

Map Zone:

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

System Datum:

Mean Sea Level

Morrison 102H Site

Site Position: From:

Мар **Position Uncertainty:**

+E/-W

Northing: Easting: Slot Radius:

611,720.80 usft 497,066.04 usft 13-3/16 "

Latitude: Longitude:

Grid Convergence:

32° 40' 53.696 N 104° 28' 38.008 W

-0.08°

Well Morrison 102H

Well Position +N/-S 0.00 usft 0.00 usft

0.00 usft

Northing: Easting:

611,720.80 usft 497,066.04 usft

Latitude: Longitude:

32° 40' 53.696 N 104° 28' 38.008 W

Position Uncertainty 0.00 usft Wellhead Elevation: **Ground Level:** 3,502.00 usft

Wellbore **Planning**

Declination **Magnetics Model Name** Sample Date **Dip Angle** Field Strength (°) (°) (nT) **MVHD** 11/4/2022 6.93 60.32 47.687.339

Design Plan 0.2

Audit Notes:

Version:

PLAN

Tie On Depth:

0.00

Vertical Section: Depth From (TVD) +N/-S +E/-W Direction

Phase:

(usft) (usft) (usft) (°) 0.00 0.00 0.00 269.95

Plan Survey Tool Program

(usft)

Depth From Depth To

(usft)

Survey (Wellbore)

Date 10/4/2022

Tool Name

Remarks

0.00 Plan 0.2 (Planning) 1 8,233.46

MWD+HRGM

OWSG MWD + HRGM

Plan Section	ıs									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.000	0.000	0.000	0.00	
500.00	0.00	0.00	500.00	0.00	0.00	0.000	0.000	0.000	0.00	
1,764.36	37.93	238.74	1,674.01	-209.35	-344.89	3.000	3.000	0.000	238.74	
2,349.73	3 37.93	238.74	2,135.72	-396.07	-652.49	0.000	0.000	0.000	0.00	
2,703.32	2 60.00	269.95	2,369.61	-454.09	-905.02	9.000	6.241	8.827	58.33	
2,903.32	2 60.00	269.95	2,469.61	-454.23	-1,078.23	0.000	0.000	0.000	0.00	
3,270.54	4 93.05	269.95	2,554.00	-454.52	-1,430.40	9.000	9.000	0.000	0.00 F	TP - Morrison 102
8,233.46	93.05	269.95	2,290.00	-458.60	-6,386.30	0.000	0.000	0.000	0.00 L	TP/PBHL - Morrisc

Aim Directional Services, LLC

Planning Report



Database: RTOC- EDM 5000.1 Single User Db Company:

Silverback Exploration

Eddy County, NM (NAD 83 NME)

Morrison 102H Site: Well: Morrison 102H Wellbore: Planning Design: Plan 0.2

Project:

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Site Morrison 102H

Well @ 3518.00usft (16' RKB) Well @ 3518.00usft (16' RKB)

Minimum Curvature

Planned Su	urvey									
De	sured epth isft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
	0.00 100.00 200.00 300.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 100.00 200.00 300.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.000 0.000 0.000 0.000	0.000 0.000 0.000 0.000	0.000 0.000 0.000 0.000
	400.00	0.00	0.00	400.00	0.00	0.00	0.00	0.000	0.000	0.000
	500.00 ild: 3°/1	0.00	0.00	500.00	0.00	0.00	0.00	0.000	0.000	0.000
	600.00 700.00 800.00 900.00	3.00 6.00 9.00 12.00	238.74 238.74 238.74 238.74	599.95 699.63 798.77 897.08	-1.36 -5.43 -12.20 -21.66	-2.24 -8.94 -20.10 -35.68	2.24 8.95 20.11 35.70	3.000 3.000 3.000 3.000	3.000 3.000 3.000 3.000	0.000 0.000 0.000 0.000
1, 1,	000.00	15.00 18.00 21.00	238.74 238.74 238.74	994.31 1,090.18 1,184.43	-33.77 -48.50 -65.82	-55.63 -79.91 -108.44	55.66 79.95 108.50	3.000 3.000 3.000	3.000 3.000 3.000	0.000 0.000 0.000
	300.00	24.00 27.00	238.74 238.74	1,276.81 1,367.06	-85.68 -108.02	-141.15 -177.94	141.22 178.04	3.000 3.000	3.000 3.000	0.000 0.000
1, 1,	500.00 600.00 700.00 764.36	30.00 33.00 36.00 37.93	238.74 238.74 238.74 238.74	1,454.93 1,540.18 1,622.59 1,674.01	-132.77 -159.88 -189.27 -209.35	-218.73 -263.39 -311.80 -344.89	218.85 263.53 311.97 345.07	3.000 3.000 3.000 3.000	3.000 3.000 3.000 3.000	0.000 0.000 0.000 0.000
Но	ld: 37.93	3° Inc, 238.74°	Azm							
	800.00	37.93 37.93	238.74 238.74	1,702.12 1,780.99	-220.72 -252.62	-363.61 -416.16	363.81 416.38	0.000	0.000 0.000	0.000 0.000
2, 2,	000.00 100.00 200.00 300.00	37.93 37.93 37.93 37.93	238.74 238.74 238.74 238.74	1,859.87 1,938.74 2,017.62 2,096.49	-284.51 -316.41 -348.31 -380.21	-468.71 -521.26 -573.80 -626.35	468.96 521.53 574.11 626.68	0.000 0.000 0.000 0.000	0.000 0.000 0.000 0.000	0.000 0.000 0.000 0.000
	349.73	37.93	238.74	2,135.72	-396.07	-652.49	652.83	0.000	0.000	0.000
		0' @ 2349.73'	MD							
2, 2,	400.00 450.00 500.00 550.00	40.46 43.25 46.26 49.44	244.68 249.98 254.73 259.02	2,174.69 2,211.94 2,247.45 2,281.01	-411.07 -423.88 -434.51 -442.89	-680.45 -711.22 -744.76 -780.85	680.81 711.59 745.14 781.24	9.000 9.000 9.000 9.000	5.035 5.577 6.016 6.372	11.812 10.593 9.513 8.577
2, 2,	600.00 650.00 703.32	52.77 56.22 60.00	262.91 266.47 269.95	2,312.40 2,341.44 2,369.61	-448.96 -452.70 -454.09	-819.27 -859.79 -905.02	819.66 860.18 905.42	9.000 9.000 9.000	6.660 6.893 7.086	7.781 7.111 6.537
2,	800.00 903.32	0° Inc, 269.95° 60.00 60.00	269.95 269.95	2,417.95 2,469.61	-454.16 -454.23	-988.75 -1,078.23	989.14 1,078.62	0.000 0.000	0.000 0.000	0.000 0.000
	ild: 9°/1		200.00	2, 100.01	101.20	1,070.20	1,070.02	0.000	0.000	0.000
3, 3, 3,	950.00 000.00 050.00 100.00	64.20 68.70 73.20 77.70 82.20	269.95 269.95 269.95 269.95 269.95	2,491.45 2,511.42 2,527.73 2,540.29 2,549.01	-454.26 -454.30 -454.34 -454.38 -454.42	-1,119.47 -1,165.29 -1,212.54 -1,260.93 -1,310.15	1,119.86 1,165.69 1,212.94 1,261.32 1,310.54	9.000 9.000 9.000 9.000 9.000	9.000 9.000 9.000 9.000 9.000	0.000 0.000 0.000 0.000 0.000
3, 3,	200.00 250.00 270.54	86.70 91.20 93.05	269.95 269.95 269.95	2,553.85 2,554.76 2,554.00	-454.46 -454.50 -454.52	-1,359.90 -1,409.88 -1,430.40	1,360.30 1,410.27 1,430.80	9.000 9.000 9.000	9.000 9.000 9.000	0.000 0.000 0.000
	/ Hold: 9 .300.00	3.05° Inc, 269. 93.05	95° Azm 269.95	2,552.43	-454.54	-1,459.82	1,460.22	0.000	0.000	0.000
3,	400.00	93.05	269.95	2,547.11	-454.63	-1,559.68	1,560.08	0.000	0.000	0.000
	500.00 600.00	93.05 93.05	269.95 269.95	2,541.79 2,536.47	-454.71 -454.79	-1,659.54 -1,759.40	1,659.93 1,759.79	0.000 0.000	0.000 0.000	0.000 0.000

SILVERBACK EXPLORATION

Aim Directional Services, LLC

Planning Report



Database: RTOC- EDM 5000.1 Single User Db

Eddy County, NM (NAD 83 NME)

Company: Silverback Exploration

Site: Morrison 102H
Well: Morrison 102H
Wellbore: Planning
Design: Plan 0.2

Project:

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Site Morrison 102H

Well @ 3518.00usft (16' RKB) Well @ 3518.00usft (16' RKB)

Grid

Minimum Curvature

esign:	Plan 0.2								
Planned Survey									
lailled Guivey									
Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth	Inclination	Azimuth	Depth	+N/-S	+E/-W	Section	Rate	Rate	Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100ft)	(°/100ft)	(°/100ft)
3,700.00	93.05	269.95	2,531.15	-454.87	-1,859.26	1,859.65	0.000	0.000	0.000
3,800.00	93.05	269.95	2,525.84	-454.67 -454.96	-1,059.20	1,959.55	0.000	0.000	0.000
3,900.00	93.05	269.95	2,520.52	-455.04	-2,058.97	2,059.37	0.000	0.000	0.000
			•		·				
4,000.00	93.05	269.95	2,515.20	-455.12	-2,158.83	2,159.23	0.000	0.000	0.000
4,100.00 4,200.00	93.05 93.05	269.95 269.95	2,509.88 2,504.56	-455.20 -455.28	-2,258.69 -2,358.55	2,259.09 2,358.94	0.000 0.000	0.000 0.000	0.000 0.000
4,300.00	93.05	269.95	2,304.30	-455.26 -455.37	-2,356.55 -2,458.41	2,356.94	0.000	0.000	0.000
4,400.00	93.05	269.95	2,493.92	-455.45	-2,558.26	2,558.66	0.000	0.000	0.000
•						•			
4,500.00	93.05	269.95	2,488.60	-455.53	-2,658.12	2,658.52	0.000	0.000	0.000
4,600.00 4,700.00	93.05 93.05	269.95 269.95	2,483.28 2,477.96	-455.61 -455.70	-2,757.98 -2,857.84	2,758.38 2,858.24	0.000 0.000	0.000 0.000	0.000 0.000
4,800.00	93.05	269.95	2,477.96	-455.70 -455.78	-2,057.04 -2,957.70	2,050.24	0.000	0.000	0.000
4,900.00	93.05	269.95	2,467.32	-455.86	-3,057.56	3,057.95	0.000	0.000	0.000
-			· ·		•	•			
5,000.00	93.05	269.95	2,462.00	-455.94 456.02	-3,157.41	3,157.81	0.000	0.000	0.000
5,100.00 5,200.00	93.05 93.05	269.95 269.95	2,456.68 2,451.36	-456.02 -456.11	-3,257.27 -3,357.13	3,257.67 3,357.53	0.000 0.000	0.000 0.000	0.000 0.000
5,300.00	93.05	269.95	2,431.30	-456.11 -456.19	-3,456.99	3,457.39	0.000	0.000	0.000
5,400.00	93.05	269.95	2,440.72	-456.27	-3,556.85	3,557.24	0.000	0.000	0.000
•			•		·	•			
5,500.00	93.05	269.95	2,435.41	-456.35	-3,656.71	3,657.10	0.000	0.000	0.000
5,600.00 5,700.00	93.05 93.05	269.95 269.95	2,430.09 2,424.77	-456.44 -456.52	-3,756.56	3,756.96 3,856.82	0.000 0.000	0.000 0.000	0.000 0.000
5,800.00	93.05	269.95	2,419.45	-456.60	-3,856.42 -3,956.28	3,956.68	0.000	0.000	0.000
5,900.00	93.05	269.95	2,414.13	-456.68	-4,056.14	4,056.54	0.000	0.000	0.000
6,000.00	93.05	269.95	2,408.81	-456.76	-4,156.00	4,156.40	0.000	0.000	0.000
6,100.00	93.05	269.95	2,403.49	-456.85	-4,156.00 -4,255.86	4,156.40	0.000	0.000	0.000
6,200.00	93.05	269.95	2,398.17	-456.93	-4,355.72	4,356.11	0.000	0.000	0.000
6,300.00	93.05	269.95	2,392.85	-457.01	-4,455.57	4,455.97	0.000	0.000	0.000
6,400.00	93.05	269.95	2,387.53	-457.09	-4,555.43	4,555.83	0.000	0.000	0.000
6,500.00	93.05	269.95	2,382.21	-457.17	-4,655.29	4,655.69	0.000	0.000	0.000
6,600.00	93.05	269.95	2,376.89	-457.26	-4,755.15	4,755.55	0.000	0.000	0.000
6,700.00	93.05	269.95	2,371.57	-457.34	-4,855.01	4,855.40	0.000	0.000	0.000
6,800.00	93.05	269.95	2,366.25	-457.42	-4,954.87	4,955.26	0.000	0.000	0.000
6,900.00	93.05	269.95	2,360.93	-457.50	-5,054.72	5,055.12	0.000	0.000	0.000
7,000.00	93.05	269.95	2,355.61	-457.59	-5,154.58	5,154.98	0.000	0.000	0.000
7,100.00	93.05	269.95	2,350.29	-457.67	-5,254.44	5,254.84	0.000	0.000	0.000
7,200.00	93.05	269.95	2,344.97	-457.75	-5,354.30	5,354.70	0.000	0.000	0.000
7,300.00	93.05	269.95	2,339.66	-457.83	-5,454.16	5,454.55	0.000	0.000	0.000
7,400.00	93.05	269.95	2,334.34	-457.91	-5,554.02	5,554.41	0.000	0.000	0.000
7,500.00	93.05	269.95	2,329.02	-458.00	-5,653.87	5,654.27	0.000	0.000	0.000
7,600.00	93.05	269.95	2,323.70	-458.08	-5,753.73	5,754.13	0.000	0.000	0.000
7,700.00	93.05	269.95	2,318.38	-458.16	-5,853.59	5,853.99	0.000	0.000	0.000
7,800.00	93.05	269.95	2,313.06	-458.24	-5,953.45	5,953.85	0.000	0.000	0.000
7,900.00	93.05	269.95	2,307.74	-458.33	-6,053.31	6,053.71	0.000	0.000	0.000
8,000.00	93.05	269.95	2,302.42	-458.41	-6,153.17	6,153.56	0.000	0.000	0.000
8,100.00	93.05	269.95	2,297.10	-458.49	-6,253.02	6,253.42	0.000	0.000	0.000
8,200.00	93.05	269.95	2,291.78	-458.57	-6,352.88	6,353.28	0.000	0.000	0.000
8,233.46	93.05	269.95	2,290.00	-458.60	-6,386.30	6,386.70	0.000	0.000	0.000
PBHL									

SILVERBACK

Aim Directional Services, LLC

Planning Report



Database: Company:

Design:

RTOC- EDM 5000.1 Single User Db

Silverback Exploration

Plan 0.2

Project: Eddy County, NM (NAD 83 NME)
Site: Morrison 102H
Well: Morrison 102H
Wellbore: Planning

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Site Morrison 102H

Well @ 3518.00usft (16' RKB) Well @ 3518.00usft (16' RKB)

Grid

Minimum Curvature

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
LTP/PBHL - Morrison - plan hits target co - Point	0.00 enter	360.00	2,290.00	-458.60	-6,386.30	611,262.20	490,679.74	32° 40′ 49.066 N	104° 29' 52.724 W
FTP - Morrison 102H - plan hits target ce - Point	0.00 enter	0.00	2,554.00	-454.52	-1,430.40	611,266.28	495,635.64	32° 40' 49.179 N	104° 28' 54.738 W

Plan Annotations				
Measured Depth (usft)	Vertical Depth (usft)	Local Coor +N/-S (usft)	rdinates +E/-W (usft)	Comment
500.00	500.00	0.00	0.00	Build: 3°/100
1,764.36	1,674.01	-209.35	-344.89	Hold: 37.93° Inc, 238.74° Azm
2,349.73	2,135.72	-396.07	-652.49	KOP: 9°/100' @ 2349.73' MD
2,703.32	2,369.61	-454.09	-905.02	Hold: 60.00° Inc, 269.95° Azm
2,903.32	2,469.61	-454.23	-1,078.23	Build: 9°/100
3,270.54	2,554.00	-454.52	-1,430.40	LP/Hold: 93.05° Inc, 269.95° Azm
8,233.46	2,290.00	-458.60	-6,386.30	PBHL